

**MALLORY VALLEY UTILITY DISTRICT
BOARD OF COMMISSIONERS MEETING
AUGUST 26, 2011**

The regular monthly meeting of the Board of Commissioners of Mallory Valley Utility District was held at 8:00 A.M. on Friday, August 26, 2011, at the District's business office located at 465 Duke Drive, Franklin, Tennessee. The meeting was advertised in accordance with the law.

Ron Coker, President, called the meeting to order.

Commissioners present for the meeting of August 26, 2011 were Dan Coley, Guy Nerren and Ron Coker. Others present for the meeting were Ansley Coode, Alton Hethcoat, Don Scholes, Tim Ham and Jenny Clarke. Visitor present for the meeting was Gary Witkin, 1235 Hidden Valley Road.

The first order of business was approval of the minutes of the July 22, 2011 board meeting. A motion was made by Mr. Nerren and seconded by Mr. Coker to approve the minutes of the July 22, 2011 meeting. After full discussion, the motion was approved.

The next order of business was a request by a customer, Gary Witkin, for an adjustment to his account in connection with a leak on his water service line past the District's meter which occurred during the June billing period. The District had previously given Mr. Witkin a leak adjustment in accordance with the District's leak adjustment policy. After a discussion between Mr. Witkin and the members of the Board about the leak and how it occurred, the Board explained to Mr. Witkin that the District had an obligation to apply its leak adjustment policy equally to all customers and could not grant his request for an additional adjustment without unjustly discriminating in his favor; therefore, the Board denied his request.

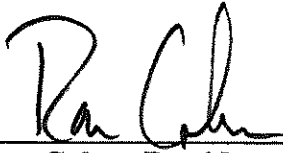
The next order of business was a review of the District's current leak adjustment policy. The Board considered historical information on previous leak adjustments and other information provided to it by the staff to assist the Board in its review. Currently, the District provides an adjustment of \$1.00 per thousand gallons of water over and above the customer's average usage except for any leaks occurring on an irrigation system for which no adjustment is allowed. After full discussion, the Board concluded that no change should be made in the leak adjustment policy.

The next order of business was approval of the Adjustment Log for July 2011. A motion was made by Mr. Coker and seconded by Mr. Coley to approve the Adjustment Log in the amount of \$1,679.20. After full discussion, the motion was approved. A copy is attached hereto as "Exhibit A".

The next regular Board of Commissioners meeting will be held at 8:00 A.M. on Thursday, September 29, 2011.

Board of Commissioners Meeting
August 26, 2011
Page Two

There being no further business to come before the Board, a motion was made by Mr. Coker and seconded by Mr. Coley to adjourn the meeting. After a full discussion the motion was approved.



Ron Coker, President



Dan Coley, Secretary

September 29, 2011
Date