

MINUTES OF WILLACY COUNTY DRAINAGE DISTRICT NO. 1

A meeting of the Board of Directors of Willacy County Drainage District No. 1 convened on June 10, 2026, at the District's office in Lyford, Texas, pursuant to notice duly given as required by law. Present were:

Terry Galle, President
Glenn Wilde, Vice-President
Melvin Gay, Secretary
Charles Chappell, Director
Velma N. Garcia, Director

Casey McNutt, General Manager
B.R. Dossett, Attorney
Isaac Huacuja, Engineer

Directors Absent: Dan Klostermann and Thomas Zdansky

President Galle called the meeting to order at 10:30 a.m. and presided.

1. Minutes. The minutes of the May 13, 2026 meeting were presented. Velma Garcia noted one correction. The motion was made by Glenn Wilde, and seconded by Charles Chappell, to approve the minutes of the May 13, 2026 meeting as corrected. Following a discussion, the motion unanimously carried.
2. Public Comment Period. No one appeared. No comments were submitted by email or fax.
3. Election of Board Officers. It was noted that Water Code § 49.054(b) requires that the Board elect officers after each Directors election. The motion was made by Charles Chappell and seconded by Melvin Gay that:

Terry Galle be elected President
Glenn Wilde be elected Vice-President
Melvin Gay be elected Secretary

Following a discussion, the motion unanimously carried.

4. Audit of Fiscal Year ended December 31, 2025. The Auditor anticipates that the audit will be completed in time for presentation at the July 8, 2026 Board meeting.
5. Willacy Main Drain: Union Pacific Railroad declaration of emergency and demand that District replace the crossing pursuant to 1986 agreement. Engineer Huacuja reported that that the hydrologic and hydraulic modeling of the impact of the sleeving is in progress, that assuming the modeling results are acceptable, the plans for the sleeving can be prepared, and that the plans must be approved by Union Pacific before the project can be put out for bid. A general discussion of the project followed.
6. Projects: Lateral G-Willacy County widening and improvements between Hidalgo-Willacy Joint Venture Drain and Business 77 (Grants awarded to Willacy County).

- 6.1 Segment between Simo Road and I-69/U.S. Hwy 77 east frontage road—1000 feet more or less (FEMA Grant).
 - (a) Status Report. No change in status.
 - (b) Matters requiring Board action. None.
- 6.2 Remainder of Project/Joint Flood Control Project TWDB No. 40069 (TWDB Grant).
 - (a) Status Report. The County has submitted the name and qualifications of the project inspector to the TWDB. Upon approval of the inspector, TWDB will issue the notice to proceed. It is anticipated that the notice to proceed will be received in July.
 - (b) Matters requiring Board action. None.
- 7. Projects: Master Drainage Plan-USDA Grant.
 - 7.1 Status Report. No change in status. Still waiting on funding.
 - 7.2 Matters requiring Board action. None.
- 8. Hidalgo-Willacy Joint Venture Drain—Amendment of Panchita Control Structure Operations Protocols and Procedures.
 - 8.1 Status Report. Engineer Huacuja presented an overview of the project and the work completed to date. The final report and recommendations have not been completed. A general discussion of the project followed. Upon completion of his report, the Engineer departed.
 - 8.2 Matters requiring Board action. None.
- 9. Reports. Receive reports and make decisions regarding the subject of such reports:
 - 9.1 Manager:
 - (a) Work accomplished since the last Board meeting. Report presented and discussed.
 - (b) Bay Runner Pipeline breach of License Agreement. Bay Runner removed the crossings on May 27, 2026 as agreed. There was no substantial damage to the three drains.
 - (c) Hidalgo-Willacy Joint Venture Drain—Annual Ranch Inspection. The inspection was held as scheduled. The Ranch representatives had no complaints or concerns.
 - (d) Certificate of Deposit. The certificate will be renewed for 9 months at a rate of 3.25%
 - (e) Depository-signature cards. In order to remove Daniel Vassberg from and add Velma N. Garcia to the account signature, all Directors must sign a new signature card.
 - (f) Equipment-MIG welder. At the April meeting the purchase of a new MIG welder was discussed. Ruben was able to repair the District's welder.
 - 9.2 Attorney.
 - (a) May 2, 2026 Post Election Report.
 - (i) Oath and Bond. An original Oath with a copy of the bond for each of Charles Chappell and Velma N. Garcia have been submitted to the

- Secretary of State
- (ii) District Registration Form. The District Registration form has been submitted to TCEQ.
- (b) Director Information. A booklet entitled Director Information which covers topics including:
- ◆ Creation, regulation, and legal authority of the District
 - ◆ Powers available to the Directors (incurring debt, levying taxes, contracting, eminent domain)
 - ◆ Director selection, duties, and eligibility
 - ◆ Open Meetings Act compliance and training requirements
- was presented.

10. Financial

- 10.1 Financial Report for the month of May 2026. Presented and discussed. The motion was made by Charles Chappell and seconded by Dan Klostermann that the reports be accepted. Following a discussion, the motion unanimously carried.
- 10.2 Payment of Accounts (M & O Account). The motion was made by Charles Chappell and seconded by Velma Garcia that payment of these accounts be approved:

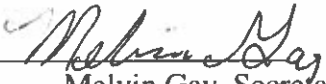
Payroll/Monthly Wages	Transfer to Payroll Acct.	ET	\$40,000.00
Corporate Card, Wells Fargo/Mastercard	Office/Operating/Misc.	ACH	\$1,475.42
AT&T Mobile	Telephones-Cell phones	ACH	\$85.58
Culligan	Water Dispenser Rental	ACH	\$40.00
VTX	Internet & Phone	ACH	\$184.10
Reliant Energy	Electricity-Utilities	ACH	\$349.78
Santcant IT Maintainence-Internet	Services provided	ACH	\$500.00
Gerber Life Insurance-Manager	Insurance	ACH	\$158.36
Pitney Bowes Leasing-Postage meter	Postage	ACH	\$78.09
Willacy County Appraisal Dist.	Quarterly Allocation	4029	\$9,147.52
Taylor G. Hasson	Housekeeping	4030	\$280.00
Guardian Insurance-Qtrly Employee Supp.	Insurance	4031	\$1,429.56
Guardian Insurance	Employee Paid Insurance	4032	\$274.87
Willacy County Treasurer's Office	Employee Health Ins.	4033	\$5,477.31
Dossett Law Office-Retainer	Legal-Retainer	4034	\$150.00
Xerox Financial-Copier/Printer Lease	Office Supplies	4035	\$266.25
City of Lyford-Water/Sewer	Utilities	4036	\$80.98
Willacy County Elections Dept.	Election Expense	4037	\$17,452.94
Atmax Equipment Co.	Equipment Maintenance	4038	\$1,162.82
John Deere Financial	Equipment Maintenance	3743	\$74.47
Burton Pro-Billing & Funding	Operating Supplies	4040	\$149.89
Xerox Business Solutions	Office Supplies	4041	\$7.12
Alamo Lumber Supply	Operating Supplies	4042	\$296.98
Alamo Iron Works	Operating Supplies	4043	\$191.72
Oil Patch Fuel & Supply, Inc.	Fuel	4044	\$1,107.08
Thomas Farm & Ranch, LLC	Operating Supples	4045	\$141.96
TOPS	Operating Supplies	4046	\$174.57
Dossett Law Office	General Legal Work	4047	<u>2,015.00</u>
Total			\$82,752.37

Following a discussion, the motion unanimously carried.

11. Take up such other matters as may properly be brought before the Board. None.
12. Adjournment. There being no other business, the motion was made by Glenn Wilde and seconded by Charles Chappell that the meeting be adjourned, whereupon the meeting was adjourned at 12:05 p.m.



Terry Galle, President



Melvin Gay, Secretary