

**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 October 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 off the members of the board, to-wit:

Benny Davis	-	President
Bonnie Moorhouse	-	Vice President
Bob Jarvis	-	Secretary
Kit Thomas	-	Treasurer
Dean Hulsey	-	Asst. Secretary – Not Present

Director B. Davis called the meeting to order. A quorum was established. Also attending the meeting were the District's consultants: Severn Trent Services. Account Manager Charlie McGinnis, Administrative Assistant Elvia Munoz, TRE & Associates, Inc. Linda Troncoso, Xochitl Aranda. The Pledge of Allegiance was said with audience participation.

4. RECEIVE CITIZEN COMMUNICATIONS.

No citizen communications.

5. CONSIDER AND TAKE ACTION ON LOAN WITH WESTSTAR BANK.

Motion was made by Director K. Thomas and seconded by Director B. Jarvis to approve Loan with WestStar Bank.

Vote was unanimous to approve.

6. **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.**

Motion was made by Director K. Thomas and seconded by Director B. Jarvis 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 No. 1

Vote was unanimous to approve.

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

Daniel Garza Manager for Moonlight P&Q, LLC advised that a customer had slipped and fell by the parking lot. Mr. Garza claimed all lights are working but asked if more lighting can be installed by the steps outside the entrance door. Mr. Garza confirmed the restaurant is opening daily at 8:00 a.m. Mr. Garza will make sure to send breakfast menu to all Board Members. Director K. Thomas advised to change the sign and input new hours of operation. Director B. Davis advised to also place a poster.

No action taken.

8. **CONSIDER AND TAKE ACTION ON PAYMENT TO BOB JOHNSON AND ASSOCIATES FOR TURBIDEX FILTER.**

Item #8 tabled.

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

Mr. Delgadillo explains cost of sale for September 2015. Merchandise profit for the month of September 2015 was \$4,000.00. Mr. Delgadillo advised that pro-shop looked very nice with all the new merchandise. Mr. Delgadillo met with an Agronomist to take a look at the greens and to give him some advised of how to make them look better. Mr. Delgadillo explained light seeding would be done, and advised fertilizing was done last week. The results after the fertilizing last week, Mr. Delgadillo advised greens are looking much better. Mr. Delgadillo explained that there was not enough carts for this next tournament and had made an agreement with Vista Hills Golf Course to rent some carts for them at \$20.00 a day. Also advised that if Vista Hills Golf Course ever needed carts from him the agreement would be the same \$20.00 a day. Director B. Moorhouse asked if any damages due to storm last week. Mr. Delgadillo said some but nothing big. Director K. Thomas asked how pumps were doing. Mr. Delgadillo responded and advised pumps are doing great and now pumping 800 gallon per minute.

10. OPERATIONS AND ENGINEERING REPORT.

Mr. Joe Paxton Operations Manager introduced Mr. David Munoz our new Maintenance Manager to the Board Members. Mr. Paxton explained all lift stations were operational with the exception of Barrel Cactus Lift Station. Barrel Cactus Lift Station is running on one side there is a problem with the riser pipe from the wet well on pump 2. On Waste Water Treatment Plant eleven loads of sludge were hauled to Camino Real Landfill in September 2015. The Spray Field Lift Station is running on one side while one pump is in the shop for repairs. The TCEQ has scheduled an inspection of the WWTP for Wednesday October 28, 2015. Mr. Paxton is coordinating with the engineers to find a more permanent solution to the storm water drainage problems across this property. On desert wells 14-36 has been repaired on Monday. RO Plant still waiting for the new flow meters on the RO Trains and bypass lines.

Mr. Paxton explained total water production by day:

Average daily use 5,488,100= 1.30 residual

Maximum daily use 6,955,500=1.74 residual

Minimum daily use 2,966,800= 0.93 residual

Waste water totals for the month September 2015:

Percent of permitted to Spray Field is 88.8 %

Percent of permitted to GLO is 29.6%

Percent of permitted influent to STP is 63.4%

Percent of permitted effluent to Mesa Spur drain is 37.5%.

Mr. Paxton explains the HRMUD effluent annual average is:

Total effluent 2.1035
Golf Course 0.3209
GLO 0.6361
MSD 1.1359
RO 0.5227

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

Director K. Thomas asked what the impact fee was. Mr. McGinnis responded the impact fee was \$750.00. Director K, Thomas would like to discuss impact fee at the next Budget Meeting. Director B. Davis asked Mr. Paxton when the static levels were done. Mr. Paxton was advised by Director B. Davis to try and do more accurate static level testing.

Engineer L. Troncoso explains that Church's Chicken and 13900 Horizon both applications were under review. On RO Membrane Replacement Project District still holding \$70,000 in retainage and advised that Mr. Petrov is working on this issue. Spray Field #1 Lift Station and Force Main Project as per Ms. Aranda two items still pending and have not been delivered yet. Ms. Aranda also advised that Mr. Randy Wright has been at the site with his crew. On El Paso Hills Lift Station completion is almost done with the electrical engineer. Ms. Troncoso advised that a power study needs to be done. Director B. Jarvis advised Kendrick Electric would be a good company to talk to.

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

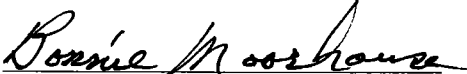
Director B. Moorhouse explained she had attended City Hall Meeting. Director B. Jarvis said he had nothing to report on city drainage. Ms. Troncoso advised Board Members that she had a proposal for Spray Field #1. This irrigation system would irrigate the entire Spray Field area and incorporate system controls to more effectively program and monitor system operations. Ms. Troncoso explained greens would be watered with potable water. Director B. Davis asked if we had funds. Ms. Troncoso explained

had 1-2 million dollars. Director B. Davis advised Ms. Troncoso that the District would like to see the most important top of list first that needs to be done. Board advised Ms. Troncoso that a workshop would be scheduled and project would be included on list for future water projects.

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 4:42 p.m.

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


BOB JARVIS, SECRETARY
Board of Directors
Horizon Regional M.U.D.


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

EM/CM