

STATE OF NEW JERSEY NURSING HOME BOND

BOND NUMBER:

KNOW ALL MEN BY THESE PRESENTS

THAT

of _____ as Principal
and _____, a surety company organized under the laws of the
State of Illinois and licensed to do business in the State of New Jersey, as Surety, are held and firmly bound unto
the Secretary of the United States Department of Health and Human Services and his successors in said office in
the total penal sum of _____ dollars (\$ _____)
lawful money to the United States of America, for which sum well and truly to be paid said Principal and Surety
bind themselves, their heirs, executors, administrators, successors and assigns, jointly and severally firmly by
these presents.

WHEREAS, the above named Principal is, or is the operator of, a nursing home or home for the aged as
defined by Section 2801 of the New Jersey statues of the Health Care Financing Administration, Health and Human
Services Code of Federal Regulations. The Provision at 42 CFR 468.10 (c) (7) requires each licensee or licensee-
applicant to post a surety bond, in an amount equal to the average balance of residents' fund held by such
licensee or licensee-applicant, conditioned as set forth hereinbelow:

NOW, THEREFORE, the condition of this obligation is such that if the above named Principal shall:

- 1) Well and truly hold separately and in trust all patients' funds deposited with the Principal as, or as the operator of, a nursing home or home for the aged; and,
- 2) shall administer said funds on behalf of said patients in the manner directed by the depositors thereof; and,
- 3) shall render true and complete accounts to the patients, the depositors and the Obligee when requested; and,
- 4) upon termination of each said deposit, shall account for all funds received thereunder, expended and held on hand, then this obligation shall be null and void, otherwise to remain in full force and effect.

This bond is executed and accepted subject to the following five (5) conditions:

- 1. The Secretary of the United States Department of Health and Human Services, acting on behalf of and in lieu of the State of New Jersey Department of Health or, any aggrieved patient or depositor with the Secretary's written consent, may sue on this bond to recover for Principal's alleged breaches of the condition hereon, in any court of competent jurisdiction in the State of New Jersey.
- 2. Regardless of the number of years this bond shall continue in force and the number of premiums which shall be payable or paid, the limit of Surety's liability hereunder, as specified herein or in any amendatory rider made a part hereof, shall not be cumulative from year to year, period to period or license to license.
- 3. The liability of Surety hereunder shall never exceed the amount of the total sum of this bond, regardless of the number of claimants hereunder, and when Surety shall have paid that amount, whether in one payment or the aggregate of several payments for, upon for by reason of one or several breaches of the Condition hereof, the liability of Surety shall immediately cease and determine.
- 4. This bond shall apply only to patients' funds held by said Principal on, or at any time after, the effective date hereof, and before the effective date of termination hereof, as hereinafter provided.

5. This bond shall be effective as of 12:01 a.m. of _____
effect until terminated either by:

and shall continue in full force and

(a) release by The United States Department of Health and Human Services, or

(b) cancellation by either Principal or Surety, to be effected by the giving of sixty (60) days' notice in writing by Certified United States Mail to the other party and to the United States Department of Health and Human Services.

IN WITNESS WHEREOF, the parties hereto have hereunto affixed their hands and seals this

Witness

Principal

Witness

Surety

, Attorney-in-Fact

Surety Bond Sample
Provided by BondAbility