



Washington State Department of Agriculture
Agricultural Investigations Program
PO Box 42560
Olympia WA 98504-2560
(360) 902-1857

Bond No. _____

COMMISSION MERCHANT BOND

Chapter 20.01 RCW

(NOTE: See instructions on back before completing this form)

KNOW ALL BY THESE PRESENT: That we (Principal).....

..... of (Address).....

as principal, and (Surety).....

a corporation organized and existing under the laws of the State of:.....

and authorized to transact surety business in the State of Washington, as surety, are held and firmly bound unto the State of Washington in the penal sum of:

..... (\$)

lawful money in the United States of America, to be paid to the State of Washington for the purpose and in the manner provided in Chapter 20.01 RCW, as now or hereafter amended, for the payment of which sum, well and truly to be made, we bind ourselves, our heirs, executors, administrators, successors and assigns, jointly and severally, firmly by these presents.

THIS BOND EFFECTIVE THIS day of, 20.....

THE CONDITION OF THE ABOVE OBLIGATION IS SUCH THAT

WHEREAS, The above bounden principal wishes to make, or has made, application to the Washington State Department of Agriculture for a license to operate as a Commission Merchant in the state of Washington in accordance with the provisions of Chapter 20.01 RCW, as now or hereafter amended, and rules and regulations adopted thereunder and is required, pursuant to the provisions of said law, to furnish a bond in the penal sum listed above as provided for in said law and conditions as required by said law.

Now, therefore, if the above bounden principal shall faithfully comply with all the provisions of Chapter 20.01 RCW, as now or hereafter amended, pertaining to Commission Merchants and all obligations enjoined upon him by said law and rules and regulations adopted thereunder, then the above obligation shall be null and void; otherwise to remain in full force and effect.

This obligation is applicable from the date above and shall continue in full force and effect until written notice of termination has been furnished by the surety to the principal and the Washington State Department of Agriculture by certified mail. Cancellation to be effective 30 days from the day it is received by the Department of Agriculture. The total and aggregate liability of the surety for all claims which may arise shall be limited to the face value of the bond.

Signed this..... day of, 20.....

PRINCIPAL

DOING BUSINESS AS (IF APPLICABLE)

BY: (SIGNATURE OF OWNER, PARTNER OR CORPORATE OFFICER)

SURETY (SEAL)

ATTORNEY-IN-FACT

BOND REQUIREMENTS

The actual bond requirement for a Commission Merchant is based on the annual net proceeds paid or due to be returned to consignors.

MINIMUM BOND AMOUNT

- \$15,000 Bond Minimum Commission Merchants in hay, straw, or seed
- \$10,000 Bond Minimum Commission Merchants in produce and other agricultural products

INSTRUCTIONS FOR SURETY: Insurance company seal must be on the bond and must be legible. Power of Attorney must be attached and dated the same date as the signature on the bond. Executed bond should be forwarded to the principal for signature with instructions to forward it to the Washington State Department of Agriculture.

BOND SCHEDULES

SCHEDULE FOR COMMISSION MERCHANTS IN HAY, STRAW, OR SEED	
ANNUAL DOLLAR VOLUME	BOND AMOUNT
Up to:	
\$ 180,000	\$ 15,000
240,000	20,000
300,000	25,000
360,000	30,000
420,000	35,000
480,000	40,000
540,000	45,000
600,000	50,000
660,000	55,000
720,000	60,000
780,000	65,000
840,000	70,000
900,000	75,000
960,000	80,000
1,020,000	85,000
1,080,000	90,000
1,140,000	95,000
1,200,000	100,000
1,260,000	105,000
1,320,000	110,000
1,380,000	115,000
1,440,000	120,000
1,500,000	125,000
1,560,000	130,000
1,620,000	135,000
1,680,000	140,000
1,740,000	145,000
1,800,000	150,000
1,860,000	155,000
1,920,000	160,000
1,980,000	165,000
2,040,000	170,000
2,100,000	175,000
2,160,000	180,000
2,220,000	185,000
2,280,000	190,000
2,340,000	195,000
2,400,000	200,000
2,460,000	205,000
2,520,000	210,000
2,580,000	215,000
2,600,000	220,000
Over 2,600,000	Ten percent (10%) of all excess divided by 12 at \$5,000 intervals.

SCHEDULE FOR COMMISSION MERCHANTS IN PRODUCE & OTHER AGRICULTURAL PRODUCTS	
ANNUAL DOLLAR VOLUME	BOND AMOUNT
Up to:	
\$ 520,000	\$ 10,000
624,000	12,000
728,000	14,000
832,000	16,000
936,000	18,000
1,040,000	20,000
1,144,000	22,000
1,248,000	24,000
1,352,000	26,000
1,560,000	30,000
1,820,000	35,000
2,080,000	40,000
2,340,000	45,000
2,600,000	50,000
5,200,000	55,000
7,800,000	60,000
10,400,000	65,000
13,000,000	70,000
15,600,000	75,000
18,200,000	80,000
20,800,000	85,000
23,400,000	90,000
26,000,000	95,000
28,600,000	100,000
31,200,000	105,000
33,800,000	110,000
36,400,000	115,000
39,000,000	120,000
41,600,000	125,000
44,200,000	130,000
46,800,000	135,000
49,400,000	140,000
52,000,000	145,000
Over 52,000,000	50,000 plus ten percent (10%) of all volume over \$2,600,000 divided by 52 at \$5,000 intervals. (i.e., \$67,000,000 – \$2,600,000 = \$64,400,000 : 52 = \$1,238,461.50 x 0.10 = \$123,846.15 round up to \$125,000 + \$50,000 = \$175,000 bond amount)