

(BANK LETTERHEAD)

(DATE)

Secretary of Agriculture, Food & Markets
State of Vermont
116 State Street
Montpelier, VT 05620-2901

RE: LETTER OF CREDIT: (Name of dairy)

Dear Sir:

(NAME OF BANK) has approved \$(**amount**) of credit to **(name of dairy)** for the purpose of meeting the security bond requirements to obtain a handler's license in the State of Vermont.

These funds will be controlled in a separate account. The conditions of advancement to the State of Vermont being the same as those stated in 6 V.S.A., Section 2883 and 2884 namely: When for a period of five (5) days after the date required for payment of any amount to any of **(name of dairy)** producers, **(name of dairy)** fails to pay the amount due for products delivered or furnished by those producers for the preceding pay period, **(name of dairy)** by reason of such non-payment; shall be in default as to all producers whose accounts shall then remain unpaid and we promise that we shall pay all sums then due from **(name of dairy)** to its several producers in the State of Vermont, subject only to the requirements that we be notified by the State of Vermont as to the non-payment and the names and dollar amounts owed each Vermont producer.

This letter of credit is in effect from **(date)** until August 31, **(year)**, and is an irrevocable obligation on the part of **(Name of Bank)** until said August 31, **(year)**.

Sincerely,

(Signature)

(Name of Bank President), President
(Name of Bank)

CWC/js

Attested this ___ day of _____, ___, that on this day, **(name of bank president)**, was President of the (name of bank) and hereby acknowledge the same to be his free act and deed, and the free act and deed of said corporation.

(signature)

Name of Secretary/Treasurer