

**MEETING OF THE BOARD OF DIRECTORS
OF
DELTA LAKE IRRIGATION DISTRICT**

BE IT REMEMBERED that a Regular Meeting of the Board of Directors was held on January 15, 2025, with the following present:

Present were:

President, David Esau
Vice President, Matthew Klostermann
Secretary, Joe Pennington
Director, Chuck McDonald
Director, Richard Ruppert
Attorney, Alan T. Ozuna
General Manager, Troy Allen
Tax Assessor-Collector, Andrea Perez

Directors absent were:

Also present were:

A quorum being present, Board President, David Esau called the meeting to order at 9:00 a.m., and the Board of Directors of Delta Lake Irrigation District considered the following items:

Item #1: Approval of the minutes of the Regular Meeting held on December 18, 2024.

A MOTION WAS MADE by Director McDonald and second by Director Klostermann to approve the December 18, 2024, minutes.

Motion carried unanimous

Item #2: Public Forum Comments: None

Item #3: Monthly report from Tax Assessor/Collector.

Tax Assessor-Collector Andrea Perez made the monthly tax report.

Item #4: Presentations: None

Item #5.1: Consideration and possible action on hearing to exclude Grapefruit Acres Phase 4 Subdivision, being a 15.00-acre tract of land comprised of all of lot 9, and the north 5 acres of lot 10, Texas Citrus Grove Unit 1, as per plat recorded in volume 6, page 37 map records of Hidalgo County, Texas.

A MOTION WAS MADE by Director Klostermann and second by Director Ruppert to approve the exclusion of Grapefruit Acres Phase 4 Subdivision, being a 15.00-acre tract out of Lot 9 and N165' Lot 10 Texas Citrus Grove UT No. 1 Subdivision, Hidalgo County, Texas (owner: Garvic Properties, LTD).

Motion carried unanimous

Item #6.1: Consideration and possible action on Easement Agreement for Access – La Lupita Ranch LLC.

A MOTION WAS MADE by Director Ruppert and second by Director McDonald to authorize General Manager Allen and Attorney Alan Ozuna to redraft agreement.

Motion carried unanimous

Item #7.1: Consideration and possible action on Approving the 2024 4th Qtr Investment Report.

A MOTION WAS MADE by Director McDonald and second by Director Pennington to approve the 2024 4th Qtr Investment Report as presented.

Motion carried unanimous

Item #7.2: Consideration and possible action on NAWSC 2024 Subdivision Water Rights Petition.

A MOTION WAS MADE by Director Klostermann and second by Director McDonald to approve the NAWSC 2024 Subdivision Water Rights Petition.

Motion carried unanimous

Director Richard Ruppert left at 9:47 a.m.

Item #7.3: Consideration and possible action on Approving Audit Engagement Letter for the FYE 2024.

A MOTION WAS MADE by Director Klostermann and second by Director McDonald to approve the Audit Engagement Letter for the FYE 2024 as submitted by Roberto Lopez CPA PC.

Motion carried unanimous

Item #8. Report of Manager & Professionals with discussion and possible action on District's property, finances, personnel, future events, legal matters and agenda items, Including but not limited to, the below specified items, if any.

Item #8.1: Water Update

General Manager Allen informed the Board the District has pumped 11,466 ac/ft of the 12,173 ac/ft the District was authorized from the San Juan temporary permit water. The allocation program is currently off but the accounts that still had water will retain their balance when the program is back on.

Item #9: Report of Directors on property, finances, personnel, future events, legal matters and agenda items, including but not limited to particular items specified below, if any.: None

Item #10: Approval of Vouchers.

A MOTION WAS MADE by Director Pennington and second by Director Klostermann to approve the vouchers for the month of mid-December 2024 to mid-January 2025.

Motion carried unanimous.

Went into executive session at 9:57 a.m. to discuss the following items:

Item #7.4: Consideration and possible action on employee compensation.

Item #7.5: Consideration and possible action Evaluation of District Manager.

Reconvened out of executive session at 10:12 a.m.

Item #7.6: Consideration and possible action as a result of executive session deliberation.

A MOTION WAS MADE by Director Klostermann and second by Director Pennington to approve a salary adjustment for employees, leaving it up to General Manager Allen's discretion.

Motion carried unanimous

A MOTION WAS MADE by Director McDonald and second by Director Klostermann to approve a salary increase of \$10,000 for General Manager Troy Allen.

Motion carried unanimous

THERE BEING NO FURTHER BUSINESS, A MOTION WAS MADE by Director McDonald and second by Director Klostermann to adjourn the meeting at 10:16 a.m.

Motion carried unanimous.

President, Board of Directors

Secretary, Board of Directors