

**RIDGE UTILITIES, INC.
REGULAR MEETING
OF THE BOARD OF DIRECTORS
May 5, 2007**

A regular meeting of the Board of Directors of Ridge Utilities, Inc. (hereinafter "RU") was held in the Association Office Conference Room on May 5, 2007.

Board members present were Alex MacCormack, William Munday, Molli Ellis, Adam Fazackerley, Steve Markovits, and James Stocks.

CALL TO ORDER: Alex MacCormack, President, called the meeting to order at 9:00 A.M., and declared a Quorum to be present.

ADOPTION OF AGENDA:

MOTION: Adam Fazackerley made a motion, seconded by William Munday, to adopt the agenda as amended. For: MacCormack, Munday, Fazackerley. Against: Ellis, Markovits, and Stocks. The motion failed. A brief recess was declared. Upon reconvening, William Munday, who had previously voted for the motion, reintroduced the motion to approve the agenda, seconded by Adam Fazackerley. The motion then passed. For: MacCormack, Munday, Fazackerley, Ellis. Against: Markovits, Stocks.

MEMBERSHIP INPUT:

A member commented that Contact List on website for Directors and Emergency Contact needed to be updated. It was agreed that it would be addressed immediately. The member also stressed to the Ridge Utilities Board that he was concerned about Directors' actions at the beginning of the meeting.

APPROVAL OF MINUTES:

MOTION: A motion was made by Molli Ellis to accept the February 3, 2007, minutes as presented, seconded by William Munday. Motion passed. Voting was: For: MacCormack, Munday, Ellis, Fazackerley. Against: Markovits, Stocks

MOTION: A motion was made by William Munday to accept the March 3, 2007 minutes as presented, seconded by Molli Ellis. Motion passed. Voting was: For: Ellis, MacCormack, and Munday. Against: Markovits, Stocks. Abstain: Fazackerley.

CORRESPONDENCE:

Molli Ellis reviewed Correspondence. There were three business letters and six letters from members, some also addressed to BRPOA. A letter from our Legal Counsel, Scott Pugh, regarding the upcoming elections was read. "Balance Due" letters were discussed in general. There were four additional letters sent by Ridge Utilities.

TREASURER'S REPORT:

Please see attached copy of Treasurer's report.

MOTION: A motion was made by Molli Ellis to accept the January, February, and March 2007 Treasurer's Reports as presented, seconded by Adam Fazackerley. Motion passed unanimously.

PERSONNEL: No report was given.

GENERAL MANAGER'S REPORT:

Please see the attached General Manager's Report. Adam Fazackerley explained the details of setting up a Paypal receiving account. The pros and cons of accepting Credit Card payments were discussed. The use of a Federal Tax

numbers was not acceptable as a replacement for an individual the Social Security number in setting up the account. It was agreed to review the benefits of the program set up by BRPOA and not take action on setting up a Paypal account at this time.

NEW BUSINESS:

CODE OF CONDUCT

Letters from Directors Mary Jo Mitchell and James Stocks requesting removal of their signatures from the Code of Conduct were reviewed. President Alex MacCormack stated that each Director is bound by the Code of Conduct when it is passed by a majority vote and that removal of signatures would be inconsequential.

MOTION: A motion was made by Molli Ellis, seconded by James Stocks, to approve the attached Proxy Committee Members and Inspectors of Election. Motion passed unanimously..

MOTION: A motion was made William Munday, and seconded by James Stocks, to accept the proposal Burner Well Drilling dated March 16, 2007, copy attached. Motion passed unanimously.

OLD BUSINESS:

MOTION: A motion was made by James Stocks, seconded by Steve Markovits, that the vote taken at the March meeting for a complaint made by Molli Ellis against Jimmy Stocks regarding Code of Conduct violations be stricken from the record based on wrong documentation produced as evidence. Discussion followed. The motion failed. The Vote was: For: Markovits, Stocks. Against: MacCormack, Munday. Abstain: Ellis, Fazackerley

MEMBERSHIP INPUT:

A Member stated that there should be honest vote counters. The same Member suggested that there be a Code of Conduct that all Ridge Utilities Board members can agree on.

A Member commented that the available space on ballots for “write-in” candidates was inadequate.

MOTION:

Molli Ellis made a motion to adjourn the Board meeting at 10:15 A.M. Motion passed unanimously.

Secretary

Date

President

Date