

**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 August 30, 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
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. District Attorney Alan Petrov. TRE & Associates Inc. Linda Troncoso, David Duran. The Pledge of Allegiance was said with audience participation

4. RECEIVE CITIZEN COMMUNICATIONS.

Homestead resident Ms. Ramos asked Board to help alleviate the flooding on Homestead. Director K. Thomas advised this was a City Project. Director B. Jarvis also advised that this issue needs to be addressed to the City's Engineer, advised that the Board was also in the impression that the water would percolate and water should not be there no longer than 72 hours. Ms. Ramos advised this project is not working. Board explained that the District was fully responsible for maintenance only and apologized for the run around that Ms. Ramos is getting from the City. Director D. Hulsey advised had meeting on the 6th with the City. Mr. Hinz advised if the District owns the golf course and thinks this is the Districts responsibility to resolve this issue. Advised that the 13 residents at Homestead all have this problem. Board advised the City is responsible. Mr. Hinz asked on time table of percolation problem, Director D. Hulsey advised Mr. Hinz that he told the City of Horizon that the water needs to be pumped out. Gustavo resident from Springdale is asking for water availability would like to know what needs to be done his lot is next to Springdale St. Ms. Troncoso advised no sewer available and advised there is a 12-inch line and would have to tap with an 8-inch line. Ms. Troncoso explained no cost can be given until more information is obtained.

5. CONSENT AGENDA.

- A: Consider and Take Action to approve the Minutes of the Regular Meeting held on July 26, 2018, Special Meeting held on July 19, 2018, and Special Meeting held on July 26, 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 July 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.
- E: Consider and Take action on Pay Estimate No. 9 For Spray Field No. 1 Land Application System.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to approve all items on consent agenda.

Vote was unanimous to approve.

6. DISCUSSION ON HORIZON VIEW ESTATES SEWER PROJECT.

Motion was made by Director D. Hulsey and seconded by Director J. Whitaker to approve Ms. Troncoso to schedule process for next funding meeting on October 3, 2018.

Vote was unanimous to approve.

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

Mr. McGinnis explains

Mr. McGinnis explains net water connections.

Total active, inactive, for the month of August 2018 are: 10,7776. Mr. McGinnis continues with well pumping report: Total gallons pumped for July 2018 were 189,362,700. Wheeler well field capacity is at 56.04% and Desert Well field is at 54.17% Waste water system reports total for the month is 8092 and year to date net change (6 month) is 815 averaging connections per last 3 months = 4

Influent received in July 2018 was 55,595,000

Effluent delivery total was 53,517,700 well water spray field is 21,870,000.

GLO 5,476,000 and SPUR 26,171,700

Total plant capacity: 3.0 MGD

Percentage of capacity: 59.5%

Mr. McGinnis requested approval to send \$5,889.59 to collections and \$110.74 for write offs.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to send \$5,889.59 to collections and \$110.74 for write offs.

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

Engineering:

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 Road. County Roadway Projects coordination with the County and the Camino Real Regional Mobility Authority is ongoing for upcoming projects. Inframark and TRE have been coordinating with the CRRMA and their contractor. Horizon City Drainage Project at Spray Field No. 1 the revised interlocal agreement has been approved. Town of Horizon City specific use permit TRE has submitted a specific use permit for the trailer to be located at EST-3. This will be presented to the planning and zoning commission on Wednesday, September 5, 2018 at 6 p.m. and to the City Council Tuesday, September 11, 2018 at 6:30 p.m. sprayfield irrigation system the contractor has completed sod and irrigation installation. HRMUD WWTP discharge

permit TRE has resubmitted the WWTP Permit renewal to the TCEQ to address the technical review comments. TRE is in the process of preparing the application for a 210 Permit to the TCEQ for effluent disposal RO Trains A & B Membrane and RO Concentrator Train A Replacement the installation of the membranes in all three trains are complete. HRMUD 8th bond issue application and report TRE is in the process of preparing the report and application for submittal to the TCEQ.

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

Mr. Delgadillo advised \$2,000.00 over budget for the month and made \$1,604.00 profit for the month. Advised bought 2 trimmers, and an aerator. Budget is \$7,000.00 below due to repairs and maintenance. Advised greens are looking good and is scheduled to close on the 24th for two weeks and open back on October 30, 2018.

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

Ms. Villa is requesting permission to use the volleyball area would like to input a garden for social event Director B. Jarvis advised Ms. Villa that would be a great idea. Ms. Villa will be bringing a plan to show the Board what the garden would look like. Director J. Whitaker asked when the restaurant would be purchasing a golf cart, Ms. Villa advised they are in the process of purchasing a golf cart.

11. CONSIDER AND TAKE ACTION ON REPAIRS FOR TEREX TELEHANDLER.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to approve repairs of Terex Telehandler.

Vote was unanimous to approve.

12. CONSIDER AND TAKE ACTION ON PURCHASE OF VACTOR/JETTER COMBO UNIT.

Motion was made by Director B. Jarvis and seconded by Director D. Hulseley to approve Vactor/Jetter Combo.

Vote was unanimous to approve.

13. CONSIDER AND TAKE ACTION ON INVOICE FOR DEL MAR CONSTRUCTION.

Director B. Jarvis advised Board that a claim must be made. Mr. Petrov advised that a demand letter could be sent to Del Mar Insurance Company.

Motion was made by Director B. Jarvis and seconded by Director D. Hulseley to approve Mr. Petrov to send a demand letter to Del Mar Construction Insurance Company.

Vote was unanimous to approve.

14. CONSIDER AND TAKE ACTION ON PAY ESTIMATE NO. 1 FOR RO TRAIN A AND B AND RO CONCENTRATOR TRAIN A REVERSE OSMOSIS MEMBRANE REPLACEMENT IMPROVEMENTS.

Motion was made by Director B. Jarvis and seconded by Director D. Hulseley to approve Pay Estimate No. 1 for RO Train A and B and RO Concentrator Train A Reverse Osmosis Membrane Replacement Improvements.

Vote was unanimous to approve.

15. CONSIDER AND TAKE ACTION ON ACCEPTANCE OF UTILITIES FOR OPERATION AND MAINTENANCE OF RO TRAIN A AND B AND RO CONCENTRATOR TRAIN A REVERSE OSMOSIS MEMBRANE REPLACEMENT IMPROVEMENTS.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to approve acceptance of utilities for operation and maintenance of RO Train A and B and RO Concentrator Train A Reverse Osmosis Membrane Replacement Improvements.

Vote was unanimous to approve.

16. CONSIDER AND TAKE ACTION ON REIMBURSEMENT TO THE TOWN OF HORIZON CITY FOR THE HORIZON INDUSTRIAL PARK STREET AND DRAINAGE IMPROVEMENT PROJECT.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to approve reimbursement to the Town of Horizon City for the Horizon Industrial Park Street and Drainage Improvement Project.

Vote was unanimous to approve.

17. CONSIDER AND TAKE ACTION REGARDING TANK LEASE AGREEMENT (DESERT VIEW CONSTRUCTION, LLC).

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to approve Tank Lease Agreement (Desert View Construction, LLC)

Vote was unanimous to approve.

18. CONSIDER AND TAKE ACTION ON UV SYSTEM MAINTENANCE.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to Table Item #18

Vote was unanimous to approve.

19. CONSIDER AND TAKE ACTION ON PURCHASE OF FAIRWAY MOWER.

Motion was made by Director D. Hulsey and seconded by B. Jarvis to approve purchase of mower.

Vote was unanimous to approve.

20. CONSIDER AND TAKE ACTION ON 2018/2019 LIABILITY/PROPERTY RERATE EXPOSURE SUMMARY.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to approve 2018/2019 liability property rerate exposure summary.

Vote was unanimous to approve.

21. CONSIDER AND TAKE ACTION ON PROPOSAL FROM SPECTRUM TECHNOLOGIES FOR TEXTING SERVICE FOR WEB PAGE ALERTS TO CUSTOMERS.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to approve proposal from Spectrum Technologies for texting service for Web Page alerts to customers.

Vote was unanimous to approve.

22. CONSIDER AND TAKE ACTION REGARDING WATER AND SEWER SERVICES IMPROVEMENT FINANCING AND CONSTRUCTION AGREEMENT FOR HUNT COMMUNITIES GP LLC.

Motion was made by Director Bob Jarvis and seconded by Director D. Hulsey to Table Item #22.

Vote was unanimous to approve.

23. CONSIDER AND TAKE ACTION REGARDING WATER AND SEWER SERVICES IMPROVEMENT FINANCING AND CONSTRUCTION AGREEMENT FOR DESERT VIEW HOMES.

Motion was made by Director Bob Jarvis and seconded by Director D. Hulsey to Table Item #23.

Vote was unanimous to approve.

24. CONSIDER AND TAKE ACTION REGARDING WATER AND SEWER SERVICES IMPROVEMENT FINANCING AND CONSTRUCTION AGREEMENT FOR RAVENNA LLC.

Motion was made by Director Bob Jarvis and seconded by Director D. Hulsey to Table Item #24.

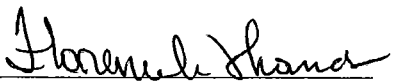
Vote was unanimous to approve.

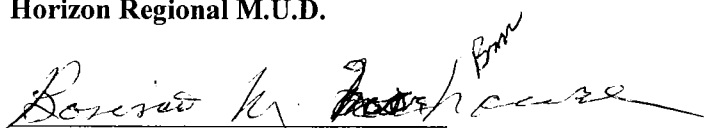
25. REPORTS AND DISCUSSION OF OTHER MATTERS THAT MAY COME BEFORE THE BOARD.

Director B. Moorhouse advised she had attended the HVE Meeting with Ms. Troncoso. Ms. Troncoso advised that someone is interested in the GLO Land and will be having a meeting for negotiations. Mr. McGinnis explained he had talked to Mr. Wright for hot taps and would like for Director D. Hulsey and Director J. Whitaker to review and research. Ms. Troncoso is requesting to have 2 Board Members attend the HVE Meeting on October 3rd, 2018 at 10:00 a.m.

There being no further business before the Board, the meeting was upon motion made by Director J. Whitaker duly made and seconded by Director D. Hulsey all in favor and carried, adjourned at 8:15 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