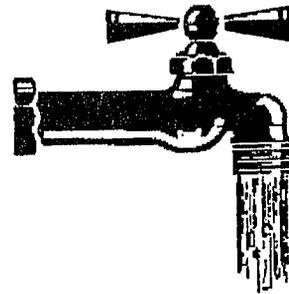


BEAN STATION UTILITY DISTRICT

P.O. Box 52
BEAN STATION, TENNESSEE 37708
TELEPHONE: (423) 993-2326



August 15, 2007

Tennessee Ethics Commission
SunTrust Bank Building
201 4th Avenue North, Suite 1820
Nashville, TN 37243

Re: Adoption of Model Ethical Standards of the Tennessee
Association of Utility District by Bean Station Utility District

Dear Sir or Madam:

I am writing you as President of the Board of Commissioners of Bean Station Utility District to inform you that our Board adopted the model of ethical standards prepared by the Tennessee Association of Utility Districts (TAUD) as the ethical standards for Bean Station Utility District. The TAUD model was adopted by the Board of Commissioners on August 14, 2007. I have enclosed a copy of the Board's Resolution adopting the TAUD model.

Thank you for your assistance in this matter.

Sincerely yours,

A handwritten signature in cursive script that reads "Earl Holt".

Earl Holt, President
Bean Station Utility District

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TENNESSEE
ETHICS COMMISSION

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;

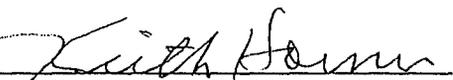
Whereas, the UMRB approved the TAUD model of ethical standards by Order dated August 2, 2007; and

Whereas, the Bean Station Utility District desires to adopt the TAUD model of ethical standards approved by the UMRB for the officials and employees of Bean Station Utility District;

Wherefore, Premises Considered, Be It Hereby Resolved by the Board of Commissioners that Bean Station Utility District adopts the TAUD model of ethical standards for officials and employees of utility districts and water, wastewater and gas authorities as the ethical standards for the officials and employees of Bean Station Utility District effective immediately and that the President of the Board is directed to write a letter to the Tennessee Ethics Commission to inform the Commission that the Bean Station 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 Bean Station Utility District using the TAUD model of ethical standards.

Dated this 14 day of August, 2007.


Commissioner


Commissioner


Commissioner