
BONDS

Section 8697 of the Structural Pest Control Act requires each registered company to maintain a \$4,000 surety bond. In lieu of furnishing a bond, the licensee may deposit with the Board a cash deposit. Section 8697 of the Act may be satisfied by any one of the following:

1. A **Surety Bond** issued by an insurance company payable to the People of the State of California on a form prescribed by the Structural Pest Control Board. The principal of the surety bond must be the same as the name on the license required to post the bond.
2. A **Certificate of Deposit** payable to the Structural Pest Control Board issued by a bank doing business in the state of California and insured by the Federal Deposit Insurance Corporation or by savings and loan associations authorized to do business in this state and insured by the Federal Savings and Loan Insurance Corporation.*
3. **Saving Accounts** assigned to the Structural Pest Control Board, not exceeding the federally insured amount, together with evidence of the deposit in the savings accounts with banks authorized to do business in this state and insured by the Federal Deposit Insurance Corporation.
4. An **Investment Certificate** or share account assigned to the Structural Pest Control Board and issued by a savings and loan association doing business in the State of California and insured by the Federal Savings and Loan Insurance Corporation.*
5. **Bearer Bonds** issued by the United States Government or by the State of California.*
6. **Certificate of Funds or Share Accounts** assigned to the Board and issued by a credit union, as defined in section 14002 of the Financial Code, whose share deposits are guaranteed by the National Credit Union Administration or guaranteed by any other agency approved by the Department of Corporations.*

*Note: Certificates of deposit, investment certificates, bearer bonds and certificates of funds or share accounts are held for a period of **five years and thirty days** from the termination of the board period and will not be released prior to that time unless an alternative bond is posted (i.e. backdated surety bond). If you decide to post a cash deposit, please contact the Structural Pest Control Board for the appropriate forms.