July 15th, 2017

Layne Pemberton Arkansas Department of Environmental Quality 5301 Northshore Drive North Little Rock, AR 72118-5317

Re: Permit #AR00021 City of Flippin

Dear Layne,

We are submitting the following for our progress report for June 15th to July 15th, 2017. We have heard back from Arkansas Natural Recourse Conservation concerning our request for a grant for work on jetting and cleaning our lines and camera work. They did not give us a grant but offered us a ten year loan at low interest. We are waiting on the loan package from their office to bring before City Council for approval. The work would begin within just a few weeks of acceptance of the loan but will take a few months to complete to locate all the leaks. We have not performed any smoke testing since the last report in part due the weather and Ms. Poe was booked solid during the past month. We are still on her schedule to continue and she also wants to be a part of the camera work if we are able to get the loan worked out. She had also recommended that it would be a better test if she followed behind their work while the lines are open to look for leaks.

We have advertised and received several applications for our Request for Qualifications on Engineers and will be going over those in the next week to make a final decision. This engineer will begin immediately on our plant issues with lack of capacity and then be given the collection system reports when the work is completed on testing the lines to put us a project together for both stopping infiltration and upgrading our system.

We have had no violations since our last progress report and our in house efforts have been working at this time. We have also seen some relief in the influent flow during normal rain events from the repairs that were made earlier this summer on the last progress report.

If you need further information on anything please don't hesitate to call. We appreciate your assistance.

Sincerely,

J. L. Wagoner