MOUNT SHERMAN WATER ASSOCIATION

BOARD MINUTES

JULY 19, 1999 7:00 P.M.

Dear Directors:

Enclosed please find the transaction report for the month of June 1999.

I received the prorata cost from Ron Mutcher for the Horseshoe Canyon line.

We received two new installations for the month of June.

We pumped 1116200 gallons and sold 900904 for a loss of 215296 or 19%.

I checked with Bank of the Ozarks and the following people are authorized to sign checks, Ron Garrett, Beverly Taylor, Jim Bowen and myself. Each check requires two signatures. We will need to send them a copy of our minutes showing any changes.

Below is a list of our account balances:

Depreciation	$29955.39
Soil & Water	6771.54
Meter Deposit	3565.00

If you have any questions before the meeting please feel free to call.

Thank You,

Karen

Karen Edgmon
Billing Clerk
Mt. Sherman Water Association

Mt Sherman Board Meeting
July 19, 1999
Operators Report

The Dave Hood project is progressing . The Garvins upon whose land the Electric lines are has verbally consented to their relocation one bench up where the Booster Pumps are to be resetup.
The paper work has yet to be signed . Porter Young has offered to draw up the Electric Utility easement
For Carroll Electric to commence work. Without the new easement they won't move the meter.

The Steel Creek water line go ahead has been given by the Park service , a copy of the contract is provided for you to read. The engineer wasn't available for comment before the writing of this report so I haven't found out if he's ready to draw up plans. I left a message for him to get back to me, he was out fo the office for the day.

I requested a legal opinion as to the requirements set forth for Rural Associations from the foremost Water Utility Lawyer in the State of Arkansas according to thr Rural Water Association President Dennis Sternberg. His name is Heartsill Ragon III and he sent his written opinion the 29th of June , 1999. A copy is provided to you for your records. By referencing the Steel Creek Contract you will notice their obvious understanding of the same rules. I asked for copies to all three water associations and therefore request that you consider a willingness to pay one third of the legal fee which translates to $60.00.

I pulled one meter due to lack of payment of past due.

Porter Young requested water service, temporarily, until meter is installed with water from the booster
Station relocate and by an honor method of filling his 400 gallon tank and keeping track of the withdrawal in order to provide for his family needs. I got him started the 13th of July so his first water bill will come due on this billing period. He's getting his water form the Blow off pipe by Lous Brazzeal place on Shiloh.

By *Ivan Reynolds*

MT. SHERMAN WATER ASSN.

BOARD MINUTES of June 13, 1999

Meeting was called to order by Ron Garrett. At 7:00 P.M.

Members present were; Ivan Reynolds-Water Operator, Karen Edgmon-Treasurer, William Shultz, Ron Garrett, Ben Szabrowicz, and Calvin Voshell.

The Treasurers Report was approved as read.

The Secretarys Report was approved as read.

The Operators Report was read and with an explaination by Ivan was approved.

Ron Mutcher was present, to discuss his options on how to get Water piped to his property. Ivan explained to him the options he may want to consider. Also the Water Board continued to discuss the problem and the choices that he may have.

Bill Shultz moved to adjourn, Ben Szabrowicz 2nd, and meeting adjourned.....c.v.sec.

Transaction Report
7/1/99 Through 7/31/99

8/5/99
Checking

Date	Num	Description	Memo	Category	Clr	Amount
		BALANCE 6/30/99				6,591.31
7/7/99	2669	Horseshoe Canyon ...		Pro Rata		-4,000.00
7/8/99				WATER SALES		1,910.47
7/14/99	2670	CAPITOL CHEM ...		CHEMICAL		-481.01
7/15/99				WATER SALES		63.80
7/15/99				LOAN PAYMENT...		-1,020.00
7/19/99	2671	DEPT FIN AND A...		SALES TAX		-351.00
7/19/99	2672	TRI CO TELEPHO...		UTILITIES:Teleph...		-57.08
7/19/99	2673	CARROLL ELEC...		UTILITIES:electric		-129.64
7/21/99				WATER SALES		3,176.51
7/21/99				TRANSFER MET...		75.00
7/26/99				WATER SALES		973.48
7/27/99	2674	IVAN REYNOLDS		CONTRACT LAB...		-1,100.00
7/27/99	2675	Karen Edgmon		CONTRACT LAB...		-665.00
7/28/99	2676	JASPER POST OFF		OFFICE EXPENS...		-100.00
7/30/99				WATER SALES		348.43
7/30/99				[Depreciation]		-1,000.00
7/30/99				[Soil & Water]		-800.00
7/30/99	2677	Walmart Quicken, Stamp pad White out		OFFICE EXPENS...		-51.26
7/31/99				interest		6.13
		TOTAL 7/1/99 - 7/31/99				-3,201.17
		BALANCE 7/31/99				3,390.14
		TOTAL INFLOWS				6,553.82
		TOTAL OUTFLOWS				-9,754.99
		NET TOTAL				-3,201.17