

COMPTON WATER ASSOCIATION
Monthly Meeting Minutes
Held at Compton School, Compton Arkansas
Due to weather relocated to John Berry residence on Hwy 43
December 14, 2010 7:00 p.m.

Meeting was called to order by Roger Jones who asked if there were a quorum present to conduct the meeting; Alexa Davis confirmed there was a quorum. Present were Roger Jones, Wanda Roudabush, Alexa Davis. Also present Veronica Oitker, Bookkeeper.

REPORTS:

MINUTES: Roger Jones asked if minutes from the November meeting had been read and were there any questions or changes, none submitted. Motion was moved by Wanda Roudabush and second by Alexa Davis to accept minutes, motion carries.

JOHN BERRY: Veronica reported for John Berry that there were still 2 leaks, one on Bradshaw Mountain and one between Darryl Villines and Curtis Clark's residence. They are very close to locating and repairing.

ACCOUNTING: Directors Report submitted by Roger Jones, discussion was had on water supplied to system vs how much we purchased. Veronica will supply a Directors Report to all Directors.

Water Operator: No report.

Meter Reader: No report.

UNFINISHED BUSINESS: Veronica reported for John that we were given the go ahead to proceed with our 2008 and 2009 taxes from the criminal investigators, that it would not interfere with their investigation. Mr. Keeter has been in touch with IRS and they are waiting for us to complete the 2008 and 2009 taxes. Mr. Keeter completed the 941's (for 2008 and 2009) and those were submitted to IRS.

RANDOM AUDIT: Random Audit occurred as scheduled on November 10, 2010, and Arkansas Natural Resources Auditor said she was very pleased with what she saw, gave us an A+ on our bookkeeping to date and would be scheduling a follow up in January 2011.

RITTERNET FIBER OPTICS: Submitted bills to them and we are waiting for reimbursement, though it's delayed it should be forthcoming.

RACKS: Wanda asked if the racks had been put on the truck yet, it was reported they hadn't but everyone has been very busy and the truck hasn't been available to have them installed.

MEETING PLACE: Alexa brought up that our place to meet which is Compton Community Building needs to be heated prior to our meetings. Alexa also added that this is an open meeting and we want to be sure the public has access to attend our scheduled meetings at the Compton Community Building, therefore we need to be sure they supply our heat and proper access to the building. Roger said he would check with their Board Member Mike Armer to be sure we have what we need. Alexa also made note that some customers also bring their bills to the scheduled meeting.

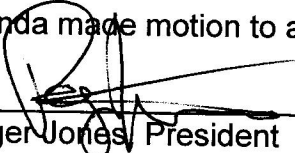
NEW BUSINESS:

SALARIES: Alexa Davis proposed a raise for the Bookkeeper of \$50.00 now and another \$50.00 in July assuming that the current Bookkeeper was still in place and everything was going fine. Alexa reported she had discussion with John Berry regarding this and he was in agreement with discussion regarding a raise. Roger mentioned that he would like to have John Berry present for his opinion; John was called on the phone and placed on speaker phone. Discussion was had regarding Alexa's proposal, and John suggested that we go ahead and give the \$100.00 raise now and that CWA could afford it now. He also reported that SW Boone had great things to say about our progress with them. A motion was made by Alexa Davis and second by Wanda Roudabush to proceed with giving the Bookkeeper a raise of \$100.00 affective December 2010.

INTERNAL AUDIT: Veronica reported that she and Alexa had conversation regarding what reports can be supplied to the Board Members to establish a type of internal audit that is accessible to the Board Members. Veronica submitted 3 reports (Vendor Detail, Balance Sheet Detail and Profit and Loss) and between the 3 of them, it accounts for every check that was written from year to date with a check and balance. Alexa noted that our By Laws stated we need an internal audit procedure and to oversee anyone that is employed. Veronica took time to basically explain the reports and asked the Board Members to review them and see if this might satisfy this internal audit procedure.

GPS UNIT: Alexa Davis reported that the GPS unit we are using is John Berry's and that we should discuss compensation to John for a new one as he is letting Compton Water retain his older unit. Rationale would be that CWA would have to input data into a new unit which is time consuming and labor intensive. It was reported that the unit is approx 1 year old and \$100.00 in value. A motion was made by Alexa to accept the existing GPS Unit and reimburse John Berry the amount originally paid for the GPS not to exceed \$120.00, second by Wanda Roudabush, motion carried.

Wanda made motion to adjourn, second by Alexa Davis, motion carried.



Roger Jones, President

3-8-11

Date



John Berry, Secretary/Treasurer

3-8-2011

Date

Compton Water Association, Inc.
Balance Sheet
As of December 27, 2010

	Dec 27, 10
ASSETS	
Current Assets	
Checking/Savings	
CFB 8350 Checking	13,976.23
CFB 72187 Meter Dep Checking	5,245.49
CFB 72161 Loan Res. Checking	10,001.00
Total Checking/Savings	29,222.72
Total Current Assets	29,222.72
TOTAL ASSETS	29,222.72
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Southwest Boone Water Assoc	-20,900.00
Water Meter Acct Deposit	385.00
Total Other Current Liabilities	-20,515.00
Total Current Liabilities	-20,515.00
Long Term Liabilities	
ARKANSAS NATURAL RESOURCES	
Arkansas Natural Resources 1	72,882.00
Total ARKANSAS NATURAL RESOURCES	72,882.00
Total Long Term Liabilities	72,882.00
Total Liabilities	52,367.00
Equity	
Opening Balance Equity	-75,009.64
Unrestricted Net Assets	-11,648.72
Net Income	63,514.08
Total Equity	-23,144.28
TOTAL LIABILITIES & EQUITY	29,222.72

Compton Water Association, Inc.
Profit & Loss
 January 1 through December 27, 2010

	Jan 1 - Dec 27, 10
Ordinary Income/Expense	
Income	
FEES CHARGED	
Miscellaneous Revenue	4,326.21
Water Meter Sets	500.00
Reconnect Fees	525.00
Total FEES CHARGED	5,351.21
Interest Accounts	
Interest-Savings	10.37
Total Interest Accounts	10.37
Water Revenue	
Water Sales	501.82
Water Revenue - Other	253,726.81
Total Water Revenue	254,228.63
Total Income	259,590.21
Gross Profit	259,590.21
Expense	
Business Expenses	
Bank Charges	10.00
Banking NSF	427.65
Total Business Expenses	437.65
CONTRACT LABOR	
Bill Mcelhaney	240.00
Bill Olsen	6,750.00
Bob Bartlett	375.00
Bobby Hudson	10,500.00
Brad Olsen	710.00
C. J. Barron	552.00
Darin Jackson	400.00
Joyce Sattler	2,400.00
Luke Atkinson	144.00
Tim Fletcher	3,934.23
Tom Gandy	3,150.00
Veronica Clark	7,300.00
Total CONTRACT LABOR	36,455.23
Contract Services	
Arkansas Dept of Health	1,188.00
Arkansas One Call	136.80
Arkansas Rural Water Assn.	550.00
Legal Fees	749.10
Total Contract Services	2,623.90
EQUIPMENT	
Computer	1,560.85
Leak Repairs	7,984.36
Mower	195.66
Other Repairs	496.62
Total EQUIPMENT	10,237.49
Facilities and Equipment	
Building Rent	151.68
Storage Unit	410.00
Truck Expense	2,341.71
Total Facilities and Equipment	2,903.39
Interest Expense	3,741.00
Operations	
Books, Subscriptions, Reference	28.00
Postage, Mailing Service	1,974.51

Compton Water Association, Inc.
Profit & Loss
 January 1 through December 27, 2010

	Jan 1 - Dec 27, 10
Printing and Copying	183.20
Supplies	747.67
Telephone, Telecommunications	1,738.64
Utilities, Electric, Gas	2,697.89
Water Works Computer Program	2,725.87
Operations - Other	191.62
Total Operations	10,287.40
Other Types of Expenses	
Bank Service Fees	286.40
Dues	30.00
Insurance - Liability, D and O	1,759.50
Other Costs	110.00
Total Other Types of Expenses	2,185.90
S W BOONE Water	104,225.89
SALES TAX	
Arkansas State Tax	12,532.47
Boone County	8.61
Carroll County	53.11
Madison County	812.85
Newton County	2,502.15
SALES TAX - Other	101.78
Total SALES TAX	16,010.97
VEHICLE	
Fuel	3,456.55
Insurance	886.00
Maintenance	2,624.76
Total VEHICLE	6,967.31
VOID CHECKS	0.00
Total Expense	196,076.13
Net Ordinary Income	63,514.08
Other Income/Expense	
Other Expense	
Ask My Accountant	0.00
Total Other Expense	0.00
Net Other Income	0.00
Net Income	63,514.08

DISTRIBUTION EFFICIENCY SUMMARY

	Gallons	Percent
Water Supplied to System	1,358,680	100.0%
Water Sold to Customers	1,317,000	96.9%
Utility Use (fire, flushing)	5,000	0.4%
Water Lost	36,680	2.7%
Average Use Per Account	4,235	
Accounts Using Water	311	

SUMMARY BY SERVICE

	Water	Sewer	Trash	Other1	Other2	Other3	Sales Tax
Charges	21,107.00	0.00	0.00	99.00	0.00	0.00	1,593.20
Count	330	0	0	330	0	0	330
Average	63.96	0.00	0.00	0.30	0.00	0.00	4.83

ACCOUNTS RECEIVABLE ANALYSIS

Balance Due on December 2010 Bills		24,476.59	337
Credit Balances	-274.29		7
Debit Balances	24,750.88		330
Payments		-22,380.29	317
Adjustments		-113.94	6
Balance after Payments and Adj		1,982.36	35
Current	781.49		28
30 to 60 Days Old	195.11		1
60 to 90 Days Old	206.64		0
Over 90 Days Old	799.12		6
Penalty Charges		452.49	71
Charges for Services		22,799.20	330
Balance Due		25,234.05	