

**MALLORY VALLEY UTILITY DISTRICT
BOARD OF COMMISSIONERS MEETING
JULY 25, 2008**

The scheduled meeting of the Board of Commissioners of Mallory Valley Utility District was held at 8:00 A.M. on Friday, July 25, 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 June 27, 2008 board meeting. A motion was made by Mr. Coley and seconded by Mr. Nerren to approve the minutes of the June 27, 2008 meeting. After full discussion, the motion was unanimously approved.

The next order of business was a request by staff to approve the application for a letter of credit in the amount of \$1,860,000.00 payable to the Williamson County Highway Department as required by the Department to secure roadway repair and right-of-way improvements in connection with the District's Beech Creek Road/Hidden Valley Road/North Berry's Chapel Road water line project. A motion was made by Mr. Coley and seconded by Mr. Coker to approve the application. After full discussion, the motion was unanimously approved.

The next order of business was staff recommendation to approve the Contract to Audit Accounts for the October 1, 2007 through September 30, 2008 fiscal year between Dan Parsons & Associates and Mallory Valley Utility District. A motion was made by Mr. Coker and seconded by Mr. Nerren approving the Contract to Audit and authorizing the General Manger to execute the Contract. After full discussion, the motion was unanimously approved.

The next order of business was staff recommendation to release the Performance Bond and secure a Maintenance Bond for Cool Springs East Subdivision, Section 35, Meridian Development as set forth below:

Performance Bond	\$218,500.00
Maintenance Bond	\$32,775.00

A motion was made by Mr. Coley and seconded by Mr. Nerren to approve the staff recommendation. After full discussion, the motion was unanimously approved.

The next order of business was the approval of a Utility Installation Agreement for the Carothers Parkway, Phase II Project between the City of Franklin and the Mallory Valley Utility District for the installation of the District's water line along Carothers Parkway by the City's roadway contractor. The General Manager informed the Board that the Agreement had been reviewed and revised by the District's attorney, that Dave Parker with the City had approved the Agreement and that the Agreement still needed to be approved by the Franklin Mayor and Board of Aldermen. A motion was made by Mr. Coker and seconded by Mr. Nerren approving the

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Agreement with any changes made to the Agreement by the City's Mayor and Board of Aldermen provided such changes are approved by the General Manager, the District's attorney and the District's engineer. After full discussion, the motion was unanimously approved. A copy the Utility Installation Agreement as approved is attached hereto as "Exhibit A".

The next order of business was approval of the Adjustment Log for June 2008. A motion was made by Mr. Coker and seconded by Mr. Nerren to approve the Adjustment Log in the amount of \$186.80. After full discussion, the motion was unanimously approved. A copy is attached hereto as "Exhibit B".

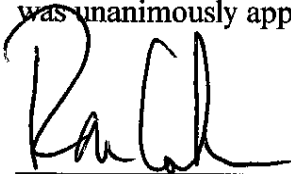
The next order of business was the adoption of a Resolution prepared by the District's attorney confirming the appointment by the District's President of the following persons to the District's three director positions on the Board of Directors of the Tennessee Utility Public Building Authority:

Don Stafford	2 year term
Tom Atchley	4 year term
Ron Coker	6 year term.

A motion was made by Mr. Nerren and seconded by Mr. Coley to adopt the Resolution. The Board signed the Resolution which is attached hereto as Exhibit C.

The next scheduled Board of Commissioners meeting will be held at 8:00 A.M. on Friday, August 22, 2008.

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



Ron Coker, President


Dan Coley, Secretary-Treasurer

August 22, 2008
Date