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 October 21, 2026, with the following present:

Present were:	President, David Esau Vice President, Matthew Klostermann Secretary, Joe Pennington Director, Chuck McDonald Director, Paul Heller Attorney, Alan Ozuna General Manager, Troy Allen Tax Assessor-Collector, Andrea Perez
Directors absent were:	
Also present were:	Alfonso A. Gonzalez, Marcia Appia Civil Infrastructure Consultant Engineers, LLC

A quorum being present, Board President, David Esau called the meeting to order at 8:30 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 September 16, 2026.

A MOTION WAS MADE by Director Klostermann and second by Director Heller to approve the September 16, 2026, minutes.

Motion carried unanimous

Item #2: Public Forum Comments.

Alfonso A. Gonzalez of Marcia Appia Civil Infrastructure Consultant Engineers, LLC gave an update on the progress of all the projects. All projects received a full grant and not a combined grant/loan option. He has found it difficult to work with 2 entities awarding the funds.

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 to approve renaming Sunflower Subdivision to Sunfield Meadows Subdivision, located in Lot 11, Delta Orchards Unit No. 2, Hidalgo County, Texas.

A MOTION WAS MADE by Director Klostermann and second by Director McDonald to approve renaming Sunflower Subdivision to Sunfield Meadows Subdivision, located in Lot 11, Delta Orchards Unit No. 2, Hidalgo County, Texas.

Motion carried unanimous.

Item #6: Old Business: None

Item #7.1: Consideration and possible action on approval of the offer from U.S. Customs and Border Protection (CBP) to enter into a Right of Entry for Construction (ROE-C) Agreement to access District property to complete surveys, appraise the property, and then complete construction.

General Manager Allen informed that CBP is offering $5,000 to the District for allowing Right of Entry for their surveys. A MOTION WAS MADE by Director Heller and second by Director Klostermann to approve the offer from U.S. Customs and Border Protection (CBP) to enter into a Right of Entry for Construction (ROE-C) Agreement to access District property to complete surveys, appraise the property, and then complete construction.

Motion carried unanimous.

Item #7.2: Consideration and possible action on approval of a License Agreement between U.S. Customs and Border Protection (CPB) and Delta Lake Irrigation District to eradicate Carrizo Cane

A MOTION WAS MADE by Director Heller and second by Director Klostermann to approve a License Agreement between U.S. Customs and Border Protection (CPB) and Delta Lake Irrigation District to eradicate Carrizo Cane.

Motion carried unanimous.

Item #7.3: Consideration and possible action on approval of Escrow Agreement, made by and between Delta Lake Irrigation District, a political subdivision of the State of Texas in Hidalgo County, Texas, acting by and through its authorized representative and Rio Bank, as Escrow Agent together with any successor in such capacity. Escrow account Delta Lake ID G1002510 for the amount of $2,215,043.

A MOTION WAS MADE by Director Klostermann and second by Director McDonald to approve Escrow Agreement, made by and between Delta Lake Irrigation District, a political subdivision of the State of Texas in Hidalgo County, Texas, acting by and through its authorized representative and Rio Bank, as Escrow Agent together with any

successor in such capacity. Escrow account Delta Lake ID G1002510 for the amount of $2,215,043.

Motion carried unanimous.

Item #7.4: Consideration and possible action on approval of Escrow Agreement, made by and between Delta Lake Irrigation District, a political subdivision of the State of Texas in Hidalgo County, Texas, acting by and through its authorized representative and Rio Bank, as Escrow Agent together with any successor in such capacity. Escrow account Delta Lake ID G1002511 for the amount of $529,089.

A MOTION WAS MADE by Director McDonald and second by Director Klostermann to approve Escrow Agreement, made by and between Delta Lake Irrigation District, a political subdivision of the State of Texas in Hidalgo County, Texas, acting by and through its authorized representative and Rio Bank, as Escrow Agent together with any successor in such capacity. Escrow account Delta Lake ID G1002511 for the amount of $529,089.

Motion carried unanimous.

Item #7.5: Consideration and possible action on approval of Escrow Agreement, made by and between Delta Lake Irrigation District, a political subdivision of the State of Texas in Hidalgo County, Texas, acting by and through its authorized representative and Rio Bank, as Escrow Agent together with any successor in such capacity. Escrow account Delta Lake ID G1002512 for the amount of $1,023,802.

A MOTION WAS MADE by Director Klostermann and second by Director Heller to approve Escrow Agreement, made by and between Delta Lake Irrigation District, a political subdivision of the State of Texas in Hidalgo County, Texas, acting by and through its authorized representative and Rio Bank, as Escrow Agent together with any successor in such capacity. Escrow account Delta Lake ID G1002512 for the amount of $1,023,802.

Motion carried unanimous.

Item #7.6: Consideration and possible action on approval of Agreement Execution Resolution, on a resolution by the Board of the Delta Lake Irrigation District authorizing Troy Allen, the Designated Representative of the District, to execute an agreement with the Texas Water Development Board for funding in the amount of $2,215,043.

A MOTION WAS MADE by Director McDonald and second by Director Pennington to approve Agreement Execution Resolution, on a resolution by the Board of the Delta Lake Irrigation District authorizing Troy Allen, the Designated Representative of the District, to execute an agreement with the Texas Water Development Board for funding in the amount of $2,215,043.

Motion carried unanimous.

Item #7.7: Consideration and possible action on approval of Agreement Execution Resolution, on a resolution by the Board of the Delta Lake Irrigation District authorizing Troy Allen, the Designated Representative of the District, to execute an agreement with the Texas Water Development Board for funding in the amount of $529,089.

A MOTION WAS MADE by Director Heller and second by Director Klostermann to approve Agreement Execution Resolution, on a resolution by the Board of the Delta Lake Irrigation District authorizing Troy Allen, the Designated Representative of the District, to execute an agreement with the Texas Water Development Board for funding in the amount of $529,089.

Motion carried unanimous.

Item #7.8: Consideration and possible action on approval of Agreement Execution Resolution, on a resolution by the Board of the Delta Lake Irrigation District authorizing Troy Allen, the Designated Representative of the District, to execute an agreement with the Texas Water Development Board for funding in the amount of $1,023,802.

A MOTION WAS MADE by Director Klostermann and second by Director McDonald to approve Agreement Execution Resolution, on a resolution by the Board of the Delta Lake Irrigation District authorizing Troy Allen, the Designated Representative of the District, to execute an agreement with the Texas Water Development Board for funding in the amount of $1,023,802.

Motion carried unanimous.

Item #7.9: Consideration and possible action on approval of Engineering Agreement for the J-22 canal to pipeline conversion project.

A MOTION WAS MADE by Director Heller and second by Director Klostermann to approve Engineering Agreement for the J-22 canal to pipeline conversion project.

Motion carried unanimous.

Item #7.10: Consideration and possible action on approval of Engineering Agreement for the E-2 canal to pipeline conversion project, and pump station rehabilitation.

A MOTION WAS MADE by Director Klostermann and second by Director McDonald to approve Engineering Agreement for the E-2 canal to pipeline conversion project, and pump station rehabilitation.

Motion carried unanimous.

Item #7.11: Consideration and possible action on approval of Engineering Agreement for the M-5 canal to pipeline conversion project, and pump station rehabilitation.

A MOTION WAS MADE by Director Klostermann and second by Director Heller to approve Engineering Agreement for the M-5 canal to pipeline conversion project, and pump station rehabilitation.

Motion carried unanimous.

Item #7.12: Consideration and possible action on approval of the 3rd Qtr Investment Report.

A MOTION WAS MADE by Director Klostermann and second by Director Heller to approve the 3rd Qtr Investment Report.

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 31,904 ac/ft and sold 23,258 ac/ft as of September 2026. The District's useable balance is 53,973 ac/ft and the storage balance is 56,991 ac/ft. The District did not receive an allocation for this period.

Item #8.2: Discussion on Equipment and Vehicle needs

General Manager Allen informed he is in search of a new excavator. The current excavator has 27,000 hours. A MOTION WAS MADE by Director McDonald and second by Director Heller to allow him to negotiate a deal for a new excavator. He also reported the need for 2 new trucks (for superintendent and a purchasing agent). He is also pricing out new boom shredders.

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-September 2026 to mid-October 2026.

Motion carried unanimous.

THERE BEING NO FURTHER BUSINESS, A MOTION WAS MADE by Director Pennington and second by Director Klostermann to adjourn at 9:30 a.m.

_____
President, Board of Directors

_____
Secretary, Board of Directors