

**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 Monday June 9, 2014 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
	-	Vice President
Bob Jarvis	-	Secretary
Kit Thomas	-	Treasurer
Bonnie Moorhouse	-	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. Assistant Manager Joe Paxton and Administrative Assistant Elvia Munoz, TRE & Associates, Inc. Linda Troncoso, and Matt Lucas. The Pledge of Allegiance was said with audience participation.

4. RECEIVE CITIZEN COMMUNICATIONS

No citizen communications.

5. CONSIDER AND TAKE ACTION TO APPROVE LETTER OF CREDIT FOR GOLF COURSE EQUIPMENT.

Director B. Davis explains to Board Members that a letter of credit from WestStar Bank is due for renewal and needs to be signed from Director K. Thomas and Director B. Davis. The letter of credit is for \$4,378.84.

Motion was made by Director K. Thomas and seconded by Director B. Jarvis to approve letter of credit for golf course equipment.

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 B. Jarvis and seconded by Director K. Thomas 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.

7. **CONSIDER AND TAKE ACTION ON AWARD OF BID FOR LAGOON DECOMMISSIONING.**

Engineer L. Troncoso explains (3) bids were received, the lowest bidder being Parker Ag Service, LLC in the amount of \$274,375.00. Engineer L. Troncoso advised Board Members that as per Parker Ag Services, LLC they were willing to work day and night if necessary.

Motion was made by Director B. Jarvis and seconded by Director K. Thomas to approve Parker Ag Services, LLC for lagoon decommissioning in the contract amount of \$274,375.00.

Vote was unanimous to approve.

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

Golf Course Manager Mr. Jeff Gates explains that there is little improvement on the greens and color is getting better. Mr. Gates advised Board Members that more seeding would be done tomorrow June 10, 2014. Mr. Gates mentioned that if seed would not get enough water, seed would not be any good. Mr. Gates approached Board Members to show a sprinkler head that was full of algae and he claims sprinkler heads are getting clogged by the algae. Mr. Gates advised all that as soon as sulfur burner is in that will

eliminate the problem. Engineer L. Troncoso advised Mr. Gates that no sulfur burner would be installed. Assistant Manager Mr. Joe Paxton advised Mr. Gates that potassium permanganate, copper sulfate, or chlorine tablets can possibly work to eliminate the algae. Mr. Gates responded that any chemicals have to be checked and that he did not want to hurt any turtles or ducks. Director B. Davis asked Ms. Troncoso if no sulfur burner then what was the District getting to eliminate the algae. Ms. Troncoso responded that she did not remember the name but that it would be something almost the same as a sulfur burner. Ms. Troncoso advised Board Members that the price for a sulfur burner is approximately \$50,000 and is too expensive. Director B. Davis asked Ms. Troncoso to search as soon as possible the name and cost for what will be used instead of a sulfur burner. Ms. Troncoso advised Board Members that on a previous Board Meeting the sulfur burner was never approved. Mr. Gates emphasized that a sulfur burner would be excellent to prevent algae. Director B. Jarvis asked Ms. Troncoso if there will be an issue with TCEQ. Ms. Troncoso responded she would call TCEQ and ask. Director B. Davis advised Mr. Gates that there are still several dry spots. Mr. Gates advised Board Members that he added two more employees to take care of cleaning the sprinkler heads. Director B. Davis asked Mr. Gates if the air conditioners were now working at the golf course. Mr. Gates replied all 10 were worked on and running fine. Mr. Gates added that no one checked back in November of 2013 to see if air conditioner was working or not. Mr. Boyle advised Board Members that El Paso Electric has rebate and that if 10 systems would get checked that would be a total of \$150.00 per each unit. Mr. Boyle also explained that he would do a survey to check what is working and what is not at no charge. Mr. Boyle continues and explains that filters, coils and belts can be checked four times a year. Director B. Jarvis would like to contract Mr. Boyle and advised to place on next agenda to contract Mr. Boyle for July 1st 2014.

Motion made by Director K. Thomas and was seconded by Director B. Jarvis to approve spray field operations.

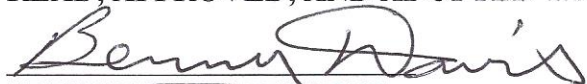
Vote was unanimous to approve.

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

Director B. Moorhouse asked Mr. Jay Blobner regarding drainage. Mr. Blobner responded that the golf course pipe can cause an issue if it rains, also that residents on Primorose St. are complaining regarding drainage. Mr. Blobner asked the residents to come to the Board Meeting and speak to the Board. Mr. Blobner claims none of the residents were able to make it to the meeting. Mr. Blobner also advised Board Members that the contractor had thrown concrete and debris. Director B. Davis asked Ms. Troncoso and Mr. Blobner to meet with contractor to have it cleaned. Ms. Troncoso asked Mr. Blobner if he had pictures to please email them to her. Director B. Davis said that if City allowed drainage. Mr. Blobner replied it is not City property. Director B. Davis explained that whoever approved and did drainage was probably the City. Mr. Blobner explained his concern is for drainage not to flood. Director B. Davis also explained that the City was hiring 1 to 2 engineers. Director B. Moorhouse advised that ex-Board Member Mr. John Navidomskis complained that one of his neighbors was throwing trash over the fence. Mr. Gates asked if easement can be locked and everyone that needed access could get copies of keys to unlock.

There being no further business before the Board, the meeting was upon motion made by Director K. Thomas duly made and seconded by Director B. Jarvis and carried, adjourned at 4:05 p.m.

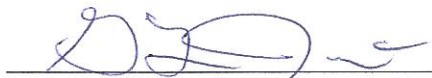
READ, APPROVED, AND ADOPTED THIS 26th DAY OF JUNE 2014.



BENNY DAVIS, PRESIDENT

Board of Directors

Horizon Regional M.U.D.



GORDON JARVIS, SECRETARY

Board of Directors

Horizon Regional M.U.D.

EM/CM