

MT. SHERMAN WATER ASSOCIATION
BOARD OF DIRECTOR'S MEETING
AUGUST 11, 2003
6:00 P.M.

Dear Directors:

Enclosed please find the transaction report for the month of July 2003.

Below is a list of our account balances:

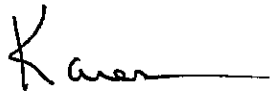
Soil & Water	5057.55
Depreciation	17224.73
Meter Dep.	5190.00

WOW our certificate of deposits are worth \$72486.25 as of 8-6-03.

There was no reading for the master meter, I will try to get this before the meeting, we sold 1319188 gallons of water.

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 Association

Transaction Report

7/1/03 Through 7/31/03

Date	Num	Description	Memo	Category	Clr	Amount
		BALANCE 6/30/03				2,642.89
7/8/03	DEP			Water Sales		2,036.49
7/10/03	3182	Ben Szabrowicz	mowing fire station	Contract Labor		-30.00
7/10/03	3183	Arkansas One Call		Dues and Subscriptions		-45.60
7/10/03	3184	River Valley Win Works		Maintenance		-1,575.41
7/11/03	DEP			Water Sales		150.00
7/11/03	DEP			Water Sales		1,212.44
7/14/03	3185	Ark Dept. Of Finance & Adm		Sales Tax		-427.00
7/14/03	3186	Hughes Supply		Maintenance		-349.33
7/14/03	3187	Karen Edgmon		Contract Labor		-731.50
7/14/03	3188	Red Rock Construction		Contract Labor		-452.50
7/14/03	3189	Family Dollar Store		Supplies, Bus		-19.01
7/15/03	EFT	F H A		Loan		-1,020.00
7/16/03	DEP			Water Sales		1,934.75
7/18/03	DEP			Water Sales		1,576.41
7/23/03	DEP			Water Sales		1,138.06
7/23/03	EFT	Tri Co. Telephone		Utilities:Telephone		-60.39
7/23/03	3190	Walmart		Supplies, Bus		-62.91
7/23/03	3191	Grant Fowler		Refund Of Meter Deposit		-75.00
7/23/03	3192	Jim Culver	mowing pump house	Contract Labor		-100.00
7/23/03	3193	Arkansas One Call		Dues and Subscriptions		-11.40
7/25/03	DEP			Water Sales		819.63
7/25/03	EFT	Carroll Electric		Utilities:Gas & Electric		-1,082.14
7/26/03	3194	Ivan Reynolds		Contract Labor		-1,100.00
7/29/03	3195	Jasper Post Office		Postage and Delivery		-69.00
7/31/03	DEP		Wishon	Installation		260.00
7/31/03	DEP			Water Sales		597.41
7/31/03	DEP			Interest Inc		-0.58
7/31/03	3196	Soil & Water Account	savings account	Transfer		-1,000.00
7/31/03	3197	Depreciation Account	savings account	Transfer		-2,000.00
		TOTAL 7/1/03 - 7/31/03				-486.58
		BALANCE 7/31/03				2,156.31
		TOTAL INFLOWS				9,725.19
		TOTAL OUTFLOWS				-10,211.77
		NET TOTAL				-486.58

MT.SHERMAN WATER ASSN.

Board Meeting of July 14,2003.

The Meeting was called to order by Ron Garrett.

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

The Minutes were read by Calvin Voshell;Jim Bowen moved to approve,Ben Szabrowicz 2nd.,and were approved.

Jim moved to approve the Treasurer's Report as presented, Ben 2nd.,and the Treasurer's Report was approved.

Jim Bowen made the motion;That Karen put\$10,000 into a C.D. From the Regular Account,Ben Szabrowicz 2nd.and this was Approved.

The Water Operator's Report was discussed.Ivan will check on The Master Meters,as they may be slowing down.

Jim Bowen made a Motion;We contact Randy Laverty,To help us with the Ark.Health Dept..Ben Szabrowicz 2nd.and that was approved. Karen will contact Randy,About having aMeeting with the Mt, Sherman Water Assn,Board Meeting...

Ivan Reynolds is working on getting Things accomplished, Toward getting Water from the Spring at Low Gap.. Ivan will call Ark.Rural Water to set up a meeting...

Karen explained the importance of holding the Meeter Deposit Until after people have left the System. They are approximately \$75.00,Starting now,as of July 14-2003. Ben Szabrowicz Moved to Amend our Policy of returning the Meter Deposit to this affect;Jim Bowen 2nd.and this Motion was approved..

Jim Moved and Ben 2nd;and meeting adjourned...

c.v.sec.....

Mt Sherman Water Assn.
Board Meeting July 14th 2003
Water Operators Report

○ Fixed Leak on Shiloh and placed 2 inch valve passed Edgemon Wood Products.

Installed Fire Hydrant in front of Rodney Breedlove Residence, Along with a 6 inch valve just below hydrant.

The next Fire Hydrant is to be located just past Denton Wishons On the right side where Ron Wishon residence is to be located. At this Spot there will be a pull off for the fire truck to get water and back on The road.

I built and installed a 90 degree V notch Weir at the culvert Below the Low Gap Spring in order to Measure the flow. The first Reading showed 2 inchs which equals sixteen thousand five hundred Gallons per day. I will continue to monitor the flow and keep ESI Informed.

The ADH collected Radium samples from the Low Gap Spring.

○ The results usually take a month or more to get back to us. Now that The Spring is on the collection route we will find out how many samples They will take and the rest will be up to us.

I talked with Tim Mays and he regrets he won't be attending this Meeting, but passed along points of importance.

1. The Health Dept is ready to view the permanent easement with Odie Watts.

2. ESI is asked to delineate the exact 300 foot buffer zone around the Spring.

3. The long term water solution plans for Mt Sherman must be addressed and provide an actual preliminary plan to ADH.

3. ESI will discuss with Shupe and Assoc. the need to set up a Pilot Plant to run the appropriate tests necessary to see if this will work.

By Ivan Reynolds, Water Operator

○

ADDENDUM TO NOTICE

WE PUMPED 1449600 GALLONS AND SOLD 1319188 FOR A LOSS OF 130412 OR 9%.

JOHNNY COOPER NOTIFIED ME ON 8-6-03 THAT HE WOULD LIKE TO RESIGN FROM THE BOARD AS HE HAS TO MANY OTHER OBLIGATIONS.

Mt Sherman Water Assn. Board Mtg
August 11, 2003
Water Operators Report

The Master Meter at Well number one registers at 80 Gpm which is normal and Shows the water level in the well is up.

Tri Co Tele cut the water line to the Herman Kilgore Place and stayed to help make The repair.

The pressure release valve at Steel Creek blew off in the night and was found First thing the following morning. I shut off the valve to prevent further loss. I Will replace with adjustable relief valve due to the increase pressure request from The Buffalo National River People to operate their two new flush toilet bathrooms.

The Arkansas Dept of Health Water Lab Started running the Bacteriological Tests from Low Gap Spring with a one to ten dilution factor in order to obtain a More accurate count which jumped up to 14,990 per 100 milliliter sample. At twenty Thousand they will automatically reject the Spring. The previous samples were not Diluted so the counts were not accurate.

I added Ron Wishon on the system and will soon add Kylan Campbell, hopefully This week.

I am in the process of moving Don Nelms meter location to his building site as per His request and adding a four inch Fire Hydrant in front of his house on a four inch Water line that should have approximately one hundred pounds of pressure which I Will measure when the job is complete. Don is paying for the Fire Hydrant and Meter relocate. He asked for a One inch meter and is paying the difference. He may, In the future, build houses for his children.

I pulled one meter at the owners request.

The measurement at the Low Gap Spring shows 16,500 gallons per day and since This is the dry season I will continue to monitor and hopefully the level will stay up.

By Ivan Reynolds