

3 Universal Bonding Insurance Company

STATE OF INDIANA
LAKE COUNTY
FILED FOR RECORD

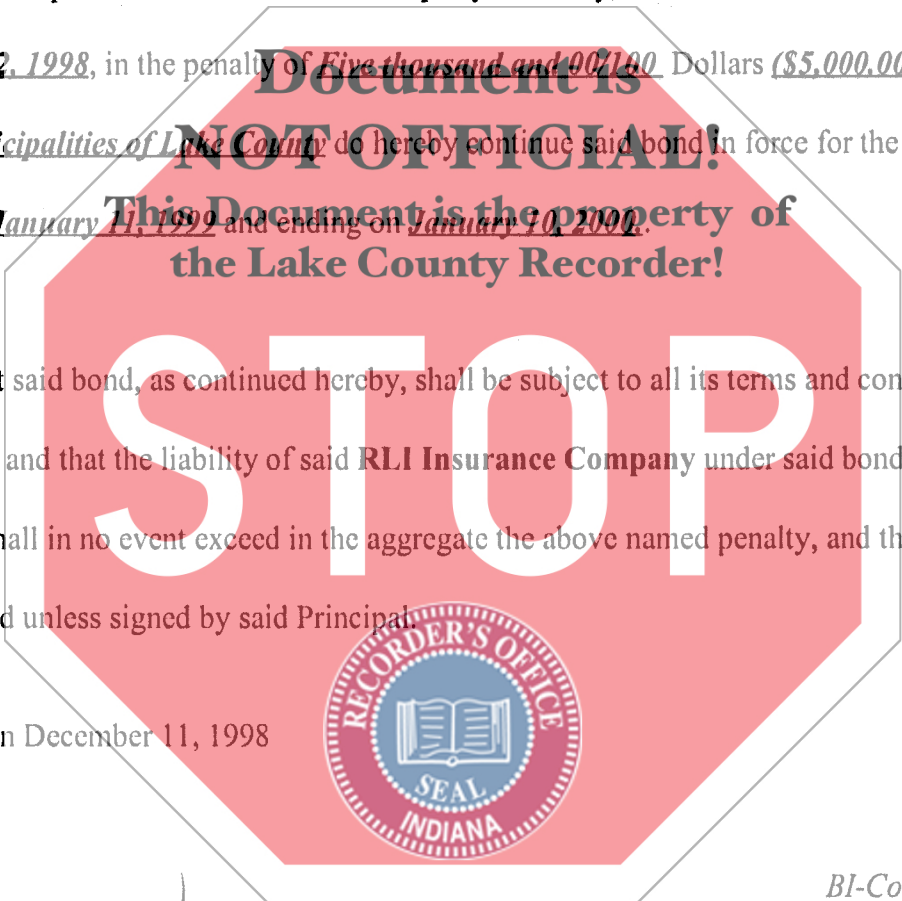
518 Stuyvesant Avenue P.O. Box 615 Lyndhurst, NJ 07071-9836

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Continuation Certificate FOR MISCELLANEOUS TERM BONDS

BI-Contractors, Inc. as Principal and RLI Insurance Company as Surety, in a certain Bond Number RL-0222313 dated January 12, 1998, in the penalty of ~~Five thousand and 00/100~~ Dollars (\$5,000.00) in favor of All Cities, Towns & Municipalities of Lake County do hereby continue said bond in force for the further term of one year beginning on January 11, 1999 and ending on January 10, 2000.



PROVIDED, however that said bond, as continued hereby, shall be subject to all its terms and conditions, except as herein modified, and that the liability of said RLI Insurance Company under said bond and any and all continuations thereof shall in no event exceed in the aggregate the above named penalty, and that this certificate shall not be valid unless signed by said Principal.

Signed, sealed and dated on December 11, 1998

Witness:

[Signature]

[Signature]

BI-Contractors, Inc.

[Signature]

Principal

Principal

Principal

RLI INSURANCE COMPANY

[Signature]

Erika Arroyo, Attorney-In-Fact

1400
Jm



2025 North Lindbergh Dr • Peoria, IL 61615
(309) 692-1000 or (800) 645-2402

POWER OF ATTORNEY

RLI Insurance Company

Know All Men by These Presents:

That the RLI INSURANCE COMPANY, a corporation organized and existing under the laws of the State of Illinois, and authorized and licensed to do business in all states and the District of Columbia does hereby make, constitute and appoint:

**MARGARET A. NICOSIA, MICHELLE NICOSIA, ANN MARIE KEANE,
JOHN R. LAWRENCE, JULIA FERREIRA, ERIKA ARROYO**

in the City of LYNDHURST, State of NEW JERSEY, as Attorney(s)-in-Fact, with full power and authority hereby conferred upon him to sign, execute, acknowledge and deliver for and on its behalf as Surety and as its act and deed, all of the following classes of documents to-wit:

Indemnity, Surety and Undertakings that may be desired by contract, or may be given in any action or proceeding in any court of law or equity; policies indemnifying employers against loss or damage caused by the misconduct of their employees; official, bail and surety and fidelity bonds. Indemnity in all cases where indemnity may be lawfully given; and with full power and authority to execute consents and waivers to modify or change or extend any bond or document executed for this Company, and to compromise and settle any and all claims or demands made or existing against said Company.

The RLI INSURANCE COMPANY further certifies that the following is a true and exact copy of a Resolution adopted by the Board of Directors of RLI Insurance Company, and now in force to-wit:

"All bonds, policies, undertakings, Powers of Attorney, or other obligations of the corporation shall be executed in the corporate name of the Company by the President, Secretary, any Assistant Secretary, Treasurer, or any Vice President, or by such other officers as the Board of Directors may authorize. The President, any Vice President, Secretary, any Assistant Secretary, or the Treasurer may appoint Attorneys-in-Fact or Agents who shall have authority to issue bonds, policies, or undertakings in the name of the Company. The corporate seal is not necessary for the validity of any bonds, policies, undertaking, Powers of Attorney, or other obligations of the corporation. The signature of any such officer and the corporate seal may be printed by facsimile."

IN WITNESS WHEREOF, the RLI Insurance Company has caused these presents to be executed by its PRESIDENT with its corporate seal affixed this

ATTEST:

Camille J. Hensey
Corporate Secretary

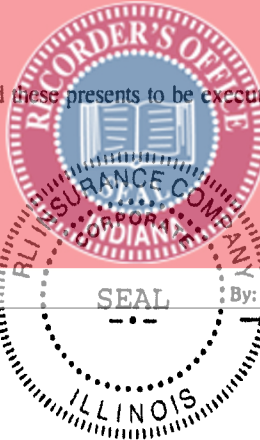
Corporate Secretary

State of Illinois)
) SS
County of Peoria)

RLI INSURANCE COMPANY

Jonathan E. Michael
By: President

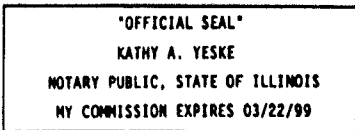
President



On this day of 12/11/98 before me, a Notary Public, personally appeared Jonathan E. Michael and Camille J. Hensey, who being by me duly sworn, acknowledged that they signed the above Power of Attorney as President and Corporate Secretary, respectively, of the said RLI INSURANCE COMPANY, and acknowledged said instrument to be the voluntary act and deed of said corporation.

Kathy A. Yeske
Notary Public

Notary Public





9025 North Lindbergh Dr. • Peoria, IL 61615
(309) 692-1000 or (800) 645-2402

RLI Insurance Company

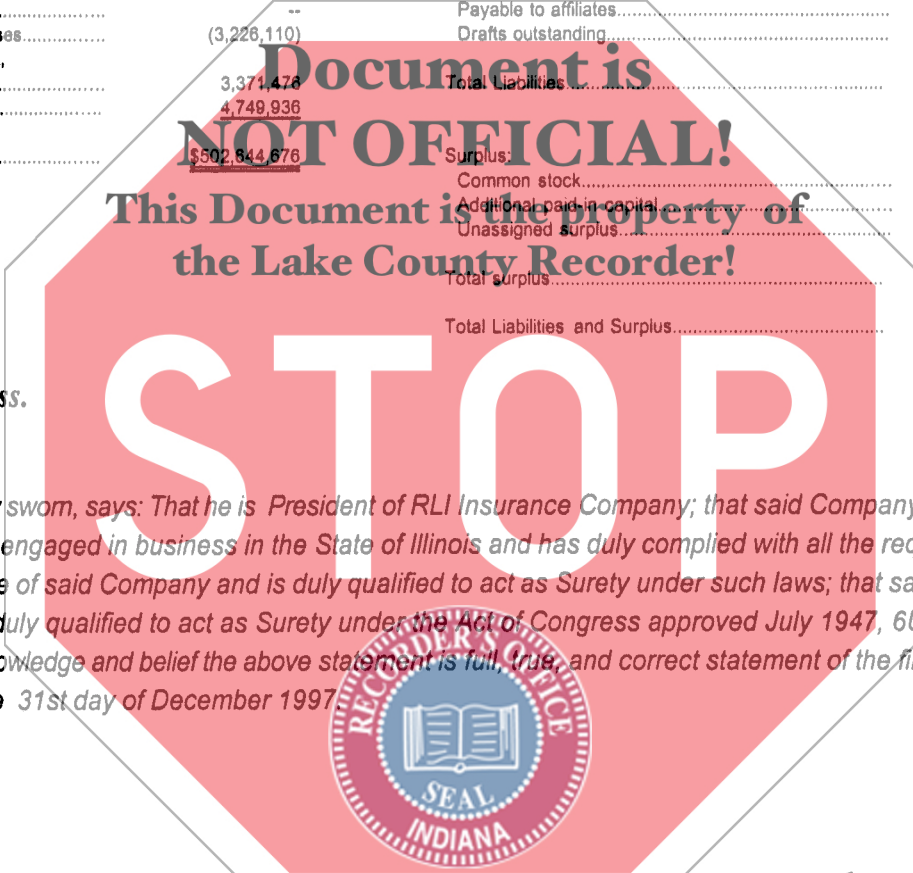
December 31, 1997

Admitted Assets

Investments:	
Fixed maturities.....	\$180,894,468
Equity securities.....	284,347,300
Short-term investments.....	249,795
Real estate.....	5,308,914
Collateral loans.....	--
Cash on hand and on deposit.....	16,741,184
Agents' balances.....	6,750,312
Investment income due and accrued.....	3,457,401
Federal income tax recoverable.....	--
Reinsurance recoverable on paid losses.....	(3,226,110)
Electronic data processing equipment, net of accumulated depreciation.....	3,371,478
Other admitted assets.....	4,749,936
Total Admitted Assets.....	\$502,644,676

Liabilities and Surplus

Liabilities:	
Reserve for unpaid losses and loss adjustment expenses.....	\$153,276,375
Unearned premiums.....	60,512,192
Accrued expenses.....	20,148,316
Federal income taxes payable.....	960,128
Funds held.....	1,378,031
Amounts withheld.....	(607,093)
Statutory penalties.....	365,200
Payable to affiliates.....	2,060,114
Drafts outstanding.....	(974,759)
Total Liabilities.....	\$237,118,504
Surplus:	
Common stock.....	\$ 10,000,375
Additional paid-in capital.....	51,619,335
Unassigned surplus.....	203,906,462
Total surplus.....	\$265,526,172
Total Liabilities and Surplus.....	\$502,644,676



State of Illinois

SS.

County of Peoria

The undersigned, being duly sworn, says: That he is President of RLI Insurance Company; that said Company is a corporation duly organized, existing and engaged in business in the State of Illinois and has duly complied with all the requirements of the laws of said State applicable of 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 the Act of Congress approved July 1947, 6 U.S.C. sec. 6-13; and that to the best of his knowledge and belief the above statement is full, true, and correct statement of the financial condition of the said Company on the 31st day of December 1997.

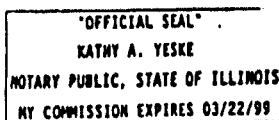
Attest:



{ Corporate Seal Affixed }

Jonathan E. Michael President
Jonathan E. Michael
Camille J. Hensey Secretary
Camille J. Hensey

Sworn to before me this 15th day of February 1998



{ Notarial Seal Affixed }

Kathy A. Yeske Notary Public
Kathy A. Yeske
My commission Expires March 22, 1999
State of Illinois