

APPENDIX T

EXAMPLE LETTER OF CREDIT

DATE: _____

County of Union
Union County Planning Commission
1610 Industrial Boulevard, Suite 100
Lewisburg, PA 17837

RE: Irrevocable Unconditional Letter of Credit
Credit No. _____

Gentleman:

Effective immediately, by order and for the account of _____
we hereby authorize you to draw on us at sight up to an aggregate amount of _____
United States Dollars (\$ _____).

This Irrevocable Letter of Credit sets forth the full terms of our obligation to you, and such undertaking shall not in any way be diminished, amplified, or otherwise modified by any agreement in which this Credit is referred to or to which this Credit relates; any such reference shall not be deemed to incorporate herein by reference any agreement. This Letter of Credit relates to a Performance Guaranty Agreement dated _____ by and between the County of Union and the person or entity above named for whose account this Credit is established.

We engage with you that drafts drawn under and in compliance with the terms of this Credit will be duly honored.

The Bank's right of reimbursement under this Letter of Credit is secured by an assigned deposit account of a like amount, and deposited in the name of _____.

This Credit is subject, so far as is applicable, to the laws, rules, regulations, and statutes of the Federal government and the Commonwealth of Pennsylvania.

This Credit shall continue in full force and effect without expiration until such date as the Director of the Union County Planning Commission certifies to us in writing that all obligations of the person or entity for whose account this Credit is established have been fully and satisfactorily completed by such person or entity in accordance with the terms of the aforesaid Performance Guaranty Agreement between the County of Union and the said person or entity. In addition this Credit shall continue in the amount of at least ten percent (10%) of the full amount hereof for a period of one year following release by the Director of the Union County Planning Commission of the balance of the full amount thereof.

Sincerely,

Name of Bank

Name and Title