

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;

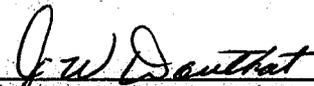
Whereas, the UMRB approved the TAUD model of ethical standards by Order dated August 2, 2007; and

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

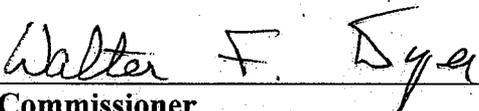
Wherefore, Premises Considered, Be It Hereby Resolved by the Board of Commissioners that Old Knoxville Highway Utility District adopts the TAUD model of ethical standards for officials and employees of utility districts and water, wastewater and gas authorities as the ethical standards for the officials and employees of Old Knoxville Highway 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 Old Knoxville Highway 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 Old Knoxville Highway Utility District using the TAUD model of ethical standard.

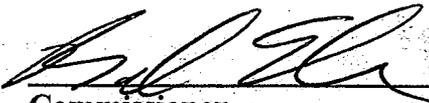
Dated this 17th day of September, 2007.



Commissioner



Commissioner



Commissioner