



ENERGY AND ENVIRONMENT CABINET

DEPARTMENT FOR ENVIRONMENTAL PROTECTION
DIVISION OF WASTE MANAGEMENT
200 FAIR OAKS, 2ND FLOOR
FRANKFORT, KY 40601
TELEPHONE NUMBER (502) 564-6716

IRREVOCABLE LETTER OF CREDIT

We, _____ (Financial Institution)

(Address)

COMMONWEALTH OF KENTUCKY
Energy and Environment Cabinet
Department for Environmental Protection
Division of Waste Management
200 Fair Oaks, 2nd Floor
Frankfort, Kentucky 40601

Date: _____

IRREVOCABLE LETTER OF CREDIT NO: _____
IRREVOCABLE LETTER OF CREDIT AMOUNT \$ _____

Director, Division of Waste Management:

We hereby open our irrevocable letter of credit in your favor for the account of

(Name)

(Address)

for a sum or sums not exceeding a total of \$100,000 for a Tier 1, 2, or 3 decontamination or \$250,000 for a Tier 4 decontamination, as applicable available by your draft(s) on us at sight when accompanied by an Energy and Environment Cabinet Demand Letter.

It is a condition of the Letter of Credit that it will be automatically extended for additional periods of up to one (1) year from the then relevant expiry date unless thirty (30) days prior to that relevant expiry date, we notify you that we elect not to extend this Letter of Credit whereupon you may elect either to obtain cash collateral by drawing your on-sight draft on us for an amount not to exceed the unused balance of this Letter of Credit, or to let the Letter of Credit expire. For the purposes of this credit, our notice not to extend shall mean:

1. That we send our notification to you at the above-listed address by registered mail (return receipt requested) dated not less than thirty (30) days prior to expiration; and

2. That, in the event, prior to fifteen (15) days before then relevant expiry date, we have not received either your draft or your written notice that you do not intend to draw from your draft on us, we will hand deliver our notification to obtain a receipt from: Director, Division of Waste Management, Energy and Environment Cabinet, or that official's designated representative, not less than five (5) days prior to the then relevant expiry date. In the event we shall have failed to notify you as described above, this Letter of Credit shall be automatically extended for a period of one (1) year; and

3. That, in the event you draw your draft upon us in response to our notice not to extend, such draft need not be accompanied by a Demand Letter. Drafts must be negotiated not later than _____ (Insert date one year from issue) associated with the registration issued by the Division of Waste Management under the name of _____. All drafts drawn under this Letter of Credit shall state that they are "drawn under _____" (Letter of Credit ID #), dated _____.

This Irrevocable Letter of Credit shall be governed by and interpreted in accordance with the laws of the Commonwealth of Kentucky. Venue for any litigation concerning this Letter of Credit shall be in Franklin Circuit Court, Commonwealth of Kentucky.

In the event we become unable to fulfill our obligations under the Letter of Credit for any reason, notice shall be given within one hundred twenty (120) days to the Registrant and Director, Division of Waste Management, at the address indicated in this Letter of Credit.

We hereby agree with the drawers, endorsers and bona fide holders of drafts drawn under and in compliance with the terms of this credit that such drafts will be duly honored on due presentation to the drawee.

Signature: _____

Type or print name: _____

Official Position: _____

Date: _____

Subscribed and sworn to before me by _____ **this**
the _____ **day of** _____, **20**_____.

Notary Public, State-at-Large

My commission expires the _____ **day of** _____, **20**_____.

NOTE: A copy of the corresponding Performance Agreement Form #6079D must be attached to this form