

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

A regular meeting of the Board of Directors of the Horizon Regional M.U.D. was held on Thursday February 25, 2016 at 6:00 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 - Not Present
Florence K. Thomas	-	Treasurer
Dean Hulsey	-	Assistant 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. Account Manager Charlie McGinnis, Administrative Assistant Elvia Munoz, Branch Manager Mark Steelman, TRE & Associates, Inc. Linda Troncoso. The Pledge of Allegiance was said with audience participation.

**4. RECEIVE CITIZEN COMMUNICATIONS.**

No citizen communications.

**5. CONSENT AGENDA.**

A: Consider and Take Action to approve the Minutes of the Regular Meeting held on January 27, 2016 and Special Meeting held on February 18, 2016.

B: Consider and Take Action to Approve the Payment of Bills and Invoices for Operations and Construction: and to Approve the Transfer of Funds.

C: Consider and Take Action to approve the Financial Statement for the Month Ending January 31, 2016.

D: Consider and Take Action on Pay Estimate No. 11 for Reverse Osmosis Pre-Filter Improvements.

Motion was made by Director K. Thomas and seconded by Director B. Moorhouse to approve the payment of bills, invoices, minutes of the regular meeting, special meetings, financial statement for the month, and transfer of funds.

Vote was unanimous to approve.

**6. CONSIDER AND TAKE ACTION ON MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF THE DISTRICT.**

Mr. McGinnis explains the net water connections. Total active, inactive, for the month of January 2016 are: 10,221. Averaging connections per last (3) months= 7

Mr. McGinnis continues with well pumping report: Total gallons pumped for January 2016 were 127,195,450. Wheeler well field capacity is at 31.44% and Desert Well field is at 36.48% Waste water system reports total for the month of January 2016 is 7458 and year to date net change (6 month) is 311 averaging connections per last 3 months = 6

Influent received in January 2016 was 55,491,000

Effluent delivery total was 53,271,400 well water spray field is 5,529,000.

GLO 25,987,000 and SPUR 21,755,400

Total plant capacity: 3.0 MGD

Percentage of capacity: 57.3%

Mr. McGinnis reported that subdivision behind Super Wal-Mart is moving slowly and advised that residential meter replacements are being done on a weekly basis. A total of 13 water leaks were repaired for the month. At 14160 Warren Belin two police reports were done for theft of service and for stealing District's water meter from 14020 Warren Belin. Mr. McGinnis advised that El Paso Disposal truck had a hydraulic leak and stained street on Orchid Dr. Customer has been calling Horizon Regional office and City of Horizon office. El Paso Disposal Area Manager Ms. Quesada advised pressure wash has been done on the street and customer is satisfied. Director B. Davis asked Mr. McGinnis on paving policy. Mr. McGinnis advised he checks for prices and gets best deals from Rio Grande Valley and Seal-Rite. Seal-Rite completes job within 2-3 days. Mr. McGinnis concluded that approval was need to send \$1,149.96 to collections and \$67.96 for write offs.

Motion was made by Director K. Thomas and seconded by Director D. Hulsey to approve Management Report and to send \$1,149.96 to collections and \$67.96 for write offs.

Vote was unanimous to approve.

**7. CONSIDER AND TAKE ACTION ON ENGINEERING REPORT RELATING TO CONSTRUCTION AND ENGINEERING ACTIVITIES OF THE DISTRICT.**

Engineer Ms. Troncoso advised still awaiting on revised plans from Church's Chicken. On RO Pre-Filtration TRE is working with RM Wright and BJA to troubleshoot the pump start-up and address equipment issues. On GST 2-B TRE has obtained TCEQ escrow release, and awaiting advertisement of project pending availability of additional bond funds. Horizon City roadway projects, the Town of Horizon City is repaving and widening projects with both Horizon Industrial Park and Darrington Rd. Director B. Moorhouse asked Ms. Troncoso if Pawling would be paved. Ms. Troncoso explained she was only aware of widening of Darrington, and the widening of Eastlake was a County project.

**8. CONSIDER AND TAKE ACTION ON, MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF SPRAY FIELD NO 1.**

Mr. Delgadillo advised Board Members that greens are looking better and showing some improvement. Mr. Delgadillo advised he needed approval to purchase a seeder. A brand new seeder would cost \$7,400.00 and a used seeder would cost \$3,900.00.

Motion was made by Director K. Thomas and seconded by Director D. Hulsey to approve the purchase of a seeder in the amount of \$3,900.00

Vote was unanimous to approve.

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

Mrs. Pina advised that Fire Marshall had given her a list on fire code enforcement inspection issues that need to be fixed. One of the main issues was to move the rail from the kitchen. In order for rail to be on compliance rail must be moved. Mrs. Pina advised that Inspector Mr. Serrano was there as well. Mr. Delgadillo advised everything on his list was completed. Mrs. Pina asked if someone could help next week to move the rail located on the left side, to move to the right side. Mrs. Pina informed that sewer smell was back and smell was coming from ladies locker room. Director B. Davis advised to run water in the ladies locker room showers. Mrs. Pina concluded that Fire Marshall also requested to install a handicap ramp by swimming pool area. Director B. Davis advised Mrs. Pina that he would go and do walk-through with her tomorrow Friday 2/22/2016 at noon to help with list of issues.

**10. CONSIDER AND TAKE ACTION ON I-10 WELL 1B REHABILITATION.**

Motion was made by Director K. Thomas and seconded by Director D. Hulsey to approve repair of pump in Well 1b in the amount of \$36,275.00 by West Texas Water Well Service.

Vote was unanimous to approve.

**11. CONSIDER AND TAKE ACTION ON I-10 WELL 2B REHABILITATION.**

Motion was made by Director B. Thomas and seconded by Director D. Hulsey to approve repair of Well 2b in the amount of \$35,482.00 by West Texas Water Well Service.

Vote was unanimous to approve.

**12. CONSIDER AND TAKE ACTION ON RESOLUTION AUTHORIZING THE ISSUANCE, EXECUTION AND SALE OF A REVENUE NOTE WITH THE MPS REVOCABLE TRUST.**

Mr. Petrov explained it was time for renewal for the Club House, and by law renewal is needed every year in February.

Motion was made by Director K. Thomas and seconded by Director D. Hulsey to approve renewal note with the MPS revocable MPS Trust.

Vote was unanimous to approve.

**13. DISCUSSION AND POSSIBLE ACTION CONCERNING THE CONSTRUCTION CONTRACT BETWEEN THE DISTRICT AND CUBIC WATER, LLC.**

Mr. Petrov explained that this item #13 would be discussed in executive session.

**14. DISCUSSION AND POSSIBLE ACTION CONCERNING THE CONSTRUCTION CONTRACT BETWEEN THE DISTRICT AND KARLSRUHER, INC. D/B/A CSA CONSTRUTCTORS.**

Mr. Petrov advised awaiting on dollar amount for settlement with Karlsruher, Inc. d/b/a CSA Constructors, and paper work was progressing.

**15. EXECUTIVE SESSION PURSUANT TO TEXAS GOVERNMENT CODE, SECTION 551.071. CONSULTATION WITH DISTRICT'S ATTORNEY CONCERNING POTENTIAL LITIGATION, AND SECTION 551.072, DELIBERATIONS CONCERNING REAL PROPERTY.**

Executive Session out at 6:55 P.M.

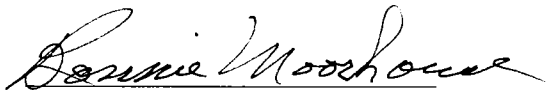
Executive Session back at 7:11 P.M.

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

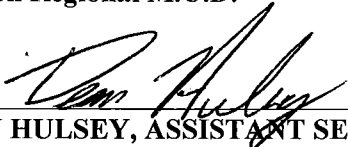
Mr. Hulsey advised had nothing to report on drainage project, waiting on City of Horizon. Director K. Thomas and Director B. Moorhouse were appointed to select candidate for AWBD West Texas Region. Director B. Davis advised he had attended Mid-Conference and advised Mr. Bill Fry was elected President again. Director B. Davis concluded that Summer Conference will be in Fort Worth, TX this year.

There being no further business before the Board, the meeting was upon motion made by Director K. Thomas duly made and seconded by Director D. Hulsey all in favor and carried, adjourned at 7:18 P.M

**READ, APPROVED, AND ADOPTED THIS 24TH DAY OF MARCH 2016.**



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



**DEAN HULSEY, ASSISTANT SECRETARY**  
Board of Directors  
Horizon Regional M.U.D.

EM/CM

**ATTACHMENTS AND HANDOUTS  
FOR THE BOARD OF DIRECTORS MEETING HELD FEBRUARY 25, 2016**

AGENDA ITEM	ATTACHMENTS AND HANDOUTS	ACTION TAKEN
4:	RECEIVE CITIZEN COMMUNICATIONS.	N/A
5:	CONSIDER AND TAKE ACTION TO CONSENT AGENDA.	APPROVED 4-0
5A:	CONSIDER AND TAKE ACTION TO APPROVE THE MINUTES OF A REGULAR MEETING HELD JANUARY 27, 2016 AND A SPECIAL MEETING HELD ON FEBRUARY 18,, 2016.	APPROVED 4-0
5B:	CONSIDER AND TAKE ACTION TO APPROVE THE PAYMENT OF BILLS AND INVOICES FOR OPERATIONS AND CONSTRUCTION: AND TO APPROVE THE TRANSFER OF FUNDS.	APPROVED 4-0
5C:	CONSIDER AND TAKE ACTION TO APPROVE THE FINANCIAL STATEMENT FOR THE MONTH ENDING JANUARY 31, 2016	APPROVED 4-0
5D:	CONSIDER AND TAKE ACTION ON PAY ESTIMATE NO. 11 FOR REVERSE OSMOSIS PRE-FILTER IMPROVEMENTS.	APPROVED 4-0
6:	CONSIDER AND TAKE ACTION ON MANGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF THE DISTRICT.	APPROVED 4-0
7:	CONSIDER AND TAKE ACTION ON ENGINEERING REPORT RELATING TO CONSTRUCTION AND ENGINEERING ACTIVITIES OF THE DISTRICT.	N/A
8:	CONSIDER AND TAKE ACTION MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF SPRYA FIELD NO. 1.	APPROVED 4-0
9:	CONSIDER AND TAKE ACTION ON, IF NECESSARY, RELATING TO THE LEASE WITH MOONLIGHT P&Q, LLC.	N/A
10:	CONSIDER AND TAKE ACTION ON I-10 WELL 1B REHABILITATION.	APPROVED 4-0
11:	CONSIDER AND TAKE ACTION ON I-10 WELL 2B REHABILITATION.	APPROVED 4-0
12:	CONSIDER AND TAKE ACTION ON A RESOLUTION AUTHORIZING ISSUANCE, EXECUSION AND SALE OF A REVENUE NOTE WITH THE MPS REVOCABLE TRUST.	APPROVED 4-0
13:	DISCUSSION AND POSSIBLE ACTION CONCERNING THE CONSTRUCTION CONTRACTS BETWEEN THE DISTRICT AND CUBIC WATER, LLC.	N/A
14:	DISCUSSION AND POSSIBLE ACTION CONCERNING THE CONSTRUCTION CONTRACT BETWEEN THE DISTRICT AND KARLSRUHER, INC. D/B/A CSA CONSTRUCTORS.	N/A
15:	EXECUTIVE SESSION PURSUANT TO SECTION 551.071 OF THE TEXAS GOVERNMENT CODE REGARDING CONSULTATION WITH THE DISTRICT'S ATTORNEY POTENTIAL LITIGATION, AND SECTION 551.072, DELIBERATIONS CONCERNING REAL PROPERTY.	N/A
16:	REPORTS AND DISCUSSION OF OTHER MATTER THAT MAY COME BEFORE THE BOARD.	N/A