

**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, July 8, 2025, at 10:00 a.m. in person at 14100 Horizon Blvd, Horizon City, Texas 79928, pursuant to notice given in accordance with the law.

The roll was called by the members of the board, to-wit:

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

Director Gordon Jarvis called the meeting to order at 10:00 a.m. A quorum was established. Also attending the meeting were the District's consultants: Inframark Administrative Services Manager - Veronica Saucedo. District's Attorney - Alan Petrov (via telephone). TRE & Associates Inc. - Linda Troncoso. Town of Horizon City Mayor - Andy Renteria. 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 PURCHASE REVERSE OSMOSIS TREATMENT PLANT No. 2 EQUIPMENT FROM IDE AMERICAS INC. AS A SOLE SOURCE PROVIDER.**

Ms. Troncoso reviewed the contract from IDE Technologies, and had several questions and IDE amended contract to reflect. First, Ms. Troncoso stated IDE anticipates the shipping to be about \$250,000.00 and the District would pay actual cost. This is not a defined price because it is not known until the time of shipping. Second, IDE is also trying to source as much as possible domestically to avoid having to pay tariffs. Third was the payment terms. IDE originally proposed complete payment prior to the shipment of the equipment and Ms. Troncoso asked them to revise to 60% prior to the shipment and 30% after the equipment was received and had gone through and checked off each item and final 10% at performance test. Ms. Troncoso also asked them for a performance bond or letter of credit to make sure they deliver the equipment and performs properly. IDE included terms for either option of performance bond or letter of credit, which the District would be charged for both and Ms. Troncoso recommends moving forward with the letter of credit as it is substantially less expensive. There is also an equipment list and a list of who's doing what. Ms. Troncoso explained if IDE provides the equipment and assembling, there is a schedule in the contract that tells exactly what the contractor is assembling and how he's delivering. There's also a schematic that tells the contractor and the District to know exactly what the connection points are. IDE will manufacture the skids and test them at their facility prior to shipment. Director Padilla asked what the final cost would be, Ms. Troncoso said it \$14,950,00.00 plus shipping and minor tariff costs would be about \$15.3 million. The District set aside \$29 million for this project leaving about \$15 million for BPS 5 construction and R.O. plan, Ms. Troncoso recommends award to IDE Technologies for the purchase of the R.O. equipment.

Director Hulsey made a motion to approve the award of the contract to IDE Technologies for the purchase of the various R.O. treatment plant # 2 and was seconded by Director Padilla.

All in favor: 3 ayes
Opposed: 0 none

Motion passed to approve.

6. CONSIDER AND TAKE ACTION ON INSPECTION AND CLEANING OF I-10 WELL 11.

Ms. Linda Troncoso stated she has not received a proposal for Well 11. She explained Well 11 sanded up and ultimately had to cut the shaft and had trouble removing it. WHB indicated the gravel pack was lost but Advanced Water Technologies did not believe that was the case but had other concerns and this was the proposal she was expecting but had not received as of the time of meeting so there is no action to be taken at this time.

Item tabled.

Ms. Troncoso stated, in other items related to the wells, Well 8 is still offline. There was a pump that was potentially sized incorrectly, or the horsepower was wrong or something wrong with the pump itself and they are correcting or refabricating the pump and it is to be ready today at noon in Lubbock and would be driven here. WHB is pulling existing pump at Well 8 and getting it ready so the new one can be set in the morning. It will need to be flushed and take Bac-T's to be put back online. Well 11 is out of service because it sanded up and jammed up the pump and damaged several things and now Well 10 has done the same thing and Aldo (Inframark-Field Services Manager) told Ms. Troncoso they think the shaft broke on Well 10. The District has a temporary submersible pump that was previously used on Well 2 on a temporary basis while they were getting Well 2 rehabbed. Aldo would like to place that pump in Well 11 even though it has not been repaired or rehabbed, he believes putting a smaller pump that's not pulling as much water will help keep it running and not suck up much sand. They are hoping to get Well 8 back online Thursday after the Bac-T's clear, Well 11 do the same thing while Well 10 is off. Ms. Troncoso stated that Aldo needs emergency authorization to get a shaft in, pull the pump from Well 2 and drop it in Well 11 and get it partially back online. Director Jarvis asked if there was a ballpark not to exceed amount for this emergency action and Ms. Troncoso stated maybe \$30,000.00. Director Jarvis asked Mr. Petrov if it was justified to approve an amount up to \$50,000.00 for emergency repairs in coordination with the engineering firm would be fine and Mr. Petrov stated that would be fine.

Director Hulsey made a motion to approve the local Inframark management team to work with the engineers and authorize up to \$50,000.00 in emergency repair funding for any Wells necessary at this time and was seconded by Director Padilla.

All in favor: 3 ayes

Opposed: 0 none

Motion passed to approve.

7. **EXECUTIVE SESSION IF NECESSARY.**

No executive session.

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

Director Jarvis stated Mayor Andy Renteria has been getting complaints regarding too many balls in their yard from the golf course.


Mayor Renteria addressed the board and stated for the past 3 board meetings citizens have been coming in regarding the amount of golf balls hitting their property, breaking windshields, hitting vehicles having to replace roofs and windows and they say the golf course has not responded nor provided any solutions and they are expecting the city to pay for that. Since the golf course is privately owed and not part of the municipality, the city cannot be responsible for that.

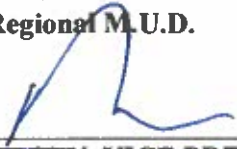
Mr. Petrov explained that like the City, the District is a governmental entity and wouldn't have direct liabilities unless the District has done something to change the layout to increase the chances of the balls flying into the citizens properties.

No action necessary.

There being no further business before the Board, the meeting was adjourned at 10:42 a.m.

READ, APPROVED AND ADOPTED THIS 22nd Day of January 2026.


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


DEAN HULSEY, VICE PRESIDENT
Board of Directors
Horizon Regional M.U.D.

Rafael Padilla Asst. Secretary

CM/VS