

**MALLORY VALLEY UTILITY DISTRICT  
BOARD OF COMMISSIONERS MEETING  
June 25, 2009**

The regular monthly meeting of the Board of Commissioners of Mallory Valley Utility District was held at 8:00 A.M. on Thursday, June 25, 2009, 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 June 25, 2009 were Guy Nerren, Dan Coley & Ron Coker. Others present for the meeting were Don Scholes, Alton Hethcoat, Tim Ham and Ansley Coode.

The first order of business was approval of the minutes of the May 29, 2009 board meeting. A motion was made by Mr. Nerren and seconded by Mr. Coley to approve the minutes of the May 29, 2009 meeting. After full discussion, the motion was unanimously approved.

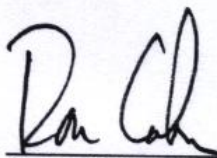
The next order of business was a discussion regarding the request for compensation by the Lynwood Downs Homeowners Association for the taking of a portion of a horse trail easement across the real property owned by Umbrella Investment Corporation which has been condemned by the District. A motion was made by Mr. Coker seconded by Mr. Coley to offer the Lynwood Downs Homeowners Association \$7,500.00 and its attorney fees incurred to date of \$310.00 as compensation for the alleged taking of the horse trail easement. After full discussion, the motion was unanimously approved.

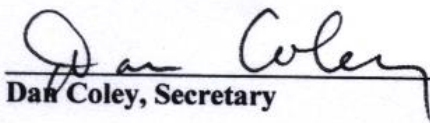
The next order of business was the consideration of Change Order No. 2 from Garney Companies, Inc. on the Beech Creek Water Improvements – Phase II, Hidden Valley Water Line. A motion was made by Mr. Coker and seconded by Mr. Nerren approving the change order increasing the contract price by \$19,000.00 as set forth in the change order. A copy is attached hereto as "Exhibit A". After full discussion, the motion was unanimously approved.

The next order of business was approval of the Adjustment Log for May 2009. A motion was made by Mr. Coley and seconded by Mr. Coker to approve the Adjustment Log in the amount of \$28.10. After full discussion, the motion was unanimously 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, July 31, 2009.

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 unanimously approved.

  
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Ron Coker, President

  
\_\_\_\_\_  
Dan Coley, Secretary

July 31, 2009  
Date