

**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 Tuesday, March 7, 2023, at 1:00 p.m. in person 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:

Gordon, Jarvis	-	President
Dean Hulsey ( <i>absent</i> )	-	Vice President
Florence Thomas	-	Treasurer
Mike Barton	-	Secretary
<i>vacant</i>	-	Assistant Secretary

Director Gordon Jarvis called the meeting to order at 1:00 p.m. A quorum was established. Also attending the meeting were the district's consultants: Account Manager - Charlie McGinnis, Administrative Assistant III - Veronica Saucedo. District Attorney – Alan Petrov (via zoom). TRE & Associates Inc – Linda Troncoso, Marcos Meza, Frank Ortiz. McCall Gibson Swedlund Barfoot PLLC – Brian Toldan. The Pledge of Allegiance was said with audience participation.

**4. RECEIVE CITIZEN COMMUNICATIONS.**

No citizen communications.

No Action Necessary.

**5. CONSIDER AND TAKE ACTION TO REVIEW AND APPROVE AUDIT REPORT FOR FISCAL YEAR ENDED SEPTEMBER 30, 2022.**

Brian Toldan with McCall Gibson Swedlund Barfoot PLLC reported, discussed and touched on points of the audit report to the Board of Directors.

Director Thomas made motion to approve the audit report for fiscal year ended September 30, 2022, and was seconded by Director Barton.

All in favor: 3 ayes

Opposed: 0 none

Motion passed to approve.

6. **CONSIDER AND TAKE ACTION TO ADOPT AN ORDER AUTHORIZING APPLICATION TO THE TCEQ FOR APPROVAL OF PROJECT AND ISSUANCE OF BONDS FOR HUNT COMMUNITIES DEFINED AREA (SECTIONS 21 & 22).**

Mr. Alan Petrov stated this explanation relates to items 6, 7 and 8. He stated back in January Ms. Linda Troncoso brought proposals to the Board to begin the bond application work for the three defined areas. Mr. Petrov stated he had spoken to Mr. John Jansing and is ready to file the applications. This would be the formal resolution of the Board to authorize the filing of the bond applications with the TCEQ for the defined areas (Hunt Communities, Rancho Desierto Bello and Ravenna).

Director Thomas made a motion to adopt an order authorizing application to the TCEQ for approval of project and issuance of bonds for Hunt Communities Defined Area (sections 21 and 22) and was seconded by Director Barton.

All in favor: 3 ayes

Opposed: 0 none

Motion passed to approve.

7. **CONSIDER AND TAKE ACTION TO ADOPT AN ORDER AUTHORIZING APPLICATION TO THE TCEQ FOR APPROVAL OF PROJECT AND ISSUANCE OF BONDS FOR RANCHO DESIERTO BELLO DEFINED AREA (PORTIONS OF SECTIONS 5, 43 AND 44).**

(See explanation item # 6)

Director Thomas made a motion to adopt an order authorizing application to the TCEQ for approval of project and issuance of bonds for Rancho Desierto Bello Defined Area (portions of sections 5, 43 and 44) and was seconded by Director Barton.

All in favor: 3 ayes

Opposed: 0 none

Motion passed to approve.

8. **CONSIDER AND TAKE ACTION TO ADOPT AN ORDER AUTHORIZING APPLICATION TO THE TCEQ FOR APPROVAL OF PROJECT AND ISSUANCE OF BONDS FOR RAVENNA DEFINED AREA (SECTIONS 20).**

(See explanation item # 6)

Director Thomas made a motion to adopt an order authorizing application to the TCEQ for approval of project and issuance of bonds for Ravenna Defined Area (sections 20) and was seconded by Director Barton.

All in favor: 3 ayes

Opposed: 0 none

Motion passed to approve.

9. **CONSIDER AND TAKE ACTION ON CONTRACTOR PREQUALIFICATION PROCESS FOR UTILITY CONTRACTORS IN HRMUD.**

Ms. Linda Troncoso presented the contractor prequalification form for the Board's approval and stated the contractors are already familiar with the form since it has been

included the engineer's previous qualification packets. Director Jarvis recommended to add the link to OSHA website to #16.

Director Barton made a motion to approve the contractor prequalification process for utility contractors in HRMUD and was seconded by Director Thomas.

All in favor: 3 ayes

Opposed: 0 none

Motion passed to approve.

10. **CONSIDER AND TAKE ACTION ON AWARD OF CONTRACT FOR SUMMER SKY NORTH UNIT II WATER, WASTEWATER AND DRAINAGE IMPROVEMENTS.**

Ms. Troncoso stated this was a project that will be seeking reimbursement from a future defined area. They received two bids, the lowest in the amount of \$3,535,370.00 by El Paso Underground Construction and recommends approval.

Director Thomas made a motion to approve the award of contract for Summer Sky North Unit II water, wastewater and drainage improvements to El Paso Underground and was seconded by Director Barton.

All in favor: 3 ayes

Opposed: 0 none

Motion passed to approve.

11. **CONSIDER AND TAKE ACTION ON AWARD OF PAWLING WATERLINE CONTRACT.**

Ms. Troncoso had solicited pricing for the installation of the waterline on Pawling to get it in ahead of the Town paving the area. They had requested three prices expecting the price to come in below \$75,000.00 which was the solicitation limit and received the three prices in the amounts of \$73,944.00 from El Paso Underground, \$120,000.000 from ZTEX Construction and \$138,019.00 from Bain Construction. Ms. Troncoso recommended award to El Paso Underground.

Director Thomas made a motion to approve the award of the Pawling waterline contract to El Paso Underground and was seconded by Director Barton.

All in favor: 3 ayes  
Opposed: 0 none

Motion passed to approve.

12. **CONSIDER AND TAKE ACTION ON CHANGE ORDER FOR ELEVATED TANK 5 FOR SCADA CONTROLS.**

Ms. Troncoso explained this item was not likely a change order item but a discussion and then action if the Board chooses. Ms. Troncoso stated they had received a price of \$5,950.00 from IDESAA Inc to integrate SCADA from the tank to the existing SCADA system and the reason it had not been incorporated in the original system is they had incorporated Fleet Zoom for the altitude controls and had hoped to work through the SCADA system to figure what new SCADA would be online or available as the new plant is done. They are still working through the upgrade of the SCADA system and can see the elevation on Fleet Zoom but in order to remotely call on the tank and see the levels actively in the SCADA system they would need to integrate it in the old SCADA system that is going to be replaced. Mr. McGinnis added that the PLC's IDESAA would be installing would not be the same architecture that data flow uses and should be fairly easy to integrate into the new SCADA system. Mr. McGinnis recommended to get it done that way the operators are able to trend the water in the summer and be able to graph and see peak periods and be able to boost the pressure with the pumps.

Director Thomas made a motion to approve the change order for Elevated Tank 5 for SCADA controls and was seconded by Director Barton.

All in favor: 3 ayes  
Opposed: 0 none

Motion passed to approve.

13. **CONSIDER AND TAKE ACTION ON PURCHASE OF 10 MOTORS AND 48 HUBS FOR E3 ATOMIZER UNIT 1.**

Mr. McGinnis requested item tabled.

Item tabled.

14. **CONSIDER AND TAKE ACTION ON BALANCING PUMPS AND MOTORS OF THE DISTRICT.**

Mr. McGinnis requested item tabled.

Item tabled.

15. **CONSIDER AND TAKE ACTION ON SCADA CONTROLS FOR I-10 WELLS 10 & 11.**

Ms. Troncoso explained SCADA controls were installed for Wells 10 & 11 but as the buildings around the wells have gone up they have blocked line of sight so there is not continuous communication to be able to remotely control the wells. Director Jarvis asked

how long before the new system could be active, Mr. McGinnis replied it would be 3-4 weeks and if it gets approved it would be online before the summer and be able to work out any bugs.

Director Barton made a motion to approve the integration of the SCADA system for I-10 Wells 10 and 11 and was seconded by Director Thomas.

All in favor: 3 ayes

Opposed: 0 none

Motion passed to approve.

16. **DISCUSSION REGARDING HZ VENTURES, LLC SERIES D TUSCANY VENTURES, WHICH WILL BE DISCUSSED IN EXECUTIVE SESSION.**

Executive session at 1:40 p.m.

Returned from executive session at 1:52 p.m.

No action necessary from executive session.

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

Mr. McGinnis provided a quote from WHB Pump Sales in the amount of \$35,731.67 and explained to the Board it was an emergency action item as he had just received it. Mr. Alan Petrov asked why it was an emergency & Mr. McGinnis replied and said they had lost well and needed another one to replace it ASAP.

Director Thomas made a motion to approve the quote from WHB Pump Sales in the amount of \$35,731.67 for well repairs and was seconded by Director Barton.

All in favor: 3 ayes  
Opposed: 0 none


Motion passed to approve.

There being no further business before the Board, the meeting was upon motion made by Director Thomas and seconded by Director Barton all in favor and carried, adjourned at 1:55 p.m.

**READ, APPROVED AND ADOPTED THIS 27<sup>th</sup> DAY OF APRIL 2023.**



**GORDON JARVIS, PRESIDENT**  
Board of Directors  
Horizon Regional M.U.D.



**MIKE BARTON, SECRETARY**  
Board of Directors  
Horizon Regional M.U.D.

CM/VS