

**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, September 25, 2014 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	-	Asst. Secretary

Director 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 and Administrative Assistant Elvia Munoz, TRE & Associates, Inc. Linda Troncoso, and Attorney Alan Petrov. The Pledge of Allegiance was said with audience participation.

4. RECEIVE CITIZEN COMMUNICATIONS

No citizen communications.

5. CONSENT AGENDA.

- A: Consider and Take Action to approve the Minutes of the Regular Meeting held on August 28, 2014, Special Meeting held on September 18, 2014.
- 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 August 31, 2014.

D: Consider and Take Action on Pay Estimate No. 3 for Spray Field No. 1 Irrigation System Improvements.

E: Consider and Take Action on Pay Estimate No.4 for Lift Station project for Spray Field #1

Motion was made by Director K. and seconded by Director B. Moorhouse 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.

Vote was unanimous to approve.

6. CONSIDER AND TAKE ACTION ON MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF THE DISTRICT. (MANAGEMENT)

Project manager Mr. McGinnis explains the net water connections. Total active, inactive and district meters for the month are: 9,950. Averaging connections per last (3) months=9

Mr. McGinnis continues with well pumping report: Total gallons pumped for August 2014 were 178,698,800. Wheeler well field capacity is at 44.47% and Desert Well field is at 51.25% Waste water system reports total for the month of August 2014 is 7303 and year to date net change (6 month) is 152 averaging connections per last 3 months = 3

Influent received in August 2014 was 63,476,000 and effluent delivery total was 61,258,400 well water spray field is 4,162,000.

GLO 30,490,000 and SPUR 26,606,400

Total plant capacity: 3.0 MGD

Percentage of capacity: 68.3%

Mr. McGinnis reported to Board Members that Janita Williams met with 7 customers with high bills, and online setup for the month of August 2014. All inquiries were resolved. Mr. McGinnis concludes that a total of 17 accounts needed to be sent to collections for a total of \$2,315.27 and total of 12 write off accounts for a total of \$57.61.

Motion was made by Director K. Thomas and was seconded by Director B. Jarvis to approve management report and to send all 17 customers to collections plus the 12 write offs.

Vote was unanimous to approve.

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

Mr. Jeff Gates explained to Board Member that Alejandrina Pina had already posted the hours of operation in the entrance doors of Moonlight P&Q, LLC.

No action taken.

8. **CONSIDER AND TAKE ACTION, IF NECESSARY, ON REPORT FROM TURF COMMITTEE.**

Director Dean Hulsey explained that he had high expectations for the greens.

No action taken.

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

Engineer L. Troncoso explains To Board Members that there were three applications for service commitment. The three applications are from Piedmont Village Units 1 & 2. Second one is from 13918 Horizon Blvd Panda Express, and the last one form Popeye's Chicken. Director B. Davis asked Ms. Troncoso on status of application for 287 S. Darrington Rd. Ms. Troncoso replied she would definitely check on application. Ms. Troncoso advised Board Members that the RO Concentrate Pond improvement construction is complete and the ponds are being adjusted. Ms. Troncoso added that Train A is not use yet but was functional. Next Ms. Troncoso explained that the technical review of the permit has been approved and a revised draft permit has been issued which includes disposal of sludge to the Camino Real Landfill. Ms. Troncoso added that the contractor is awaiting connection of power by El Paso Electric Company and pay estimate No. 3 is on the Boards Agenda for approval in today's meeting. Ms. Troncoso concludes that the El Paso Hills Lift Station replacement the design survey was received on September 25, 2014 and design is underway for the two lift stations.

Motion made by Director K. Thomas and seconded by Director B. Jarvis to approve engineering report.

Vote was unanimous to approve.

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

Mr. Jeff Gates gave Board Members a copy of the proposed contract for the Horizon Golf & Conference Center, for the Clint I.S.D. Mr. Gates advised that he did a \$300.00 increase, due to maintenance. Mr. Gates did explain that Attorney A. Petrov had not reviewed contract. Mr. Petrov advised Board Members he would review contract today. Mr. Gates also explained that the coach needed to be with the students, and students would alternate. Mr. Gates also included a copy of the Golf Course inventory for Board Members to review. Mr. Gates then explains that the improvements in the greens are good. Mr. Gates advised that Mr. Blazer from Helena would be visiting with him in regards to bent grass, and also the 3 bad holes. Mr. Gates did explain that in the week of November 2014 the majority of the holes should be looking good. Mr. Gates explained the mowing of the greens will be done next week and only cutting half inch.

Motion was made by Director K. Thomas and was seconded by Director D. Hulsey to approve management report for Spray Field No. 1 with the exception of the contract.

Vote was unanimous to approve.

11. CONSIDER AND TAKE ACTION ON AWARD OF BID FOR RO CONCENTRATOR.

Engineer L. Troncoso explained bids were opened on September 24, 2014 at 10 a.m. for construction of the Horizon Regional Municipal Utility District Reverse Osmosis Concentrator. Total of 3 bids were reviewed, lowest bidder being R.M. Wright Construction Company. The base bid was \$2,131,000.00.

Motion made by Director B. Moorhouse and seconded by Director B. Jarvis to award the contract to R.M. Wright Construction Company for amount of \$2,131,000.00

Vote was unanimous to approve.

12. CONSIDER AND TAKE ACTION ON DROUGHT CONTINGENCY PLAN.

Mr. McGinnis explained to Board Members that he needs to submit the Drought Contingency Plan for the Horizon Regional Municipal Utility District for September 2014. Mr. McGinnis explained this needs to be submitted every 5 years. Mr. McGinnis also explained that Attorney Alan Petrov had already reviewed the Drought Contingency Plan.

Motion made by Director B. Jarvis and seconded by Director D. Hulseby to approve Drought Contingency Plan.

Vote was unanimous to approve.

13. CONSIDER AND TAKE ACTION ON THE DISTRICT BUDGET FOR FISCAL YEAR 2014-2015.

Director K. Thomas explained that decisions were made to cut some of the budget. The cut's for some of the budget were the following:

Spray Field Pool expense

Chemicals

Travel Expenses

Materials and Maintenance

Director K. Thomas did explain that bonds will stay the same.

Motion was made by Director B. Jarvis and seconded by Director B. Moorhouse to approve the District's budget for fiscal year 2014-2015.

Vote was unanimous to approve.

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

Attorney A. Petrov advised Board Members that the bonds that were approved last month for 1.9 million

had been wired today September 25, 2014. Engineer L. Troncoso explained to Board Members that the land around the Super Center Wal-Mart in Horizon City, she was asked for proposal requesting to build a road by the District's property. Director B. Jarvis asked on GLO Land. Mr. A. Petrov explained that they need approval from the HRMUD and GLO. Director B. Davis asked if it be benefit to the District to build the road. Engineer L. Troncoso explained that making the road will not benefit the District.

There being no further business before the Board, the meeting was upon motion made by Director B. Jarvis duly made and seconded by Director K. Thomas all in favor and carried, adjourned at 7:00 p.m.

READ, APPROVED, AND ADOPTED THIS 23th DAY OF OCTOBER 2014.



BENNY DAVIS, PRESIDENT

Board of Directors

Horizon Regional M.U.D.



GORDON JARVIS, SECRETARY

Board of Directors

Horizon Regional M.U.D.

EM/CM