

**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 , January 19, 2017 at 3:00 p.m. 14100 Horizon Blvd, Horizon City, Texas, pursuant to notice given in accordance with the law.

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

Benny Davis	-	President - Not Present
Bonnie Moorhouse	-	Vice President
Gordon Jarvis	-	Secretary
Florence K. Thomas	-	Treasurer - Not Present
Dean Hulsey	-	Asst. Secretary

Director B. Moorhouse 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. TRE & Associates, Inc. Linda Troncoso, and David Duran. The Pledge of Allegiance was said with audience participation.

4. RECEIVE CITIZEN COMMUNICATIONS.

Bobby Ortiz and Jesus Ramos from Cobb Fendley gave presentation from their Engineering Firm. Mr. Ortiz explained that Cobb Fendley helped Darrington Rd and Eastlake Blvd with the utility coordination and design. Mr. Ramos advised that Cobb Fendley has several tools for utility coordination and design. Mr. Ramos concluded that they are willing to help the Districts Engineer on any issue that Ms. Troncoso needs help with.

Horizon Police Chief Mr. Mike McConnell gave updates of different types of notifications for emergencies. Advised would like to use phone alerts, although unfortunately it is not permissible here in Horizon City. Police Chief gave ideas that can be used for example Facebook, Twitter, and website at Horizoncity.com these can be used as emergency releases. Police Chief advised they offer 24/7 dispatch. Director B. Jarvis asked Mr. McGinnis if radio phones can be bought for emergency situations. Director B. Jarvis advised he wanted the operators to be ready when cell phones don't work. Mr. McGinnis advised he would contact Severn Trent.

5. CONSIDER AND TAKE ACTION TO REPLACE PUMP 4 AT TANK BOOSTER STATION.

Mr. McGinnis explained pump 4 at Tank Booster Station has failed and cannot be repaired. Mr. McGinnis gave quote for newer model from Clowe & Cowan of El Paso.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to approve and purchase pump 4 at Tank Booster Station for the amount of \$10,450.00 from Clowe & Cowan of El Paso, LLC.

Vote was unanimous to approve.

6. CONSIDER AND TAKE ACTION ON REPLACING ATS FOR CUMMINS GENERATOR AT WASTEWATER PLANT.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to approve replacing ATS for Cummins generator at wastewater plant in the amount of \$5,160.00 from Intertech Power Systems.

Vote was unanimous to approve.

7. CONSIDER AND TAKE ACTION ON REHABILITATION ON I-10 WELL 7.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to approve rehabilitation on I-10 Well 7.

Vote was unanimous to approve.

8. CONSIDER AND TAKE ACTION ON LEASE AGREEMENT FOR TANK 5.

Motion was made by Director B. Moorhouse and seconded by Director D. Hulsey to Table Item #8.

Vote was unanimous to approve.

9. CONSIDER AND TAKE ACTION ON REIMBURSEMENT AGREEMENT WITH HORIZON SUNSET DEVELOPMENT FOR HORIZON CITY UNIT 51 PHASE 7.

Motion was made by Director B. Jarvis and seconded by Director D. Hulseley to approve reimbursement agreement with Horizon Sunset Development for Horizon City Unit 51 Phase 7 subject to attorney's approval.

Vote was unanimous to approve.

10. CONSIDER AND TAKE ACTION ON ACCEPTANCE OF WATER LINE IMPROVEMENTS FOR HORIZON CITY UNIT 51, PHASE 7.

Motion was made by Director B. Jarvis and seconded by Director D. Hulseley to approve on Acceptance of water line improvements for Horizon City Unit 51, Phase 7.

Vote was unanimous to approve.

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

Mr. Ramiro Nuno from Moonlight P&Q, LLC informed that Moonlight was taking reservations for Valentines dinner.

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

Mr. Delgadillo advised that equipment from John Deer had been received and all Jacobsen Equipment is gone. Mr. Delgadillo advised that the Horizon Golf Course had the best golf shop in El Paso. Mr. Delgadillo reported that sales in December 2016 were good, and was \$14,000.00 ahead of budget. Mr. Delgadillo reported that project with all bunkers is almost complete. Mr. Delgadillo concluded that tournaments for New Year are already getting booked.

13. OPERATIONS AND ENGINEERING REPORT.

Mr. McGinnis reports all lift stations are fully operational with the exception of El Paso Hills Lift Station running on one side. Veny Webb Lift Station was hit by some kind of surge which caused the lift station to fail. Operations had to pump and repair the electrical meter drop. Eight loads of sludge were hauled to the Camino Real Landfill in December 2016, and all parameters were met for the month of December 2016. Mr. McGinnis reports that Tim Kirk came in December 2016 to the RO Plant. Mr. Kirk left report and overall recovery was at 74%. Director B. Moorhouse advised Ms. Troncoso to contact the GLO to clean property by the new El Paso Hills Lift Station.

Operations:

Mr. McGinnis explained total water production by day:

Average daily use 4,469,900= 1.48 residual

Maximum daily use 6,652,500= 1.99 residual

Minimum daily use 3,308,700= 1.09 residual

Waste water totals for the month December 2016:

Percent of permitted to Spray Field is 39.9%

Percent of permitted to GLO is 21.6%

Percent of permitted influent to STP is 51.2%

Percent of permitted effluent to Mesa Spur drain is 37.3%.

Mr. McGinnis explains the HRMUD effluent annual average is:

Total effluent 1.7610

Golf Course 0.4235

GLO 0.5766

MSD 0.7725

RO 0.6737

Permit Maximum:

Total effluent 3.0000

Golf Course 0.5000

GLO 1.0000

MSD 3.0000

RO 0.5294

Director B. Moorhouse asked on public works, advised had been over 3 months since vote was done for elevated storage Tank 4. Mr. McGinnis advised that as per Michelle the ordinance needs to be approved first.

Engineering:

Ms. Troncoso reports received one application from Family Dollar. Ms. Troncoso reported that construction from South Darrington widening water and wastewater relocations has been completed and recommends payment.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to place Pay Estimate No. 1 on consent agenda.

Vote was unanimous to approve.

TCEQ has approved bond application and pending sale. Mr. Duran reported on El Paso Hills Lift Station Replacement Project is close to finalizing the vault, and installing pump fittings. Project is scheduled to complete end of July 2017.

Motion was made by Director D. Hulsey and seconded by Director B. Jarvis to approve and place Pay Estimate No. 3 on consent agenda.

Vote was unanimous to approve.

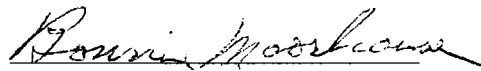
Ms. Troncoso reported that she will be attending a meeting to discuss Horizon City Drainage Project at Spray Field No. 1. On the same day at noon Ms. Troncoso will also be attending another meeting regarding Irrigation System of Spray Field No. 1. On the Wastewater Treatment Plans Blower Replacement delivery will be in April 2017. Ms. Troncoso will get prices for additional tank for RO Concentrator flushing. In discussion for RO Concentrate Disposal. Ms. Troncoso visited the lake and was given a map showing new land with 35 acres. Ms. Troncoso reports that Veny Webb Lift Station fiberglass lining repair will advertise in February 5, 2017 and Pay Estimate will be in March 2017. In discussion with CRRMA and Town of Horizon Roadway Projects and Infrastructure Relocation request. Ms. Troncoso reports that the District needs to write a letter for Eastlake PH I, the letter is requested for 20" WL. Ms. Troncoso advised that with Board permission she would write the letter herself. Board recommended for Ms. Troncoso to write letter. On Eastlake Phase II valve and fire hydrant adjustments by Hunt was reported and project is starting in a couple of weeks. Mr. Duran reports on Horizon Industrial Park that potholing is getting done, and has no issues. On Darrington-Eastlake to Pelicano 30% is designed.

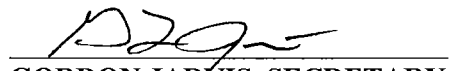
14. REPORTS AND DISCUSSION OF OTHER MATTERS THAT MAY COME BEFORE THE BOARD.

No discussion made for Item #14.

There being no further business before the Board, the meeting was upon motion made by Director B. Jarvis duly made and seconded by Director D. Hulsey all in favor and carried, adjourned at 4:50 p.m.

READ, APPROVED, AND ADOPTED THIS 25th DAY OF JANUARY 2017.


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


GORDON JARVIS, SECRETARY
Board of Directors
Horizon Regional M.U.D.

EM/CM