

RESOLUTION 2007 - 1

WHEREAS, Jennings Northwest Regional Utilities (hereinafter "JNRU") is a regional water and sewer district owning and operating water and sewer utilities serving the residents of the northwest portion of Jennings County, Indiana, but primarily those residing in Country Squires Lakes; and,

WHEREAS, JNRU has bonded indebtedness for each of its water and sewer utilities and a continuously shrinking customer base for said utilities, making it difficult to maintain the financial stability of the utilities and the district without raising the current rates of its customers; and,

WHEREAS, JNRU's current customer base cannot afford an increase in its utility rates; and,

WHEREAS, the Indiana Department of Environmental Management (hereinafter "IDEM") requests that JNRU make repairs and improvements to its current sewer collection system and treatment plant, as well to expand sewer service into other unserved areas of the district, which require funds which JNRU does not have and which, despite repeated attempts, the district has not been able to raise through grants or loans which cannot be repaid without raising customer's rates; and,

WHEREAS, JNRU has requested assistance from IDEM, the State of Indiana and Jennings County to assist it with its financial crises, but such assistance to date has not been forthcoming; and,

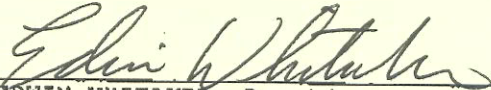
WHEREAS, the Board of Trustees of JNRU has attempted in numerous ways to resolve the district's financial crisis, to no avail; and,

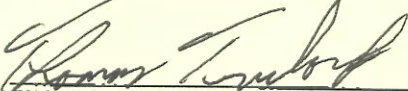
WHEREAS, the Board of Trustees of JNRU has determined there is nothing else it can do to alleviate the financial difficulties of the district and has determined it should resign.

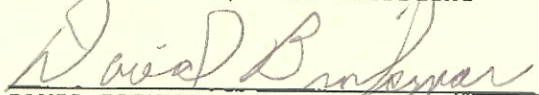
IT IS, THEREFORE, RESOLVED that unless the State of Indiana, IDEM or Jennings County can present a plan to resolve the district's financial difficulties, the entire Board of Trustees of JNRU will resign effective March 1, 2008.

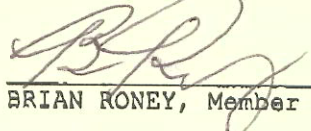
SO RESOLVED this 19 day of November, 2007.

JENNINGS NORTHWEST REGIONAL UTILITIES

  
EDWIN WHITAKER, President

  
THOMAS TRULOCK, Vice President

  
DAVID BRINKMAN, Treasurer

  
BRIAN RONEY, Member

ATTEST:

  
LINDA CLERKIN WOOTON, Secretary