

## **Bonds and Insurance**

The minimum amount of the performance bond shall be \$5,000. A certified check, cashier's check or money order payable to the Road Commission in the amount established by the County Highway Engineer may be provided in lieu of a performance bond.

Performance bonds issued by an insurance company licensed to issue performance bonds in the State of Michigan on a form acceptable to the Board are required on all commercial driveways in order to protect the Board against the cost of completing construction or repairing deficiencies. The County Highway Engineer shall set the amount of the bond in an amount that reasonably approximates the cost of the construction or repairs authorized by the permit.

Certificates of Insurance are required to ensure that claims for damage or personal injury can be met. General liability insurance carried by the Permit Holder is acceptable. Insurance amounts shall be as shown in the following chart which also includes acceptable amounts for automobile liability, worker's compensation and employer's liability. The Board, its agents, servants and employees shall be named as additional named insured's.

| <u>Type of Insurance</u>                     | <u>Limits</u> |                               |
|--|---------------|-------------------------------|
| Commercial General Liability                 | \$1,000,000   | General Aggregate             |
|  | \$1,000,000   | Products-Comp/Ops Aggregate   |
|  | \$ 500,000    | Personal & Advertising Injury |
|  | \$ 500,000    | Each Occurrence               |
|  | \$ 50,000     | Fire Damage (any one fire)    |
|  | \$ 5,000      | Medical Exp. (any one person) |
| Automobile Liability                         | \$ 500,000    | Combined Single Limit         |
| Worker's Compensation & Employer's Liability | \$ 100,000    | Each Accident                 |
|  | \$ 500,000    | Disease - Policy Limit        |
|  | \$ 100,000    | Disease - Each Employee       |