

**COMPTON WATER ASSOCIATION**  
Monthly Meeting Minutes  
Held at Compton School, Compton Arkansas  
February 9, 2016 - 7:00 P. M.

Mitch Jones called meeting of February 9, 2016 Compton Water Association General Meeting is now called to order by Mitch Jones. Roger Jones called roll to determine if a Quorum is present. Members present: Mitch Jones, Roger Turner and John Henderson. Clint Wilt and Wayne Hartlerode, absent. Quorum established.

**REPORTS:**

MINUTES: John Henderson  
DIRECTORS REPORT: John Henderson  
WATER OPERATOR REPORT: None  
BOOKKEEPER REPORT: John Henderson

Motion was made by John Henderson to accept minutes as read, second by Roger Jones.  
Motion was made by Roger Jones to accept Directors Report and Financial Reports as read, second by John Henderson. Both motions carry.

**UNFINISHED BUSINESS:**

1. None

**NEW BUSINESS:**

1. Mitch Jones reports that [www.comptonwater.com](http://www.comptonwater.com) is up and running due to Veronica's hard work. He states that new things are added each month and that several customers are already using it. He continues by announcing that you can download files and review past minutes from 2014-15 and Veronica is going back as far as they can go. Roger Jones added that 2011 is as far back as they can go, beyond that has disappeared. Mitch adds that this is something that he thinks will give everyone information that they ask for and help answer questions.
2. Mitch Jones states that CWA has not had a rate survey since 2011, and that Arkansas Rural Water has asked us to do a rate survey. This survey has been started and is in circulation to see if our rates are in line with expenses. Mitch adds that Josh Freeman, main surveyor over AR, has been up here 2-3 weeks ago working with CWA, and gave a lot of good insight.
3. Mitch states that an attorney has started the process of going through all of the CWA by-laws and getting them up to date. He adds this is a work in progress that is going on right now.
4. Mitch Jones announces that as addressed in the last meeting, CWA is looking to hire a new bookkeeper/secretary. He states that CWA is taking applications or a resume, and encourages anyone that knows of someone with those types of qualifications to submit them. This position will be at least a 30 hour a week position, not a full time position. Roger Jones adds that it could be more. Mitch adds that this will grow into a full time

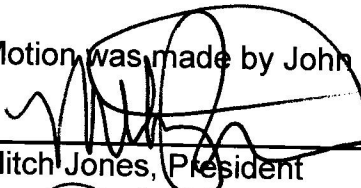
position as will the water operator position, in order for us to get this system the way that it should be to be up to standard. He continues with, if you want to get this job done right, you are going to have to have someone fully dedicated and living and breathing what is the water loss and the efficiency of this system. Mitch says CWA is not in the market to make money; we are in the market to take care of the customer and make sure they are getting the best value of the best water that there is.

5. Mitch Jones reminds everyone that in October of this year, CWA is going to elect new officers. It's the responsibility of about 400 different homes. Got to make sure the people out there get the right people for the job. Mitch states that he has spent a lot of time just like these other folk do, and all he wants to do is keep everything out front.
6. Mitch Jones states that the 2015 audit is being done in February. Mary Decker "What kind of audit?" Roger Jones answers that it is an audit that is accepted by the state of Arkansas for the ARWA, like all the other audits being done. Mary Decker states "It hasn't been done that way!" Roger tells her that Josh with ARWA is just out here. Continued outburst from Mary Decker. Mitch Jones states that for your information the audit is being done. Roger Jones directing to Mary Decker states, then why does the state not come in and stop us? The state is accepting what we are giving them, not accepting what she is saying. Continued outburst from Mary Decker. Decker states that we need an independent audit. Roger says call Branscum (?) in Marshall and ask for it. Decker persisted, Mitch Jones called meeting to order stating this was a business meeting. Mary Decker continues that an audit is not being done. Mitch state that it is. Mary Decker "Why can you guys not say that we will have an independent audit? Do you have a problem with that?"

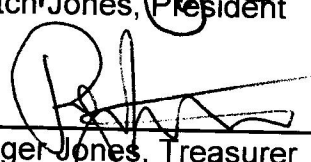
#### REQUEST TO BE ON AGENDA

Roger Turner is seeking a line extension towards Red Starr for a poultry operator. Roger Turner asks if this would be a possibility if private and grant funds were obtained. The line would need to extend approximately 3-3 1/2 miles. Mitch Jones says that if we have it engineered and check with the right of ways needed, that it can be done. Roger Jones informs that it would have to go through CWA engineering service, EIS, and that we can get Roger Turner the information to this company. Roger Jones does inform him that this line does have problems and that our first responsibility is to the existing line and customers. Roger Turner informs that this new line would service about 8 families. Roger Jones states that it may be something that would need to be left up to the rate payers and possibly let them vote.

Motion was made by John Henderson to adjourn, second by Roger Jones.

  
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Mitch Jones, President

February 9, 2016

  
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Roger Jones, Treasurer

February 9, 2016

**Compton Water Association, Inc.**  
**Balance Sheet**  
As of February 9, 2016

	Feb 9, 16
<b>ASSETS</b>	
<b>Current Assets</b>	
<b>Checking/Savings</b>	
Firetower Rehab Tank Project	45.00
CFB 72245 Depreciation Checking	7,940.97
CFB 8350 Checking	8,184.89
CFB 72187 Meter Dep Checking	12,246.05
CFB 72161 Loan Res. Checking	14,344.87
<b>Total Checking/Savings</b>	42,761.78
<b>Accounts Receivable</b>	
Accounts Receivable	8.20
<b>Total Accounts Receivable</b>	8.20
<b>Total Current Assets</b>	42,769.98
<b>TOTAL ASSETS</b>	<b>42,769.98</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Other Current Liabilities	
Water Meter Acct Deposit	13,545.00
<b>Total Other Current Liabilities</b>	13,545.00
<b>Total Current Liabilities</b>	13,545.00
<b>Long Term Liabilities</b>	
<b>ARKANSAS NATURAL RESOURCES</b>	
Arkansas Natural Resources 1	53,404.00
Arkansas Natural Resources 2	18,986.00
<b>Total ARKANSAS NATURAL RESOURCES</b>	72,390.00
USDA Rural Development 01	45,383.79
USDA Rural Development 04	1,597.83
USDA Rural Development Loan 05	18,562.72
USDA Rural Development Debt 09	109,402.15
<b>Total Long Term Liabilities</b>	247,336.49
<b>Total Liabilities</b>	260,881.49
<b>Equity</b>	
Opening Balance Equity	-401,833.02
Unrestricted Net Assets	196,852.31
Net Income	-13,130.80
<b>Total Equity</b>	-218,111.51
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>42,769.98</b>

**Compton Water Association, Inc.**  
**Profit & Loss**  
January 1 through February 1, 2016

	<u>Jan 1 - Feb 1, 16</u>
<b>Ordinary Income/Expense</b>	
<b>Income</b>	
<b>FEES CHARGED</b>	
Water Meter Sets	650.00
Reconnect Fees	100.00
<b>Total FEES CHARGED</b>	750.00
<b>Water Revenue</b>	
Misc Fees	48.00
Penalty	703.18
Safe Water	112.07
Sales Tax	1,630.36
Water Sales	21,706.12
<b>Total Water Revenue</b>	24,199.73
<b>Total Income</b>	24,949.73
<b>Gross Profit</b>	24,949.73
<b>Expense</b>	
Reconciliation Discrepancies	0.06
<b>Business Expenses</b>	
Bank Charges	5.00
<b>Total Business Expenses</b>	5.00
<b>CONTRACT LABOR</b>	
Justin Robinson Meter Reader	450.00
Bobby Hudson	2,000.00
Veronica Clark	1,300.00
<b>Total CONTRACT LABOR</b>	3,750.00
<b>Contract Services</b>	
Legal Fees	310.00
<b>Total Contract Services</b>	310.00
<b>EQUIPMENT</b>	
Leak Repairs	38.48
<b>Total EQUIPMENT</b>	38.48
<b>Facilities and Equipment</b>	
Building Rent	37.92
<b>Total Facilities and Equipment</b>	37.92
<b>Interest Expense</b>	701.36
<b>Operations</b>	
Books, Subscriptions, Reference	475.00
Telephone, Telecommunications	131.87
Utilities, Electric, Gas	-552.14
<b>Total Operations</b>	54.73
<b>S W BOONE Water</b>	28,150.75
<b>VEHICLE</b>	
Fuel	91.00
<b>Total VEHICLE</b>	91.00
<b>Total Expense</b>	33,139.30
<b>Net Ordinary Income</b>	-8,189.57
<b>Net Income</b>	-8,189.57

**DISTRIBUTION EFFICIENCY SUMMARY**

	Gallons	Percent
Water Supplied to System	2,297,630	100.0%
Water Sold to Customers	1,176,000	51.2%
Utility Use (fire, flushing)	2,000	0.1%
Water Lost	1,119,630	48.7%
Average Use Per Account	3,920	
Accounts Using Water	300	

**SUMMARY BY SERVICE**

	Water	Sewer	Trash	Other1	Other2	Other3	Sales Tax
Charges	20,117.00	0.00	0.00	101.10	49.00	0.00	1,510.75
Count	337	0	0	337	49	0	336
Average	59.69	0.00	0.00	0.30	1.00	0.00	4.50

**ACCOUNTS RECEIVABLE ANALYSIS**

Balance Due on January 2016 Bills	30,267.37	346
Credit Balances	-407.08	7
Debit Balances	30,674.45	339
Payments	-24,279.73	325
Adjustments	-81.27	2
Balance after Payments and Adj	5,906.37	38
Current	1,348.56	12
30 to 60 Days Old	1,341.74	6
60 to 90 Days Old	750.05	10
Over 90 Days Old	2,466.02	10
Penalty Charges	330.26	48
Charges for Services	21,777.85	337
Balance Due	28,014.48	

**DISTRIBUTION EFFICIENCY SUMMARY**

	Gallons	Percent
Water Supplied to System	1,967,130	100.0%
Water Sold to Customers	1,025,000	52.1%
Utility Use (fire, flushing)	5,000	0.3%
Water Lost	937,130	47.6%
Average Use Per Account	3,350	
Accounts Using Water	306	

**SUMMARY BY SERVICE**

	Water	Sewer	Trash	Other1	Other2	Other3	Sales Tax
Charges	18,590.50	0.00	0.00	100.80	49.00	0.00	1,397.29
Count	336	0	0	336	49	0	335
Average	55.33	0.00	0.00	0.30	1.00	0.00	4.17

**ACCOUNTS RECEIVABLE ANALYSIS**

Balance Due on February 2016 Bills	28,014.48	346
Credit Balances	-290.24	5
Debit Balances	28,304.72	341
Payments	-23,320.46	314
Adjustments	-30.00	1
Balance after Payments and Adj	4,664.02	42
Current	1,272.43	19
30 to 60 Days Old	965.12	6
60 to 90 Days Old	702.17	5
Over 90 Days Old	1,724.30	12
Penalty Charges	605.98	93
Charges for Services	20,137.59	336
Balance Due	25,407.59	