

RESOLUTION

Whereas, Section 3 of Public Chapter No. 405 of the Tennessee Public Acts provides that a utility district has the power to adopt ethical standards for its officials and employees;

Whereas, Section 3 of Public Chapter No. 405 of the Tennessee Public Acts directed the Tennessee Association of Utility Districts (TAUD) to prepare a model of ethical standards for the employees of utility districts and of water, wastewater and gas authorities in Tennessee and to submit such model of ethical standards to the Utility Management Review Board (UMRB) for its approval;

Whereas, a utility district or water, wastewater or gas authority cannot adopt the TAUD model of ethical standards until the TAUD model is approved by the UMRB;

Whereas, the UMRB approved the TAUD model of ethical standards by Order dated August 2, 2007; and

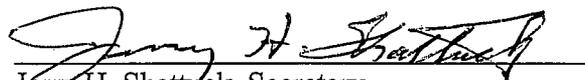
Whereas, the Powell Clinch Utility District desires to adopt the TAUD model of ethical standards approved by the UMRB for the officials and employees of Powell Clinch Utility District.

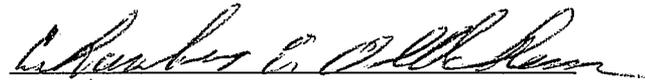
Wherefore, Premises Considered, Be It Hereby Resolved by the Board of Commissioners that Powell Clinch Utility District adopts the TAUD model of ethical standards for officials and employees of utility districts and authorities as the ethical standards for the officials and employees of Powell Clinch Utility District effective immediately and that the [Chairman of the Board is directed to write a letter to the Tennessee Ethics Commission to inform the Commission that Powell Clinch Utility District has adopted the TAUD model of ethical standards and shall enclose a copy of this Resolution with such letter showing the date of the

adoption of the TAUD model of ethical standards. Attached to this Resolution are the ethical standards adopted for Powell Clinch Utility District using the TAUD model of ethical standards.

Dated this 27th day of September, 2007.


Charles T. Taylor, Chairman


Jerry H. Shattuck, Secretary


Charles Oldham, Treasurer