

**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 September 17, 2015 at 3:00 p.m. 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
Bonnie Moorhouse	-	Vice President
Bob Jarvis	-	Secretary
Kit Thomas	-	Treasurer
Dean Hulsey	-	Asst. Secretary

Director B. Davis called the meeting to order. A quorum was established. Also attending the meeting were the District's consultants: Severn Trent Services. Project Manager Charlie McGinnis, Administrative Assistant Elvia Munoz, Joe Paxton, Miguel Luna, TRE & Associates, Inc. Linda Troncoso, Xochitl Aranda. The Pledge of Allegiance was said with audience participation.

4. RECEIVE CITIZEN COMMUNICATIONS.

Chris Babcock Editor-in-Chief for Horizon City.com explains what he can provide for our website. Mr. Babcock has more than 10 year experience in local news. Mr. Babcock claims he received several calls from Horizon residents during the low pressure weekend. Mr. Babcock called STS and left message. Mr. Babcock would like to offer his website and guarantees any story within 90 seconds. Horizon site gets a story twice a day. Director B. Davis asked what would be the procedures to notify him. Mr. Babcock advised all he needs is a phone call from any STS employee and notify him more less how long the problem will get resolved. Director B. Davis advised that one of the PR Committee Directors would get back with him.

5. PUBLIC HEARING CONCERNING THE PROPOSED TAX RATE FOR 2015.

Director B. Davis declared public hearing tax rate for 2015 open. Director B. Davis declared closed.

6. **CONSIDER AND TAKE ACTION ON AN ORDER SETTING THE DISTRICT'S TAX RATE FOR 2015.**

Motion was made by Director B. Jarvis and seconded by Director D. Hulseby to accept setting the District's tax rate for 2015.

Vote was unanimous to approve.

7. **AMEND DISTRICT INFORMATION FORM.**

Motion was made by Director K. Thomas and seconded by Director D. Hulseby to authorize and amend District information form.

Vote was unanimous to approve.

8. **CONSIDER AND TAKE ACTION TO APPROVE THE PAYMENT OF BILLS AND INVOICES FOR OPERATIONS AND CONSTRUCTION FOR SPRAY FIELD; AND TO APPROVE THE TRANSFER OF FUNDS FOR SPRAY FIELD #1.**

Motion was made by Director B. Jarvis and seconded by Director K. Thomas to approve the payment of bills and invoices for operations and construction for Spray Field, and to approve the transfer of funds for Spray Field No. 1.

Vote was unanimous to approve.

9. **CONSIDER AND TAKE ACTION, IF NECESSARY, RELATING TO THE LEASE WITH MOONLIGHT P&Q, LLC.**

Mrs. Pina asked Mr. Delgadillo for opening date of the golf course. Mrs. Pina asked Mr. Delgadillo if tournament will get cancelled. Mr. Delgadillo explained it would probably be moved back one week. Mrs. Pina advised she was concerned due to her business not making too much profit at this time. Director B. Davis explained that if it was necessary to close then we had to close the golf course.

Motion was made by Director B. Jarvis and seconded by Director K. Thomas to cut rent in half for this month for Moonlight P&Q LLC.

Vote was unanimous to approve.

10. CONSIDER AND TAKE ACTION, IF NECESSARY, ON SPRAY FIELD OPERATIONS.

Mr. Delgadillo explains August financials were 2300 in rounds \$8,000.00 in merchandise, and \$2,000.00 in profit. Mr. Delgadillo advised that even with limited water, greens look pretty good and seeding was completed today September 17, 2015. Mr. Delgadillo explains that pumps are still not at full working capacity. Mr. Delgadillo asking for approval to open golf course until October 2, 2015 instead of September 26, 2015. Mr. Delgadillo advised he is currently working on a budget and as soon as he had it ready he would be sending a copy to Director K. Thomas. Director B. Davis asked the Drainage Committee if any report to be made on City Drainage. Director B. Jarvis explained he had met with Horizon City Mayor Mr. Miller and advised Board Members that more information would be given at the Regular Board Meeting on September 24, 2015. Director B. Moorhouse advised Mr. Delgadillo that she had heard very good comments about the golf course. Mr. Delgadillo suggested everyone to go and check the nursery at the golf course by T-Box #17.

Motion was made by Director K. Thomas and seconded by Director D. Hulsey to open golf course until October 2, 2015.

Vote was unanimous to approve.

Board Members out to executive meeting at 3:34 p.m.

Board Members back from executive meeting at 3:39 p.m.

11. OPERATIONS AND ENGINEERING REPORT.

Director B. Moorhouse advised Board Members that she had contacted Mr. Bill Fry, and Mr. Mark Steelman due to water leak over Labor Day weekend. Mr. Paxton explained he did call for line spots on water leak but water leak became worse over the weekend. Mr. McGinnis advised he was on vacation and out of town during the low pressure weekend. Mr. B. Davis advised that STS employees need to communicate with customer and to call customer back and explain situation. Director B. Davis advised that Mr. Steelman get with STS supervisors here at Horizon Regional to get some improvements on situations like this one. Director B. Davis also recommended to get with Houston Dispatch and explain that Horizon owns a golf course and explain that the golf course is part of our District. Director D. Hulsey advised that all Board Members get a phone call or email when we have issues that will accommodate Horizon customers. Director B. Moorhouse asked if STS employees clean up the dirt after a water leak has been fixed. Mr. McGinnis said yes STS will clean if not Mr. McKenzie will pick up and clean. Director B. Davis asked if Mr. Madrid can do patching, Mr. McGinnis replied yes.

Operations:

Mr. Luna explained Barrel Cactus Lift Station running on one side, there is a problem with the riser pipe from the wet well on pump 2. The Kenazo Lift Station is fully operational and soft start on pump one needs to be replaced and has been ordered. On the sewage Treatment Plant five loads of sludge were hauled to the Camino Real Landfill in August. Pump No. 1 and 3 in the influent Lift Station went out on September 1st and 2nd. Both have been sent to the shop for repairs. The Spray Field Lift Station is running on one side while one pump is in the shop for repairs. On water wells three of the Desert Well meters quit working. Prices are being obtained for replacements. The RO Concentrator is operating and sending the concentrated brine to the RO brine ponds. The Contractors replaced two valves. One on each Train. STS is currently working with IDESAa Inc. to tie the alarms on the RO Concentrator to the dialer in the main RO building.

Mr. Luna explains total water production by the day:

Average daily use 5,631,300= 1.40 residual
Maximum daily use 7,196,000=1.92 residual
Minimum daily use 4,106,100= 0.73 residual

Waste water totals for the month August 2015:

Percent of permitted to Spray Field is 45.3 %
Percent of permitted to GLO is 48.4%
Percent of permitted influent to STP is 80.5%
Percent of permitted effluent to Mesa Spur drain is 54.5%.
Director B. Davis asked if TCEQ would be fine with 80.5% on effluent from STP. Mr. McGinnis advised TCEQ was aware and Ms. Troncoso said as long as it is not three consecutive months then it should be fine.

Mr. Luna explains the HRMUD effluent annual average is:

Total effluent 2.1021
Golf Course 0.3140
GLO 0.6596
MSD 1.209
RO 0.5361

Permit Maximum:

Total effluent 3.0000
Golf Course 0.5000
GLO 1.0000
MSD 3.0000
RO 0.5294

Engineering Report:

Engineer L. Troncoso explains that Horizon City Unit 91 Blk 788-791 is still awaiting on revised plans. Also awaiting plans on Eastlake Carwash. Ms. Troncoso advised that Contractor from Piemonte Village questioned poly pipe. Ms. Troncoso advised the Contractor that per new rules poly pipe is no longer allowed. Ms. Aranda explained that at RO all piping had been completed and just waiting for extra material. On the Spray Field No. 1 Irrigation System. Ms. Troncoso explained that STS fixed pump as an emergency. Director D. Hulsey asked who is giving the warranty. Ms. Troncoso explained that the Contractor had the warranty and due to legal battle 6 months have already been used of warranty. Director D. Hulsey asked Ms. Troncoso to call Contractor to check if we have any warranty on it. Ms. Troncoso said she will make the call. Mr. McGinnis explained that the pump has been taken apart and everything looked good. On GST-2B design, the Electrical Engineer, Electric Company, and Mr. Gilbert Avalos from IDESA would like to install an electrical protection for GST-2B and for El Paso Hills Lift Station. It can also be recommended for well sites and plant sites to prevent power outages. Director B. Davis also recommended a scrubber. Ms. Troncoso explained she has been approached in acquisition of Knapp Lake Property. Ms. Troncoso explains there is about 4700 acres of land and can be used for future wells or for concentrate disposal.

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

Director B. Moorhouse explained she had attended Clint Meeting and gave Ms. Troncoso paper work to review. Mary Gonzalez contacted Ms. Troncoso from El Paso County for voting seats and all Water Districts, and Muds. The meeting was to adopt storm water but they are proposing a legislature and are wanting to look for funding. Ms. Troncoso asked the District Board Members if they would like a seat if so District would need to appoint a Board Member to attend this meeting once a month. Board advised they are interested.

There being no further business before the Board, the meeting was upon motion made by Director K. Thomas duly made and seconded by Director B. Jarvis all in favor and carried, adjourned at 5:05 p.m.

READ, APPROVED, AND ADOPTED THIS 24th DAY OF SEPTEMBER 2015.



BENNY DAVIS, PRESIDENT
Board of Directors
Horizon Regional M.U.D.



BONNIE MOORHOUSE, VICE PRESIDENT
Board of Directors
Horizon Regional M.U.D.

EM/CM