

**MINUTES OF A SPECIAL MEETING
OF THE BOARD OF DIRECTORS
HORIZON REGIONAL M.U.D.**

A special meeting of the Board of Directors of the Horizon Regional M.U.D. was held on Thursday, September 19, 2013 at 3:00 p.m. at 14100 Horizon Blvd, Horizon City, Texas, pursuant to notice given in accordance with the law.

The roll was called of the members of the board, to-wit:

Benny Davis	-	President
Maureen Singleton	-	Vice President
Bob Jarvis	-	Secretary
Florence Thomas	-	Treasurer
Bonnie Moorhouse	-	Asst. Secretary

Director Davis called the meeting to order. A quorum was established. Also attending the meeting were the District's consultants: Severn Trent, Services. (General Manager Charlie McGinnis and Elvia Munoz), TRE & Associates, Inc. (Ms. Linda Troncoso, Adrian Rosas and Ron Rodriguez). The Pledge of Allegiance was said with audience participation.

AGENDA
ITEM

4. RECEIVE CITIZEN COMMUNICATIONS

No Citizen Communications.

5. PUBLIC HEARING CONCERNING THE DISTRICT'S PROPOSED TAX RATE FOR FISCAL YEAR 2013-2014.

Director B. Davis made a motion for public hearing on tax rate. As per Director K. Thomas tax rate will be .4900. Director K. Thomas explained that once the golf course leases it will help HRMUD. It was concluded that Horizon Regional MUD taxes have not been raised for at least 10 years. Director Bob Jarvis addresses that for the record there was no other way but to raise the taxes. Proposed tax rate hearing closes by Director B. Davis.

6. CONSIDER AND TAKE ACTION ON AN ORDER SETTING THE DISTRICT'S TAX RATE FOR FISCAL YEAR 2013-2014.

Motion made by Director K. Thomas to approve the setting of the Districts tax for fiscal year 2013-2014 and seconded by Director B. Jarvis.

7. CONSIDER AND TAKE ACTION ON THE APPROVAL OF AN AMENDED DISTRICT INFORMATION FORM AND AUTHORIZE THE FILING OF SAME.

Director K. Thomas speaks and advised all Board Members that the tax rate form had been amended, reinstated and filed.

Motion made by Director K. Thomas of an Amended District information form and authorize the filing be same and seconded by Director B. Moorhouse.

8. CONSIDER AND TAKE ACTION ON REVERSE OSMOSIS TRAIN REPAIRS AND MEMBRANE REPLACEMENT IMPROVEMENTS.

Per Engineer L. Troncoso there were 3 bids that were taken and the lowest bid was from: Cubic Water which the bid was \$451,536.00. Director B. Jarvis asked L. Troncoso if his company was Texas Corporation. Engineer Troncoso explained Cubic Water is owned by Mr. Manny Villalobos and confirmed his company is Texas Corporation. Engineer L. Troncoso also explained that the expected Dollar amount to use was half a million dollars. And confirmed was within their budget. The original bid was \$791,000.

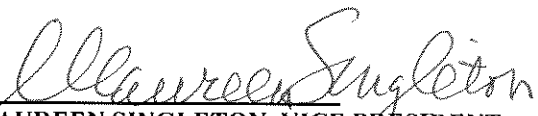
Motion made by Director B. Jarvis to approve RO train repairs and membrane replacement improvements and seconded by Director K. Thomas.


9. REPORTS AND DISCUSSION OF OTHER MATTERS THAT MAY COME BEFORE THE BOARD.

Director B. Davis speaks in regards to selling the contract. Director b. Moorhouse asked Director B. Davis how many years the contract was for. Director B. Davis replied contract was for 10 years including water contract as well. Director B. Davis also mentioned the attachments are blank. Director b. Jarvis included that the 10 year lease can be a 5 year option. Engineer L. Troncoso explained and described the drainage solution. Engineer L. Troncoso advised the Board Members that Mr. Walker wanted to know if TRE will be the engineers to be hired for the drainage problems. Director B. Moorhouse then asked if Mr. Walker had bought land from David Ballard, Engineer L. Troncoso replied yes. As per Director B. Davis he advised all Board Members that hiring TRE would be fine. Director B. Jarvis speaks and asks Engineer L. Troncoso if this affects TCEQ. As per engineer L. Troncoso she explains this will not affect at all since it is not a water feature, and advised everyone that the pond will take some maintenance as well. Director B. Davis asked Engineer L. Troncoso the cost. L. Troncoso advised Director B. Davis that she would have total cost by next Board Meeting.

There being no further business before the Board, the meeting was upon Motion made by Director B. Davis duly made and Seconded by M. Singleton and carried, adjourned at 3:29 p.m.

READ, APPROVED, AND ADOPTED THIS 26TH DAY OF SEPTEMBER 2013.


MAUREEN SINGLETON, VICE PRESIDENT
BOARD OF DIRECTORS
HORIZON REGIONAL M.U.D.


BOB JARVIS, SECRETARY
BOARD OF DIRECTORS
HORIZON REGIONAL M.U.D.

EM/CM