Mt. Sherman Water Association
P.O. Box 356
Jasper, AR 72641

May 9, 2007

Dear Directors:

Enclosed please find the transaction report, director's report and board minutes for the month of April 2007.

The Ron Carey account has been paid in full.

Wynola Watson's meter had been misread, she was given a credit this month on her account.

Enclosed is letter from Horse Shoe Canyon regarding their previous bill.

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

Thank You,

Karen

Karen Edgmon
Billing Clerk
Mt. Sherman Water Association

Checking

5/9/07

Transaction Report

4/1/07 Through 4/30/07

Date	Num	Description	Memo	Category	Clr	Amount
		BALANCE 3/31/07				8,715.74
4/5/07	DEP			Water Sales		179.15
4/5/07	DEP			Water Sales		1,317.70
4/5/07	3688	Brent Clark		Refund Of Meter Deposit		-40.40
4/5/07	3689	Donnita Rocole		Refund Of Meter Deposit		-19.60
4/11/07	DEP			Water Sales		2,075.85
4/11/07	3690	Karen Edgmon	+ mileage 39.90	Contract Labor		-1,021.40
4/11/07	3691	Karen Edgmon		Rent		-60.00
4/11/07	3692	Newton County Times		Public Notice		-68.00
4/16/07	EFT	F H A		Loan		-1,020.00
4/17/07	DEP			Water Sales		547.95
4/17/07	DEP			Water Sales		1,085.00
4/17/07	DEP			Water Sales		1,601.55
4/18/07	3693	Dept. Of Finance & Adm.		Sales Tax		-495.00
4/18/07	3694	Jimmie Beets		Maintenance		-20.00
4/19/07	3695	OCV Control Valves		Maintenance		-63.79
4/20/07	DEP			Water Sales		1,327.61
4/20/07	3696	Red Rock Construction	189/159/178	Contract Labor		-4,065.00
4/24/07	DEP			Water Sales		2,836.88
4/25/07	EFT	Tri Co. Telephone		Utilities:Telephone		-33.30
4/25/07	EFT	Tri Co. Telephone		Utilities:Telephone		-33.47
4/25/07	3697	Jasper Post Office		Postage and Delivery		-39.00
4/26/07	EFT	Carroll Electric		Utilities:Gas & Electric		-17.19
4/26/07	EFT	Carroll Electric		Utilities:Gas & Electric		-64.41
4/26/07	EFT	Carroll Electric		Utilities:Gas & Electric		-971.59
4/27/07	DEP			Water Sales		460.65
4/27/07	3698	Jackie Fears	reading meters	Contract Labor		-200.00
4/27/07	3699	River Valley Win Works		Maintenance		-576.14
4/27/07	3700	Ivan Reynolds		Contract Labor		-1,100.00
4/30/07	DEP			Interest Inc		2.01
4/30/07	DEP			Water Sales		53.05
4/30/07	3701	Jim Culver	mowing pump house	Contract Labor		-100.00
4/30/07	3702	Kylan Campbell		Refund Of Meter Deposit		-30.56
		TOTAL 4/1/07 - 4/30/07				**1,448.55**
		BALANCE 4/30/07				10,164.29

TOTAL INFLOWS	11,487.40
TOTAL OUTFLOWS	-10,038.85
NET TOTAL	**1,448.55**

MT. SHERMAN WATER ASSOCIATION
Director's Report
For the Month of April 07
Printed: 04/28/07 22:28

DISTRIBUTION EFFICIENCY SUMMARY

	Gallons	Percent
Water Supplied to System	1,584,700	100.0%
Water Sold to Customers	1,171,114	73.9%
Utility Use(fire,flushing)	0	0.0%
Water Unaccounted For(lost)	413,586	26.1%
Average Use Per Account	3,778	

SUMMARY BY SERVICE

	Water	Sewer	Fire Dues	Trash	Other	Sales Tax
Charges	8239.98	0.00	0.00	0.00	77.50	568.24
Average	26.58	0.00	0.00	0.00	0.25	1.55
Active	310	0	0	0	310	366
Inactive	58	368	368	368	58	2

ACCOUNTS RECEIVABLE ANALYSIS

	Amount	Accounts
Balance Due BOM (begin/Month)	12,530.38	311
Credit Balances BOM	(485.99)	14
Debit Balances BOM	13,016.37	297
Payments	10,221.24	282
Charges for Services	8,885.72	
Penalty Charges	290.37	44
Adjustments	(678.49)	13
Total Delinquent EOM (end/month)	1,265.37	31
Delinquent EOM (30-60 days)	450.03	14
Delinquent EOM (60-90 days)	426.90	10
Delinquent EOM (over 90)	388.44	7
Credit Balances EOM	(633.11)	12
Debit Balances EOM	11,439.85	302
Balance Due EOM	10,806.74	314
Disconnections	1	
Disconnected & Uncollected	0.00	
New Customers Added	2	

Scribe:	Odie J. Watts		
Date:	**April 9, 2007**	**Time:** 5:30 PM – 6:01 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.	

Agenda	Main Points, Conclusions/Discussions, Decisions
1. Call to Order	Meeting called to order by Jim Bowen, President at 5:30 P.M.
2. Meeting Minutes	The minutes from the March meeting were approved at written. Motion to approve the minutes – Calvin Voshell, Second by Betty Stivers. No Abstentions.
3. Financial and Water Association Director's Report	Karen Edgmon reviewed the financial report for the period March 1st through March 30th 2007. • Moved $3,000 to Money Market Account • System reported a -10.% water loss rate. Ivan reported that the discrepancy can be tied to the work at Horse Shoe Canyon Ranch. The small meter there had not been read and since it is more accurate the readings are off. • Delinquent accounts are being caught up. • Distributed payment record for Ron Carey. Records show he owes $1,275 of which $826 is penalty. Current residents of the house that Mr. Carey vacated have paid $467 toward the delinquent account. Mr. Carey is no longer within the MSWA system. Board suggested and approved to reduce the amount owed by Mr. Cary to $436.47. Karen will write him a letter and have it recorded at the court house that if Mr. Carey pays $50 per month toward his account that no legal action will be initiated both the hot check he wrote and for the delinquent account. The motion to approve the action was made by Calvin Voshell and 2nd by Betty Stivers. **(Action Item).** Motion to approve the reports – Calvin Voshell, Second by Betty Stivers. No Abstentions.
4. Water Operator's Report	Ivan Reynolds presented the Water Operator's Report: • Stopped pressure leak at Horseshoe Canyon Ranch and replaced low flow line pressure regulator. • Found leak at the service line for Well #2 and shut it off. • Repaired the 4" line on Shiloh crossing at Joe Pruitt's. • Installed meter service for Dana (Dick Demuth's daughter). No meter was installed because more work is needed.

Agenda	Main Points, Conclusions/Discussions, Decisions
	• Initiated a boil order for Shiloh due to Pruitt's driveway leak. • Sent water samples in on 2 consecutive days but no results as of yet. • Completed and sent the Lead and Copper sample sit plan. • Delivered inventory to Karen • Gallons bought and sold need to be averaged for February and March to get a more accurate picture.
5. Old Business	▪ Action Item 40: PENDING. Water Operator will determine parts needed to keep on hand for electrical problem repairs. Still in work. Ivan said the control panel at the booster pump station was outdated and needs to be brought up to date before any parts can be stocked. Board requested Ivan to get an estimate of what it would cost to get the panel updated. Action Item 40 was canceled and a new action item was initiated ***(ACTION ITEM)***. ▪ Action Item 41: IN WORK. 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. As of 10/9/06 the inventory is complete and the software to enter the information was made available. No change in status as of March 12' 2007. Ivan has delivered the inventory to Karen. There are still some remaining information to collect. Action Item will remain open as of April 9, 2007.
6. New Business	• No new business was discussed.
7. Adjournment	Meeting adjourned at 6:01 P.M.
8. Next Meeting	**NOTE MEETING START TIME: The next meeting is scheduled for May 14th, 2007 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 40	2/13/06	Water Operator will determine which parts need to be kept on hand to correct electrical problems at the pumping station. See item above.	Ivan Reynolds	3/13/06	**CANCELED**
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	**IN WORK**
AI 42	4/9/07	Karen will write a letter to Ron Carey and have it recorded at the Court House. Letter will outline terms of agreement for Mr. Carey to pay off his delinquent account.	Karen Edgmon	5/14/07	**OPEN**
AI 43	4/9/07	Ivan will contact an electrician to determine the cost of updating the control panel at the booster pump station.	Ivan Reynolds	5/14/07	**OPEN**

HORSESHOE CANYON RANCH

Office - 3900 Lochridge Rd., N. Little Rock, AR 72116-8312
Toll Free (800) 480-9635 • Fax (501) 771-2388
www.horseshoecanyon.com

Re: Mt.Sherman water bill 4/14/07

We recently received an abnormally large water bill (270,000gal) due to a meter/regulator failure. Our normal usage for Mar. is about 50,000 gal. We did fill the pool in mar so 70,000 would be reasonable. We had no breaks or significant leaks during this time that required repair. A two inch slip joint came apart as a result of excess pressure (195#), as well as a ¾ in 150# pop-off valve installed last time we had a pressure spike to prevent future damage to pipes.

Ivan told me I had a bad leak, but it was raining and we couldn't locate it. Fortunately, it snowed that night and I discovered the two inch location. I assumed it was a break in the line and rented a backhoe and dug it up. When the water was shut off I watched the pipes slide back together on their own. I thought we might have a pressure problem so I went and bought a pressure gauge that goes on a hose bib. With the 195# pressure reading I called Ivan. The regulator on the ¾ inch line was also bad. He replaced that and our pressure dropped to our normal 70#. He ordered parts for the 4" meter and had it fixed soon after- which we greatly appreciate.

Myself and two employees worked on this for two days plus the backhoe rental (150$). I am not asking for reimbursement- we're on the same team. This is a small water district with limited resources and I'm grateful for the service that is provided. I do however need water credits for the over billing. I think that is only fair considering we needed no repairs. We paid the bill in good faith knowing that because the failures were on the districts side that adjustments would be made.

The overage is 200,000 for Mar. There may have been a misread for Feb. So if the credit was 180,000 gal spread over 6 months. @ 30,000gal a month we would be back to square. If you would like me to appear at a future meeting or if you have any questions feel free to call me at the Ranch 446-2555 or at home 446-2289

Thank you,
Barry Johnson
Owner/director H.C.R

Mt Sherman Water Assn Board Mtg
May 14, 2007
Operators Report

Part of the last leak as noted in the April Report Shows up on the April Gallons Pumped and sold report.

Don La Bonte has asked that Mt Sherman Water Assn pay for water hydrant to fill the Low Gap Fire Station Truck. The line would consist of 2 inch sch 315 with a 2x3 tee and 2 inch valve with box at the start and a 2 inch Pressure reducer and 2 inch valve with boxes and a 2 inch Blow off hydrant with fire hose fitting to be located next to The fire house. Estimated cost is $2790.00.

Barry Johnson has asked for some water credit Due to some of his water losses taking place during our 4 inch pressure reducer failure.

I collected the past due from Tim Knapp, and from Frank Sullivan.

I pulled the Martineau meter due to lack of past due.

I hooked up service for Crystal Dillow.

I need to acquire an easement from Tommy James In order to run the line to the Mt Sherman fire substation at Low Gap.

By Ivan Reynolds
Water Operator

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