



Legal consequences apply. Consult your attorney to complete.

ISSUE INFORMATION

Number _____ issued in _____, Oklahoma, on the ____ day of ____ in the year ____.

BENEFICIARY (owner)

State of Oklahoma OMES CAM CAP P.O. Box 53448 Oklahoma City, OK 73152-3448 CAP website	CAP project number
	CAP project name
	Address/location

APPLICANT (Bidder, Contractor, Construction Manager, Design-Builder)

Company name	Email
Address	Phone

ISSUING BANK

Company name	Email
Address	Phone

EXPIRATION INFORMATION

Pursuant to 61 O.S. § 113, this Letter of Credit (if "X" appears in checkbox) shall remain in effect for a period of one (1) year after acceptance of the project, to protect the Beneficiary against defective workmanship and materials.

Time	Date	Place

Issuing Bank hereby establishes an irrevocable standby letter of credit at the request of Applicant in favor of the Owner and authorizes same to draw on us by sight draft up to the aggregate amount of _____ **Dollars** (_____).

WE FURTHER AGREE THAT

- This Letter of Credit shall be automatically extended without amendment for additional one-year periods from and after the above-referenced date of expiration, unless Issuing Bank has notified the Beneficiary in writing not less than 60 days before such date that Issuing Bank elects not to renew this Letter of Credit. The notice of Issuing Bank's election not to renew shall be sent to the Beneficiary by registered mail to the above address, Attn: State Construction Administrator.
- Upon receipt of Issuing Bank's notice not to renew, the Beneficiary may elect either to obtain cash collateral by drawing on a sight draft on the Issuing Bank for an amount not to exceed the unused balance of this Letter of Credit or to let the Letter of Credit expire.
- The clause selected with an "X" shall be the valid Clause 3:
 - The purpose of this Letter of Credit is to fill the requirement of 61 O.S. § 107. Drafts drawn by the Beneficiary under this Letter of Credit shall be accompanied by a written statement purportedly signed by the State Construction Administrator certifying that "The Successful Bidder has failed to execute the contract or failed to provide the required bonds, or irrevocable letters of credit and insurance to the awarding public agency within the period of time, not to exceed sixty (60) days, specified in the bid notice by the awarding public agency." Except drafts drawn in response to Issuing Bank's notice not to extend this Letter of Credit will not be accompanied by such statement from the State Construction Administrator.

- The purpose of this Letter of Credit is to fill the requirement of 61 O.S. § 1 and 61 O.S. § 113. Drafts drawn by the Beneficiary under this Letter of Credit shall be accompanied by an original copy of the Letter of Credit and a written statement purportedly signed by the State Construction Administrator certifying to one or more of the following:
- a. "Contractor has failed to perform in accordance with the terms and conditions of CAP project number _____ by and between Beneficiary and Contractor."
 - b. "Contractor has failed to pay all indebtedness incurred for the Contractor's subcontractors and all suppliers of labor, material, rental of machinery or equipment, and/or repair of parts for equipment the contract requires the Contractor to furnish in accordance with the terms and conditions of CAP project number _____ by and between Beneficiary and Contractor."
 - c. "Contractor has performed defective workmanship and/or supplied defective materials in violation of the terms and conditions of CAP project number _____ by and between Beneficiary and Contractor."

Except that drafts drawn in response to Issuing Bank's notice not to extend this Letter of Credit will not be accompanied by such statement from the State Construction Administrator.

4. Issuing Bank hereby represents and affirms that the execution and tendering of this Letter of Credit has been duly authorized and will not constitute a violation of any applicable law, regulation, charter, or corporate restriction of Issuing Bank. Issuing Bank further represents and warrants that it is a financial institution insured by the Federal Deposit Insurance Corporation.
5. Unless automatically extended in accordance with paragraph 1 above, this Letter of Credit expires at 5 p.m. on the stated expiration date.
6. Draft(s) drawn and negotiated under this Letter of Credit shall state that it is "DRAWN UNDER ISSUING BANK LETTER OF CREDIT NUMBER _____ DATED _____."
7. Except as otherwise expressly stated herein, this Letter of Credit shall be governed by and construed in accordance with the laws of the State of Oklahoma and is subject to the International Chamber of Commerce Brochure No. 500 Uniform Customs and Practices for Documentary Credits (UCP 500) in effect on the date of issuance of this Letter of Credit. In the event of any conflict between Oklahoma law and the UCP 500, Oklahoma law shall prevail. Venue for any action necessary to interpret or enforce this Letter of Credit shall lie in Oklahoma County, Oklahoma.
8. Reference to any contract is for information purposes only and is not part of this Letter of Credit.

We hereby engage with you that any draft drawn upon and in compliance with the terms of this credit will be duly honored on presentation at our office in _____, on or before 5 p.m. on the stated expiration date or any extended date as hereinabove provided.

ISSUING BANK SIGNATURES

Authorized representative name	Authorized representative title
Authorized representative signature	Date
Authorized representative name	Authorized representative title
Authorized representative signature	Date
Authorized representative name	Authorized representative title
Authorized representative signature	Date
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Authorized representative signature	Date