

MT. SHERMAN WATER ASSOCIATION
BOARD OF DIRECTOR'S MEETING
MONDAY SEPTEMBER 9TH 2002
6:00 P.M.

Dear Directors:

Enclosed please find the transaction report for the billing month of August 2002.

Below is a list of our account balances:

Soil & Water	6933.65
Depreciation	31104.54
Meter Deposit	3990.00

Our Certificate of Deposits are worth \$41600.64.

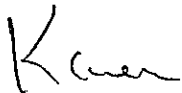
We pumped 1607200 gallons and sold 1002098 for a loss of 605102 gallons or 38%.

We have had several complaints regarding the odor of the water this month.

I met with John Brown, owner of Water Works software Wednesday afternoon at my home. He thinks he will be able to pull my customer base from the old computer. He took the information with him and will contact me in a week or so. He highly recommended buying a laser printer. I ordered one Thursday and it should arrive by the time he returns with software.

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

Thank You,



Karen Edgmon
Billing Clerk

Transaction Report
8/1'2 Through 8/31'2

Page 1

4'2
Checking

Date	Num	Description	Memo	Category	Clr	Amount
		BALANCE 7/31'2				7,362.90
8/8'2				interest		2.45
8/8'2				WATER SALES		1,731.11
8/8'2	3057	Walmart envelopes disks		OFFICE EXPENS...		-25.29
8/8'2	3058	Sam Brown		Meter Refund		-44.63
8/9'2	3059	Discover Card computer		OFFICE EXPENS...		-1,288.17
8/9'2	3060	ABC Advertising Address Stamps		OFFICE EXPENS...		-28.87
8/15'2				WATER SALES		3,373.53
8/15'2				Installation		520.00
8/15'2		FHA		LOAN PAYMENT		-1,020.00
8/15'2	3061	TRI CO TELEPHO...		UTILITIES:Teleph...		-59.76
8/19'2	3062	DEPT FIN AND A...		SALES TAX		-454.00
8/19'2	3063	Tanner Hardware		MAINTENANCE		-166.16
8/19'2	3064	Newton County Ti...		PUBLIC NOTICE		-80.00
8/20'2	3065	A T & T		UTILITIES:Teleph...		-5.00
8/23'2				WATER SALES		736.28
8/24'2	3066	IVAN REYNOLDS		CONTRACT LAB...		-1,100.00
8/24'2	3067	Karen Edgmon		CONTRACT LAB...		-665.00
8/26'2				WATER SALES		1,087.55
8/27'2	EFT	CARROLL ELEC...		UTILITIES:electric		-154.26
8/28'2	3068	JASPER POST OFF		OFFICE EXPENS...		-69.00
8/29'2	3069	James Culver Moving Pump House Lots		MAINTENANCE		-300.00
8/30'2				WATER SALES		556.85
8/30'2	3070	St. Paul Insurance Board of Directors		INSURANCE		-938.00
8/30'2	3071	DEPRECIATION ...		[Depreciation]		-2,000.00
		TOTAL 8/1'2 - 8/31'2				-390.37
		BALANCE 8/31'2				6,972.53
		TOTAL INFLOWS				8,007.77
		TOTAL OUTFLOWS				-8,398.14
		NET TOTAL				-390.37

MNT. SHERMAN WATER ASSN.

AUG. 13, 2002

AUG. 13, 2002---6:00 P.M.

Meeting was called to order by Ron Garrett..

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

The Treasurer's report was discussed. The Computer Software
has not been installed as yet, for the new Computer.

Karen used her Discover Card to purchase the new Computer and
will be re-imbered for these expenses. The Treasurer's report
was approved; Calvin made the motion and Jonny cooper, 2nd.

Karen read the minutes of the last meeting. Jonny Cooper
moved to approved and Jim Bowen 2nd. they were approved....
The Water Operator gave his report. The water Leaks were discussed
Also the need for a pressure reducer, Jim Bowen may have one..

Tower Link--May be interested in renting space on the
top of the mt. Sherman Water Tower. Is Mt. Sherman Water interes-
ted? Their cose to build a tower is aproximately \$250,000....
Jim Bowen moved that we investigate this more. Ben Szabrowicz
2nd. And the motion passed..

Ivan will investigate this and start the paper work. The Water
Board will Vote on this at a later date.. The Operator's report
was approved.....

Karen brought up for discussion that more people are
moving to this area. New homes are being considered..
The demand for Water will Be greater...

Jim Bowen moved, ben Szabrowicz 2nd. and Meeting Adjourned.

c.v.sec...

Mt Sherman Water Board Meeting
Operators Report
Aug 12th 2002

I talked to Randy Shelden and he is trying to work with the Arkansas Department of Health to clarify their requirements And they haven't responded.

I changed out six meters on 2 side lines that show water Usage where its questionable that leaks reside which if so I have Three possible leaks on Shiloh. One is One and a half gallon per Minute and the other two are about 2 and a quarter gpm. I have Walked the lines looking for the leaks and saw nothing. However I had 2 leaks on the Mt Sherman side and stopped both of Them. I checked on the HSC pressure reducer and was apprised Of the need to put repair kits in and that should resume correct Pressure reduction. I added two meters for Gary Fowler . One For the house he is building now and the other for the second House he is going to build next.

I topped the tank off on Shiloh and bled the end of the line on Shiloh to restore Proper Chlorine level.

By Ivan Reynolds, Water Operator+