

**MALLORY VALLEY UTILITY DISTRICT
BOARD OF COMMISSIONERS MEETING
SEPTEMBER 26, 2008**

The scheduled meeting of the Board of Commissioners of Mallory Valley Utility District was held at 8:00 A.M. on Friday, September 26, 2008, at the District's business office located at 465 Duke Drive, Franklin, Tennessee. The scheduled meeting was advertised in accordance with the law.

Ron Coker, President, called the meeting to order.

The first order of business was approval of the minutes of the August 22, 2008 board meeting. A motion was made by Mr. Coley and seconded by Mr. Nerren to approve the minutes of the August 22, 2008 meeting. After full discussion, the motion was unanimously approved.

The next order of business was the consideration of Change Order No.1 from Garney Construction on the Beech Creek Transmission Line, Contract A. A motion was made by Mr. Nerren and seconded by Mr. Coley approving the change order in the amount of \$368,869.20. A copy is attached hereto as "Exhibit A". After full discussion, the motion was unanimous approved.

The next order of business was the consideration of the award of the contract for the 5.0 MG water storage tank located on Lynnwood Way. A motion was made by Mr. Coker and seconded by Mr. Nerren to award the contract for the 5.0 Million Gallon Water Storage Tank on Lynnwood Way to the lowest bidder, Crom Corporation, in the amount of \$2,490,000.00. After full discussion the motion was unanimously approved.

The next order of business was the review of the water line installation costs of \$757,000.00 in the lowest bid submitted to the City of Franklin for the roadway contract for the Carothers Parkway Extension from McEwen Drive to Liberty Pike by K.W. Lankford. Under the Utility Relocation Agreement for Carothers Parkway, Phase II Project between the District and the City, the City was required to submit the lowest bid for the roadway project for the District's review of the water line installation costs included in the lowest bid. Mr. Hethcoat informed the Board that the water line installation costs included in the bid of K.W. Lankford was in line with the cost estimate included in the Utility Relocation Agreement. A motion was made by Mr. Coker and seconded by Mr. Coley to proceed with the City of Franklin performing the water line installation work for the District in connection with the Carothers Parkway, Phase II water line extension project. After full discussion, the motion was unanimously approved.

The next order of business was approval of the fiscal year operating budget for October 1, 2008 through September 30, 2009, presented to the Board. A motion was made by Mr. Coley and seconded by Mr. Nerren to accept and approve the budget as presented. After full discussion, the motion was unanimously approved. A copy is attached hereto as "Exhibit B".

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The next order of business was the consideration of the award of the contract for the Phase II Hidden Valley Estates project which includes Hidden Hollow Road & Deep Woods Trail PVC replacement. A motion was made by Mr. Nerren and seconded by Mr. Coley to award the contract to the lowest bidder, Garney Construction, in the amount of \$355,355.00. After full discussion, the motion was unanimously approved.


The next order of business was the consideration of the proposal for design and engineering services from Hethcoat & Davis, Inc. for the Jordan Road Water Line Relocation. A motion was made by Mr. Coley and seconded by Mr. Nerren to approve the Engineering Services Agreement and to authorize the District's President to sign the agreement. After full discussion, the motion was unanimously approved. A copy is attached hereto as "Exhibit C".

The next order of business was discussion of placing the Mallory Valley Utility District monthly Board Meeting Minutes on its website. A motion was made by Mr. Coker and seconded by Mr. Coley to place the minutes on the website upon their approval by the Board. After full discussion, the motion was unanimously approved.


The next order of business was approval of the Adjustment Log for August 2008. A motion was made by Mr. Coker and seconded by Mr. Coley to approve the Adjustment Log in the amount of \$166.37. After full discussion, the motion was unanimously approved. A copy is attached hereto as "Exhibit D".

The next scheduled Board of Commissioners meeting will be held at 8:00 A.M. on Friday, October 24, 2008.

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



Ron Coker, President



Dan Coley, Secretary

October 24, 2008
Date