

Bull Shoals City Council

Special Called Meeting Minutes

January 15, 2018

I. Call to order, Pledge of Allegiance, & Roll Call

Mayor Nixon called to order the regular meeting of the Bull Shoals City Council at 6:35 pm on January 15, 2018 at 706 CS Woods Dr. Bull Shoals, AR 72619. Everyone stood and gave Pledge of Allegiance to the United States Flag.

Tina Bailey conducted the roll call. The following persons were present: Mayor David Nixon, Mr. Graley, Mr. Traylor, Mr. Nickels, Mr. Lindman, Ms. Rhodes and Mr. Giannini. Ms. Bailey announced we have a quorum to conduct business.

II. New Business

A. Water Audit-2016

Meeting with Mr. Haas for the review of the 2016 Water Audit.

On page 11, Mr. Haas reported that the Operating income of \$81,094.00 is cash that was generated before depreciation expense and before debt service.

Mr. Haas reported the Non-Operating Revenue (Expense) which was Interest Income of \$410.00 & Interest Expense of \$33,702.00.

Mr. Haas reported on page 12, the Cash Flows from Capital Financing Activities which was (93,316.00). This leaves a balance of about \$10,000.00 in the hole.

He reported that all of the rest of the report is for the State Auditors.

Mr. Haas said that the Audit is available to use for projects.

Mr. Graley asked to explain the Depreciation Restricted Cash Requirements on page 21. Mr. Graley said he is trying to find the Ordinances that pertains to the 5% of gross revenues to be deposited until it reaches to \$39,000.00.

Mr. Haas explained that this was something that was requested by big projects to put monies away so that you do not have to borrow as much money. Mr. Haas replied that on page 8, some of this money is in the Capital improvement funds and the Depreciation Funds.

Mayor responded that we can use these two funds for the USDA wastewater project.

Mr. Mayor asked if Mr. Haas is confident with the numbers that this Audit represents. Mr. Haas said yes and referred to the first statement of the document.

Mr. Graley asked about the internal control over financial statement on Page 35. Mr. Haas replied that it is nice to have someone understand the audit such as Mr. Doshier to work with.

Mr. Traylor motioned to accept the 2016 Water Audit as presented by Mr. Haas and Mr. Nickels seconded. A roll call vote was taken and all said Yes.

III. Adjournment

Mr. Giannini motioned to adjourn the meeting. Mr. Lindman seconded.
Mayor Nixon adjourned the meeting at 7:02 PM.

Minutes submitted by: Tina Bailey *Tina M. Bailey 2/22/18*

Minutes approved by: [Name] *David L. Grijth*