

**MINUTES OF A REGULAR MEETING
OF THE BOARD OF DIRECTORS
HORIZON REGIONAL M.U.D.**

A regular meeting of the Board of Directors of the Horizon Regional M.U.D. was held on Thursday, May 23, 2024, at 6:00 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	-	Vice President
Florence Thomas	-	Treasurer
Mike Barton	-	Secretary
<i>vacant</i>	-	Assistant Secretary

Director Gordon Jarvis called the meeting to order at 6:00 p.m. A quorum was established. Also attending the meeting were the District's consultants: Inframark Account Manager - Charlie McGinnis. District Attorney - Alan Petrov. TRE & Associates Inc. - Linda Troncoso, Frank Ortiz, Ricardo Felix, Tom Urrabazzo. Horizon Golf & Conference Center - Luis Delgadillo. Bill Blich (via phone). The Pledge of Allegiance was said with audience participation.

4. RECEIVE CITIZEN COMMUNICATIONS.

No citizen communications.

5. CONSENT AGENDA.

- A: Consider and Take Action to approve the Payment of Bills and Invoices for Operations and Construction; and to approve the Transfer of Funds.
- B: 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.
- C: Consider and Take Action to approve Financial Statement for April 30, 2024.
- D: Consider and Take Action to approve Special Board Meeting Minutes for March 7, 2024.
- E: Consider and Take Action on Pay Estimate No. 6 for Paseo del Este Unit 9 Phase II.

Motion was made by Director Thomas and seconded by Director Hulsey to approve the Consent Agenda.

All in favor: 4 ayes
Opposed: 0 none

Motion passed to approve.

6. DISCUSSION ON HORIZON VIEW ESTATES SEWER.

Ms. Troncoso reported they are in the process of gathering the final survey data and are hoping to have everything in by the end of the month to proceed with the design.

No action necessary.

7. **CONSIDER AND TAKE ACTION ON MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF THE DISTRICT.**

Mr. McGinnis presented the Management and Operations report and set new calendar.

See attached report.

Director Hulsey made a motion to approve the Management Report to include write offs and collections and was seconded by Director Barton.

All in favor: 4 ayes

Opposed: 0 none

Motion passed to approve.

8. **CONSIDER AND TAKE ACTION ON THE ENGINEERING REPORT RELATING TO CONSTRUCTION AND ENGINEERING ACTIVITIES OF THE DISTRICT.**

Ms. Linda Troncoso discussed and presented the current service commitment applications and construction activity, then presented a summary of the Engineer's Report.

See attached report.

Director Hulsey made a motion to approve the Engineering Report relating to construction and engineering activities and was seconded by Director Barton.

All in favor: 4 ayes

Opposed: 0 none

Motion passed to approve.

9. **CONSIDER AND TAKE ACTION ON MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF SPRAY FIELD No. 1.**

Mr. Luis Delgadillo presented the Management report for Spray Field No. 1 to the Board.

Director Hulsey made a motion to approve the report relating to management and operational activities of Spray Field No. 1 and was seconded by Director Barton.

All in favor: 4 ayes

Opposed: 0 none

Motion passed to approve.

10. **CONSIDER AND TAKE ACTION ON WELL 10 REHAB.**

Mr. McGinnis presented the pricing he received for Well 10 from WHB Pump in the amount of \$31,263.00 and is asking for approval.

Director Hulsey made a motion to approve the quote received from WHB Pump Sales in the amount of \$31,263.00 for Well 10 rehab and was seconded by Director Barton.

All in favor: 4 ayes

Opposed: 0 none

Motion passed to approve.

11. CONSIDER AND TAKE ACTION ON CCR REPORT FOR 2023.

Mr. McGinnis presented the annual CCR report for 2023 that must be approved by the Board. This report is the Drinking Quality Report that states if there are any non-compliances with the water makes sure the District is in compliance.

Director Hulseby made a motion to approve the 2023 CCR Report and was seconded by Director Barton.

All in favor: 4 ayes
Opposed: 0 none

Motion passed to approve.

12. CONSIDER AND TAKE ACTION ON PAY ESTIMATE No. 11 (final) FOR SUMMER SKY NORTH UNIT 1.

Ms. Troncoso reported this was the final pay estimate in the amount of \$313,135.30 from Los Fierros Construction Inc. and is a future defined area where they will seek reimbursement and recommends approval as well as the acceptance for operations and maintenance, item # 13.

Director Hulseby made a motion to approve Pay Estimate No. 11 (final) for Summer Sky North Unit 1 in the amount of \$313,135.30 and was seconded by Director Barton.

All in favor: 4 ayes
Opposed: 0 none

Motion passed to approve.

13. **CONSIDER AND TAKE ACTION ON RECOMMENDATION FOR ACCEPTANCE FOR OPERATIONS AND MAINTENANCE FOR SUMMER SKY NORTH UNIT 1 PHASE 1.**

Ms. Troncoso recommended on item # 12.

Director Hulsey made a motion to accept Summer Sky North Unit 1 Phase 1 for operations and maintenance and was seconded by Director Barton.

All in favor: 4 ayes
Opposed: 0 none

Motion passed to approve.

14. **CONSIDER AND TAKE ACTION ON CHANGE ORDER No. 2 FOR WOODDALE LIFT STATION FOR RAILS AND BASES INCLUDING CONCRETE WORK.**

Ms. Troncoso stated this change order is for an increase in the contract in the amount of \$40,460.11 to reflect the replacement of 2 pump rails and 2 pump bases.

Director Hulsey made a motion to approve Change Order No. 2 for Wooddale Lift Station for rails and bases including concrete work in the amount of \$40,460.11 and was seconded by Director Barton.

All in favor: 4 ayes
Opposed: 0 none

Motion passed to approve.

15. CONSIDER AND TAKE ACTION ON LINER FOR WOODDALE LIFT STATION.

Director Jarvis explained it was for the same lift station only this was for the liner and Engineering Committee approves.

Director Hulsey made a motion to approve the liner for the Wooddale Lift Station and was seconded by Director Barton.

All in favor: 4 ayes
Opposed: 0 none

Motion passed to approve.

16. CONSIDER AND TAKE ACTION ON PAYMENT FOR INFLUENT LIFT STATION REPAIRS.

Ms. Troncoso explained this was the total bill in the amount of \$115,000.00. Smithco has completed project and recommends both payment and acceptance for item # 17.

Director Hulsey made a motion to approve payment for Influent Lift Station repairs to Smithco in the amount of \$115,000.00 and was seconded by Director Barton.

All in favor: 4 ayes
Opposed: 0 none

Motion passed to approve.

17. **CONSIDER AND TAKE ACTION ON ACCEPTANCE OF INFLUENT LIFT STATION FOR OPERATIONS AND MAINTENANCE.**

Ms. Troncoso discussed with item # 16.

Director Hulsey made a motion to approve acceptance of Influent Lift Station for operations and maintenance and was seconded by Director Barton.

All in favor: 4 ayes
Opposed: 0 none

Motion passed to approve.

18. **CONSIDER AND TAKE ACTION ON RO HEADER PIPING REPAIR.**

Ms. Troncoso requested item be tabled.

Item tabled.

19. **CONSIDER AND TAKE ACTION ON CHANGE ORDER No. 1 FOR ADDITIONAL YARD PIPING FOR RO PLANT EXPANSION.**

Ms. Troncoso stated this item is all the piping that would have been included in the GST contract. All these materials were included in unit pricing on the yard piping and grading repair.

Director Hulsey made a motion to approve Change Order No. 1 and was seconded by Director Barton.

All in favor: 4 ayes

Opposed: 0 none

Motion passed to approve.

20. **REVIEW AND APPROVE HORIZON REGIONAL MUNICIPAL UTILITY DISTRICT'S PRELIMINARY OFFICIAL STATEMENT AND NOTICE OF SALE FOR UNLIMITED TAX BONDS, SERIES 2024; AUTHORIZE ADVERTISEMENT FOR SALE OF THE BONDS AND TAKE APPROPRIATE ACTION IN CONNECTION WITH SAME.**

Mr. Bill Blitch addresses the Board via telephone to address item. Mr. Alan Petrov recapped, explaining TRE & Associates filed the application with TCEQ for approval of \$95 million worth of bonds that would include \$15 - \$20 million for the completion of the RO Plant and the remainder for the wastewater treatment plant expansion and got approval from TCEQ. Mr. Blitch determined after calculating numbers, capitalized interest can be excluded, and he was able to reduce the bond amount to about \$89 million. Mr. Petrov stated this was a big bond issue and there would be an impact on the tax rate if the full amount is issued. Mr. Petrov also stated the problem was that under Texas Law you cannot enter into a contract unless you have the funding for the contract.

Director Hulsey made a motion to approve the District's preliminary official statement and notice of sale for unlimited tax bond series 2024 and authorize advertisement for sale of the bonds and was seconded by Director Barton.

All in favor: 4 ayes

Opposed: 0 none

Motion passed to approve.

21. **REVIEW AND APPROVE HORIZON REGIONAL MUNICIPAL UTILITY DISTRICT, RANCHO DESIERTO BELLO DEFINED AREA'S PRELIMINARY OFFICIAL STATEMENT AND NOTICE OF SALE FOR UNLIMITED TAX BONDS, SERIES 2024; AUTHORIZE ADVERTISEMENT FOR SALE OF THE BONDS, AND TAKE APPROPRIATE ACTION IN CONNECTION WITH SAME.**

Item discussed in # 20, Mr. Petrov added this item will not affect the tax rate as a whole.

Director Hulsey made a motion to approve and was seconded by Director Barton.

All in favor: 4 ayes

Opposed: 0 none

Motion passed to approve.

22. **CONSIDER AND TAKE ACTION ON WATER SERVICE FOR LOTS WITHIN HORIZON CITY UNIT 9.**

Ms. Troncoso presented board information and explained the applicant had submitted 4 lots and had already done a waterline extension previously in the area and are asking to extend the additional 4 lots.

Item dies for lack of motion.

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

Mr. Petrov explained Spray field Committee met with Under Par and to discuss lease and should be ready by next board meeting.

Discussion only, no motion.

24. **EXECUTIVE SESSION, AS NECESSARY.**

No executive session.

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

No items to discuss.

There being no further business before the Board, the meeting was adjourned at 7:35 p.m.

READ, APPROVED AND ADOPTED THIS 26th DAY OF SEPTEMBER 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