

CHOCTAW UTILITES INC.
WATER BOARD MEETING MINUTES
APRIL 3, 2006

The meeting was called to order by Ernie Sparks at 7:00 pm. Members present were Matt Dillon, Tim Good, Jerry Alcott and Joe Wiese. Terry LaPrise was excused. Also present was Jimmy Moran and Carla Dye.

Property Owner's Time: None present.

Minutes: The minutes were approved.

Nominations: Tim Good nominated Ernie Sparks for president. Jerry Alcott seconded. All approved. Matt Dillon nominated Jerry Alcott for secretary/treasurer. Tim Good seconded. All approved.

Financials: The 2006 Budget was gone over. The office lease was discussed and it will expire on June 30, 2006. Joe Wiese stated that it was discussed that the utility company pay the association a percentage of their profits instead of the approximately \$20,000 yearly fee. A roll call vote was taken to approve the budget. Matt Dillon, Tim Good, Jerry Alcott and Ernie Sparks all voted yes. The budget was approved.

Old Business: The office lease was discussed and that it will expire on 6/30/2006. Choctaw Utilities pays the Association as flat fee now. Joe Wiese stated that most corporations pay dividends to share holders. This is what the Association is proposing at this time. The dividend would be based on net profit. It was suggested this needs to be researched more. Joe will take the budget to the CLPOA Board meeting and let them go over the financials. Jimmy reported that the utility house is now for rent. The rent is currently \$1000.00 per month and should be raised to \$1200.00 per month. All agreed. Jimmy reported that the CLPOA Board appointed Tim Good and Matt Dillon for another term. Joe will check to make sure that it is in the CLPOA minutes and the term length.

Manager's Report: Jimmy gave the Choctaw Utilities statistics for 2005.

Water usage – 89,546,100 gallons

High usage month – August – 10,956,900

Low usage month – November – 5,725,500

Average per day – 245,331

#1 well pumped 24.9 mg

#2 well pumped 33.1 mg

#3 well pumped 30.1 mg

Maximum daily use – 532,500 gal

Minimum daily use – 110,400 gal

Taps – 10

No sprinkling ban

Red water complaints – 2

Service line repairs – 0

Main breaks – 0

New Business: Jimmy would like to do the following this year. Replace the generator at about \$50,000.00. Meters and gauges need to be replaced at about \$75,000.00. It was requested that if the Association has the money we would like to request that the loan be paid back. Joe Wiese will make this request to the CLPOA Board. It was discussed that the request for meters should be brought to the property owners at the May meeting. Terry LaPrise will be asked to present this at the meeting.

A motion to adjourn was made by Ernie Sparks. Matt Dillon seconded. The meeting was adjourned at 8:30 pm.