

MT. SHERMAN WATER ASSOCIATION
P.O. BOX 356
JASPER, AR 72641

May 9, 2008

Dear Directors:

Enclosed please find the transaction report, director's report and board minutes from the April meeting.

Jackie Fears, contract meter reader has asked for an increase in pay due to the high fuel prices, copy of letter attached.

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

Thanks,



Karen Edgmon
Billing Clerk
Mt. Sherman Water Association

Transaction Report
4/1/08 Through 4/30/08

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Date	Num	Description	Memo	Category	Clr	Amount
BALANCE 3/31/08						25,262.16
4/3/08	DEP			Water Sales		574.58
4/8/08	DEP			Water Sales		1,550.20
4/11/08	DEP			Water Sales		1,303.74
4/14/08	3817	Dept. Of Finance & Adm.		Sales Tax		-488.00
4/14/08	3818	Karen Edgmon		Contract Labor		-981.50
4/15/08	EFT	F H A		Loan		-1,020.00
4/16/08	3819	Karen Edgmon		Rent		-75.00
4/22/08	EFT	Tri Co. Telephone		Utilities:Telephone		-33.50
4/22/08	EFT	Tri Co. Telephone		Utilities:Telephone		-34.33
4/25/08	3820	Jackie Fears	reading meters	Contract Labor		-200.00
4/26/08	EFT	Carroll Electric		Utilities:Gas & Electric		-1,305.05
4/26/08	EFT	Carroll Electric		Utilities:Gas & Electric		-24.10
4/26/08	EFT	Carroll Electric		Utilities:Gas & Electric		-80.19
4/29/08	3821	Ivan Reynolds		Contract Labor		-1,100.00
TOTAL 4/1/08 - 4/30/08						-1,913.15
BALANCE 4/30/08						23,349.01
TOTAL INFLOWS						3,428.52
TOTAL OUTFLOWS						-5,341.67
NET TOTAL						-1,913.15

MT. SHERMAN WATER ASSOCIATION
Director's Report
For the Month of April 08
Printed: 04/28/08 21:04

DISTRIBUTION EFFICIENCY SUMMARY

	Gallons	Percent
Water Supplied to System	1,568,400	100.0%
Water Sold to Customers	1,177,810	75.1%
Utility Use (fire, flushing)	0	0.0%
Water Unaccounted For (lost)	390,590	24.9%
Average Use Per Account	3,751	

SUMMARY BY SERVICE

	Water	Sewer	Fire Dues	Trash	Other	Sales Tax
Charges	8315.62	0.00	0.00	0.00	94.20	569.73
Average	26.48	0.00	0.00	0.00	0.30	1.53
Active	314	0	0	0	314	372
Inactive	62	376	376	376	62	4

ACCOUNTS RECEIVABLE ANALYSIS

	Amount	Accounts
Balance Due BOM (begin/Month)	7,783.03	319
Credit Balances BOM	(1,105.06)	19
Debit Balances BOM	8,888.09	300
Payments	7,656.34	284
Charges for Services	8,979.55	
Penalty Charges	178.90	35
Adjustments	12.54	3
Total Delinquent EOM (end/month)	689.01	19
Delinquent EOM (30-60 days)	536.68	13
Delinquent EOM (60-90 days)	57.98	4
Delinquent EOM (over 90) <i>From Fees</i>	94.35	2
Credit Balances EOM	(1,005.94)	19
Debit Balances EOM	10,303.62	300
Balance Due EOM	9,297.68	319

Disconnections	2	<i>Colony Homes</i>
Disconnected & Uncollected	0.00	
New Customers Added <i>Bowen</i>	1	

Scribe:	Odie J. Watts	
Date:	April 14, 2008	Time: 5:22 PM – 5:48 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 guests 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 5:22 P.M.
2. Meeting Minutes	The minutes from the March 2008 meeting were approved at written. Motion to approve the minutes – Koby Lee, Second by Ben Szabrowicz. No Abstentions.
3. Financial and Water Association Director's Report	Karen Edgmon reviewed the financial report for the period March 1st through March 31st 2008. The most significant items from the report are: - Deposited another CD in the amount of \$10,000 earning an interest rate of 3.3%. This transaction was made in February and shows up on March's transaction report. - Distributed Ozark Mountain Regional Public Water Authority meeting minutes from their February 25, 2008 meeting. Minutes are on file. - Auditors have called to set up meeting for next month. However, a new auditor will be sought due to problems experienced about payment after last audit. - The current insurance policy will expire next month and will not be renewed. A new insurance company has been found which is much cheaper. SafeCo is the name of the insurance company we will insure with next month. - Water loss rate rose to 33.2% which reflects some adjustments from last month's loss rate. - Adjustments reflected on the current director's report reflects the adjustment made to Shorty Fears account. - Delinquent accounts are being paid as promised. - Motion to approve the reports – Koby Lee, Second by Betty Stivers. No Abstentions.
4. Water Operator's Report	Ivan Reynolds reviewed the Water Operator's Report: - Pulled meter at Coy Brasel rental trailer. Received word a new renter is wanting service so will re-install today. - Checked on water leak at Buffalo Lodge but meter was not registering upon arrival. - Checked on low pressure problem at Donna Spradlins and there was a leak on her side of the meter. Caretaker said he would set to repairs. - Topped off tank at Shiloh to prevent loss of chlorine residual in case of leak. - Have not received cost estimate for the booster pump station electrical upgrade.

Agenda	Main Points, Conclusions/Discussions, Decisions
	Talked to Tim Mays about the extensions and the cost appears to be prohibitive. \$232,000 for Murray Road extension and \$100,000 for Low Gap Shiloh extension. the finished paperwork to me this week to double check for accuracy. Motion to approve the report – Koby Lee, Second by Ben Szabrowicz. No Abstentions.
5. Old Business	- 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 is still some remaining information to collect. Action Item will remain open as of December 12, 2007. Action Item will remain open as of January 14, 2008. Action Item will remain open as of February 11, 2008. Work is progressing as of March 10, item to remain open. Item will remain open as of April 14, 2008. - Action Item 43: Design is finished on the booster station upgrade and cost should be available for board approval by the December, 2007 meeting. Ivan expects cost in time for January meeting. Design plans will not be ready until February 2008 meeting. No update from Electrician as of February 11, 2008 and will remain open. As of March 10, 2008 information should be arriving within the week and be presented at April meeting. No cost estimate has been received so item will remain open as of April 14, 2008. - Action Item 45: Opened on April 14, 2008 and assigned to Ivan Reynolds. Ivan will contact ESI to see if there were any cost reduction options and/or alternate grant funding sources for the Murray Road and Low Gap extension projects. At the moment, based on the latest ESI report and cost estimates, the projects will not be cost effective.
6. New Business	- After reviews the ESI cost estimates for the Murray Road and Low Gap extensions the Board decided the project was cost prohibitive. The Board ask Ivan Reynolds to go back to ESI and see if they can low the cost and/or seek alternate sources for grant monies to fund the project. (ACTION ITEM) - The Board considered Karen Edgmon's request for an addition \$15.00 per month to cover the cost of the social security tax. A motion was presented by Koby Lee to fund the additional tax and it was seconded by Betty Stivers. There were no abstentions.
7. Adjournment	Meeting adjourned at 5:48 P.M.
8. Next Meeting	NOTE MEETING START TIME: The next meeting is scheduled for May 12, 2008 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 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 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	IN WORK

Item No.	Opened Date	Description	Assigned To	Target Date	Status
AI46	4/14/08	Ivan will get back to ESI to look at other sources of grants to fund the Murray Road and Low Gap extensions and to determine if there are any cost reduction avenues open that might make the project more cost effective.	Ivan Reynolds	5/12/08	OPEN

Mount Sherman Water Association

Dear Sir,

My name is Jackie L. Fears and for the past 27 years I have been your contract meter reader. Since starting out my compensation has been \$200.00 per month. At this time, due to the ever increasing price of fuel and price of vehicle maintenance, I find it necessary to request an increase in my compensation of at least \$75.00 per month to cover my cost for fuel, etc... Your prompt consideration in this matter would be greatly appreciated.

Thank You
J.L. Fears

Mount Sherman Water Association

Dear Sir,

My name is Jackie L. Fears and for the past 21 years I have been your contract meter reader. Since starting out my compensation has been \$200.00 per month. At this time, due to the ever increasing price of fuel and price of vehicle maintenance, I find it necessary to request an increase in my compensation of at least \$75.00 per month to cover my cost for fuel, etc... Your prompt consideration in this matter would be greatly appreciated.

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