

COMPTON WATER ASSOCIATION
Board of Directors Business Meeting
Held at the Compton Community Building
June 4th, 2024- 6:00 p.m.

Meeting called to order by: President Roger Jones

Quorum Present: Karl Lehr, Jerry Reagan, Joseph Sorenson

Absent: Greg Baccari, John Henderson

Reports:

MINUTES:	Ashley Reynolds
DIRECTORS REPORT:	Ashley Reynolds
BOOKKEEPER REPORT:	Ashley Reynolds
WATER OPERATOR REPORT:	Jay Blackshear
METER READER REPORT:	Jay Blackshear

The Compton Water Association Board of Directors met on Tuesday June 4th, 2024 at the Compton Community Building. After the reading of the minutes, directors report, bookkeepers report, water operator report, and meter reader report. Karl Lehr made a motion to accept the minutes as read. Seconded by Jerry Reagan, motion passed unanimously.

The first order of business was to approve the bid of \$350 from Tim Fletcher for the Ford F-150 owned by CWA. Jerry Reagan made a motion that we accept this bid and turn the truck over to him. Seconded by Karl Lehr, motion passed unanimously.

The second order of business was the letter sent from the Legislative Auditor concerning the transfer of funds from the meter reserve account into the regular checking account. There was a discussion of our response, and a plan of action to replace the funds in the meter reserve account.

As members of Southwest Boone County Water Association, Ty Rowland and Arah Dean Turner were present, there was a discussion about our current bill and what we can do to increase our payment to them and control our water loss. These things included: change out million-mile meters as soon as possible, upgrade sections of the line, and continuously do leak detections. They expressed that they are willing to continue to work with us, but we have to take actions to get our water loss down, use Allen Estes (SWB water operator) as more of resource.

After no new business was found, Jerry Reagan made a motion to adjourn from regular business. Seconded by Roger Jones. Motion passed, meeting adjourned.

X

Roger Jones
Board President

X

Gregory Bacarri
Board Vice President

Compton Water Association, Inc.
DIRECTOR'S REPORT
June 2024 Billing Cycle

DISTRIBUTION EFFICIENCY SUMMARY

	Gallons	Percent
Water Supplied to System	3,415,080	100%
Water Sold to Customers	1,107,910	32.4%
Utility Use (fire, flushing)	5,000	0.1%
Water Lost	2,305,970	67.5%
Average Use Per Account	2,819	
Accounts Using Water	393	

SUMMARY BY SERVICE

	Water	Sewer	Trash	Other 1	Other 2	Other 3
Charges	27,927	0.00	0.00	165.20	202.00	0.00
Count	413	0	0	413	202	0
Average	68	0.00	0.00	0.40	1.00	0.00

ACCOUNTS RECEIVABLE ANALYSIS

Balance Due on June Bills		37,634.16
Credit Balances		-2,002.28
Debit Balances		39,636.44
		-29,649.24
		0.00
		7,984.92
Current		
30 to 60 Days Old		1,732.38
60 to 90 Days Old		547.01
Over 90 Days Old		5,867.56
Penalty Charges		<u>1,782.32</u>
Charges for Services		30,526.59
Balance Due		40,293.83

Compton Water Association, Inc.

Profit & Loss

January through June 2024

	Jan - Jun 24
Ordinary Income/Expense	
Income	
FEES CHARGED	
Reconnect Fees	690.00
FEES CHARGED - Other	553.59
Total FEES CHARGED	1,243.59
Water Revenue	
Misc Fees	844.14
Penalty	1,563.76
Safe Water	452.57
Sales Tax	12,509.64
Water Sales	149,696.38
Water Revenue - Other	34,380.33
Total Water Revenue	199,446.82
Total Income	200,690.41
Gross Profit	200,690.41
Expense	
Business Expenses	
Bank Charges	1,233.53
Banking NSF	232.27
Total Business Expenses	1,465.80
CONTRACT LABOR	
Jerry Reagan	
Meter Reader	450.00
Water Operator	2,083.25
Vehicle Expense	1,000.00
Total Jerry Reagan	3,533.25
Jay Blackshear	
Water Operator	4,500.00
Vehicle Expense	570.63
Total Jay Blackshear	5,070.63
Ashley J Reynolds	10,800.00
Clint Wilt	
Wilt Vehicle Allowance	500.00
Clint Wilt - Other	7,375.00
Total Clint Wilt	7,875.00
CONTRACT LABOR - Other	14,550.00
Total CONTRACT LABOR	41,828.88
Contract Services	
Leak and Line Repair	8,165.00
Accounting Fees	100.00
Arkansas Dept of Health	475.20
Arkansas One Call	22.80
Total Contract Services	8,763.00
EQUIPMENT	
Fire Tower Camera	640.33
Equipment Purchase	0.00
Computer	937.67
Total EQUIPMENT	1,578.00
Facilities and Equipment	
Building Rent	255.30
Truck Expense	692.60
Facilities and Equipment - Other	119.99
Total Facilities and Equipment	1,067.89

Compton Water Association, Inc.

Profit & Loss

January through June 2024

	<u>Jan - Jun 24</u>
Interest Expense	0.00
Operations	
Supplies Water	17,360.30
Advertising	90.45
Books, Subscriptions, Reference	1,540.63
Postage, Mailing Service	1,998.70
Supplies Office	1,788.47
Telephone, Telecommunications	1,238.92
Utilities, Electric, Gas	3,738.82
Total Operations	<u>27,756.29</u>
Other Types of Expenses	
Insurance Hartford Workmans Com	4,613.00
Dues	35.00
Total Other Types of Expenses	<u>4,648.00</u>
S W BOONE Water	91,291.19
SALES TAX	
Arkansas State Tax	13,111.88
Total SALES TAX	<u>13,111.88</u>
VEHICLE	
Fuel	516.18
Total VEHICLE	<u>516.18</u>
Total Expense	<u>192,027.11</u>
Net Ordinary Income	8,663.30
Other Income/Expense	
Other Income	
Water Meter Deposits Used for O	100.00
Total Other Income	<u>100.00</u>
Net Other Income	<u>100.00</u>
Net Income	<u><u>8,763.30</u></u>

Compton Water Association, Inc.

Balance Sheet

As of June 30, 2024

	<u>Jun 30, 24</u>
ASSETS	
Current Assets	
Checking/Savings	
Community First Bank Checking	8,328.18
Anstaff 7822 Depreciation	12,632.97
Anstaff 7848 Checking	-100,046.43
Anstaff 7830 Meter Reserve	26,538.07
Anstaff 7814 Loan Res	5,336.87
Water Revenue; Penalty	-17.73
Water Revenue; Water Sales	-2,848.75
Total Checking/Savings	<u>-50,076.82</u>
Other Current Assets	
A/R Utility Billing	
A/R Misc Fees	-84.00
A/R Penalty	-104.86
A/R Safe Water	-36.26
A/R Sales Tax	-586.46
A/R Water	-7,516.60
Total A/R Utility Billing	<u>-8,328.18</u>
Total Other Current Assets	<u>-8,328.18</u>
Total Current Assets	-58,405.00
Fixed Assets	
water system	497,346.00
Total Fixed Assets	497,346.00
Other Assets	
Other Assets	-1,444.44
Total Other Assets	<u>-1,444.44</u>
TOTAL ASSETS	<u><u>437,496.56</u></u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Due To Meter Deposit Fund	22,877.45
Water Meter Acct Deposit	42,363.07
Total Other Current Liabilities	<u>65,240.52</u>
Total Current Liabilities	65,240.52
Long Term Liabilities	
ARKANSAS NATURAL RESOURCES	
Arkansas Natural Resources 1	28,419.00
Arkansas Natural Resources 2	-8,918.28
Total ARKANSAS NATURAL RESOURCES	<u>19,500.72</u>
USDA Rural Development Loan 05	7,934.19
USDA Rural Development Debt 09	62,313.62
Total Long Term Liabilities	<u>89,748.53</u>
Total Liabilities	154,989.05
Equity	
Opening Balance Equity	-421,084.91
Unrestricted Net Assets	694,829.12
Net Income	8,763.30
Total Equity	<u>282,507.51</u>
TOTAL LIABILITIES & EQUITY	<u><u>437,496.56</u></u>

CWA Water Operator Report
June 2024
Jerry Reagan, Interim WO

Having assumed the duties of Interim Water Operator on June 10, I can report the following information regarding the system.

We pumped 2,614,300 gallons in June, down from 3,681,900 gallons in May, a decrease of over one million gallons. The first 10 days of June we pumped an average of 91,630 gallons per day. The remaining 20 days averaged 84,900 gallons per day.

Compton Tower averaged 40,400 gallons per day and Firetower averaged 44,500 gallons per day over the last 20 days of June.

Billy Clark located a significant leak in the 6" pipe along Highway 43 which was repaired around June 6. He estimated it was losing 30,000 gallons a day.

Four other leaks were located and repaired: Line repairs were made on three 2" lines on CR 2700 (Ernie Road), Armer Lane, and on the Autry property at the end of the line on Highway 21. One 6" line repair was made on Plumlee Road. A second leak has been detected on Plumlee and, although it is in a difficult location to detect the source, it will be repaired soon.

Tim Carey and I, with the assistance of Billy Clark, replaced the fourth (last in line) Reverse Pressure Valve on Highway 21. The first and fourth valves are new. We need to replace the second and third valves over the next several months, and then put them on a four-year replacement cycle.

Six more of the million-mile meters have been replaced. We still have 46 to replace. We have approximately 30 usable meters in stock to replace them. The plan is to replace all the old meters on the Compton Tower side first and then proceed with the Firetower side. The goal is to have the Compton side replaced by the end of July, then Firetower by the end of August, provided we can purchase the needed meters.

With the help of Billy Clark, we will undertake a systematic valve-turning and "line listening" to identify leaking sections of line. We believe the higher daily averages on the Firetower side indicate the presence of leaks.

We cleared the Health Department's tests for our monthly water sample and the boil order sample.

CWA has a considerable number of fittings, couplings, and other line repair items at the pump house. These need to be inventoried and arranged to determine what is still useful and what is not. In addition, we have dozens of old meters that can be scavenged for the brass/bronze to be recycled. Perhaps the board could have a "party at the pump house" on an upcoming Saturday and make significant headway in cleaning and organizing it.

CWA Meter Reading Report
June 2024
Jerry Reagan, Interim Meter Reader

The meter reading this month was beset by several challenges. Among them were the repair of a 6" line leak, my vehicle breaking down twice during the time frame allotted, and the overall difficulty in locating meters. Although an online app has the meter locations pinned, the app is not able to pinpoint with specificity so it may be off from a few to dozens of feet (I will be exploring alternative apps that may be more precise). Also, many meters are not kept clear of grass and undergrowth, so we must inform our customers that they need to do this. The net result is that only about a quarter of the meters were read this cycle leaving Ashley to estimate for the remaining. This will be rectified with the next reading cycle.