

**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 January 15, 2015 at 3:00 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 – Not Present
Bonnie Moorhouse	-	Vice President
Bob Jarvis	-	Secretary
Kit Thomas	-	Treasurer
Dean Hulsey	-	Asst. Secretary

Director B. Moorhouse 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, Assistant Manager Joe Paxton, and TRE & Associates, Inc. Linda Troncoso, Xochitl Aranda. The Pledge of Allegiance was said with audience participation.

4. RECEIVE CITIZEN COMMUNICATIONS

Jay Blobner asked when the noise from the pump station will get fixed. Engineer L. Troncoso advised that a new impeller would be getting here by next week and would get installed Wednesday or Thursday and should be operational by Friday January 23, 2015. Ms. Troncoso advised she would call Mr. Blobner and the Board Members herself as soon as installation is done. Mr. Blobner also wanted to thank Mr. McGinnis and Mr. Paxton regarding all sink holes. Mr. Blobner explained that the City of Horizon receive several calls from customers in regards to water issues. Mr. Blobner explained he only answers what he knows and the rest he refers them to our office at Horizon Regional MUD.

5. **CONSIDER AND TAKE ACTION 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.**

Director B. Jarvis made a motion 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 and was seconded by Director D. Hulsey.

Vote was unanimous to approve.

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

Director D. Hulsey advised Mr. McGinnis to get quotes to fix the lighting at the Moonlight P&Q parking lot.

7. **CONSIDER AND TAKE ACTION, IF NECESSARY, ON SPRAY FIELD OPERATIONS.**

Director K, Thomas read Mr. Gates report. Director K. Thomas reported that most greens have 70 to 80 percent coverage. Mr. Gates explained on the report that he has heard several good comments on greens and trees being trimmed out. Director K. Thomas explained they are in the process to hire a Head Pro General Manager by the name of Luis Delgadillo. Director K. Thomas advised that the committee had released Mr. Jefferey Gates. On February 1, 2015 Luis Delgadillo will take action on the golf course. Director K. Thomas mentioned that Mr. Delgadillo will get big tournaments. Mr. Blobner asked for Mr. Delgadillo's phone number. Director B. Jarvis advised that Mr. Delgadillo would have to introduce himself to Horizon Police Department, and to Mr. Blobner from the City of Horizon.

Motion was made by Director B. Moorhouse to approve spray field operations report and seconded by Director B. Jarvis.

Vote was unanimous to approve.

8. **CONSIDER AND TAKE ACTION ON DIGESTER REPAIRS AT WASTEWATER PLANT.**

Mr. McGinnis advised Board Members that he had 4 quotes from Bowen Industrial Contractor, Inc., Genesis Industrial, Texas Machine Works, and Three - O - Machine Shop Inc. Mr. Paxton explained to Board Members that he talked to Wyler but Wyler advised Mr. Paxton they were very busy at this time. Director K. Thomas advised Mr. McGinnis that when presenting bids to the Board to please have all bids in one page. Mr. McGinnis concludes that he recommends Bowen. Director B. Jarvis and Director D. Hulsey would like to use the lowest bidder.

Director B. Jarvis made a motion to approve Genesis Industrial for Digester repairs at wastewater plant and was seconded by Director K. Thomas.

Vote was unanimous to approve.

9. **OPERATIONS AND ENGINEERING REPORT.**

Assistant Manager Joe. Paxton reports that Elsworth Lift Station Pump #2 was returned from the shop replaced and running on both sides. Tanks all the same and online. On the sewage Treatment Plant Mr. Paxton explained there had been a sampling frequency excursion in December 2014, and was reported to TCEQ Region 6 and Central. Mr. McGinnis advised Board Members that Severn Trent Services would pay any penalties. On the Pump Stations all four Pumps are online and in standby.

Mr. Paxton explained total water production by day:
Average daily use 3,950,400= 1.38 residual
Maximum daily use 4,693,800=1.89 residual
Minimum daily use 3,047,200= 0.89 residual

Waste water totals for the month December 2014:
Percent of permitted to Spray Field is 49.1 %
Percent of permitted to GLO is 39.7%
Percent of permitted influent to STP is 70.4%
Percent of permitted effluent to Mesa Spur drain is 46.2%.

Mr. McGinnis reported that the Center Pivot was turned off in the nights and running during the day only.
Mr. Paxton concludes that HRMUD effluent annual average is:

Total effluent 2.0375
Golf Course 0.1630
GLO 0.6839
MSD 1.1754
RO 0.4809

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

Director K. Thomas advised Mr. Paxton to have Draw Down Report ready for next weeks on Regular Board Meeting.

Engineer L. Troncoso explains that she has received new application from Unit 90 and 91 off Ascension. Unit 90 will need acceptance and will be placed on agenda. On the RO membrane replacement project everything has been done except Mr. Manny Villalobos needs to get the 5 year warranty on the membranes. On the Lift Station project for Spray Field #1 Ms. Troncoso reported that TXDOT advised her that no inspection has been done. Mr. Villalobos never called TXDOT to have inspection done. Regarding the RO Concentrator Project and Pay Estimate No. 1 and change order No. 1. Ms. Troncoso explains that 90% of the pipes have been installed. Also all submittal dates have been approved and approved both to be placed on next consent agenda. Ms. Troncoso advised that she had called Director B. Jarvis and Director D. Hulsey explaining that the RO Concentrate Pond water was fixing to over flow. Ms. Troncoso explained the cold weather was not helping. Director K. Thomas asked what needs to be done. Ms. Troncoso advised that another water line can be run to a portable fire hydrant, if running out the portable water line would send water. Director K. Thomas advised that she does not want no salt in the water, would like for the greens to be safe. On RO Pre-Filter that has been ordered since August 2014. Ms. Troncoso advised that 40% has already been paid. Ms. Troncoso would like for Attorney A. Petrov to send letter to Bob Johnson & Associates regarding this issue. Next Ms. Troncoso explains on Lagoon Decommissioning that the contractor claims they might not finish on time. Contractor still has 70% left to haul. Director B. Jarvis said they came late and did not start on time. Ms. Troncoso did mention that she explained to contractor that they started 2 months late. Ms. Troncoso added that they have daily reports showing they started late. On Spray Field No. 1 Irrigation System Improvements and Pay Estimate NO. 6 was not approved to be placed on consent agenda. Ms. Troncoso explained no copy yet has been received from WWTP Permit renewal in the mail. The El Paso Hills Lift Station replacement project review will be submitted to TCEQ. The proposal for HRMUD GST 2B is the last of bond projects for Storage Tank at 2B, to be placed on agenda. In coordination with town of Horizon City for Darrington drainage


improvements and for access to golf course contact will be Mr. McGinnis. Ms. Troncoso also reported that Mayor Miller had approached her in a request for a non-profit construction of a baseball field at section 321 GLO Spray Field. They are wanting to come in to speak to Board Members. Ms. Troncoso explained that effluent would be required from that land. Director B. Jarvis asked Mr. McGinnis to find out how long the lease is with the farmer. Director K. Thomas advised Ms. Troncoso for them to come in for next meeting and to have their presentation for a minimum of 15 minutes. Ms. Troncoso advised to the Board that West Texas Sand wanted to also speak to the Board to acquire some property from the Knapp Land. Ms. Troncoso advised that she explained to West Texas Sand that they need about a 4 mile line. Ms. Troncoso advised that if approved and built if they could pay Indistrict rates. Director B. Jarvis said yes they could come to the next meeting. If developed new plans and new RO would be required.

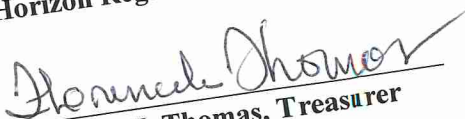
10. REPORTS AND DISCUSSION OF OTHER MATTERS THAT MAY COME BEFORE THE BOARD.

Mr. Blobner concluded that they had celebrated their Christmas Party at Moonlight Restaurant and wanted to thank Mrs. Pina for the excellent food and service.

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 and carried, adjourned at 4:50 p.m.

READ, APPROVED, AND ADOPTED THIS 22nd DAY OF JANUARY 2015.


BONNIE MOORHOUSE, VICE PRESIDENT
Board of Directors
Horizon Regional M.U.D.


Florence K. Thomas, Treasurer
Board of Directors
Horizon Regional M.U.D.

EM/CM