

**MALLORY VALLEY UTILITY DISTRICT
BOARD OF COMMISSIONERS MEETING
August 30, 2013**

The regular monthly meeting of the Board of Commissioners of Mallory Valley Utility District was held at 8:00 A.M. on Friday, August 30, 2013, 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 30, 2013 were, Guy Nerren, Ron Coker & Dan Coley. Others present for the meeting were Alton Hethcoat, Don Scholes, Michael Morgan, Jenny Clarke and Ansley Coode.

The first order of business was approval of the minutes of the July 25, 2013 board meeting. A motion was made by Mr. Coker and seconded by Mr. Coley to approve the minutes of the July 25, 2013 meeting. After full discussion, the motion was approved.

The next order of business was the consideration of the final adjusting change order for the Eldorado Acres Subdivision & Brenthaven Subdivision Water Line Replacement Project in the amount of \$133,650.48. With this change order the final contract price for the project became \$1,317,041.52. A motion was made by Mr. Coker and seconded by Mr. Coley to approve the change order. After full discussion, the motion was unanimously approved. A copy is attached hereto as "Exhibit A".

The next order of business was a request by the General Manager for the Board to ratify her decision to renew the District's group medical and dental insurance plan with Blue Cross Blue Shield (BSBS) effective September 1, 2013 to lock in a rate hike of 5% for the next plan year. The General Manager informed the Board that BCBS had made this offer a few days before the end of July and informed her that a decision had to be made before July 31, 2013 to take advantage of this offer. The General Manager reported that BCBS made this offer because of the uncertainty of the premium increase BCBS would be required to charge the District at the end of its current plan year related to upcoming changes in group medical insurance required by the implementation of the Affordable Care Act. A motion was made by Mr. Coker and seconded by Mr. Nerren to ratify the General Manager's decision to renew the District group medical and dental insurance with BCBS effective September 1, 2013 with a 5% premium increase effective September 1, 2013. After full discussion, the motion was unanimously approved.

The next order of business was the consideration of the purchase of a valve exerciser/vacuum device. Bids were obtained from three sources and were reviewed by staff. The staff recommended the purchase of the device from Ditch Witch in the amount of \$57,660.43. After full discussion, Mr. Coley recommended that the Board defer a decision on the purchase to the September board meeting. The Board requested that staff obtain more information from other users of the Ditch Witch valve exerciser/vacuum device about its operation before the September Board meeting.

The next order of business was a consideration of the purchase of two new maintenance vehicles trading in three District vehicles as a part of the transaction.. Bids were obtained from four dealerships. Staff recommended purchasing the two vehicles from Tom Bannon Chevrolet for a total expenditure of


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\$32,434.00 with the trade in values. A motion was made by Mr. Nerren and seconded by Mr. Coley authorizing the purchase. After full discussion, the motion was unanimously approved.

The next order of business was approval of the Adjustment Log for July 2013. A motion was made by Mr. Coley and seconded by Mr. Nerren to approve the Adjustment Log in the amount of \$140.40. After full discussion, the motion was approved. A copy is attached hereto as "Exhibit B".

The next regular Board of Commissioners meeting will be held at 8:00 A.M. on Friday, September 27, 2013.

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



Ron Coker, President



Guy Nerren, Vice President

September 27, 2013
Date