HORIZON REGIONAL MUNICIPAL UTILITY DISTRICT
MINUTES OF MEETING OF BOARD OF DIRECTORS
JULY 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, July 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, with the exception of Directors Hulsey and Barton, thus constituting a quorum. Also attending the meeting were the District's consultants: Carlos "Charlie" McGinnis, General Manager and Veronica Saucedo of Inframark; Linda Troncoso, P.E., Tom Urrabazo, P.E., Frank Ortiz, P.E. and Ricardo Felix, PE, CFM of TRE & Associates, LLC ("Engineer"); Luis Delgadillo, Horizon Golf & Conference Center; Patricia Hernandez of El Paso Disposal; 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. None.
5. **CONSENT AGENDA.**
   - A. Consider and Take Action on Pay Estimate No. 15 for GST-3B and GST 4B.
   - B. Consider and Take Action on Pay Estimate No. 8 for ROWTP No. 3 and BPS No. 5.
   - C. Consider and Take Action on Pay Estimate No. 6 for Verdancia Unit II Subdivision and Offsite 15-inch Sewer Improvements.
   - D. Consider and Take Action on Pay Estimate No. 7 for Booster Pump Station No. 3B.
   - E. Consider and Take Action on Pay Estimate No. 2 for Injection Well No. 2.
   - F. Consider and Take Action on approval of Minutes for Special Board Meeting on July 7, 2026, and Regular Board Meetings held on June 25, 2026.
   - G. Consider and Take Action to Approve the Payment of Bills and Invoices for Operations and Construction; and to Approve the Transfer of Funds.
   - H. 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 Thomas, seconded by Director Padilla, after full discussion and with all Directors present voting aye, the Board approved the Consent Agenda, including: A) Consider and Take Action on Pay Estimate No. 15 for GST-3B and GST 4B; B) Consider and Take Action on Pay Estimate No. 8 for ROWTP No. 3 and BPS No. 5; C) Consider and Take Action on Pay Estimate No. 6 for Verdancia Unit II Subdivision and Offsite 15-inch Sewer Improvements; D) Consider and Take Action on Pay Estimate No. 7 for Booster Pump Station No. 3B; E) Consider and Take Action on Pay Estimate No. 2 for Injection Well No. 2.; F) Consider

and Take Action on approval of Minutes for Special Board Meeting on July 7, 2026, and Regular Board Meetings held on June 25, 2026; G) Consider and Take Action to Approve the Payment of Bills and Invoices for Operations and Construction; and to Approve the Transfer of Funds; and H) 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. Exhibits A thru H of the Consent Agenda are attached hereto.

6. **DISCUSSION ON HORIZON VIEW ESTATE SEWER.**

Ms. Linda Troncoso provided an update to the Board on the status of the project. 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 "I". Mr. McGinnis also responded to questions from the Board.

Upon motion by Director Thomas, seconded by Director Padilla, 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 "J". She updated the Board on the status of existing engineering projects. In addition, Ms. Troncoso updated the Board on the application for funding Water Well No. 12 that will be submitted to the Texas Water Development Board ("TWDB").

Upon motion by Director Thomas, seconded by Director Padilla, after full discussion and with all Directors present voting aye, the Board approved the Engineer's Report and authorized the submittal of the grant application for Water Well No. 12 to the TWDB.

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 revenues for June are approximately $35,000 over budget ($280,000 more than budget for the year). He also reported repair issues with the building that will need to be addressed.

Upon motion by Director Thomas, seconded by Director Padilla, 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 3 FOR INJECTION WELL NO. 2.**

Ms. Troncoso presented and reviewed Change Order No. 3 from Santa Rosa Well Services, LLC, which increasing the amount of the contract by $424,000 for the Injection Well No. 2 Rehab, a copy of which is attached hereto as Exhibit "K".

Upon motion by Director Thomas, seconded by Director Padilla, after full discussion and with all Directors present voting aye, the Board approved Change Order No. 3 from Santa Rosa Well Services, LLC, increasing the contract amount by $424,000 for Injection Well No. 2 Rehab.

11. **CONSIDER AND TAKE ACTION ON METERS FOR MANHOLES ON SEWER LINE THAT PASSES SPLITTER MANHOLE.** The Board tabled this item until the next Board Meeting.

12. **CONSIDER AND TAKE ACTION ON ANNUAL REVIEW OF RATE ORDER, AMEND IF NECESSARY.**

Director Jarvis presented and reviewed the amendments to the Rate Order, a copy of which is attached hereto as Exhibit "L".

Upon motion by Director Thomas, seconded by Director Padilla, after full discussion and with all Directors present voting aye, the Board approved the amended Rate Order.

13. **CONSIDER AND TAKE ACTION ON ORDER ESTABLISHING HORIZON RMUD MOUNTAIN SHADOW UNIT-1 DEFINED AREA WITHIN THE DISTRICT.**

Mr. Petrov presented and reviewed the Order Establishing the Mountain Shadow Unit-1 Defined Area, a copy of which is attached hereto as Exhibit "M".

Upon motion by Director Thomas, seconded by Director Padilla, after full discussion and with all Directors present voting aye, the Board approved the Order Establishing the Mountain Shadow Unit-1 Defined Area.

14. **CONSIDER AND TAKE ACTION ON AN ORDER CALLING A JOINT ELECTION WITH EL PASO COUNTY ON THE ESTABLISHMENT OF HORIZON REGIONAL MUNICIPAL UTILITY DISTRICT MOUNTAIN SHADOW UNIT-1 DEFINED AREA WITHIN THE DISTRICT; AUTHORIZING THE ISSUANCE OF BONDS AND AUTHORIZING A MAINTENANCE TAX.**

Mr. Petrov presented and reviewed with the Board an Order Calling a Joint Election with El Paso County for Mountain Shadow Unit-1 Defined Area to be held on Tuesday, November 3, 2026, a copy of which is attached hereto as Exhibit "N".

Upon motion by Director Thomas, seconded by Director Padilla, after full discussion and with all Directors present voting aye, the Board approved the Order Calling a Joint Election with El Paso County for Mountain Shadow Unit-1 Defined Area.

15. **CONSIDER AND TAKE ACTION TO APPROVE A JOINT ELECTION AGREEMENT WITH EL PASO COUNTY**

Mr. McGinnis presented and reviewed with the Board the Joint Election Services Contract and cost estimate for the Mountain Shadow Unit-1 Defined Area Election of Tuesday, November 3, 2026. A copy of which is attached hereto as Exhibit "O".

Upon motion by Director Thomas, seconded by Director Padilla, after full discussion and with all Directors present voting aye, the Board approved the Joint Election Services Contract and cost estimate for the Mountain Shadow Unit-1 Defined Area Election.

16. **CONSIDER AND TAKE ACTION REGARDING PETITION FOR EXCLUSION OF LAND AS FILED BY SADOVA PROPERTIES IX, LLC**.

Mr. Petrov presented and reviewed with the Board a Petition for the exclusion of approximately 10 acres as filed by SADOVA PROPERTIES IX, LLC and another for the exclusion of approximately 6.664 acres as filed by THE RETREAT AT SUNFIRE, LLC, copies of which are attached hereto as Exhibit "P". Mr. Petrov reported that the Petitions have been filed with the TCEQ. Mr. Petrov requested the Board approve calling a public hearing on Thursday, August 27, 2026 at 6:00 p.m. and to authorize Johnson Petrov to publish notice of the public hearing in the El Paso Times, as required by law.

Upon motion by Director Thomas, seconded by Director Padilla, after full discussion and with all Directors present voting aye, the Board approved calling a public hearing on Thursday, August 27, 2026 at 6:00 p.m. and authorized Johnson Petrov to publish notice of the public hearing in the El Paso Times, as required by law.

17. **CONSIDER AND TAKE ACTION REGARDING PETITION FOR EXCLUSION OF LAND AS FILED BY THE RETREAT AT SUNFIRE, LLC**.

Discussed above.

18. **CONSIDER AND TAKE ACTION TO APPROVE A FACILITIES REIMBURSEMENT AGREEMENT WITH M2B EL PASO, LLC – SPARE FEET UNIT ONE)**.

The Board tabled this item until the next Board Meeting.

19. **CONSIDER AND TAKE ACTION TO APPROVE A FACILITIES REIMBURSEMENT AGREEMENT WITH M2B EL PASO, LLC – FOR WATERLINE PORTION ON BOB HOPE)**.

The Board tabled this item until the next Board Meeting.

20. **CONSIDER AND TAKE ACTION ON WELL 10 FINAL INVOICE**. Mr. McGinnis presented and reviewed with the Board the final invoice from Santa Rosa Well Service LLC in the amount of $101,823.77 for Well #10, a copy of which is attached hereto as Exhibit "Q."

Upon motion by Director Thomas, seconded by Director Padilla, after full discussion and with all Directors present voting aye, the Board approved final invoice from Santa Rosa Well Service LLC in the amount of $101,823.77 for Well #10.

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

22. **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.

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

~~Assistant~~ Secretary
Board of Directors

APP/mlr

EXHIBITS:

A. Pay Estimate No. 15 for GST-3B and GST 4B.
B. Pay Estimate No. 8 for ROWTP No. 3 and BPS No. 5.
C. Pay Estimate No. 6-Verdancia Unit II Subdivision/Offsite 15-inch Sewer Improvements.
D. Pay Estimate No. 7 for Booster Pump Station No. 3B.
E. Pay Estimate No. 2 for Injection Well No. 2.
F. Minutes: Special - July 7, 2026, and Regular - June 25, 2026
G. Payment of Bills and Invoices for Operations and Construction/Transfer of Funds.
H. Spray Field Operations and Construction Report.
I. Management Report.
J. Engineering Report.
K. Change Order No 3 For Injection Well No. 2.
L. Amended Rate Order.
M. Order Establishing the Mountain Shadow Unit-1 Defined Area.
N. Order Calling a Joint Election with El Paso County (Mountain Shadow Unit-1 Defined Area)
O. Joint Election Services Contract/Estimate of Costs
P. Petitions for the exclusion SADOVA PROPERTIES IX, LLC and THE RETREAT AT SUNFIRE, LLC
Q. Invoice from Santa Rosa Well Service LLC