

Exhibit 10.34

**SUMMARY DESCRIPTION OF THE DIXIE GROUP, INC
2004 DIRECTOR COMPENSATION ARRANGEMENTS**

Directors who are employees of The Dixie Group, Inc. do not receive any additional compensation for their services as members of the Board of Directors. For fiscal 2004, non-employee directors receive an annual retainer of \$12,000 cash and \$12,000 in value of Performance Units under the Company's Directors Stock Plan. In addition to the annual retainer, directors who are not employees of the Company receive \$1,000 for each Board meeting attended and \$500 for each committee meeting attended.