

GREAT AMERICAN INSURANCE COMPANY®

CINCINNATI, OHIO

PAYMENT BOND

KNOW ALL MEN BY THESE PRESENTS, That we, Dauti Construction Co., Inc.

as Principal, and the GREAT AMERICAN INSURANCE COMPANY, a corporation organized under the laws of the State of Ohio and duly authorized to transact business in the State of New Jersey

as Surety, are held and firmly bound unto Borough of North Plainfield

as Obligees

in the sum of Three Million Nine Hundred Ninety Nine Thousand Five Hundred Dollars Dollars,

(\$ 3,999,500.00), for the payment whereof well and truly to be made the Principal and Surety bind themselves, their heirs, executors, administrators, successors, and assigns, jointly and severally, firmly by these presents.

SIGNED, sealed and dated this 29th day of March 2006.

WHEREAS the Principal and the Obligees have entered into a written contract hereinafter called the Contract, a copy of which is or may be attached hereto, dated the _____ day of March, 2006, for Expansion and removal to the North Plainfield Municipal

Building, Construction of new 2 story Police addition, construction of 1 story Fire Department and construction of 1 story infill addition

NOW, Therefore, the condition of the foregoing obligation is such that if the Principal shall promptly make payment to all persons who have contracts directly with the Principal supplying labor and material in the prosecution of the work provided for in said contract, and in all duly authorized modifications of said contract that may hereafter be made, then this obligation shall be void; otherwise it shall remain in force.

PROVIDED, HOWEVER, it shall be a condition precedent to any right of recovery hereunder that, in event of any default on the part of the Principal, a written statement of the particular facts showing the date and nature of such default shall be immediately given to the Surety and shall be forwarded by registered mail to the Surety at its Administrative Office, 360 Walnut Street, Cincinnati, Ohio 45202.

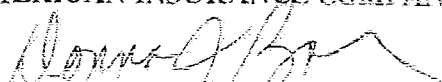
AND PROVIDED FURTHER, that no action, suit or proceeding, except as hereinafter set forth, shall be had or maintained against the Surety on this instrument unless the same be brought or instituted and process served upon the Surety within twelve months after completion of the work mentioned in said contract, whether such work be completed by the Principal, Surety or Obligees; but if there is any maintenance or guarantee period provided in the contract for which said Surety is liable, an action for maintenance may be brought within six months from the expiration of the maintenance period, but not afterwards.

Dauti Construction Co., Inc.

Principal

GREAT AMERICAN INSURANCE COMPANY

By: _____



580 Walnut Street
Cincinnati, OH 45202-4100
513.388.6000

PO Box 2575
Cincinnati, OH 45201-2575
www.GreatAmericanInsurance.com



GREAT AMERICAN INSURANCE COMPANY

STATEMENT OF DECEMBER 31, 2005

ADMITTED ASSETS		LIABILITIES, CAPITAL AND SURPLUS	
Bonds.....	\$ 2,578,766,182	Unpaid losses and loss expenses.....	\$ 2,402,292,848
Stocks.....	1,250,459,875	Reserve for underwriting expenses.....	130,706,847
Mortgage loans on real estate.....	31,214,679	Reserve for unearned premiums.....	876,995,615
Real estate (net of encumbrances).....	47,734,631	Federal and foreign income taxes.....	0
Cash on hand and on deposit.....	(59,238,869)	Ceded reinsurance premiums payable.....	229,523,126
Short-term investments.....	67,800,370	Reinsurance ceded.....	(131,592,730)
Investment income due and accrued.....	28,934,792	Other liabilities.....	223,894,146
Agents and premium balances.....	392,193,723	Total liabilities.....	5,077,617,022
Reinsurance recoverable on loss and loss expense payments.....	246,540,203	Capital stock.....	\$ 15,440,600
Current federal and foreign income tax recoverable.....	21,976,107	Paid in surplus.....	230,010,856
Net deferred tax asset.....	73,461,901	Special surplus funds.....	153,058,737
Receivable from affiliates.....	8,910,100	Unassigned funds.....	1,056,796,006
Other admitted assets.....	222,330,575		
		Policyholders' surplus.....	1,455,206,220
Total.....	\$ 5,163,125,281	Total.....	\$ 5,163,125,281

Reserves have been valued on the basis prescribed by the National Association of Insurance Commissioners

STATE OF OHIO
COUNTY OF HAMILTON

SS:

Robert J. Schwartz, Vice President and Controller, and Karen Kelley Hurrell, Senior Vice President and Secretary, being duly sworn, each for himself deposes and says that they are the above described officers of the Great American Insurance Company of Cincinnati, Ohio; that said Company is a corporation duly organized, existing and engaged in business as a Surety by virtue of the laws of the State of Ohio and has duly complied with all the requirements of the laws of said state applicable to said Company and is duly qualified to act as Surety under such laws; that said Company has also complied with and is duly qualified to act as Surety under Public Law 97-258 enacted September 13, 1982 (36 Stat. 1047 as amended, 31 U.S.C. 9304-9305); that to the best of their knowledge and belief the above statement is a full, true and correct Statement of the Assets and Liabilities of the said Company as of December 31, 2005.

Subscribed and sworn to before me

this 1st day of March, 2006.

Shelle Clontz

SHELLE CLONTZ
Notary Public, State of Ohio
My Commission Expires Aug. 9, 2010



Robert J. Schwartz
Controller

Karen Kelley Hurrell
Secretary

SURETY DISCLOSURE STATEMENT AND CERTIFICATION

pursuant to N.J.S.A. 2A:44-143

(fill use when surety(ies) have a certificate from U.S. Secretary of the Treasury in accordance with 31 U.S.C. 9305)

(name of surety(ies)) GREAT AMERICAN INSURANCE COMPANY

surety(ies) on the attached bond, hereby certifies(y) the following:

(1) The surety(ies) meets (meet) the applicable capital and surplus requirements of R.S. 17:17-6 or R.S. 17:17-7 as of the surety's most current annual filing with the New Jersey Department of Insurance

(2) The capital and surplus, as determined in accordance with the applicable laws of this State, of the surety(ies) participating in the issuance of the attached bond is (are) in the following amounts as of the calendar year ended December 31, 2005, (most recent calendar year which capital and surplus amounts are available), which amounts have been certified on a Consolidated Certification by Ernst & Young LLP, 250 E. 5th Street, Cincinnati, Ohio 45202 and are included in the Annual Statement on file with the New Jersey Department of Insurance, 20 West State Street CN-325, Trenton, New Jersey 08625-0325.

<u>SURETY COMPANIES(Y)</u>	<u>CAPITAL AND SURPLUS</u>
Great American Insurance Company	\$1,455,306,239

(3) With respect to each surety participating in the issuance of the attached bond that has received from the United States Secretary of the Treasury a certificate of authority pursuant to 31 U.S.C. 9305, the underwriting limitation established therein on July 1, 2005 (most recent calendar year available) is as follows:

<u>SURETY COMPANIES(Y)</u>	<u>LIMITATION</u>
Great American Insurance Company	\$144,525,000

(4) The amount of the bond to which the statement and certification is attached is \$ 3,999,500.00
(fill in bond amount)

(5) If, by virtue of one or more contracts of reinsurance, the amount of the bond indicated under item (4) above exceeds the total underwriting limitation of all sureties on the bond as set forth in item (3) above, then for each such contract of reinsurance:

(a) The name and address of each such reinsurer under that contract and the amount of the reinsurer's participation in the contract is as follows:

<u>REINSURER</u>	<u>ADDRESS</u>	<u>AMOUNT</u>
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and;

(b) Each surety that is party to any such contract of reinsurance certifies that each reinsurer listed under item (5)(a) satisfies the credit for reinsurance requirement established under P.L. 1993, c.243(C.17:51B-1 et seq.) and any applicable regulations in effect as of the date on which the bond to which this statement and certification is attached shall have been filed with the appropriate public agency.

CERTIFICATE

(to be completed by an authorized certifying agent for each surety on this bond)

I, Michael J. Tully, as Divisional Vice President - Bond Division for Great American Insurance Company, a corporation domiciled in Ohio, DO HEREBY CERTIFY that, to the best of my knowledge, the foregoing statements made by me are true, and ACKNOWLEDGE that, if any of those statements made by me are false, this bond is VOIDABLE.

Michael J. Tully
(Signature of certifying agent/officer)
Michael J. Tully
(Printed name of certifying agent/officer)
Divisional Vice President
(Title of certifying agent/officer)

Dated: March 29, 2006
(fill in month, day, year)

GREAT AMERICAN INSURANCE COMPANY®

Administrative Office: 580 WALNUT STREET • CINCINNATI, OHIO 45202 • 513-369-5000 • FAX 513-723-2740

The number of persons authorized by this power of attorney is not more than Seven

No. 0 18094

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS: That the GREAT AMERICAN INSURANCE COMPANY, a corporation organized and existing under and by virtue of the laws of the State of Ohio, does hereby nominate, constitute and appoint the person or persons named below its true and lawful attorney-in-fact, for it and in its name, place and stead to execute in behalf of the said Company, as surety, any and all bonds, undertakings and contracts of suretyship, or other written obligations in the nature thereof; provided that the liability of the said Company on any such bond, undertaking or contract of suretyship executed under this authority shall not exceed the limit stated below.

Name	Address	Limit of Power
Paul Matrale	Charles J. Cavadini all of	all
Victor M. Gardella	Donna J. Bornemann Carlstadt, NJ	Unlimited
James V. Gardella	Melinda L. Velaz	
Robert F. Schimpf		

This Power of Attorney revokes all previous powers issued in behalf of the attorney(s)-in-fact named above.

IN WITNESS WHEREOF the GREAT AMERICAN INSURANCE COMPANY has caused these presents to be signed and attested by its appropriate officers and its corporate seal hereunto affixed this 8th day of October, 2004
Attest GREAT AMERICAN INSURANCE COMPANY



[Signature]
Assistant Secretary

[Signature]
Divisional Senior Vice President

DAVID C. KITCHIN (513-412-4857)

STATE OF OHIO, COUNTY OF HAMILTON - ss:

On this 8th day of October, 2004, before me personally appeared DAVID C. KITCHIN, to me known, being duly sworn, deposes and says that he resides in Cincinnati, Ohio, that he is the Divisional Senior Vice President of the Bond Division of Great American Insurance Company, the Company described in and which executed the above instrument; that he knows the seal of the said Company; that the seal affixed to the said instrument is such corporate seal; that it was so affixed by authority of his office under the By-Laws of said Company, and that he signed his name thereto by like authority.



KAREN L. BERRY
NOTARY PUBLIC, STATE OF OHIO
My Commission Expires 02-18-08

[Signature]
Karen L. Berry

This Power of Attorney is granted by authority of the following resolutions adopted by the Board of Directors of Great American Insurance Company by unanimous written consent dated March 1, 1993.

RESOLVED: That the Division President, the several Division Vice Presidents and Assistant Vice Presidents, or any one of them, be and hereby is authorized, from time to time, to appoint one or more Attorneys-in-Fact to execute on behalf of the Company, as surety, any and all bonds, undertakings and contracts of suretyship, or other written obligations in the nature thereof; to prescribe their respective duties and the respective limits of their authority; and to revoke any such appointment at any time.

RESOLVED FURTHER: That the Company seal and the signature of any of the aforesaid officers and any Secretary or Assistant Secretary of the Company may be affixed by facsimile to any power of attorney or certificate of either given for the execution of any bond, undertaking, contract or suretyship, or other written obligation in the nature thereof, such signature and seal when so used being hereby adopted by the Company as the original signature of such officer and the original seal of the Company, to be valid and binding upon the Company with the same force and effect as though manually affixed.

CERTIFICATION

I, RONALD C. HAYES, Assistant Secretary of Great American Insurance Company, do hereby certify that the foregoing Power of Attorney and the Resolutions of the Board of Directors of March 1, 1993 have not been revoked and are now in full force and effect.

Signed and sealed this 29th day of March, 2006



[Signature]