**NEW YORK CONTRACTORS LOCAL LICENSE AND PERMIT BOND**

In New York, the municipality, town, city, or county in which you are a trade contractor may require you to execute a New York Contractors Local License and Permit Bond.

License bonds are usually required by a governmental entity and guarantee that the Principal will conduct business in accordance with the privilege granted by a particular license, and that they will comply with the governmental ordinances. Ultimately, they protect the public from incompetence and hold the governmental entity harmless.