

**HORIZON REGIONAL MUNICIPAL UTILITY DISTRICT
MINUTES OF MEETING OF BOARD OF DIRECTORS
APRIL 23, 2026**

The Board of Directors (the "Board" or "Directors") of Horizon Regional Municipal Utility District (the "District") met in regular session at 6:00 P.M. in person at 14100 Horizon Blvd., Horizon City, Texas 79928 on Thursday, April 23, 2026, pursuant to notice of said meeting posted in accordance with Chapter 551 of the Texas Government Code. The roll was called, the members of the Board, to-wit:

Gordon "Bob" Jarvis	President
Carl Dean Hulsey	Vice President
Mike Barton	Secretary
Florence "Kit" Thomas	Treasurer
Rafael "Ralph" Padilla, Jr.	Assistant Secretary

All members of the Board were present, thus constituting a quorum. Also attending the meeting were the District's consultants: Carlos "Charlie" McGinnis, Inframark Account Manager, General Manager; Veronica Saucedo, Administrative Services Manager; Linda Troncoso, P.E. of TRE & Associates, LLC ("Engineer"); Luis Delgadillo, Horizon Golf & Conference Center; Debbie Gray of Carr, Riggs & Ingram, LLC ("Bookkeeper"); and Alan P. Petrov, Johnson Petrov LLP ("Attorney").

1. The President called the meeting to order at 6:00 p.m.
2. All members of the Board were present, thus constituting a quorum.
3. Pledge of Allegiance.
4. Citizen Communications.

Gabriel Gabrero speaks concerning water conservation violations in her neighborhood. She requested the Board review the evidence and consider stricter enforcement.

5. **CONSENT AGENDA.**

- A. Consider and Take Action on Pay Estimate No. 12 for GST-3B and GST-4B.
- B. Consider and Take Action on Pay Estimate No. 5 for ROWTP No. 3 and BPS No.5.
- C. Consider and Take Action on Pay Estimate No. 3 for Verdancia Unit II Subdivision and Offsite 15-inch Sewer Improvements.
- D. Consider and Take Action on Pay Estimate No. 4 for Booster Pump Station No. 3B.
- E. Consider and Take Action on Pay Estimate No. 1 for Verdancia Unit Three Subdivision.
- F. Consider and Take Action on Pay Estimate No. 1 for GST 2 Rehab.
- G. Consider and Take Action on approval of Minutes for Special Meeting and Canvassing Board Meetings held November 13, 2025 and Regular Board Meetings held on November 20, 2025.
- H. Consider and Take Action to Approve the Payment of Bills and Invoices for Operations and Construction; and to Approve the Transfer of Funds.

- I. 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.

Upon motion by Director Hulsey, seconded by Director Thomas, after full discussion and with all Directors present voting aye, the Board approved the Consent Agenda, including A) Pay Estimate No. 12 for GST-3B and GST-4B; B) Pay Estimate No. 5 for ROWTP No. 3 and BPS No.5; C) Pay Estimate No. 3 for Verdancia Unit II Subdivision and Offsite 15-inch Sewer Improvements; D) Pay Estimate No. 4 for Booster Pump Station No. 3B; E) Pay Estimate No. 1 for Verdancia Unit Three Subdivision; F) Pay Estimate No. 1 for GST 2 Rehab; G) Minutes for Special Meeting and Canvassing Board Meetings held November 13, 2025 and Regular Board Meetings held on November 20, 2025; H) Payment of Bills and Invoices for Operations and Construction; and to Approve the Transfer of Funds; and I) Payment of Bills and Invoices for Operations and Construction for Spray Field; and to Approve the Transfer of Funds for Spray Field# 1.

6. **DISCUSSION ON HORIZON VIEW ESTATE SEWER.** Ms. Troncoso provided an update to the Board reporting she received TCEQ approval. She reported that the contract documents are being prepared and grant options are being investigated. No action was taken at this time.
7. **CONSIDER AND TAKE ACTION ON MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF THE DISTRICT.** Mr. McGinnis presented and reviewed the written report, a copy of which is attached hereto as Exhibit "J". Mr. McGinnis also responded to questions from the Board. Mr. McGinnis noted that there was an upset at the WWTP that caused sludge to overflow to the Mesa Spur drain. The sludge will be cleaned up and the TCEQ will be notified. Discussion ensued concerning the shared splitter manhole with Paseo de Este MUD-1. It was noted that Paseo de Este MUD-1 is denying access to Horizon, and that Horizon can not verify flows from the manhole.

Upon motion by Director Hulsey, seconded by Director Thomas, after full discussion and with all Directors present voting aye, the Board approved the Management Report.

8. **CONSIDER AND TAKE ACTION ON ENGINEERING REPORT RELATING TO CONSTRUCTION AND ENGINEERING ACTIVITIES OF THE DISTRICT.** Ms. Troncoso presented and reviewed the Engineering Report, a copy of which is attached hereto as Exhibit "K". and updated the Board on the status of existing projects. She also responded to questions from the Board.

Upon motion by Director Thomas, seconded by Director Hulsey, after full discussion and with all Directors present voting aye, the Board approved the Engineer's Report.

9. **CONSIDER AND TAKE ACTION ON MANAGEMENT REPORT RELATING TO MANAGEMENT AND OPERATIONAL ACTIVITIES OF THE SPRAY FIELD NO. 1.** Mr. Delgadillo presented and reviewed the Spray Field Report. Mr. Delgadillo reported that overall, the golf course is approximately \$223,000 ahead of budget for revenue this year.

Upon motion by Director Hulsey, seconded by Director Barton, after full discussion and with all Directors present voting aye, the Board approved the Management Report relating to Management and Operational Activities of the Spray Field No. 1.

10. **CONSIDER AND TAKE ACTION ON CHANGE ORDER NO. 1 FOR REVERSE OSMOSIS WATER TREATMENT PLANT NO. 2 ("ROWTP NO. 2") AND BOOSTER PUMP STATION NO. 5 ("BPS 5")**, a copy of which is attached hereto as Exhibit "L". Ms. Troncoso presented and reviewed with the Board Change Order No. 1 for the ROWTP No. 2 and BPS 5 from R.M. Wright Construction Company in the amount of \$186,628.00 and adding an additional forty (40) days to the contract time, due to existing field conditions.

Upon motion by Director Hulsey, seconded by Director Thomas, after full discussion and with all Directors present voting aye, the Board approved Change Order No. 1 for the ROWTP No. 2 and BPS 5.

11. **CONSIDER AND TAKE ACTION ON CHANGE ORDER NO. 1 FOR VERDANCIA UNIT TWO SUBDIVISION AND OFFSITE 15-INCH SEWER IMPROVEMENTS**, a copy of which is attached hereto as Exhibit "M". Ms. Troncoso presented and reviewed with the Board Change Order No. 1 for Verdancia Unit Two Subdivision and Offsite 15-Inch Sewer Improvements from El Paso Underground Construction, Inc. in the amount of \$160,545.00.

Upon motion by Director Hulsey, seconded by Director Thomas, after full discussion and with all Directors present voting aye, the Board approved Change Order No. 1 for Verdancia Unit Two Subdivision and Offsite 15-Inch Sewer Improvements from El Paso Underground Construction, Inc. in the amount of \$160,545.00.

12. **CONSIDER AND TAKE ACTION ON PAY ESTIMATE NO. 4 (FINAL) FOR RANCH DESIERTO BELLO UNIT 17 WATER AND WASTEWATER IMPROVEMENTS AND ACCEPTANCE FOR OPERATIONS AND MAINTENANCE**. The Board tabled this item.

13. **CONSIDER AND TAKE ACTION ON DUE FROM/TO ACCOUNTS**. Ms. Gray explained that this item is to reconcile the different funds of the District.

Upon motion by Director Hulsey, seconded by Director Barton, after full discussion and with all Directors present voting aye, the Board approved reconciling the due to/due from accounts.

14. **CONSIDER AND TAKE ACTION ON CRI BOOKKEEPING CONTRACT UPDATE**. Ms. Gray discussed the contract amendment for bookkeeping services for the District and the Defined areas, a copy of which is attached hereto as Exhibit "N".

Upon motion by Director Hulsey, seconded by Director Barton, after full discussion and with all Directors present voting aye, the Board approved the amendment for bookkeeping services.

15. **CONSIDER AND TAKE ACTION ON EMERGENCY REPAIR OF MANHOLE ON EASTLAKE**. The Board tabled this item.

16. **CONSIDER AND TAKE ACTION ON PURCHASE OF MATERIALS NEEDED FOR WELL 10 REHAB.** Ms. Troncoso presented and reviewed the Santa Rosa Well Service Proposal in the amount of \$126,422.00 for the Well 10 Rehab Project, a copy of which is attached hereto as Exhibit "O."

Upon motion by Director Hulseley, seconded by Director Thomas, after full discussion and with all Directors present voting aye, the Board approved the Santa Rosa Well Service Proposal in the amount of \$126,422.00 for the Well 10 Rehab Project.

17. **CONSIDER AND TAKE ACTION ON PURCHASE AND INSTALLATION OF VFD'S FOR GST 3 BOOSTER PUMPS.** Mr. McGinnis presented and reviewed with the Board a proposal from ESS for the purchase and installation of VFD's for the GST Booster Pumps.

Upon motion by Director Hulseley, seconded by Director Barton, after full discussion and with all Directors present voting aye, the Board approved proposal from ESS for the purchase and installation of VFD's for the GST Booster Pumps.

18. **CONSIDER AND TAKE ACTION ON PURCHASE OF SPARE MOTOR AND EXTRA MATERIALS FOR I-10 WELLS (MANAGEMENT).** This item was tabled.

19. **CONSIDER AND TAKE ACTION ON REQUEST FROM MOUNTAIN SHADOW LAKES (SARATOGA HOMES) FOR ADDITIONAL 311 LOTS FOR SERVICE.** Ms. Troncoso requested the Board's consideration of a request from Mountain Shadow Lakes (Saratoga Homes) for service to an additional 311 lots subject to verification of capacity at the Wastewater Treatment Plant.

Upon motion by Director Hulseley, seconded by Director Barton, after full discussion and with all Directors present voting aye, the Board approved serving an additional 311 lots from Mountain Shadow Lakes (Saratoga Homes) subject to TRE & Associations verifying capacity at the Wastewater Treatment Plant.

20. **APPROVE DISTRIBUTION OF DRINKING WATER QUALITY REPORT (CCR).** This item was tabled.

21. **AUTHORIZE FILING OF TEXAS UNCLAIMED PROPERTY REPORT, AS NECESSARY.**

Upon motion by Director Thomas, seconded by Director Hulseley, after full discussion and with all Directors present voting aye, authorized filing the Unclaimed Property Report.

22. **CONSIDER AND TAKE ACTION TO APPROVE AN AMENDED/RESTATED DISTRICT INFORMATION FORM.** No action was taken at this time.

23. **CONSIDER AND TAKE ACTION TO APPROVE RESOLUTION NOMINATING FLORENCE "KIT" THOMAS TO THE BOARD OF TRUSTEES OF AWBD (WEST TEXAS), a copy of which is attached hereto as Exhibit "P".**

Upon motion by Director Padilla, seconded by Director Hulseley, after full discussion and with all Directors present voting aye, the Board approved a Resolution Nominating Florence "Kit" Thomas to the Board of Trustees of the AWBD (West Texas).

24. **CONSIDER AND TAKE ACTION TO APPROVE ENGINEER'S PROPOSAL TO PREPARE A BOND APPLICATION REPORT FOR THE DISTRICT TO FILE WITH THE TCEQ.** Ms. Troncoso presented and reviewed a proposal requesting the Board's authorization to prepare the Bond Application Report for the District and file it with the TCEQ.

Upon motion by Director Hulseley, seconded by Director Barton, after full discussion and with all Directors present voting aye, authorized TRE & Associates to prepare and submit the Bond Application Report to the TCEQ.

25. **CONSIDER AND TAKE ACTION TO APPROVE AN ORDER AUTHORIZING FILING OF AN APPLICATION WITH THE TCEQ.** Mr. Petrov presented an Order Authorizing filing an application with the TCEQ. Mr. Petrov explained that this Order will accompany the application being prepared by Ms. Troncoso.

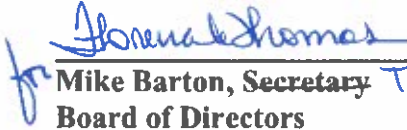
Upon motion by Director Hulseley, seconded by Director Barton, after full discussion and with all Directors present voting aye, the Board approved the Order Authorizing Filing an Application with the TCEQ.

26. **EXECUTIVE SESSION (IF NEEDED).** None.

27. **REPORTS AND DISCUSSION OF OTHER MATTERS THAT MAY COME BEFORE THE BOARD.** None.

THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD,
the meeting was adjourned at 7:45 p.m.

SIGNED, PASSED and APPROVED this 27th day of May, 2026.


for Mike Barton, Secretary ~~TREASURER~~
Board of Directors

APP/mlr



**Horizon Regional MUD
General Manager Reports for the month of
March 2026
Board Meeting Date: 04-23-2026**

Reviewed By: Carlos McGinnis
4/23/2026



Inframark LLC
14100 Horizon Blvd, Horizon
City, TX 79928
United States
www.inframark.com

Current Items Requiring Board Approval

Vendor	Amount	WO#	Budget Amount	Description

Date: 04/23/2026

Memorandum for: Board of Director's Horizon Regional MUD

From: Charlie McGinnis

Subject: General Manager's Executive Summary Report

Below is a summary of activities since the last board meeting:

1) Wastewater Treatment Plant

- a) Operational, Belt press is up and running
Wastewater plant was upset

2) Distribution System – Billing

- a) Using new Meters for change outs and new connections.
- b)

3) Collection System

- a) All lift stations are operational
- b) Jetting sewer mains in the District

4) Ponds

- a) RO Ponds are holding.

5) Construction

- a) RO Plant site is under construction

6) Customer Care

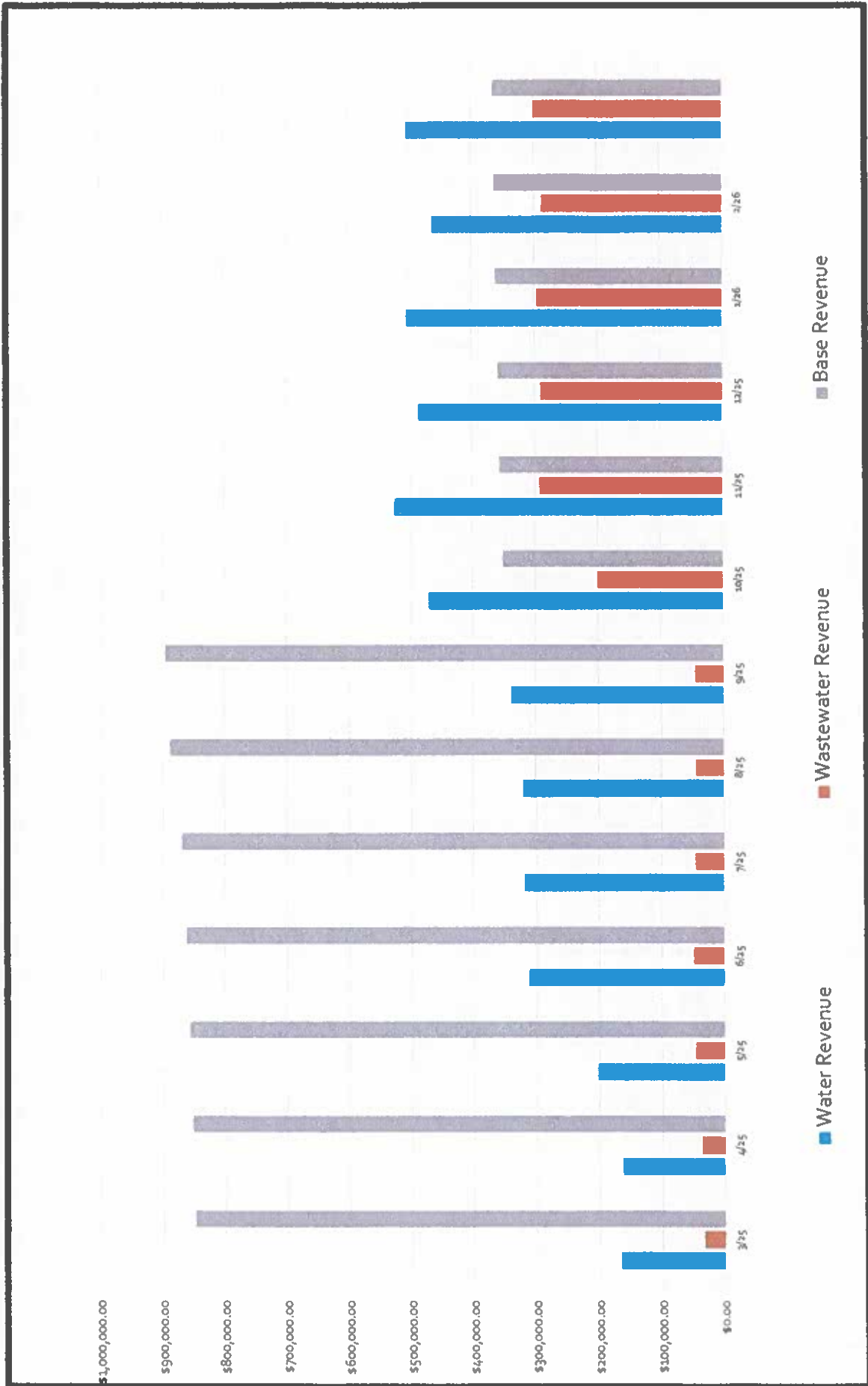
- a) Assisted 9 Customers with payment plans and questions.
- b) We disconnected 135 customers for non payment

Billing Summary

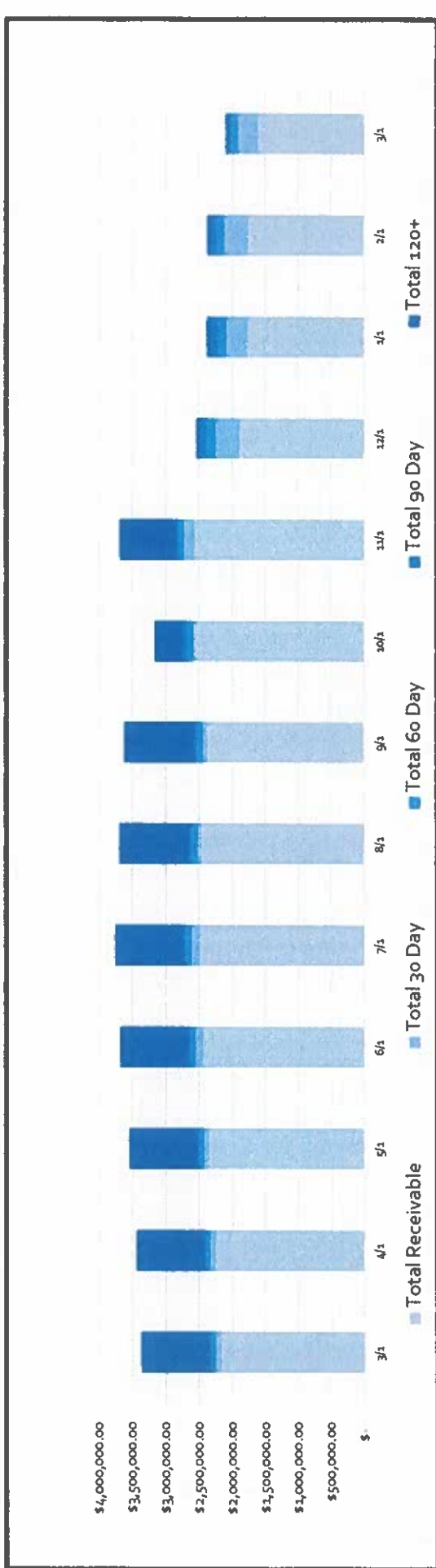
Description	Connections	
	Mar-25	Mar-26
Residential	13,176	13,663
Residential-Hunt Communities	564	598
Residential-Hunt Properties	-	-
Residential-Summer Sky N	505	672
Residential-Ravenna	-	-
Residential-Rancho Desierto Bello	311	303
Commercial	281	283
Irrigation	86	105
School	22	20
Municipal	22	21
Church	12	12
Bulk Meter	29	49
Total Number of Accounts Billed	15,008	15,726
	Consumption	
Residential	70,008,700	74,237,200
Residential-Hunt Communities	2,285,400	2,605,000
Residential-Hunt Properties	-	-
Residential-Summer Sky N	4,617,700	3,816,000
Residential-Ravenna	-	-
Residential-Rancho Desierto Bello	1,362,600	1,425,000
Commercial	6,018,900	5,092
Irrigation	3,364,200	5,879,000
School	968,700	1,027,000
Municipal	1,310,800	965,000
Church	65,100	32,000
Bulk Meter	3,739,500	2,790,000
Total Gallons Consumed	93,741,600	92,781,292

	Average Consumption	
Residential	5,556	5,433
Commercial	15,474	18
Irrigation	23,596	55,990
School	13,395	51,350
Municipal	11,900	45,952
Church	11,267	2,666.67
Bulk Meter	51,359	56,939
Avg Water Use for Accounts Billed	6,246	5,900
Total Billed	\$ 1,055,676	\$ 1,175,974
Total Aged Receivables	\$ 1,116,067	\$ 424,534
Total Receivables	\$ 2,171,743	\$ 1,600,508

12 Billing Month History Revenue by Category



12 Month Accounts Receivable and Collections Report



Date	Total Receivable	Total 30 Day	Total 60 Day	Total 90 Day	Total 120+
Mar-25	\$ 2,171,743.21	\$ 68,766.20	\$ 79,986.83	\$ 19,929.24	\$ 1,019,576.86
Apr-25	\$ 2,240,386.97	\$ 81,802.33	\$ 75,305.93	\$ 20,638.52	\$ 1,022,847.65
May-25	\$ 2,348,854.57	\$ 71,133.18	\$ 79,697.36	\$ 16,499.69	\$ 1,027,454.73
Jun-25	\$ 2,432,719.76	\$ 121,005.06	\$ 77,418.08	\$ 19,204.33	\$ 1,029,762.67
Jul-25	\$ 2,484,350.40	\$ 130,487.29	\$ 80,331.94	\$ 18,186.84	\$ 1,036,185.64
Aug-25	\$ 2,463,047.28	\$ 61,349.33	\$ 94,989.69	\$ 29,624.92	\$ 1,042,629.11
Sep-25	\$ 2,369,869.88	\$ 61,311.24	\$ 104,053.84	\$ 33,109.73	\$ 1,054,217.36
Oct-25	\$ 2,543,219.06	\$ 39,122.38	\$ 111,434.12	\$ 56,814.71	\$ 418,591.38
Nov-25	\$ 2,569,125.15	\$ 156,451.28	\$ 79,127.80	\$ 37,256.05	\$ 848,854.05
Dec-25	\$ 1,885,903.98	\$ 354,992.55	\$ 150,948.53	\$ 93,890.73	\$ 52,170.59
Jan-26	\$ 1,746,975.98	\$ 335,909.10	\$ 136,566.68	\$ 94,170.53	\$ 65,828.78
Feb-26	\$ 1,750,750.50	\$ 366,296.05	\$ 118,297.56	\$ 74,273.13	\$ 58,427.70
Mar-26	\$ 1,600,508.61	\$ 306,897.70	\$ 109,587.13	\$ 42,630.09	\$ 35,904.64

Board Consideration to Write Off
 Board Consideration Collections

Delinquent Letter Mailed 0
 Delinquent Tags Hung N/A
 Disconnects for Non Payment 135



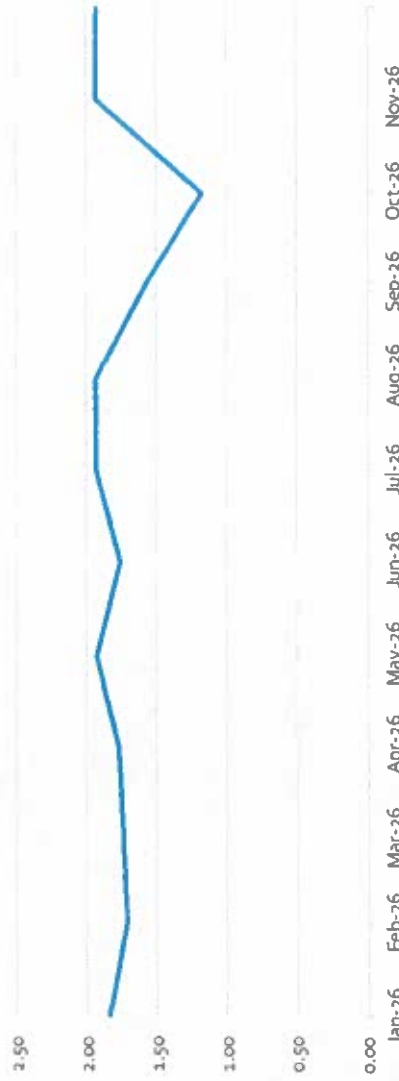
Water Production and Quality

Water Quality Monitoring

Current Annual CL2 Avg

Requirements	Min	02
Date	CL2	
Apr-26	1.77	
May-26	1.93	
Jun-26	1.76	
Jul-26	1.93	
Aug-26	1.93	
Sep-26	1.57	
Oct-26	1.17	
Nov-26	1.93	
Dec-26	1.93	
Jan-26	1.84	
Feb-26	1.71	
March-26	1.66	
April-26	1.6	

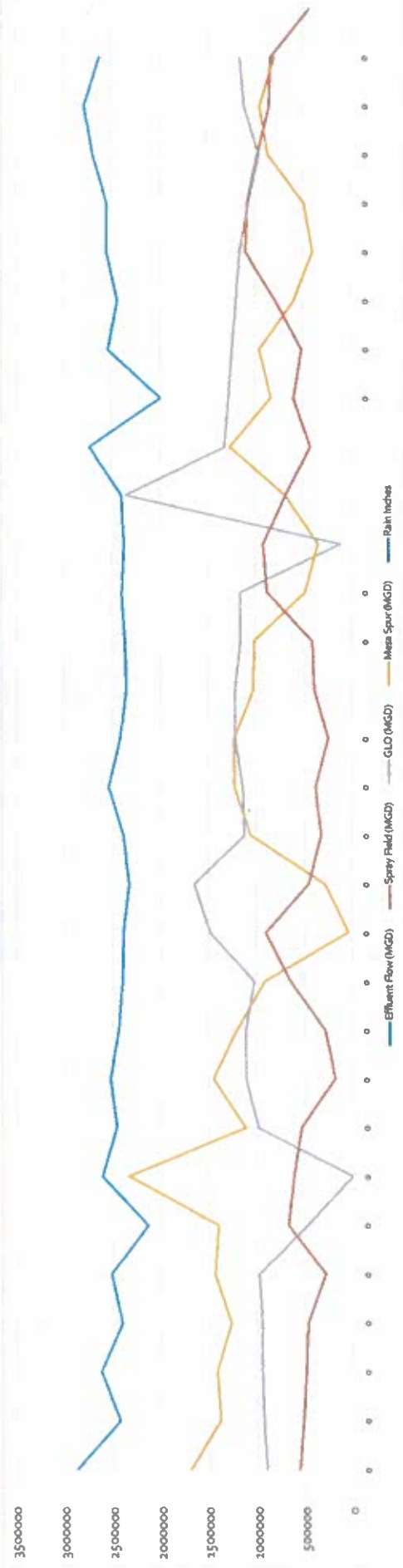
CL2 FREE





Month	Month	Connection Total	Pumped Water	Sold (1000)	District use at Facilities	Flushing System	Gal.s Loss (-)	Water loss %
March 25	4/24/2025	15008	197,521	93,741	20,000	32,500	16,644	
April 25	5/22/2025	15129	203,702	103,558	21,000	45,000	19,423	8.0%
May 25	6/26/2025	15177	228,370	130,947	25,100	55,000	15,242	8.5%
June 25	7/24/2025	15256	212,392	127,150	29,500	54,000	17,890	7.0%
July 25	8/28/2025	15299	231,265	128,375	28,000	50,000	19,250	8.0%
August 25	9/25/2025	15310	231,476	130,269	25,000	45,000	22,064	11.0%
September 25	10/23/2025	12039	196,223	103,370	30,000	55,000	21,310	11.0%
October 25	11/20/2025	15623	197,152	115,088	30,000	51,250	8,522	5.0%
November 25	12/11/2025	15637	183,221	96,911	25,000	40,000	5,961	3.8%
December 25	1/22/2026	15130	152,874	89,352	25,000	35,000	8,522	5.0%
January 26	1/22/2026	15181	153,720	92,759	25,000	35,000	5,961	3.8%
February 26	3/26/2026	15643	168,909	84,961	25,000	30,000	17,948	10.0%
March 26	4/23/2026	15726	205,657	92,781	30,000	50,000	32,876	15.0%

Wastewater Flows for the Month of March 2026



Wastewater Treatment Permit Summary - Month of March 2026

	DISCHARGE	Eff.	ACTUAL	COMPLIANT	PERCENT
Avg. Treated Flow	MGD	3	2,508	Yes	83.6%
Avg. Sprayfield Flow	MGD	3	0,598	Yes	19.9%
Avg. GLO Flow	MGD	3	1,088	Yes	36.3%
Avg. Mesa Spur Flow	MGD	3	1,021	Yes	34.0%
Avg. Other Flow			0,000	N/A	
Avg. cBOD	mg/L	10	7.1	Yes	
Avg. TSS	mg/L	15	9.4	Yes	
Avg. Ammonia Nitrogen	mg/L	3	0.50	Yes	
Avg DO	mg/L	10	7.40	Yes	
E. coli Bacteria	CFU	126	1.3	Yes	
MIN. PH	STD UNITS	6.0	7.40	Yes	
MAX. PH	STD UNITS	9.0	7.70	Yes	

only applies if discharge



Date: 4/16/2026

Re: Operations Report for March 2026

Lift Stations

<u>Barrel Cactus Lift Station</u>	Fully operational.
<u>Benton Lift Station</u>	Fully operational.
<u>Biglon Lift Station</u>	Fully operational
<u>Duanesburg Lift Station</u>	Fully operational
<u>Ellsworth Lift Station</u>	Fully operational
<u>El Paso Hills Lift Station</u>	Fully operational
<u>El Paso Hills Relay Station</u>	Fully operational
<u>El Paso Hills Lift Station #2</u>	Fully operational.
<u>Horizon Lift Station</u>	Fully operational
<u>Kenazo Lift Station</u>	Fully operational
<u>Kenazo Lift Station #2</u>	Fully operational
<u>Notre Dame List Station</u>	Fully operational
<u>Manor 9 Lift Station</u>	Fully operational.
<u>Section 32 Lift Station</u>	Fully operational
<u>Veny Webb Lift Station</u>	Fully operational
<u>Woodale Lift Station</u>	Fully operational
<u>Summer Sky Lift station</u>	Fully operational
<u>Hazlewood Lift Starion</u>	Fully operational
<u>Desert Point Lift Station</u>	Fully operational.
<u>Holy spirit Lift station</u>	Fully operational

Tanks

<u>GST 1</u>	Online with the distribution system
<u>GST 2</u>	Offline waiting on repairs
<u>GST 2B</u>	Online with the distribution system
<u>GST 2C</u>	Offline due to construction
<u>Concentrator tank</u>	Online with the distribution system
<u>GST 3</u>	Online with the distribution system
<u>GST 4</u>	Online with the distribution system
<u>GST 5</u>	Online with the distribution system.
<u>RWT #1</u>	Online and feeding the RO plant.
<u>EST 1</u>	Offline waiting on repairs
<u>EST 2</u>	Online with the distribution system.
<u>EST 3</u>	Online with the distribution system.
<u>EST 4</u>	Online with the distribution system.
<u>EST 5</u>	Online with the distribution system.

RWT2

Wastewater Treatment Plant

- 5 blowers are up and running.
Hauled 29 loads of sludge.
- GLO operational
- GC operational

Water Wells

Well 1 operational
Well 2 operational
Well 3 operational
Well 4 operational
Well 5 operational
Well 6 operational
Well 7 operational
Well 8 operational
Well 10 under rehab
Well 11 operational

Pump Station 2

No change in status.

Pump Station 3

One pump running

Pump Station 4

Operational.

Pump Station 1

Operational

RO Plant

Operational

RO A, B, C, and D. Trains are up and running. Concentrators are up. —

INTEGRATION WATER - update

Aldo Navarrete, Field Service Manager.



Engineering Solutions

MEMORANDUM

Via E-Mail

TO: Horizon Regional Municipal Utility District
Board of Directors

FROM: Linda Troncoso, P.E.

DATE: April 23, 2026

SUBJECT: April 23, 2026, Board Meeting
Engineer's Report
TRE Job No.: 1277-7388-54

The following is a brief summary of the major activities that TRE & Associates, LLC. (TRE) has been involved in it since the District's last regular Board meeting.

Service Commitments Currently Under Review

See attached summary.

Plans Under Review

See attached summary.

Projects Under Construction

See attached summary.

Horizon City Roadway Projects

TRE is continuing to coordinate with the Town of Horizon on future roadway widening and rehabilitation projects.

Jordan-Foster Construction began the construction of Horizon Boulevard in January 2024 and has started the reconstruction of Darrington. The water and wastewater line extensions for the Town's new municipal facilities in Darrington are installed. Water and wastewater line and service replacement is ongoing.

TRE is also coordinating with the Town's consultant for the design of roadways within the Transit Oriented Development area near Darrington which will include the extensions of water and wastewater infrastructure.

County Roadway Projects

The County has proposed to enter into an interlocal agreement with the District to extend a 12" waterline from Paseo del Este to Pellicano within Darrington (paid by the County) with the District completing the loop from the Pellicano / Darrington intersection to the intersection of River Sky and Pellicano. The two sets of plans would be combined and bid as one package with the County paying for their pro-rata portion. The interlocal agreement has been executed and the TRE is under design for the waterline on Pellicano now.

Elevated Storage Tanks and Water Model Update

EST-5 is online with the system and TRE is currently coordinating with HCIA for a tank location for EST-6.

4.2 MGD RO Plant Expansion and Permit Amendment

RO Plant and BPS-5 are currently underway and are 6% complete. Pay Estimate No. 5 and Change Order No. 1 are on the agenda for the Board's consideration.

RO equipment was contracted for purchasing July 8, 2025.

RO Concentrate Disposal Management

The final injection well permit was received on May 1, 2025. TRE began designing the concentrate disposal system in June 2024. Bench testing for uranium removal methodology is complete and additional deep well water sampling and well stabilization is underway. The design for the uranium removal system is ongoing while awaiting the samples.

Designs for the repurposing of BPS2 and the 16" concentrate line have been approved by the TCEQ, TxDOT and EP County.

The project bid for Injection Well No. 2 was awarded to Santa Rosa Well Service, LLC and Pre-construction Meeting was held on April 21, 2026.

Wastewater Treatment Plant Expansion Design and Major Permit Amendment

Submittals are under review and the NTP is anticipated to be issued on June 1, 2026. The WWTP permit approval has been received and will expire on May 24, 2029.

Horizon Boulevard 16-inch Waterline – RO Plant to GST4B

The installation of the 16-inch water line is underway. Construction is 99% completed.

HRMUD Engineering Report
April 23, 2026
Page 3 of 4

GST-3B and GST-4B

The tank is currently being erected at GST-4B. Pay Estimate No. 12 is on the agenda for the Board's consideration.

GST 4B is currently underway and is 80% complete.

GST 3B is currently underway and is 50% complete.

BPS-3B

Booster Pump Station-3B is currently underway and is 45% complete. Pay Estimate No. 4 is on the agenda for the Board's consideration.

Horizon View Estates Wastewater System Improvements

TRE has completed the alignment of the wastewater system along with the plan and profile sheets for the wastewater lines and the layout of each individual septic tank on each property. Plans have been approved by the TCEQ, and construction documents are now being prepared. TRE is also evaluating grant opportunities for this shovel ready project.

RO Header Piping Repair

Wylar Industrial has completed all repairs to Trains A, B, C and D.

Water System SCADA Control Upgrade

ESS is 94% complete and continues to coordinate with Inframark for installation of SCADA components on each of the RO trains.

Well No. 12

TRE the design is complete and approved. Bid documents are being prepared now.

Future Well Sites

TRE and Alan Petrov are coordinating with two landowners for well site acquisition and a temporary right of entry to drill test wells to confirm water source prior to the acquisition of well sites. Engineering bond funds have been sold for testing and acquisition at the well sites.

20" Raw Water Line Relocation

TRE is obtaining an appraisal for the remaining easement.

HRMUD Engineering Report
April 23, 2026
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Well 10 Rehabilitation

Santa Rosa has completed patch repair and awaiting quote for motor and equipment.

Well Rehabilitation

Wells 3 and 7 have completed their rehabilitation and are back on-line with the system.

GST2 Rehab

Maguire has completed floor replacement and has begun working on the roof. Pay Estimate No. 1 is on the agenda for the Board's consideration.

EST 1 Rehab

Maguire is scheduled to begin work on Monday, April 27, 2026.

Linda Troncoso and Frank Ortiz will be at the April 23, 2026, BOD meeting to address any questions or comments you may have regarding these and any other items.

Attachment

cc: Mr. Charlie McGinnis, General Manager; HRMUD
Mr. Frank Ortiz, P.E.; TRE & Associates, LLC
Mr. Ricardo Felix, P.E.; TRE & Associates, LLC
Mr. Adrian H. Rosas, P.E.; TRE & Associates, LLC

TRE & ASSOCIATES, LLC (revised 4/17/2026)
COMMITMENT APPLICATIONS

Job #	Job Title	Date Received	Additional Info Request	Commitment Letter Released	Committed LUE's WW	Committed LUE's Wtr	Comments
1277-12765	640 Linwood	3/2/2026		4/14/2026			Approved
1277-12766	Horizon Manor Unit 3	3/2/2026		4/17/2026			Under review
1277-12774	Verdancia Unit Four Phase I Subdivision	3/11/2026					Under review
1277-12775	Verdancia Unit Four Phase II Subdivision	3/11/2026					Under review

TRE & ASSOCIATES, LLC (revised 4/15/2026)
HR - CONSTRUCTION REVIEW

Job #	Job Title	Commitment Letter Released	Plans Received	Plan Comments Sent	Plan Approval	Comments
1277-12050	El Paso Hills Replat B	12/1/2022	1/25/2024 1st 7/23/2024 2nd 1/17/2025 3rd 4/2/2025 4th 9/2/2025 5th 1/15/2026 6th	2/28/2024 1st 8/13/2024 2nd 2/13/2025 3rd 6/13/2025 4th 9/22/2025 5th 3/21/2026 6th		awaiting plans
1277-12551	Circle K 14272 Eastlake Blvd.	10/3/2024	2/14/2026 1st	4/9/2026 1st		awaiting revised plans
1277-12573	Circle K. - S. Darrington Rd.	12/13/2024				awaiting plans
1277-12595	15490 Horizon Blvd.	2/27/2025				awaiting plans
1277-12647	14741 Horizon Blvd.	6/25/2025				awaiting plans
1277-12667	O'Reilly Auto-S. Darrington & Kenazo	7/2/2025	6/30/2025 1st 7/24/2025 2nd 10/21/2025 3rd 2/14/2026 4th 4/11/2026 5th	7/14/2025 1st 8/11/2025 2nd 12/15/2025 3rd 2/14/2026 4th	4/15/2026	Approved
1277-12718	1533 Oxbow Dr.	12/9/2025	12/09/2025 1st 01/12/2026 2nd 3/10/2026 3rd 4/9/2026 4th	12/23/2025 1st 01/26/2026 2nd 4/17/2026 3rd 4/21/2026 4th	4/15/2026	Approved
1277-12721	218 Buffalo Dr.	12/9/2025	1/9/2026 1st 2/6/2026 2nd	1/13/2026 1st 2/14/2026 2nd		awaiting revised plans
1277-12731	197 Darrington Rd.	12/24/2025	12/24/2025 1st	1/21/2026 1st		awaiting revised plans
1277-12737	Spare Feet Storage	1/26/2026	1/26/2026 1st 2/27/2026 2nd	2/13/2026 1st 4/10/2026 2nd		awaiting revised plans
1277-12742	13361 Eastlake	1/26/2026	2/14/2026 1st 2/26/2026 2nd 3/25/2026 3rd	2/14/2026 1st 3/3/2026 2nd	4/13/2026	Approved
1277-12765	640 Linwood	4/14/2026	4/14/2026 1st			Under review

TRE & ASSOCIATES, LLC (revised 4/15/2026)
CONSTRUCTION OBSERVATION

Job #	Job Title	Plan Approval	Construction Start Date	Comments
1277-12236	15071 Horizon Blvd	6/2/2022	11/21/2023	under construction
1277-12296	Horizon Crossing Unit 3	10/10/2022	3/23/2023	under construction
1277-12051	Polar Services Center	1/10/2023(Pre-treatment/Imps 6/14/2023		awaiting construction start
1277-12288	Kenazo Estates Unit Two	6/16/2023	12/1/2023	under construction
1277-12486	15420 Horizon Blvd	5/6/2024		awaiting construction start
1277-12574	RDB17	12/13/2024	3/25/2025	under construction
1277-12503	Town of Horizon City Courthouse	1/2/2025	6/1/2025	under construction
1277-12426	SCI Horizon City Funeral Home	2/8/2025	8/4/2025	under construction
1277-12491	Old Dominion Freight Line	5/19/2025 3/25/2026		under construction
1277-12637	16055 Horizon Blvd.	6/18/2025	7/17/2025	under construction
1277-12639	RDB 18	7/17/2025		awaiting construction start
1277-12587	305 N. Kenazo Ave	10/13/2025	12/9/2025	under construction
1277-12640	RDB19	11/17/2025		awaiting construction start
1277-12690	Verdancia Unit Two Subdivision	11/25/2025	1/5/2026	under construction
1277-12691	Verdancia U2 Offsite 15" Sewer Improvements	11/25/2025	1/5/2026	under construction
1277-12729	Verdancia Unit Three	1/15/2026		under construction
1277-12748	14401 Eastlake	3/12/2026	3/25/2026	awaiting construction start
1277-12726	14998 N.Darrington (Dairy Queen)	3/16/2026		awaiting construction start
1277-12742	13361 Eastlake	4/13/2026		awaiting construction start
1277-12667	O'Reilly Auto-S. Darrington & Kenazo	4/15/2026		awaiting construction start
1277-12718	1533 Oxbow Dr.	4/15/2026		awaiting construction start

TRE & ASSOCIATES, LLC (revised 4/15/2026)
HR - APPROVED UTILITY SERVICE COMMITMENTS

Job #	Job Title	Commitment Letter Released	Committed LUE's WW	Committed LUE's Wtr	Plan Approval	Comments
1277-12051	Polar Services Center	7/19/2021	5	5	1/10/2023 (Pre-Treatment) /Imps 6/14/2023	approved
1277-12136	TxDOT Horizon Blvd Irrigation	12/22/2021	0	24	8/18/2022	under construction
1277-12236	15071 Horizon Blvd	5/11/2022	0	1	6/2/2022	under construction
1277-12288	Kenazo Estates Unit Two	9/28/2022	0	0	6/16/2023	under construction
1277-12296	Horizon Crossing Unit 3	10/4/2022	0	0	10/10/2022	under construction
1277-12426	SCI Horizon City Funeral Home	10/13/2023	18	18	2/6/2025	under construction
1277-12486	15420 Horizon Blvd	3/12/2024	0	0	5/6/2024	under construction
1277-12491	Old Dominion Freight Line	3/28/2024	22	22	3/25/2026	awaiting construction start
1277-12551	Circle K 14272 Eastlake Blvd.	10/3/2024	10	10		Under review
1277-12574	RDB17	12/12/2024	101	101	12/13/2024	under construction
1277-12573	Circle K. - S. Darrington Rd.	12/13/2024	10	10		awaiting plan submittal
1277-12587	305 N. Kenazo Ave	12/27/2024	22	22	10/13/2025	under construction
1277-12595	15490 Horizon Blvd.	2/27/2025	0	2		awaiting plan submittal
1277-12637	18055 Horizon Blvd.	5/8/2025	0	1	6/18/2025	under construction
1277-12639	RDB 18	5/8/2025	89	89	7/17/2025	awaiting construction start
1277-12647	14741 Horizon Blvd.	6/25/2025	0	2		awaiting plan submittal
1277-12667	O'Reilly Auto-S. Darrington & Kenazo	7/2/2025	3	3	4/15/2026	awaiting construction start
1277-12640	RDB19	7/2/2025	85	85	11/17/2025	awaiting construction start
1277-12690	Verdancia Unit Two Subdivision	9/5/2025	275	275	11/25/2025	under construction
1277-12691	Verdancia U2 Offsite 15" Sewer Improvements	9/5/2025	0	0	11/25/2025	under construction
1277-12718	1533 Oxbow Dr.	12/9/2025	4	4	4/15/2026	awaiting construction start
1277-12721	218 Buffalo Dr.	12/9/2025	0	2		awaiting revised plans
1277-12726	14998 N.Darrington (Dairy Queen)	12/9/2025	12	12	3/16/2026	under construction
1277-12729	Verdancia Unit Three Subdivision	12/23/2025	238	238	1/15/2026	under construction
1277-12731	197 Darrington Rd.	12/24/2025	12	12		awaiting revised plans
1277-12737	Spare Feet Storage	1/26/2026	16	0		Under review
1277-12742	13361 Eastlake	1/26/2026	13	13	4/13/2026	awaiting construction start
1277-12748	14401 Eastlake	2/2/2026	25	25	3/12/2026	under construction
1277-12765	640 Linwood	4/14/2026	0	15		Under review

**TOTAL OUTSTANDING
COMMITMENTS**

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