

(FINANCIAL INSTITUTION'S LETTERHEAD)

IRREVOCABLE LETTER OF CREDIT NO. _____

TO: City of Austin, Texas
Attn: Fiscal Surety Office
505 Barton Springs Road, Suite 175
Austin TX 78704

DATE: _____, 19_____

We hereby authorize you to draw at sight on (FINANCIAL INSTITUTION), for the account of (NAME OF CUSTOMER), (the "Customer"), up to the aggregated amount of (WRITTEN AMOUNT) Dollars (\$ AMOUNT) (the "Stated Amount), for the (NAME OF SUBDIVISION) Subdivision, (NAME OF SUBDIVISION), shown in City's File Number (CITY'S FILE NUMBER), available by your draft, accompanied by a request signed by the Director of the Development Services Department, or designee, stating that the following condition exists:

"A Condition of Draw exists under the Subdivision Construction Agreement dated (DATE AGREEMENT SIGNED BY CUSTOMER), by and between the Subdivider and the City of Austin (the "Agreement"). City is in substantial compliance with the terms of said Agreement and has calculated the amount of this draft in accordance with the terms of the Agreement."

Drafts must be drawn and presented by or on (EXPIRATION DATE) by the close of business of the Issuer of this credit and must specify the date and number of this credit. Drafts will be honored within five calendar days of presentment. We hereby engage all drawers that drafts drawn and presented in accordance with this credit shall be duly honored. Partial draws are permitted and the letter of credit shall be reduced by the amount of such partial draws as well as by any reduction letters authorized by the City. The sum of such partial draws shall on no account exceed the Stated Amount of this credit, and upon any draw or reduction letter which exhausts this credit, the original of this credit will be surrendered to us.

This credit is irrevocable prior to its expiration date unless both parties consent to revocation in writing.

Address of Issuer:

Authorized Officer's Signature

Name of Applicant

Financial Institution

Mailing address

Mailing address

City, State and Zip code

City, State and Zip code