

**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 22, 2018 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 Florence K. Thomas called the meeting to order. A quorum was established. Also attending the meeting were the District's consultants: Inframark LLC. Project Manager Charlie McGinnis, Administrative Assistant Elvia Munoz, Regional Manager Kristi Hester. District Attorney Alan Petrov, TRE & Associates Inc. Linda Troncoso, David Duran. The Pledge of Allegiance was said with audience participation.

**4. RECEIVE CITIZEN COMMUNICATIONS.**

Ms. Quesada CIP Manager explained Horizon City's Transportation and Transit Plan to Board of Directors. Metropolitan Transportation Plan (MPO). Ms. Quesada explained that as a member entity of the MPO, Horizon City submitted 5 regionally significant projects for consideration into the 2045 Destino Metropolitan Transportation Plan (MTP)

- . S. Kenazo Avenue reconstruction from Horizon to Darrington
- . S. Darrington repaving from Oxbow to Alberton
- . N. Darrington reconstruction from Eastlake to Oxbow
- . Alberton/Antwerp construction from Horizon to Darrington
- . N. Kenazo reconstruction form Eastlake to Horizon
- . Kenazo extension form Weaver to South of Rudi Kuefner

These six projects will provide connections to State Highways, will also improve safety and mobility in Horizon City and foster economic grow in the region. El Paso County Regional Transit Assessment Study.

The El Paso County has been assessing the options available to the region to implement transit service throughout the county. Ms. Quesada concluded that a transit corridor along Horizon connecting Mission Valley Campus and Horizon City's Industrial Park will allow residents in Eastern El Paso County to access medical facilities educational training institutions and employment centers as well as providing them access to shopping. Horizon City resident Robert asked on quality of drinking the water after main break on Darrington. Director K. Thomas advised that a line had been hit unexpectedly and water had run due to some valves not turning off. Director K. Thomas also explained boil of water was no longer in effect. Robert complained why contractors don't investigate the digging and advised this has already happened twice in one year. Customer would like to know who is accountable. Resident Quinones requesting status of BECC Application. Ms. Troncoso explained she had met with USDA and Texas Water Development Board and advised Ms. Quinones that there was an item on the agenda to request approval on sewer application.

## **5. CONSENT AGENDA.**

- A: Consider and Take Action to approve the Minutes of the Regular Meeting held on January 25, 2018, Special Meeting held on January 18, 2018, and Special Meeting held on January 31, 2018.
- 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, 2018.
- D: Consider and Take Action on to Approve the Payment of Bills and Invoices for Operation 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 B, C, D, and E only, and to approve the payment of bills, invoices, financial statement for the month, and transfer of funds.

Vote was unanimous to approve.

**6. DISCUSSION ON HORIZON VIEW ESTATES SEWER PROJECT.**

Horizon View Estates Project was discussed on Item 4.

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

Mr. McGinnis reported there's at least 50 water leaks due to main break on Darrington and advised two crews working on leaks. Director K. Thomas assigned Director D. Hulsey and Director B. Jarvis on new Communication Committee.

Mr. McGinnis explains net water connections.

Total active, inactive, for the month of February 2018 are: 10,660. Mr. McGinnis continues with well pumping report: Total gallons pumped for January 2018 were 148,038,100. Wheeler well field capacity is at 38.29% and Desert Well field is at 43.29% Waste water system reports total for the month is 8027 and year to date net change (6 month) is 750 averaging connections per last 3 months = 4

Influent received in January 2018 was 60,498,000

Effluent delivery total was 58,078,000 well water spray field is 2,072,000.

GLO 12,952,000 and SPUR 43,054,000

Total plant capacity: 3.0 MGD

Percentage of capacity: 64.5%

Mr. McGinnis requested approval to send \$5,737.82 to collections and \$25.99 for write offs.

Motion was made by Director and seconded by Director D. Hulsey to send \$6,409.06 to collections and \$40.58 for write offs.

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

Ms. Troncoso reports on El Paso Hills Lift Station contractor has complete installations and final punch list items are being addressed at this time. On GST-2B Project is complete. Veny Webb Lift Station construction is complete and addressing final punch-list items at this time. Horizon City Roadway Project TRE is continuing to coordinate with the town of Horizon on Roadway repaving and widening projects. County Roadway Project coordinating with the County and the Camino Real regional mobility authority is ongoing. Horizon City Drainage Project at SF No. 1 the Town of Horizon has completed excavation at the ponds with the SF. SF Irrigation System Ms. Troncoso advised pumps would arrive on 3-5-2018. Director D. Hulsey asked when would contractor Del Mar Construction would clean the Arroyo. Mr. Duran

advised that contractor has not confirmed. HRMUD WWTP Discharge Permit TRE is prepared to submit renewal to the TCEQ and will submit a subsequent application for 210 permit to the TCEQ for effluent disposal upon approval of the Board. Advised would submit on 2-23-2018. Ms. Troncoso concluded RO Train C Membrane Replacement TRE is currently preparing the bid package for the replacement of membranes in RO Train C and concentrator Train B for bids to be awarded in March TRE is also finalizing the change in scope documents for submittal to the TCEQ associated with these Membrane Replacement and vessels for RO Trains A and B next fall.

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

Mr. Delgadillo explains sales report profit for the month \$1,796.00 on financials advised \$4,000.00 ahead of last year. Reported fairways are looking great as well as the greens.

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

Executive session began at 7:25 p.m.  
Executive session ended at 7:40 p.m.  
No action taken.

**11. CONSIDER AND TAKE ACTION ON PAY ESTIMATE NO. 3 FOR SPRAY FIELD NO. 1 IRRIGATION & BOOSTER PUMP STATION.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve pay estimate No. 3 for SF No. 1 Irrigation and Booster Pump Station.

Vote was unanimous to approve.

**12. CONSIDER AND TAKE ACTION ON CHANGE ORDER NO. 1 FOR SPRAY FIELD NO. 1 IRRIGATION & BOOSTER PUMP STATION.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve Change Order No. 1 for SF No. 1 Irrigation and Booster Pump Station.

Vote was unanimous to approve.

**13. CONSIDER AND TAKE ACTION ON CHANGE ORDER NO. 3 FOR EL PASO HILLS LIFT STATION REPLACEMENT PROJECT.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve Change Order No. 3 for El Paso Hills Lift Station Replacement Project.

Vote was unanimous to approve.

**14. CONSIDER AND TAKE ACTION ON REPLACEMENT OF DISCHARGE HEAD FOR I-10 WELL 5A.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve Replacement of Discharge head for I-10 Well 5A.

Vote was unanimous to approve.

**15. CONSIDER AND TAKE ACTION ON PAY ESTIMATE NO. 4 AND NO. 5 FOR GST 2-B PROJECT.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve Pay Estimate No. 4 and No. 5 final for GST-2B Project.

Vote was unanimous to approve.

**16. CONSIDER AND TAKE ACTION ON ACCEPTANCE OF GST-2B PROJECT FOR OPERATIONS AND MAINTENANCE.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve on acceptance for operations and maintenance.

Vote was unanimous to approve.

**17. CONSIDER AND TAKE ACTION ON CHANGE ORDER NO. 1 FOR VENY WEBB LIFT STATION FIBERGLASS LINING REPAIR AND REHABILITATION.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve Change Order No. 1 for Veny Webb Lift Station fiberglass lining repair and rehabilitation.

Vote was unanimous to approve.

**18. CONSIDER AND TAKE ACTION ON PAY ESTIMATE NO. 2 FOR VENNY WEBB LIFT STATION FIBERGLASS LINING REPAIR AND REHABILITATION.**

Motion was made by Director D. Hulseley and seconded by Director J. Whitaker to approve Pay Estimate No. 2 for Veny Webb Lift Station fiberglass lining repair and rehabilitation.

**19. CONSIDER AND TAKE ACTION ON PAY ESTIMATE NO. 2 AND NO. 3 FOR LAGOON DECOMMISSIONING PROJECT.**

Motion was made by Director D. Hulseley and seconded by Director J. Whitaker to approve Pay Estimate No. 2 and NO. 3 for Lagoon Decommissioning Project.

Vote was unanimous to approve.

**20. CONSIDER AND TAKE ACTION ON RESOLUTION FOR APPLICATION TO TWDB FOR CWSRF FOR FUNDING OF HVE WASTEWATER SYSTEM.**

Motion was made by Director D. Hulseley and seconded by Director J. Whitaker to approve resolution for application to TWDB for CWSRF for funding of HVE Wastewater System.

Vote was unanimous to approve.

**21. CONSIDER AND TAKE ACTION ON ADDING JOHN DEERE SPRAYER MY 17 TO LEASE FOR SPRAY FIELD NO. 1.**

Motion was made by Director J. Whitaker and seconded by Director D. Hulsey to approve adding John Deere Sprayer MY 17 to lease for SF No. 1.

Vote was unanimous to approve.

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

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve resolution authorizing issuance, execution and sale of a revenue note with MPS Revokable Trust.

Vote was unanimous to approve.

**23. REVIEW OF INVESTMENT POLICY, AMEND AS NECESSARY.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve review of Investment Policy, Amend as necessary.

Vote was unanimous to approve.

**24. REVIEW AND TAKE ACTION REGARDING MEMORANDUM PERTAINING TO SENATE BILL 625 FILING REQUIREMENT.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve memorandum pertaining to Senate Bill 625 filing requirement.

Vote was unanimous to approve.



**25. CONSIDER AND TAKE ACTION ON ENGAGEMENT LETTER FOR ARBITRAGE COMPLIANCE SERVICES FOR \$4,490,000.00 UNLIMITED TAX REFUNDING BONDS, SERIES 2009.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve engagement letter for arbitrage compliance services for \$4,490,000.00 unlimited tax refunding bonds, Series 2009.

Vote was unanimous to approve.

**26. CONSIDER AND TAKE ACTION ON ENGAGEMENT LETTER FOR ARBITRAGE COMPLIANCE SERVICES FOR \$11,400,000.00 UNLIMITED TAX BONDS, SERIES 2007.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve engagement letter of arbitrage compliance services for \$11,400,000.00 unlimited tax bonds, Series 2007.

Vote was unanimous to approve.

**27. CONSIDER AND TAKE ACTION ON SPECIALIZED COATING FOR WWTP CONTAINMENT.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to Table Item #27.

Vote was unanimous to approve.

**28. CONSIDER AND TAKE ACTION ON SEWER PUSH CAMERA.**

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve on sewer push camera.

Vote was unanimous to approve.

**29. CONSIDER AND TAKE ACTION ON PETITION BY RAVENNA, LLC FOR ANNEXATION OF LAND IN SECTION 20.**

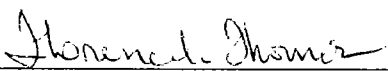
Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to Table Item #29.

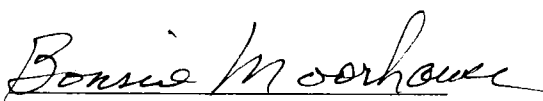
**30. REPORTS AND DISCUSSION OF OTHER MATTERS THAT MAY COME BEFORE THE BOARD.**

No reports or discussion was given for Item #30.

There being no further business before the Board, the meeting was upon motion made by Director D. Hulseley duly made and seconded by Director J. Whitaker all in favor and carried, adjourned at 7:55 P.M.

**READ, APPROVED, AND ADOPTED THIS 29TH DAY OF MARCH 2018.**

  
**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