

**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 Wednesday November 30, 2016 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:

Benny Davis	-	President
Bonnie Moorhouse	-	Vice President
Bob Jarvis	-	Secretary
Florence K. Thomas	-	Treasurer
Dean Hulsey	-	Assistant Secretary

Director B. Davis 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, David Duran, Johnson Petrov LLP Alan Petrov. The Pledge of Allegiance was said with audience participation.

4. RECEIVE CITIZEN COMMUNICATIONS.

Mr. Sandoval asked information for his property at 15361 Horizon. Mr. Sandoval wanted price amount to install water line at his property. Ms. Troncoso advised he needed to submit plans to TRE first with a deposit of \$600.00. Ms. Troncoso also advised TRE could make his plans if he decides to hire them. Ms. Troncoso advised to meet at the Horizon office tomorrow Thursday December 1st at 11:30 a.m. Mr. Padilla resident from HVE asked Ms. Troncoso how many lots were at HVE that needed sewer. Ms. Troncoso advised there was a total of 775 lots. Ms. Troncoso advised she had talked to USDA in regards to grants. As per Ms. Troncoso there's four units and cost estimate is about nine million dollars, and would estimate cost of \$11,000.00 to \$12,000.00 per lot. Mr. Padilla advised that all customers are aware and are in agreement with amount that they need to pay.

5. **CONSENT AGENDA.**

- A: Consider and Take Action to approve the Minutes of the Regular Meeting held on October 27, 2016 and Special Meeting held on November 17, 2016.
- 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 October 31, 2016.
- D: Consider and Take Action on Pay Estimate No. 1 for El Paso Hills Lift Station Replacement Project.

Motion was made by Director B. Jarvis and seconded by Director K. Thomas 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. **CONSIDER AND TAKE ACTION ON MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF THE DISTRICT.**

Mr. McGinnis reported that he had found some meters that customers had been tampered with. Director B. Davis asked if we can fine the customers and extra fee. Mr. Petrov advised District can bill customers meter cost amount. Director B. Davis advised to let customer aware of charge fee when tampering with District meter. Mr. McGinnis suggested to buy more expensive meters that are unable to take off the register. Mr. McGinnis explained there were 24 water leaks in the street for the month of October 2016 and reported there were 7 customers with high bills and late fees. All inquiries were resolved. Mr. McGinnis explains net water connections.

Total active, inactive, for the month of November 2016 are: 10,307 Averaging connections per last (3) months= 3 Mr. McGinnis continues with well pumping report: Total gallons pumped for October 2016 were 176,136,800. Wheeler well field capacity is at 47.42% and Desert Well field is at 54.47% Waste water system reports total for the month of October 2016 is 7752 and year to date net change (6 month) is 475 averaging connections per last 3 months = 3
Influent received in October 2016 was 61,071,000
Effluent delivery total was 58,628,100 well water spray field is 13,215,000.

GLO 16,016,000 and SPUR 29,397,100

Total plant capacity: 3.0 MGD

Percentage of capacity: 65.1%

Mr. McGinnis requested approval to send \$2,885.17 to collections and \$16.94 for write offs.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to approve Management Report and to send \$2,885.17 to collections and \$16.94 for write offs.

Vote was unanimous to approve.

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

Ms. Troncoso reported that 13200 Pelicano and Horizon Manor Unit 1 were both under review. Hospital is under construction. On GST-2B TRE has obtained TCEQ escrow release and are awaiting advertisement of project pending availability of additional bond funds. On HRMUD 7th bond issue. Mr. Petrov advised TCEQ had already approved bond issue. Horizon City Roadway Project the pre-construction meeting will be on December 1st, 2016 for the Town of Horizon Roadway repaving and widening projects with both Horizon Industrial Park and Darrington Road. On Drainage Project, Ms. Troncoso advised she will meet with Horizon City at 8:30 a.m. tomorrow.

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

Mr. Delgadillo advised golf course has been slowing down and has been sending employees home early to save money on payroll. Bunker renovation, Mr. Delgadillo would like to resume on this project. Mr. Delgadillo advised that this project will take one month. On equipment trade there's 6 pieces of equipment from Wells Fargo Bank. If trade approved to John Deer. Mr. Delgadillo advised John Deer is giving a 2 year warranty and payment quote would be \$7,394.00 for addition of 2 year warranty, would be 4 year warranty instead of 2 years.

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

No action taken.

10. **CONSIDER AND TAKE ACTION ON TURF EQUIPMENT.**

Motion was made by Director K. Thomas and seconded by Director D. Hulsey to approve trade on turf equipment, and new agreement with new John Deere Equipment.

Vote was unanimous to approve.

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

Motion was made by Director K. Thomas and seconded by Director D. Hulsey to Table Item #11.

Vote was unanimous to approve.

12. **CONSIDER AND TAKE ACTION TO AUTHORIZE PREPARATION OF A PRELIMINARY OFFICAL STATEMENT AND PUBLICATION OF A NOTICE OF SALE FOR THE DISTRICTS'S UNLIMITED TAX BONDS.**

Mr. Petrov reported that TCEQ advised was ready to approve application and dollar amount. Mr. Petrov advised would receive form and Bill Blich will prepare. Ms. Troncoso advised all bond money would not be spent next year, only catch up money for maintenance. Next bond issue will be to do a new RO Plant. Ms. Troncoso suggested RO Plant can be done in 2018.

Motion was made by Director B. Jarvis and seconded by Director D. Hulsey to authorize of preliminary statement and publication of a notice of sale for the Districts unlimited tax bonds.

Vote was unanimous to approve.

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

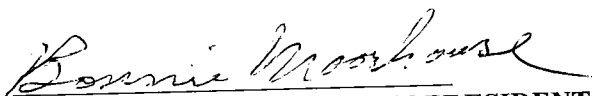
Mr. Petrov advised Board Members on election cycle will be in December 2016. A notice will be send to Mr. McGinnis for new elections and packet will also be included.

There being no further business before the Board, the meeting was upon motion made by Director B. Moorhouse duly made and seconded by Director D. Hulsey all in favor and carried, adjourned at 7:30 P.M

READ, APPROVED, AND ADOPTED THIS 22nd DAY OF DECEMBER 2016.


BENNY DAVIS, 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 NOVEMBER 30, 2016**

AGENDA ITEM	ATTACHMENTS AND HANDOUTS	ACTION TAKEN
4:	RECEIVE CITIZEN COMMUNICATIONS.	N/A
5:	CONSIDER AND TAKE ACTION TO CONSENT AGENDA.	APPROVED 5-0
5A:	CONSIDER AND TAKE ACTION TO APPROVE THE MINUTES OF A REGULAR MEETING HELD OCTOBER 27, 2016 SPECIAL MEETING HELD ON NOVEMBER 17, 2016	APPROVED 5-0
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 5-0
5C:	CONSIDER AND TAKE ACTION TO APPROVE THE FINANCIAL STATEMENT FOR THE MONTH ENDING OCTOBER 31, 2016	APPROVED 5-0
5D:	CONSIDER AND TAKE ACTION ON PAY ESTIMATE NO. 1 FOR EL PASO HILLS LIFT STATION REPLACEMENT PROJECT.	APPROVED 5-0
6:	CONSIDER AND TAKE ACTION ON MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF THE DISTRICT.	APPROVED 5-0
7:	CONSIDER AND TAKE ACTION ON THE ENGINEERING REPORT RELATING TO CONSTRUCTION AND ENGINEERING ACTIVITIES OF THE DISTRICT.	N/A
8:	CONSIDER AND TAKE ACTION ON MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF SPRAY FIELD NO 1.	N/A
9:	CONSIDER AND TAKE ACTION ON, IF NECESSARY, RELATING TO THE LEASE WITH MOONLIGHT P&Q, LLC.	N/A
10:	CONSIDER AND TAKE ACTION ON TURF EQUIPMENT.	APPROVED 5-0
11:	CONSIDER AND TAKE ACTION ON ACCEPTANCE OF WATER LINE IMPROVEMENTS FOR HORIZON CITY UNIT 51, PHASE 7.	APPROVED 5-0
12:	CONSIDER AND TAKE ACTION TO AUTHORIZE PREPARATION OF A PRELIMINARY OFFICAL STATEMENT AND PUBLICATION OF A NOTICE OF SALE FOR THE DISTRICT'S UNLIMITED TAX BONDS.	APPROVED 5-0
13:	REPORTS AND DISCUSSION OF OTHER MATTERS THAT MAY COME BEFORE THE BOARD.	N/A
