

**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 December 17, 2025, with the following present:

Present were:

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

Directors absent were:

Vice President, Matthew Klostermann

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 November 19, 2025.

A MOTION WAS MADE by Director McDonald and second by Director Ruppert to approve the November 19, 2025, 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. A MOTION WAS MADE by Director Pennington and second by Director McDonald to approve the monthly tax report as presented.

Motion carried unanimous.

Item #4: Presentations: None

Item #5.1: Consideration and possible action on approving Grapefruit Acres Phase 3 Subdivision plat, being a 20.00 acre tract of land out of Lot 7 Block 57 Missouri-Texas Land & Irrigation Subdivision, Hidalgo County, Texas (owner: Garvic Properties).

A MOTION WAS MADE by Director McDonald and second by Director Ruppert to approve Grapefruit Acres Phase 3 Subdivision plat, being a 20.00 acre tract of land out of

Lot 7 Block 57 Missouri-Texas Land & Irrigation Subdivision, Hidalgo County, Texas (owner: Garvic Properties).

Motion carried unanimous.

Item #5.2: Consideration and possible action on Calling a Hearing to exclude Grapefruit Acres Phase 3 Subdivision, being a 20.00 acre tract of land out of Lot 7 Block 57 Missouri-Texas Land & Irrigation Subdivision, Hidalgo County, Texas (owner: Garvic Properties).

A MOTION WAS MADE by Director McDonald and second by Director Pennington to call a hearing to exclude Grapefruit Acres Phase 3 Subdivision, being a 20.00 acre tract of land out of Lot 7 Block 57 Missouri-Texas Land & Irrigation Subdivision, Hidalgo County, Texas (owner: Garvic Properties).

Motion carried unanimous.

Item #6.1: Update on Willacy County Appraisal District Nominations

General Manager Allen informed the Board their nomination from last meeting is ineligible due to being a member of the Appraisal Review Board for the Willacy County Appraisal District.

Item #7.1: Consideration and possible action on Purchasing 4, F-150 Trucks.

General Manager Allen informed the Board he would like to retire the 2012 Ford F-150 trucks the District has and replace them with the 2018 Ford F-150 trucks the District has. He would need to purchase 4 F-150 trucks to be able to proceed. A MOTION WAS MADE by Director Ruppert and second by Director McDonald to authorize General Manager Allen to proceed with the purchase of 4 Ford F-150 trucks, as presented.

Motion carried unanimous.

Item #7.2: Consideration and possible action on Approving a Resolution allowing the General Manager to enter into a contract with NADBank to receive funds, implement project, and provide service.

A MOTION WAS MADE by Director Ruppert and second by Director McDonald to approve resolution authorizing General Manager Allen to enter into a contract with NADBank to receive funds, implement project, and provide service.

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's usable balance is 35,880 ac/ft and the storage balance is 39,595 ac/ft. The District pumped 29,961 ac/ft and sold 16,723 ac/ft as

of November 2025. No allocations were made for the November 2025 period. The District is expected to receive an allocation if the USA/Mexico agreement takes place.

Item #8.2: Update on NADB-WRF funding.

General Manager Allen informed the Board the application has been submitted. Depending on how the District ranks determines what percentage of the funding is grants and what percentage is loans. Once a loan is approved, interest rates can be negotiated.

Item #8.3: 2026 District elections.

General Manager Allen informed the Board the District elections for Board of Directors will take place in 2026.

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 McDonald and second by Director Ruppert to approve the vouchers for the month of mid-November 2025 to mid-December 2025.

Motion carried unanimous.

Item #7.3: Executive Session pursuant to Tex. Gov't Code Sec. 551.074 (personnel) to deliberate the following:

- Employee compensation
- Evaluation of District Manager

Convened into executive session at 9:50 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 10:11 a.m.

Item #7.4: A MOTION WAS MADE by Director Pennington and second by Director McDonald to proceed as discussed in executive session.

Motion carried unanimous.

Item #7.5: A MOTION WAS MADE by Director Pennington and second by Director McDonald to proceed as discussed in executive session.

Motion carried unanimous.

THERE BEING NO FURTHER BUSINESS, Board President, David Esau declared the meeting adjourned at 10:15 a.m.

President, Board of Directors

Secretary, Board of Directors