

Contract No. _____

Escrow No. _____

EXHIBIT "C"

RE: NOTIFICATION OF FAILURE OF PERFORMANCE, DEMAND FOR SALE
OF SECURITIES AND DEMAND FOR PAYMENT

You, as Escrow Agent in that certain Escrow Agreement for Deposit of Securities in Lieu
of Cash Retention on Public Works Project between the

a political subdivision of the State of California (referred to as Owner),

(referred to as Contractor), and

_____,
a state or federally chartered bank (referred to as Escrow Agent), dated _____,
are hereby notified that the said Contractor has failed to perform all or part of that certain
construction contract described in the said escrow agreement after having been given
written notice of lack of performance. You are hereby directed to cause to be sold
securities deposited by the said contractor with you in accordance with the escrow
agreement, said securities having a minimum value of \$_____, and to deliver
forthwith to the Owner's Engineer the sum of \$_____. Any
remaining securities deposited pursuant to the terms of the said escrow agreement shall
be retained by you pursuant to further written notice by the Owner's Engineer.

Dated: _____ at _____, California.

a political subdivision of the
State of California

By _____
Owner's Engineer