



**SFAA**  
THE SURETY &  
FIDELITY ASSOCIATION  
OF AMERICA

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## BEAD BONDABILITY LETTER TEMPLATE

Recommended language:

*We understand that **[SUBGRANTEE]** is submitting or has submitted a proposal for **[BROADBAND PROJECT]** ("Project") in the approximate amount of \$**[PROJECT PROPOSAL AMOUNT]**. This letter confirms that **[SURETY]** has authorized single performance bond requests up to **[BOND AMOUNT]** for **[SUBGRANTEE]** for this Project. It is important to understand that, as is customary within the surety industry, the issuance of any bonds is always contingent upon a satisfactory underwriting review at the time a request for bonds is made. This review may include but is not limited to acceptable terms, conditions, documents, bond forms, confirmation of an acceptable financing source and payment provisions, and **[SUBGRANTEE]** continuing to satisfy other underwriting considerations.*

*Any arrangement for bonds required by the contract is a matter between **[SURETY]** and **[SUBGRANTEE]**, and therefore, we assume no liability to you or third parties if we do not execute these bonds for any reason. Furthermore, this letter shall not be construed as an agreement to provide bonds for any particular project but is provided as an indication of the surety's current position on the specific request received from **[SUBGRANTEE]**.*