

**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 Thursday, March 7, 2024, at 4:30 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 | - | Vice President |
| Florence Thomas | - | Treasurer |
| Mike Barton | - | Secretary |
| <i>vacant</i> | - | Assistant Secretary |

Director Gordon Jarvis called the meeting to order at 4:31 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 telephone). TRE & Associates Inc - Linda Troncoso, Frank Ortiz. WHB Pump Sales, LLC – David Munoz (Sr), David Munoz (Jr). The Pledge of Allegiance was said with audience participation.

4. RECEIVE CITIZEN COMMUNICATIONS.

No citizen communications.

No Action Necessary.

5. **CONSIDER AND TAKE ACTION ON I-10 WELL 2 REPAIRS AND REHAB.**

Mr. David Munoz addressed the Board and explained the pump is stuck in the hole more than previously believed. He stated when it had initially fallen, he believed he would be able to fish it out and after two attempts he was able to get most of it but does not want to pull on it more because they are in the screen. Mr. Munoz stated they could put tension on the pipe and pull on it but does not recommend it because if they pull on it and it tears the screen the silica sand is going to balance at unknown point and with prices today cost to drill a new Well would be \$1 Million+. Mr. Munoz suggested to run an approximately 800 gallon a minute pump without trying to get sand out of it, run a submersible pump and test to see how much water production can come from 240 ft leaving 4 ft off the bottom.

Director Hulsey made a motion to follow the recommendation of the well service professionals and the engineers to put in a submersible pump on Well 2 and run Well test and was seconded by Director Barton.

All in favor: 4 ayes
Opposed: 0 none

Motion passed to approve.

6. **CONSIDER AND TAKE ACTION ON PAY ESTIMATE No. 8 (Final) FOR HORIZON BLVD 16" WATERLINE REPLACEMENT.**

Ms. Troncoso requested item be tabled.

Item tabled.

7. **CONSIDER AND TAKE ACTION ON RECOMMENDATION FOR ACCEPTANCE FOR OPERATIONS AND MAINTENANCE FOR HORIZON BLVD 16" WATERLINE REPLACEMENT.**

Ms. Troncoso requested item be tabled.

Item tabled.

8. **CONSIDER AND TAKE ACTION ON AWARD OF CONTRACT FOR RO SITE GRADING AND YARD PIPING IMPROVEMENTS.**

Ms. Linda Troncoso reported to the Board that they received two bids, and this was a rebid and recommends the award to ZTEX in the amount of \$3,999,491.00.

Director Hulsey made a motion to award the contract for RO site grading and yard piping improvements to ZTEX in the amount of \$3,999,491.00 and was seconded by Director Barton.

All in favor: 4 ayes

Opposed: 0 none

Motion passed to approve.

9. **CONSIDER AND TAKE ACTION ON CHANGE ORDER No. 1 FOR WOODDALE LIFT STATION REPAIRS.**

Ms. Troncoso explained there was an error on their side in a question that came from Smithco which was if the job was for one pump or two and they were told it was for one, so their bid consisted of one set of pipes and not two. Ms. Troncoso requested a price for additional work since it is necessary and presented Change Order No. 1 increasing the contract amount by \$32,000.00. Director Jarvis asked if there were any other bids that were submitted and Ms. Troncoso stated they had solicited prices from three bidders and only

received pricing from one.

Director Hulsey made a motion to approve Change Order No. 1 increasing the contract amount by \$32,000.00 and was seconded by Director Barton.

All in favor: 4 ayes

Opposed: 0 none

Motion passed to approve.

10. **CONSIDER AND TAKE ACTION ON RENTAL OF BYPASS PUMPING FOR WOODDALE LIFT STATION REPAIRS.**

Mr. McGinnis requested item be tabled.

Item tabled.

11. **CONSIDER AND TAKE ACTION TO AUTHORIZE GENERAL MANAGER TO PROCESS PAYMENT REGARDING PERMITS WITH THE CITY OF HORIZON.**

Director Jarvis explained to the Board there have been some issues with getting paving permits with the City of Horizon he and had a meeting with the Mayor of Horizon to discuss these issues. The mayor has been receiving phone calls about not having timely street repairs and with this meeting they realized the issue is on both sides. One of the issues is they have changed the way they do permits, if the payment isn't made at the time of the application the application is not looked at and probably rejected. Director Jarvis is requesting to give Mr. Carlos McGinnis the authority to pay for them when they apply for the permits and asked Mr. Alan Petrov if that was ok and he said it was.

Director Jarvis made a motion to authorize Mr. Carlos McGinnis to make the permit payments within whatever jurisdiction is necessary and was seconded by Director Hulsey.

All in favor: 4 ayes

Opposed: 0 none

Motion passed to approve.

12. **CONSIDER AND TAKE ACTION ON AWARD OF CONTRACT FOR RO FEEDWATER TANK No. 2.**

Ms. Troncoso discussed item and requested not to take action. Ms. Troncoso received a bid from DN Tank, the bid was designed and bid out as a concrete tank, the same as GST 2B and explained to the Board that concrete tanks are more expensive but require less maintenance. Ms. Troncoso stated the project came in with the piping that immediately attaches to it so everything in the immediate vicinity within about 10 ft was included in the contract. Ms. Troncoso explained there is 2.1 million dollars allocated specifically for the feed water tank and their original price she thought was going to be a 1-million-gallon tank for 2.1 million dollars, the bid received was for a 500,000-gallon tank for 2.1 million dollars and the subcontractor that DN Tanks is using is adding extra items at an additional cost of 1.1 million dollars. Ms. Troncoso reported she is looking at two ways to recommend this item, she is getting prices for a steel tank as opposed to a ductile iron tank and is verifying their ability to potentially deduct extra items from the contract. Ms. Troncoso is recommending no action be taken at the moment and will present again with some additional advice of either throwing out the bid and rebidding as a steel tank or awarding knowing they have the ability to deduct the extra items off the contact.

Item tabled.

13. **CONSIDER AND TAKE ACTION ON SETTLEMENT AGREEMENT WITH DEL MAR CONTRACTING INC.**

Mr. Petrov reported this item was the agreement approved at the last meeting and Mr. Harrel Davis just needed a formal action taken by the Board approving the agreement, signing it and send it to them.

Director Hulsey made a motion to approve the settlement agreement with Del Mar Contracting Inc and was seconded by Director Barton.

All in favor: 4 ayes
Opposed: 0 none

Motion passed to approve.

14. CONSIDER AND TAKE ACTION ON POSSIBLE LEASE OF THE DISTRICT'S PROPERTY.

Mr. Alan Petrov reported that he has not received any information. Director Hulsey stated Mr. Luis Delgadillo received an email stating they would be receiving something soon.

No action necessary.

15. EXECUTIVE SESSION IF NECESSARY.

No executive session.

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

Director Hulsey expressed concern regarding Well #2 if they needed to be proactive or hold off until the tests were done. Ms. Troncoso replied and said the decision should come after they have the results of the tests being done.

There being no further business before the Board, the meeting was adjourned at 5:09 p.m.

READ, APPROVED AND ADOPTED THIS 23rd DAY OF May 2024.



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



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

CM/VS