
**STATE OF ILLINOIS
DEPARTMENT OF FINANCIAL AND PROFESSIONAL REGULATION**

Dispensing Organization Registration Surety Bond

Name of Bonding Company: _____

Bond Number: _____

Effective Date: _____

KNOW ALL PERSONS BY THESE PRESENTS, That we, _____

(*Full Legal Name of Principal*),
of the City of _____, County of _____, State
of _____, as Principal, and _____
(*Full Legal Name of Surety*) of the City of _____, County of _____,
State of _____, as a Surety business authorized to transact in the State
of _____, are held and firmly bound unto the State of Illinois Department of
Financial and Professional Regulation, Division Professional Regulation (the "Division"), as
Obligee, for any loss suffered by reasons of the Principal's violation of the conditions applied
under the medical cannabis dispensary registration in the penal sum of FIFTY THOUSAND
DOLLARS (\$50,000.00), the payment of which we jointly and severally bind ourselves, our
heirs, executors, administrators, successors and assigns.

THE CONDITION OF THE ABOVE OBLIGATION IS SUCH that the Principal has applied for
the issuance or renewal of a dispensing organization registration pursuant to the Illinois
Compassionate Use of Medical Cannabis Pilot Program Act ("Act"), 410 ILCS 130/1 *et. seq.*,
which registration or registration renewal shall be valid, if not suspended or revoked, for a
registration period ending one year from the last day of the month of issuance of the registration
or renewal and through which the Principal is required to give security pursuant to Section
1290.120 of the Division's Illinois Administrative Rules, 68 IAC 1290;

NOW, THEREFORE, if the Principal is granted a registration by the State pursuant to the Act,
during the term of said registration and any renewal thereof, the bond shall be used to guarantee
that the Principal timely and successfully completes dispensary construction, operates in a
manner that provides an uninterrupted supply of cannabis, faithfully pays registration renewal
fees, keeps accurate books and records, makes regulatorily required reports, complies with State
tax requirements, and conducts the dispensary in conformity with the Act and the Division's
Illinois Administrative Rules. 68 IAC 1290.

IT IS FURTHER PROVIDED this bond is issued subject to the following express conditions:

1. This bond shall be deemed continuous in form and shall remain in full force and effect for the term of the initial bond and all subsequent terms, for all liabilities, acts, omissions or causes arising after this bond becomes effective until terminated as hereinafter provided.
2. This bond may be canceled by the Surety by giving thirty (30) days notice in writing to the Division and Principal(s) at the address last known to the Surety by certified mail at least thirty (30) days prior to the termination date specified in the notice and upon giving such notice, the Surety shall be discharged from all liability under this bond for any act or omission of the Principal occurring after such termination date.
3. If the Division determines, after a hearing pursuant to its Administrative Rules that the Principal has failed to comply with the terms herein, the Division, as Obligee, may proceed against the Principal or Surety herein, or both, for a right of action upon the bond and the Surety shall immediately make payment of the above penal sum to the Division,
4. Regardless of the number of years the bond remains in effect, the number of premiums paid, the number of renewals of the registration, the number of claimants or the number of claims made, the aggregate liability under the bond shall not exceed the amount of the bond.
5. The Principal and the Surety agree they shall not amend or modify the terms of this bond without prior written consent of the Division.
6. Should the sunset provision found in Section 220 of the Act (410 ILCS 130/220), take effect and no successor program take its place allowing for the continuation of dispensaries as provided in the Act and the rules, and provided the Principal is not in violation of the Act or the rules, then, the obligation of the bond shall be null and void. Until such time, it shall remain in full force and effect.

Executed in _____
(City, State)

on this _____ day of _____, _____.
(Month) (Year)

Witness: _____,
Name of Principal

By: _____,
Signature of Principal / Title

Witness: _____,
Surety Name

By: _____,
Attorney-in-Fact

Address: _____

Correspondence to Department of Financial and Professional Regulation shall be sent to:

Deputy Director of Medical Cannabis
Department of Financial and Professional Regulation
Division of Professional Regulation
100 West Randolph, 9th Floor
Chicago, IL 60601
(312) 814-1690

ACKNOWLEDGMENT OF SURETY

STATE OF ILLINOIS)
)
COUNTY OF _____)

Subscribed and sworn before me:

Signature of Notary Public

Date