

Dear Directors:

Enclosed please find the transaction report for the month of April 2002.

We pumped 1152000 gallons and sold 938595 for a loss of 213405 or 19%.

Doris Reno had a major water leak.

I have had major problems with the computer system. I will explain at the board meeting.

Below is a list of our account balances:

Meter Deposit	3765.00
Depreciation	22104.54
Soil & Water	6933.65

One customer complained that she did not feel her water meter was being read properly.

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

Thank You,



Karen Edgmon
Billing Clerk
Mt. Sherman Water Assoc.

Transaction Report
4/1'2 Through 4/30'2

Page 1

5/8'2
Checking

Date	Num	Description	Memo	Category	Clr	Amount
		BALANCE 3/31'2				2,000.00
4/3'2				WATER SALES		393.85
4/11'2				WATER SALES		2,348.96
4/11'2	3020	CAMPBELL INS. ...		INSURANCE		-750.00
4/11'2	3021	T R Z Backhoe	Horseshoe Canyon	CONTRACT LAB...		-202.50
4/15'2		FHA		LOAN PAYMENT		-1,020.00
4/16'2	3022	TRI CO TELEPHO...		UTILITIES:Teleph...		-58.33
4/16'2	3023	CARROLL ELEC...		UTILITIES:electric		-152.86
4/16'2	3024	CAPITOL CHEM ...		CHEMICAL		-514.13
4/16'2	3025	DEPT FIN AND A...		SALES TAX		-414.00
4/17'2				WATER SALES		2,074.92
4/24'2				WATER SALES		2,058.16
4/26'2	3026	Karen Edgmon		CONTRACT LAB...		-665.00
4/26'2	3027	IVAN REYNOLDS		CONTRACT LAB...		-1,100.00
4/29'2				WATER SALES		611.60
4/30'2				interest		1.48
		TOTAL 4/1'2 - 4/30'2				2,612.15
		BALANCE 4/30'2				4,612.15
		TOTAL INFLOWS				7,488.97
		TOTAL OUTFLOWS				-4,876.82
		NET TOTAL				2,612.15

MT. SHERMAN WATER ASSN.

Apr. 8, 2002=6:00 P.M.

Meeting was called to order by Ron Garrett.

Those present were; Ivan Reynolds-Water Operator, Ron Garrett-Pres., Jim Bowen, Karen Edgmon-Treasurer, Ben Szabrowicz, Jonny Cooper, and Calvin Voshell.

The Minutes were read; Ben Szabrowicz moved to approve-Jonny cooper 2nd. and they were approved.

The treasurer,s report was Studied. Jim Bowen moved to approve them , Ben Szabrowicz 2nd., and theywere approved.,

Water OPERator's report; Engineering Services Gave Ivan their suggestions. Their was a discussion on removing Raium from Water. Jim Bowen moved to connect With Jasper to recieve Water., Calvin 2nd, No action was taken on this at this time.

Jim Bowen moved, That we explore our options to be drilling anew well; Jonny Cooper 2nd. The Board agreed, and Motion Passed.

Ivan will get Engineering Services to contact the Ar. Health Dept. To let them know we are working and looking for solutions. ^D

Ivan will get with the Engineering Firm to explore drilling a new Well in the Jasper area. And to be Pumping the water up the Mountain, to the Mt. Sherman Area... Also with the Possible closing of and Discontinue the use of Well no. one and well no. 2. After the completion of getting a new water source.....

The Board Agreed to sell Water to Carrol Loring, Water at cost for the month of March. Jim Bowen moved and Ben szabrowicz 2nd... Also the Water Operator's report was approved..

Karen Edgmon will Buy office supplies as needed..

Ben Szabrowicz moved to adjourn, Jonny Cooper 2nd. and meeting adjourned...

c.v.sec.....

Mt Sherman Water Board Meeting
April 8, 2002
Water Operators Report

The 4 inch line about one fourth of a mile before the Horseshoe Canyon Ranch came apart due to the six inch rain creating a landslide about 400 feet wide. The earth dropped about six foot And moved about two foot forward. The next rain app 3 inches Moved the pipe apart again. The following rain pushed the pipe Apart for the third time and I had the materials to bypass the slide And we installed two valves and tapped the line and bypassed with Tuff tube until it dries out and we can place the main line out of the slide area. I calculated we lost app 250,000 gallons. The tank Siphoned out in about 45 minutes. I caught the second and third Breaks at about two thirds of a tank empty.

I met with the engineers form ESI out of Springdale and they Provided a contract for the board to review. I think the preliminary Report price is steep.

I got a price of \$2800.00 plus sampling costs from Randy Shelden in Harrison Ark. The Engineer will need to ask for an Immediate extension of the April 18th deadline for the Preliminary Report form the Ark dept of Health.

By Ivan Reynolds