

**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 August 16, 2018 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:

Florence K. Thomas	-	President
Bonnie Moorhouse	-	Vice President
Gordon Jarvis	-	Treasurer
Dean Hulsey	-	Secretary
John Whitaker	-	Asst. Vice President

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. TRE & Associates, Inc. Linda Troncoso, David Duran, Adrian Rosas and John Jansing. The Pledge of Allegiance was said with audience participation.

4. RECEIVE CITIZEN COMMUNICATIONS.

No citizen communications.

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

Mr. Zepeda advised has a full time hostess in the evening and also reported he be getting a second golf cart in case one runs down. Advised the Board of a grease trap issue that is getting clogged up. Mr. McGinnis advised would be running a camera to check why its clogging up. Director K. Thomas advised her sister was there this week to eat at Moonlight and reported that the service was great.

6. **CONSIDER AND TAKE ACTION, IF NECESSARY, ON SPRAYFIELD OPERATIONS.**

Mr. Delgadillo advised the month of June was above of budget and expenses were close to last year. Profit for the month was \$1,889.00 and reported that golfers are very satisfied with the greens. Mr. Delgadillo advised that surveys were issued and most surveys were highest at 5 stars. Mr. Delgadillo reported that 20 rounds are done on Saturdays. Director J. Whitaker asked on driving range, Mr. Delgadillo advised pays \$2,500.00 a year for students and advised would be placing artificial grass in back of the range. Director K. Thomas requested for Mr. Delgadillo to start getting some estimates. Mr. Delgadillo reports that the restaurant is still using the golf cart that belongs to the golf course and suggested for the restaurant to stock on Gatorade's and waters for all of those golfers that don't drink alcohol. Mr. Delgadillo requested to get approved for an extra mover.

7. **DISCUSS PROPOSED 2018 TAX RATE, HEAR FINANCIAL ADVISOR'S RECOMMENDATION AND AUTHORIZE PUBLICATION OF EFFECTIVE TAX RATE CALCULATION, TAKE ACTION ON PROPOSED TAX RATE, AND ESTABLISH PUBLIC HEARING DATE REGARDING 2018 TAX RATE.**

Bill Blitch via telephone: at 4:40 p.m. explains 2018 Tax Rate.
Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to approve proposed Tax Rate, and establish public hearing date regarding 2018 tax rate.
.554355 proposed tax rate

Vote was unanimous to approve.

8. **CONSIDER AND TAKE ACTION ON INVOICE FOR DEL MAR CONSTRUCTION.**

Mr. McGinnis explains up to date in cost for water leaks due to line hit on Darrington. Director K. Thomas and Director B. Jarvis requested for Mr. McGinnis to get with District Attorney Mr. A. Petrov and find out what is the procedure to contact Del Mar Construction Insurance Company.

9. OPERATIONS AND ENGINEERING REPORT.

Mr. McGinnis Introduced Mr. Riley as the new Operations Manager. Mr. Riley advised Board he had worked for El Paso Water Utilities for 28 years. Explained he had several years of experience in laboratory, and engineering.

Engineering:

No new applications for the month.

On September 11, 2018 Mr. Ballard will need to place a fence around his trailer per the City of Horizon request. Director B. Jarvis requested for Mr. Ballard to submit his own permit application for trailer site at 10009 Darrington Road. Mr. Rosas explains the 2018 Bond Project Summary Report: connections-capacity Total raw water supply = 15.6 MGD- Capacity thru 13,667 connections (2033) until at 75 percent threshold. Linda explains for additional ponding area the site no more land for future expansion will be across from the land. Mr. Jansing advised that based on growth in 2020 will hit the 75 percent. As per TCEQ not all bonds need to be sold at once. Total Bond Issue request cost will be \$43,700,000.00 and alternative summary cost is \$48,300,000.00

Board is concerned with the growth advised it is inadequate and projects need to be starting soon.

Mr. Rosas advised there are 4 projects pending on TCEQ for technical comments. Mr. Rosas does have copy of 210 draft permit regarding the WWTP permit renewal.

In regards to the Homestead issue -irrigation has been cut back and pecculation was to be done last Friday.

Director B. Moorhouse advised drain is not sloped enough at Homestead. Director J. Whitaker advised that Saturday Homestead had an inch of rain and it's been 5 days and water is still there. Director J.

Whitaker claims the City of Horizon should pump it out.

Mr. Duran advised on SF land application system a walk through has been scheduled.

RO Trains A, B, and RO concentrator Train A membrane replacement will be placed on consent agenda.

Darrington extension to LTV a two sack will be compacted and water lines have been protected.

Eastlake Phase II Mr. Duran advised pending 2 valves.

Horizon Industrial Park Mr. McGinnis explained relocations and bill has been received in the amount of \$48,000.00 will input for approval.

Operations:

Mr. McGinnis explained total water production by day:

Average daily use 6,108,500= 1.68 residual

Maximum daily use 8,081,300= 2.20 residual

Minimum daily use 3,666,000= 1.40 residual

Waste water totals for the month July 2018:

Percent of permitted to Spray Field is 145.8%

Percent of permitted to GLO is 18.3%

Percent of permitted influent to STP is 59.5%

Percent of permitted effluent to Mesa Spur drain is 29.1%.

Mr. McGinnis explains the HRMUD effluent annual average is:

Total effluent 1.8947

Golf Course 0.4259

GLO 0.4519

MSD 0.9694
RO 0.9015

Permit Maximum:
Total effluent 3.0000
Golf Course 0.5000
GLO 1.0000
MSD 3.0000
RO 0.5294

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

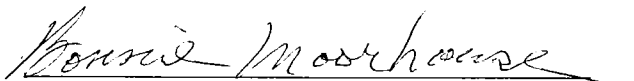
Director D. Hulsey asked on status of valve survey. Mr. McGinnis advised was working with Trimble to schedule date and time. Mr. McGinnis reported would be placing price for sky track repair on next meeting.

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 5:15 p.m.

READ, APPROVED, AND ADOPTED THIS 27TH DAY OF SEPTEMBER 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