KANSAS DEPARTMENT OF REVENUE
DIVISION OF VEHICLES
DEALER LICENSING BUREAU
PO BOX 2369
TOPEKA, KS 66601-2369
785-296-3621
Web Site: www.ksrevenue.org/dmv

VEHICLE DEALER BOND

The original bond must be signed and mailed to the Dealer Licensing Bureau

68

D#_____

F#_____

Bond #_____

KNOW ALL MEN BY THESE PRESENTS: THAT _____

_____

☐ Individual Proprietorship ☐ Partnership ☐ Corporation ☐ LLC ☐ LL ☐ LC

with main office location at _____
(Street Address) (City) (State) (Zip)

as principal, and _____ a corporation authorized to transact
(Surety)

business in Kansas, as surety, are held and firmly bound unto the STATE OF KANSAS and severally to such persons who shall conduct business with said principal in its capacity as a motor vehicle dealer in the sum of Thirty thousand dollars ($30,000.00), lawful money of the United States, to the payment of which, well and truly to be made, we hereby bind ourselves, our heirs, executors, administrators, assigns and successors firmly by these presents.

WHEREAS, the above-named principal is a vehicle dealer within the provisions of Kansas Statutes Annotated, Chapter 8, Article 24, concerning manufacture, distribution, sale and disposal of vehicles and is required by such article to comply with the provisions applicable to the licensee, this bond exists as indemnity for any loss sustained by a retail or wholesale buyer or seller of a vehicle by reason of any act by the licensee constituting grounds of suspension or revocation of license, in accordance with and under authority of K. S. A. 8-2401 et seq.

NOW, THEREFORE, the condition of this obligation is such that if the above-named principal shall faithfully comply with the provisions of said article concerning manufacture, distribution and sale of vehicles and rules and regulations promulgated pursuant thereto, this obligation shall be void and of no effect; otherwise it shall be remain in full force and effect.

IT IS FURTHER UNDERSTOOD AND AGREED that the above obligation shall extend, without notification to the Surety, to any change of officers of the Principal, if the Principal is a corporation, to any additional locations or changes of address of the Principal or to any substitution of business name of the Principal wherein ownership is not changed.

IT IS FURTHER UNDERSTOOD AND AGREED that regardless of the number of years this bond may remain in force and number of claims which may be made against this bond, the aggregate liability of the surety for any and all claims shall not exceed the amount stated above, and that the surety shall have the right to cancel the bond upon the giving thirty (30) days written notice of cancellation to the Principal and the Kansas Department of Revenue, Division of Vehicles, Dealer Licensing Bureau, Topeka, KS 66626-0001.

This bond effective on and after the _____ day of _____, _____.
Month Year

RENEWAL DATE OF BOND:_____

Witness our hands at _____, Kansas, this _____ day of _____, _____.
city Month Year

Principal: _____

BY: _____
Dealership Owner or President Signature Print Name

ATTEST:_____
(Second Corporate Officer, indicate office) Print Name

(Seal of Corporate Surety)

Surety Name: _____

Surety Address: _____
Street City State Zip

Surety Phone Number: _____

Signature of Attorney in Fact: _____
Attorney-in-fact must attach a copy of written authority. (Power of Attorney) Print Name

D-20 (4-03)

Surety Bond Instructions

We have prepared this instruction sheet to assist you when completing our Kansas Vehicle Dealer bond form. As the surety, you are required to complete the bond form and attach written authority (a power of attorney) authorizing the Attorney in Fact's signature at the bottom of the bond form. We also ask that the attorney in fact print their name beside their signature to ensure the correct individual signed the attorney-in-fact.

To eliminate some of the frequently asked questions, we have listed some of our requirements.

1. The bond entity must match the application entity. The entity that was selected on the application must be the same entity on the bond. If the applicant is an individual proprietorship the individual's name must be listed on the bond dba the business name. Example: John Smith dba John's Cars

2. In a case where the owners are husband and wife, the entity would be partnership and both must be listed on the application and bond. More than one owner, that is not a corporation, is a partnership.
3. Example: John Smith and Jane Smith dba John's Cars

4. In a case where the dealership is a Kansas registered corporation: The corporation name must be listed, the dba is optional. Example: John Smith Incorporated *or* John Smith Incorporated dba John's Cars
5. Corporation papers must accompany the bond.

6. The business address on the application must match the business address on the bond. In a case where the corporate office is out of state, the Kansas location must be listed on the bond. Again, the bond must match the address on the application. If the corporation is registered as a corporation in a state other than Kansas the applicant must register as a foreign corporation in Kansas. Foreign corporation papers must accompany the bond.

7. The surety must also provide the bond number. Any riders or endorsements that are mailed to update the bond must list the bond number. Bond riders will not be accepted unless a previously approved bond is on file.

8. The effective date must be completed on the bond form. The year must be accurate.

9. The witness date must be completed on the bond form. The year must be accurate.

10. The surety name, surety address and surety phone number must be completed on the bond form.

11. The Attorney-in-Fact must sign the bond. Again, the attorney-in-fact must be listed on the Power of Attorney

12. The power of attorney date must be on or before the bond witness date.

13. Once the bond has been completed, the bond must be mailed to the applicant for their signature. Please inform your client that they must sign the bond and then forward to the Dealer Licensing Bureau with their application.

14. An individual entity: The owner must sign beside the BY:.

15. A partnership entity: Only l partner is required to sign the bond beside BY:, however all partners must be listed on the bond.

16. A Corporation: The president must sign beside BY: and the second corporate officer must sign beside ATTEST:.

17. If the bond is returned for corrections, a new bond will need to be written. Riders will not be accepted for bonds that have not been previously approved by the Kansas Department of Revenue Legal Department.