

**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 July 27, 2017 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:

Florence K. Thomas	-	President
Bonnie Moorhouse	-	Vice President
Gordon Jarvis	-	Treasurer - Not Present
John Whitaker	-	Assistant Vice President
Dean Hulsey	-	Secretary

Director K. Thomas 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, Operations Project Manager Mark Steelman. TRE & Associates Inc. Linda Troncoso, David Duran. The Pledge of Allegiance was said with audience participation.

4. RECEIVE CITIZEN COMMUNICATIONS.

El Paso Hills Resident Reynaldo Sanchez advised lives at El Paso Hills since 1995. Advised Board Members he pays taxes and is entitled to have sewer. Mr. Sanchez explained that overflow of septic tanks are unsanitary and this causes threats to his health. Mr. Sanchez also advised that cleaning septic tanks on a monthly basis is expensive. Director B. Moorhouse advised that developer did not pay for sewer in that area, but advised District is helping to find grants to help. Horizon View Estates Resident Mr. Padilla thanked Board for their support and understands this will take time. Mr. Padilla advised he would be asking CISD for support. El Paso Hills Resident Mario Martinez advised has been living at El Paso Hills for 17 years claims that sewer is a necessity in his area. Mr. Martinez advised his septic is already failing. Resident from El Paso Hills Victor Avila explained that he was promised sewer 18 years ago and still nothing has been done. Mr. Avila explains he rather pay for loan to get sewer, rather than to be paying monthly to have his septic tank cleaned. Mr. Avila asking the Board for direction of who to contact. Resident of El Paso Hills Micaela advised has not used her cooking grill outside due to bad odor. Explained this is depressing not to be able to go outside due to terrible smell. Micaela has lived in El Paso

Hills for 22 years. Director K. Thomas advised that all residents who were present at the meeting that this issue with sewer will be discussed on October 11, 2017 meeting. Resident of El Paso Hills Mr. Chavez advised Board that about 8-9 years ago grants were available and sewer was never developed. Mr. Chavez claims that Horizon District did not help. Director K. Thomas advised she remembered and claimed that El Paso Hills was on the list for sewer, although State Grant money finished before they got to El Paso Hills. El Paso Hills was on list but was never reached. Mr. Chavez asked if District can give water availability the District should be responsible for sewer. Ms. Troncoso explained that treatment is different and that District gave water availability because residents provided septic tanks. Resident of El Paso Hills did not provide her name and explained that one of her children developed a health issue from a cockroach that came out from septic tank. She claimed the child has been in treatment for 10 years. This child had surgery due to not being able to breathe through his nose. Resident advised this is due to no sewer in her area.

5. CONSENT AGENDA.

- A: Consider and Take Action to approve the Minutes of the Regular Meeting held on June 29, 2017, Special Meeting held on July 20, 2017.
- 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 June 30, 2017.
- D: Consider and Take Action on Pay Estimate No. 9 for El Paso Hills Lift Station Replacement Project.
- E: 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 D. Hulsey and seconded by Director J. Whitaker 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. DISCUSSION ON HORIZON VIEW ESTATES SEWER PROJECT.

Status on Horizon View Estates Sewer Project. Director K. Thomas advised a meeting would be held on October 11, 2017 regarding Sewer Project.

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

Mr. McGinnis reported 25 water leaks in the street for the month of June 2017. Mr. McGinnis advised most leaks were at Horizon Mesa and Rancho Desierto Bello. Director J. Whitaker asked who fixes street patches. Mr. McGinnis advised Mr. McKenzie and Seal-Rite do the repairs on all street patches for the District. Director J. Whitaker requested for Mr. McGinnis to check who did the patching on Desert Cactus. On tax collection 97.6% has been collected. A total of 10 customers with high bills and late fees were assisted and all inquiries were resolved.

McGinnis explains net water connections.

Total active, inactive, for the month of July 2017 are: 10,501. Mr. McGinnis continues with well pumping report: Total gallons pumped for June 2017 were 221,077,500. Wheeler well field capacity is at 63.73% and Desert Well field is at 69.68% Waste water system reports total for the month is 7888 and year to date net change (6 month) is 562 averaging connections per last 3 months = 3

Influent received in June 2017 was 63,019,000

Effluent delivery total was 60,498,100 well water spray field is 18,147,000.

GLO 21,935,000 and SPUR 20,416,100

Total plant capacity: 3.0 MGD

Percentage of capacity: 67.2%

Mr. McGinnis reported he had collected \$832.32 for selling pipe. Mr. Mark Steelman advised Board Members he would be coming at least once a month. Also advised Board he would be attending the Paseo Del Este Board Meetings and reported that he had spent some time visiting the facilities and blowers look great. Director B. Moorhouse advised Mr. Steelman that she was disappointed in STS not coming to visit more often. Director B. Moorhouse also requested for STS to hire more field employees. Mr. Steelman advised that company logo might be changing. Director B. Moorhouse advised that renewal of contract would be January 3rd, 2018. Mr. McGinnis requested approval to send \$5,007.95 to collections and \$29.14 for write offs.

Vote was unanimous to approve.

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

Ms. Troncoso advised new application had been received from 13791 Horizon new shopping center. On El Paso Hills Lift Station Replacement contractor has completed all installations at the initial and relay lift stations. Contractor awaiting power from El Paso Electric Company to complete electrical connections to start-up. Ms. Troncoso advised estimate No. 9 is on agenda for approval. GST-2B recommendation for award was on agenda for Board Members to award. Horizon City Roadway Projects TRE is continuing to coordinate with the Town of Horizon on Roadway Repaving and Widening Projects with both Horizon Industrial Park and Darrington Rd. County Roadway Projects TRE has coordinated with Hunt for the installations and relocation of facilities within the extension of Eastlake from Darrington to Horizon and is now complete. On Horizon City Drainage Project and Spray Field No. 1, Ms. Troncoso advised proposed construction start in November 2017 and bids would be Tuesday August 1, 2017. On Spray Field Irrigation System TRE is coordinating with Jeff Good for the design of the irrigation system and preparation of specifications and contract documents. Booster Pump Station for Irrigation System is underway including electrical and advertisement for bid. Ms. Troncoso concluded that drawing are prepared for review.

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

No action taken.

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

Ms. Pina advised beverage cart for golf course has been ordered and would be receiving in one week. Ms. Pina explained the Dustin would be doing the training. First training would be July 28, 2017. Director D. Hulsey explained that good profit would be coming in. Ms. Pina explained to Director B. Moorhouse that one of her managers had explained to her what had happened on Saturday. Director B. Moorhouse asked why restaurant was so dark and why no one was to be found in the restaurant. Ms. Pina advised that Tulia had gone to the store to purchase special glasses for the 4:00 p.m. wedding party. Ms. Pina also advised that another Manager was downstairs checking that the party room was ready for the 4:00 p.m. wedding. Ms. Moorhouse advised she was disappointed at the customer service at the restaurant. Director B. Moorhouse advised Ms. Pina that a waitress is needed to be in the restaurant lobby at all times.

11. DISCUSSION ON BEVERAGE CART FOR GOLF COURSE.

Discussion on beverage cart for golf course same as item #10.

12. CONSIDER AND TAKE ACTION ON ACCEPTANCE OF HORIZON VIEW ESTATES UNIT 25 PHASE III FOR OPERATION AND MAINTENANCE.

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker on acceptance of Horizon View Estates Unit 25 phase III for operation and maintenance.

Vote was unanimous to approve.

13. CONSIDER AND TAKE ACTION ON AWARD OF BOOKKEEPER CONTRACT.

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve Myrtle Cruz, Inc. for new bookkeeper at new physical year.

Vote was unanimous to approve.

14. CONSIDER AND TAKE ACTION ON AWARD OF BID FOR GST 2B.

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to award bid to R.M. Wright for GST 2B in the amount of \$1,528,750.00

Vote was unanimous to approve.

15. CONSIDER AND TAKE ACTION ON ACCEPTANCE OF 13600 HORIZON BOULEVARD FOR OPERATION AND MAINTENANCE.

Ms. Troncoso advised that Hospital at 13600 Horizon had not finished yet. Ms. Troncoso advised Mr. McGinnis had given conditional acceptance for 7 days. August 7, 2017 would be completion Date for engineer to review if not complete then would be on Spray Field Meeting August 16, 2017 for acceptance.

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to take conditional acceptance to be extended for August 7, 2017.

Vote was unanimous to approve.

16. CONSIDER AND TAKE ACTION ON REPAIR WORK FOR TURBIDEX FILTER PIPING.

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve repair work for Turbidex Filter Piping from R.M. Wright in the amount of \$17,020.00

Vote was unanimous to approve.

17. CONSIDER AND TAKE ACTION ON PURCHASE OF 40-FOOT CONTAINER FOR RO PLANT.

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve Purchase of 40-foot container for RO Plant in the amount of \$2,700.00

Vote was unanimous to approve.

18. CONSIDER AND TAKE ACTION ON PURCHASE OF 10" BUTTERFLY VALVE WITH ACTUATOR.

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to Table item #18.

Vote was unanimous to approve.

19. CONSIDER AND TAKE ACTION ON PURCHASE OF NEW LIFT STATION PUMPS FOR VENY WEBB LIFT STATION.

Motion was made by Director D. Hulsey and seconded by Director D. Hulsey and seconded by Director J. Whitaker to purchase of new lift station pumps for Veny Webb Lift Station in the amount of \$19,400.00 from James, Cooke, & Hobson, Inc.

Vote was unanimous to approve.

20. PUBLIC HEARING TO HEAR ANY COMMENTS FOR OR AGAINST THE ESTABLISHMENT OF A DEFINED AREA FOR PORTIONS OF SECTION 21 AND 22.

No comments were heard for or against the establishment of defined area for portions of section 21 and 22.

21. CONSIDER AND TAKE ACTION ON AN ORDER ESTABLISHING A DEFINED AREA FOR PORTIONS OF SECTION 21 AND 22 WITHIN THE DISTRICT.

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve order establishing a defined area for portions of section 21 and 22 within District.

Vote was unanimous to approve.

22. CONSIDER AND TAKE ACTION ON AN ORDER CALLING AN ELECTION ON THE ESTABLISHMENT OF A DEFINED AREA FOR PORTIONS OF SECTION 21 AND 22 WITHIN THE DISTRICT AND THE ISSUANCE OF DEFINED AREA BONDS.

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve order calling an election on the establishment of a defined area for portions of section 21 and 22 within the District and the issuance of defined area bonds.

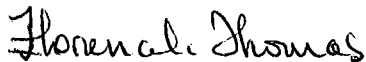
Vote was unanimous to approve.

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

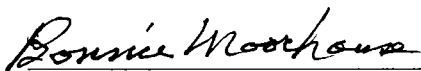
Director J. Whitaker advised he is looking forward to sewer meeting in October 11, 2017 to help out Horizon View Estates and El Paso Hills Subdivisions.

There being no further business before the Board, the meeting was upon motion made by Director D. Hulsey duly made and seconded by Director J. Whitaker all in favor and carried, adjourned at 8:00 P.M.

READ, APPROVED, AND ADOPTED THIS 24TH DAY OF AUGUST 2017.



FLORENCE K. THOMAS, PRESIDENT
Board of Directors
Horizon Regional M.U.D.



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

EM/CM

**ATTACHMENTS AND HANDOUTS
FOR THE BOARD OF DIRECTORS MEETING HELD JULY 27, 2017**

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 JUNE 29, 2017 SPECIAL MEETING HELD JULY 20, 2017	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 JUNE 30, 2017	APPROVED 4-0
5D:	CONSIDER AND TAKE ACTION ON PAY ESTIMATE NO. 9 FOR EL PASO HILLS LIFT STATION REPLACEMENT PROJECT.	APPROVED 4-0
5E:	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.	APPROVED 4-0
6:	DISCUSSION ON HORIZON VIEW ESTATES SEWER PROJECT.	N/A
7:	CONSIDER AND TAKE ACTION ON MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF THE DISTRICT.	APPROVED 4-0
8:	CONSIDER AND TAKE ACTION ON THE ENGINEERING REPORT RELATING TO CONSTRUCTION AND ENGINEERING ACTIVITIES OF THE DISTRICT.	N/A
9:	CONSIDER AND TAKE ACTION ON MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF SPRAY FIELD NO 1.	N/A
10:	CONSIDER AND TAKE ACTION ON, IF NECESSARY, RELATING TO THE LEASE WITH MOONLIGHT P&Q, LLC.	N/A
11:	DISCUSSION ON BEVERAGE CART FOR GOLF COURSE.	
12:	CONSIDER AND TAKE ACTION ON ACCEPTANCE OF HORIZON VIEW ESSTAES UNIT 25 PHASE III FIR OPERATION AND MAINTENANCE.	APPROVED 4-0
13:	CONSIDER AND TAKE ACTION ON AWARD OF BOOKKEEPER CONTRACT.	APPROVED 4-0
14:	CONSIDER AND TAKE ACTION ON AWARD FOR BID FOR GST 2B. .	APPROVED 4-0
15:	CONSIDER AND TAKE ACTION ON ACCEPTANCE OF 13600 HORIZON BOULEVARD FOR OPERATION AND MAINTENANCE.	APPROVED 4-0
16:	CONSIDER AND TAKE ACTION ON REPAIR WORK FOR TURBIDEX FILTER PIPING.	APPROVED 4-0
17:	CONSIDER AND TAKE ACTION ON PURCHASE OF 40-FOOT CONTAINER FOR RO PLANT.	APPROVED 4-0
18:	CONSIDER AND TAKE ACTION ON PURCHASE OF 10" BUTTERFLY	APPROVED

	VALVE WITH ACTUATOR.	4-0
19:	CONSIDER AND TAKE ACTION ON PURCHASE OF NEW LIFT STATION PUMPS FOR VENY WEBB LIFT STATION.	APPROVED 4-0
20:	PUBLIC HEARING TO HEAR ANY COMMENTS FOR OR AGAINST THE ESTABLISHMENT OF DEFINED ARE FOR PORTIONS OF SECTION 21 AND 22	N/A
21:	CONSIDER AND TAKE ACTION ON AN ORDER ESTABLISHING A DEFINED AREA FOR PORTIONS OF SECTION 21 AND 22 WITHIN THE DISTRICT.	APPROVED 4-0
22:	CONSIDER AND TAKE ACTION ON AN ORDER CALLING AN ELECTION ON ESTABLISHMENT OF A DEFINED AREA FOR PORTIONS OF SECTION 21 AND 22 WITHING THE DISTRICT AND THE ISSUANCE OF DEFINED AREA BONDS.	APPROVED 4-0
23:	REPORTS AND DISCUSSION OF OTHER MATTERS THAT MAY COME BEFORE THE BOARD.	N/A

