

MT. SHERMAN WATER ASSOCIATION
P.O. BOX 356
JASPER, AR 72641
Board of Director's Meeting
October 9th 2006
5:45 P.M.

Dear Directors:

Enclosed please find transaction report, director's report and board minutes for the month of September 2006.

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

Thank You,

Karen Edgmon

Karen Edgmon
Billing Clerk
Mt. Sherman Water Association

Transaction Report

9/1/06 Through 9/30/06

Date	Num	Description	Memo	Category	Clr	Amount
		BALANCE 8/31/06				6,704.73
9/1/06	DEP			Installation		260.00
9/6/06	DEP			Water Sales		2,066.36
9/8/06	DEP			Water Sales		1,533.05
9/11/06	3606	R. Dawn Allen	Audit	Office		-1,400.00
9/12/06	DEP			Water Sales		1,967.67
9/12/06	3607	Karen Edgmon		Contract Labor		-771.40
9/12/06	3608	Karen Edgmon		Rent		-60.00
9/15/06	DEP			Water Sales		1,217.66
9/15/06	EFT	F H A		Loan		-1,020.00
9/18/06	3609	Ab Phillips	moving tank	Maintenance		-1,200.00
9/19/06	DEP			Water Sales		1,309.87
9/19/06	3610	Dept. Of Finance & Adm.		Sales Tax		-535.00
9/21/06	3611	Red Rock Construction	moving tank	Contract Labor		-300.00
9/21/06	3612	St. Paul Insurance	board of directors	Insurance		-864.00
9/25/06	DEP			Water Sales		1,184.17
9/25/06	DEP			Water Sales		1,342.36
9/25/06	EFT	Tri Co. Telephone		Utilities:Telephone		-29.15
9/25/06	EFT	Tri Co. Telephone		Utilities:Telephone		-33.57
9/26/06	EFT	Carroll Electric		Utilities:Gas & Electric		-11.80
9/26/06	EFT	Carroll Electric		Utilities:Gas & Electric		-74.80
9/26/06	EFT	Carroll Electric		Utilities:Gas & Electric		-1,795.09
9/26/06	3613	Ozark Mountain Regional W...		Regional Water Association		-25.00
9/27/06	3614	Jasper Post Office		Postage and Delivery		-111.00
9/27/06	3615	Jim Culver	mowing pump house	Contract Labor		-50.00
9/27/06	3616	Capitol Supply		Maintenance		-965.05
9/27/06	3617	Billie Kilgore		Refund Of Meter Deposit		-75.00
9/29/06	DEP			Water Sales		100.00
9/29/06	DEP			Water Sales		651.06
9/29/06	3618	Ivan Reynolds		Contract Labor		-1,100.00
9/30/06	DEP			Interest Inc		1.57
		TOTAL 9/1/06 - 9/30/06				1,212.91
		BALANCE 9/30/06				7,917.64
		TOTAL INFLOWS				11,633.77
		TOTAL OUTFLOWS				-10,420.86
		NET TOTAL				1,212.91

MT. SHERMAN WATER ASSOCIATION
Director's Report
For the Month of September 06
Printed: 09/28/06 21:12

DISTRIBUTION EFFICIENCY SUMMARY

	Gallons	Percent
Water Supplied to System	1,588,300	100.0%
Water Sold to Customers	1,250,420	78.7%
Utility Use(fire,flushing)	0	0.0%
Water Unaccounted For(lost)	337,880	21.3%
Average Use Per Account	4,060	

SUMMARY BY SERVICE

	Water	Sewer	Fire Dues	Trash	Other	Sales Tax
Charges	8666.13	0.00	0.00	0.00	77.25	600.67
Average	28.14	0.00	0.00	0.00	0.25	1.66
Active	308	0	0	0	308	361
Inactive	55	363	363	363	55	2

ACCOUNTS RECEIVABLE ANALYSIS

	Amount	Accounts
Balance Due BOM (begin/Month)	14,564.36	313
Credit Balances BOM	(829.48)	11
Debit Balances BOM	15,393.84	302
Payments	11,372.21	295
Charges for Services	9,344.05	
Penalty Charges	481.98	46
Adjustments	(2.84)	4
Total Delinquent EOM (end/month)	2,729.42	29
Delinquent EOM (30-60 days)	986.99	14
Delinquent EOM (60-90 days)	623.34	8
Delinquent EOM (over 90)	1,119.09	7
Credit Balances EOM	(813.93)	13
Debit Balances EOM	13,829.27	299
Balance Due EOM	13,015.34	312
Disconnections	3	
Disconnected & Uncollected	0.00	
New Customers Added	0	

Scribe:	Odie J. Watts	
Date:	September 11, 2006	Time: 5:49PM – 6:21 PM

Board Members:

Key	Board Member Attendees: Key: * Attended, # Absent	Phone
*	Bowen, Jim – BOARD PRESIDENT	446-2171
*	Edgmon, Karen – BOOKKEEPER	861-5641
*	Lee, Koby – BOARD MEMBER	861-5158
*	Reynolds, Ivan – WATER OPERATOR	446-5352
*	Stivers, Betty – VICE PRESIDENT	446-5744
*	Szabrowicz, Ben – BOARD MEMBER	446-6007
*	Voshell, Calvin – BOARD MEMBER	446-2270
*	Watts, Odie – SECRETARY	861-5848

Customers and Guests:

Key	Board Meeting Attendees:
	No visitors or customers attended the meeting.

Minutes and Business Discussions:

Agenda	Main Points, Conclusions/Discussions, Decisions
1. Call to Order	Meeting called to order by Jim Bowen, President at 5:49 PM.
2. Meeting Minutes	The minutes from the August 14, 2006 meeting were approved at written. Motion to approve the minutes – Calvin Voshell. Second by Koby Lee. No Abstentions.
3. Financial and Water Association Director's Report	Karen Edgmon reviewed the financial report for the period August 1 through 31, 2006. Discussion was held on the following highlights of that report: Nothing exceptional to report for August transactions. • Had 1 bad check for the month. It was made good and nothing further was discussed. • Moved \$4,000 to Money Market account • Paid account at Miller Hardware for repair parts • Water loss rate was 21.9% which included leak discovered near Ray Carlton residence. • Had 2 disconnects for non-payment (L.D. Jetton & Joe Pruitt). The meter for Joe Pruitt was re-connected after arrangements were made for payment. Karen passed out Jetton payment history in preparation for discussion but no one representing the Jetton account appeared at the meeting. Payment history filed. • Added 3 meters during the month • Audit (Procedures Report for the year of 2005 was passed out to board members. Nothing significant listed in the audit. Forwarded a copy of the audit to state and federal agencies. Motion to approve the reports –Betty Stivers. Second by Calvin Voshell. No Abstentions.
4. Water Operator's Report	Ivan Reynolds presented the Water Operator's Report: • Pulled Pruitt and Jetton meters for non-payment. Reconnected Pruitt meter after payment was made. • Chlorine room heater switch is defective and is in the process of being replaced. • Discovered leak at Ray Carlton residence. Leak repaired and water loss is reflected in overall loss rate for August.

Agenda	Main Points, Conclusions/Discussions, Decisions
	- Found a pin hole leak at the Shiloh tank. Contacted contract repair company who submitted a proposal for repair. Proposal was for \$2,150. Board voted to approve letting the contract. Work should be completed during the later half of September, 2006. Results of the repair to be discussed at October, 2006 meeting. - Arkansas Department of Health and Human Services completed the Sanitary Survey that is required every 3 years. Completed report will be sent to Jim Bowen. Motion to approve the report – Koby Lee. Second by Ben Szabrowicz. No Abstentions.
5. Old Business	- Action Item 13: CLOSED. The fencing project has been put on hold pending both the vulnerability assessment and an appraisal by the Water Authority. Jim Bowan indicated the Water Authority may end up paying for the fencing project. The fencing was part of the vulnerability study. Board voted to close the item based on expectation that the new water district will install the fence at our facility. - Action Item 36: CLOSED. Will meet with all the potentially added water customers to begin the process of determining engineer and costs of adding new customers. Quentin Rylee is the point of contact for the project. Board feels this item might not get started. If it does the item will be reopened. - Action Item 38: OPEN. The topo map was received. Will contact the vendor and ask for some changes to the map layout and size. Vendor has been contacted but will not return calls or e-mails. Requested vendor inquiry to provide a new map with GPS locations listed. - Action Item 40: PENDING. Water Operator will determine parts needed to kept on hand for electrical problem repairs. Still in work. - Action Item 41: OPEN. Water Operator was asked to perform an inventory of all physical assets and to enter the inventory to the inventory control system. Odie Watts will work with Water Operator to get the inventory control system ready.
6. New Business	No new business was discussed.
7. Adjournment	Meeting adjourned at 6:21 PM.
8. Next Meeting	NOTE MEETING START TIME: The next meeting is scheduled for OCTOBER 9, 2006 at 5:30 PM at the Mt. Sherman Volunteer Fire Department main station.

Action Items for Discussion and Update at Next Meeting:

Item No.	Opened Date	Description	Assigned To	Target Date	Status
AI 13	11/8/04	Get 2 – 3 estimates for completing the fencing of property after tree removal. Pending completion of AI 12.	Ben Szabrowicz	12/13/04	CLOSED
AI 36	9/12/05	Ivan Reynolds will work with Quentin Rylee to organize a meeting of the 4 potential customers at the end of Murray Road to discuss engineering, easements, and costs. No updates as of 3/13/06.	Ivan Reynolds	10/10/05	CLOSED
AI 38	8/8/05	Contact a map vendor and determine the cost of providing the MSWA with a map of all the meter locations based on GPS readings were provided by Ivan Reynolds. The original map was received and paid for. Would like to know if the vendor could resize the map and make the locations more visible.	Odie Watts	9/12/05	OPEN
AI 40	2/13/06	Water Operator will determine which parts need to be kept on hand to correct electrical problems at the pumping station.	Ivan Reynolds	3/13/06	PENDING

Item No.	Opened Date	Description	Assigned To	Target Date	Status
AI 41	9/11/06	Water Operator was asked to perform an inventory of all physical assets and to enter the inventory to the inventory control system. Odie Watts will work with Water Operator to get the inventory control system ready.	Ivan Reynolds and Odie Watts	10/9/06	OPEN

Mt Sherman Water Assn. Board Mtg
Oct 9th 2006
Water Operators Report

I acquired a spare tank for the Shiloh Tank Repair and Jason Leher arrived on the 15th of sept to hunt for the leak. I allowed the Shiloh tank to ease off over a 5 day time Period and then drained the tank when Jason arrived. The Accompanying pictures show the damage and the repair and the recommendations for the needed maintenance at This time . The tank is in very good condition and only Needs to be pressure washed to remove the mildew attached to the exterior. Jason Leher submitted a price of \$2000.00 to do the pressure wash.

The starter for the pump at well number one developed A weakness in the thermal overload potion and was replaced with the starter from well number two. Also I Talked the President of MBHWA, John Meyer about Acquiring the obsolete parts from their starter panel and They were provided without cost to us. We obtained a starter and subtrol.

I bled the Fire Hydrant at Low Gap to purge air for 90 Minutes.

The number one booster pump motor developed a high Pitch squeal and I will see if it is only the sealed bearings .

The motor is over 10 years old and may possibly be Repaired.

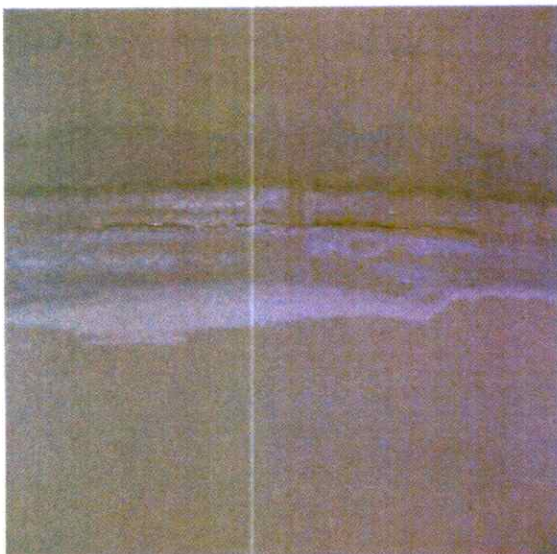
I have penciled in a preliminary inventory and Odie is providing the software to keep track of assets.

By Ivan Reynolds

Water Operator



Picture is of the interior of the tank where leak was discovered.



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