

MINUTES
Of the Regular Board Meeting conducted on October 16, 2023

Take notice that a Board Meeting of the Board of Directors of Hidalgo County Irrigation District Number Six was held at 1:00 p.m. on October 16, 2023, at the Hidalgo County Irrigation District Number Six office located at 3735 N. FM 492, Mission, Texas 78574.

- 1) The meeting was called to order by Mr. Santana Gutierrez at 1:31 p.m., October 16, 2023, at which time Mr. Santana Gutierrez acknowledged the presence of the Elected Members of the Board of Hidalgo County Irrigation District No. 6.

Members present included:

Mr. Santana Gutierrez, Vice-President
Ms. Giovana Benitez, Director
Mr. Brandon Thompson, Secretary

Members not present:

Ms. Diana Izaguirre, President
Mr. Oscar Arturo Garza, Director

Also, present included:

Dr. Antonio Uresti, General Manager, HCID No.6
Ms. Deborah Cordova, Attorney at Law, HCID No.6
Ms. Minnie Mueller, Assistant, HCID No.6
Ms. Carmen Garcia, Bookkeeper, HCID No.6
Mr. Ruben James De Jesus, Engineer, HCID No.6
Mr. Frank Ferris, Flinn & Medina, LLC
Mr. David Martinez, Insurance
Mr. Gilberto Maldonado, 365 Builders, LLC

A quorum of the members of the Hidalgo County Irrigation District No. Six being present, the meeting was duly convened. The Pledge of Allegiance followed by Invocation was presented by Mr. Brandon Thompson, HCID No.6 Secretary.

- 2) Recognition of visitors and public comments.
- 3) Certification of Posting for the Board Meeting.

General Manager confirmed that the Certification of the Board Meeting was posted at the Hidalgo County Court House, HCID No.6 lobby and the place convenient to the public in the bulletin board at HCID No.6, 3735 N FM 492, Mission, Texas 78572 at 11:40 a.m., October 11, 2023.

- 4) Manager's Items:

Manager's item numbers 4a, 4b, 4c, 4d, and 4e were not discussed.

- a) September 2023 Internal Bank Transfers and Expenditures.
 - b) Texas Regional Bank Credit Card Statement Transactions.
 - c) Sam's Credit Card Statement Transactions from August 24, 2023, to September 23, 2023.
 - d) Constable Report – Deputy Isidro Rosales
 - e) Thanksgiving Luncheon Reminder
- 5) Discuss and consider a request made by General Manager to revise job descriptions.

This item was not discussed.

- 6) Discuss and consider General Manager attending the *TWCA (Texas Water Conservation Association) Fall Conference*, November 01-03, 2023 in San Antonio, Texas.

Ms. Giovana Benitez made a motion and seconded by Mr. Brandon Thompson to approve General Manager attending the *TWCA (Texas Water Conservation Association) Fall Conference*, November 01-03, 2023 in San Antonio, Texas.

Motion carried unanimously.

- 7) Discuss and consider a request made by General Manager to repair a dilapidated 4B Extension located on Bentsen Palm and North Mile 10 Road.

This item was not discussed.

- 8) Discuss and consider a request made by General Manager to apply for a US Bureau of Reclamation WaterSMART Drought Response Program: Drought Resiliency Projects for Fiscal Year 2024.

Mr. Frank Ferris presented the US Bureau of Reclamation WaterSMART Drought Response Program to Board Members and informed them this is a \$5,000,000 grant and the deadline for this application is October 31, 2023. This grant focuses on low-water situations where water cannot be pumped. He recommended the District apply for Group Three of this grant and if not awarded Group Three, the District might be considered for Group Two. If granted, he suggests the District install one electric motor and one gas-powered motor. Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Benitez to approve the request made by General Manager to apply for a US Bureau of Reclamation WaterSMART Drought Response Program: Drought Resiliency Projects for Fiscal Year 2024.

Motion carried unanimously.

- 9) Discuss and consider a request made by General Manager to adopt water delivery rates for the United States Department of Agriculture (Moorefield).

Mr. Frank Ferris informed Board Members that the District filed a request with USDA to recoup costs based on the actual versus the rate that had been charged to them for the past five years. Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Thompson to approve the request made by General Manager to adopt water delivery rates for the United States Department of Agriculture (Moorefield).

Motion carried unanimously.

- 10) Discuss and consider a request made by General Manager to work with the Landowner to reroute Lateral 2A2I servicing Frontera Energy.

Mr. Frank Ferris notified Board Members of the request made by American Electrical Power (AEP) to relocate the existing District irrigation line due to Frontera Energy substation expansion during their planned shutdown in mid-November through December. Once AEP provides the relocation plans, the plans will be presented to Board Members for review. Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Benitez to authorize General Manager and staff to review any construction plans and to replace the existing meter with a magnetic type.

Motion carried unanimously.

- 11) Discuss and consider a request made by General Manager to amend the water rate for flood irrigation to require a minimum purchase of ½ acre-foot per acre of the total irrigable acres.

General Manager presented a report that indicates District customers with the highest purchased water tickets and the majority are in compliance with

purchasing half of the total irrigable acres by property owner. General Manager requested a policy that requires all customers to be in compliance. Mr. Brandon Thompson made a motion seconded by Ms. Giovana Benitez to table the request made by General Manager to amend the water rate for flood irrigation to require a minimum purchase of ½ acre-foot per acre of the total irrigable acres.

Motion carried unanimously.

- 12) Discuss and consider the ratification to invest ***Texas Regional Bank Investment Money Market*** funds into a Certificate of Deposit (368662) for the amount of \$105,000.00 (one hundred five thousand dollars) at the rate of 5.25%, governed by Subchapter A, Chapter 2256, and Government Code Public Funds Investment Act.

Ms. Giovana Benitez made a motion and seconded by Mr. Brandon Thompson to approve the ratification to invest ***Texas Regional Bank Investment Money Market*** funds into a Certificate of Deposit (368662) for the amount of \$105,000.00 (one hundred five thousand dollars) at the rate of 5.25%, governed by Subchapter A, Chapter 2256, and Government Code Public Funds Investment Act., for a period of twelve (12) months.

Motion carried unanimously.

- 13) Discuss and consider the ratification to invest ***Texas Regional Bank Investment Money Market*** funds into a Certificate of Deposit (368688) for the amount of \$106,000.00 (one hundred six thousand dollars) at the rate of 5.25%, governed by Subchapter A, Chapter 2256, and Government Code Public Funds Investment Act.

Ms. Giovana Benitez made a motion seconded by Mr. Brandon Thompson to approve ratification to invest ***Texas Regional Bank Investment Money Market*** funds into a Certificate of Deposit (368688) for the amount of \$106,000.00 (one hundred six thousand dollars) at the rate of 5.25%, governed by Subchapter A, Chapter 2256, and Government Code Public Funds Investment Act., for a period of twelve (12) months.

Motion carried unanimously.

- 14) Discuss and consider HCID No.6 2023-2024 ***Health Insurance Plans***.

Mr. David Martinez presented the renewal premiums for the District's medical plan and announced a 3.3% (three-point three percent) increase. Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Benitez to approve the HCID No.6 2023-2024 ***Health Insurance Plans***.

Motion carried unanimously.

- 15) Discuss and consider health insurance premiums to be covered by HCID No.6 at 100% for employees and 50% for employee dependents.

Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Benitez to approve the health insurance premiums to be covered by HCID No.6 at 100% for employees and 50% for employee dependents.

Motion carried unanimously.

- 16) Discuss and consider the advertising/posting for Requests for Qualifications of a ***CPA*** firm for the 2023 fiscal year audit.

Ms. Giovana Benitez made a motion and seconded by Mr. Brandon Thompson to

forego advertising/posting for Requests for Qualifications of a *CPA* firm for the 2023 fiscal year audit.

Motion carried unanimously.

- 17) Discuss and consider proposals to engage a *CPA* firm for the 2023 fiscal year audit.

Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Benitez to approve engaging a *CPA* firm for the 2023 fiscal year audit.

Motion carried unanimously.

- 18) Discuss and consider HCID No.6's *Third Quarter and Year to Date Budget* for 2023.

General Manager presented third-quarter and year-to-date budgets and reported a positive outcome for the District. Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Benitez to approve HCID No.6's *Third Quarter and Year to Date Budget* for 2023.

Motion carried unanimously.

- 19) Discuss and consider HCID No.6's *Third Quarter Investment Report* for 2023.

General Manager presented to Board Members the Third Quarter Investment Report. Ms. Giovana Benitez made a motion and seconded by Mr. Brandon Thompson to approve the HCID No.6's *Third Quarter Investment Report* for 2023.

Motion carried unanimously.

- 20) Discuss and consider the 2024 Annual Review and Adoption of the *Investment Policy* for Hidalgo County Irrigation District No. 6.

Mr. Brandon Thompson made a motion and seconded by Ms. Giovana to approve the 2024 Annual Review and Adoption of the *Investment Policy* for Hidalgo County Irrigation District No. 6.

Motion carried unanimously.

- 21) Discuss and consider the *2024 Resolution Adopting an Investment Policy*.

Ms. Giovana Benitez made a motion and seconded by Mr. Brandon Thompson to approve the *2024 Resolution Adopting an Investment Policy*.

Motion carried unanimously.

- 22) Discuss and consider the *Flat Rate Assessment Resolution* established for 2024.

Ms. Giovana Benitez made a motion and seconded by Mr. Brandon Thompson to approve the *Flat Rate Assessment Resolution* established for 2024.

Motion carried unanimously.

- 23) Discuss and consider the *Water Rate Resolution* established for 2024.

Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Benitez to approve the *Water Rate Resolution* established for 2024.

Motion carried unanimously.

- 24) Discuss and consider the *Mining Rate Resolution* established for 2024.

Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Benitez to approve the *Mining Rate Resolution* established for 2024.

Motion carried unanimously.

- 25) Discuss and consider the *Tank Water Rate Resolution* established for 2024.

Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Benitez to approve the *Tank Water Rate Resolution* established for 2024.

Motion carried unanimously.

- 26) Discuss and consider the *Out of District Water Rate Resolution* established for 2024.

Ms. Giovana Benitez made a motion and seconded by Mr. Brandon Thompson to approve the *Out of District Water Rate Resolution* established for 2024.

Motion carried unanimously.

- 27) Discuss and consider the resolution calling a *Hearing for the Exclusion* of Non-irrigated Land of Hidalgo County Irrigation District No. 6 under Texas Water Code Section 51.759.

Ms. Giovana Benitez made a motion and seconded by Mr. Brandon Thompson to approve the resolution calling a *Hearing for the Exclusion* of Non-irrigated Land of Hidalgo County Irrigation District No. 6 under Texas Water Code Section 51.759.

Motion carried unanimously.

- 28) Discuss and consider a request made by MAS Engineering LLC., on behalf of Enrique Rodriguez, regarding the review of *Moorefield Subdivision*, being a 5.53 gross acre tract of land, more or less, out of and forming a part of Lots 73 and 74, Block 4, La Homa Ranch Citrus Groves, Unit No. 1, Hidalgo County, Texas, as per the map or plat thereof recorded in Volume 07, Page 59, Map Records of Hidalgo County, Texas.

This item was not discussed.

- 29) Discuss and consider a request made by *Rodriguez Engineering*, on behalf of Osciell Garcia, regarding the review and exclusion of *The Goodwin Tract No.1*, being a 5.001-acre tract of land out of Lot 72, Block 4, Goodwin Tract Subdivision No. 1, as per map recorded in Volume 5, Page 30, Map Records, Hidalgo County, Texas.

This item was not discussed.

- 30) Discuss and consider a request made by *Benavides Engineering*, on behalf of Hilda Garza, regarding *Guerra-Garza Subdivision*, being 0.551 of an acre tract of land, more or less, out of Lot 13, Block 2, The Goodwin Tract Subdivision No.1 and 2, as per Map or Plat thereof recorded in Volume 8, Page 2A, Map Records in the Office of the County Clerk of Hidalgo, Texas.

This item was not discussed.

- 31) Discuss and consider a request made by *Izaguirre Engineering Group LLC*, on behalf of Gilberto Maldonado, regarding the review and exclusion of **365 Subdivision**, being a 2.52-acre tract of land being a portion of Lot "D", B L Millers Re-Subdivision of Lots 16, 17, 18, 19, 20, Block 4, Mission Groves Estates, as recorded in Volume 6, Page 15, Map Records, Hidalgo County, Texas, being that certain tract described in Trustee's Deed recorded in Document No. 2337367 Official Records, Hidalgo County, Texas, also being that certain Tract described in Special Warranty Deed as Recorded in Document No. 29 12 154, Official Records, Hidalgo County, Texas.

HCID No.6 Engineer informed Board Members of an existing infrastructure on said property and recommended requesting a 15' foot irrigation easement. Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Benitez to approve the request made by *Izaguirre Engineering Group LLC*, on behalf of Gilberto Maldonado, regarding the review and exclusion of **365 Subdivision**, being a 2.52-acre tract of land being a portion of Lot "D", B L Millers Re-Subdivision of Lots 16, 17, 18, 19, 20, Block 4, Mission Groves Estates, as recorded in Volume 6, Page 15, Map Records, Hidalgo County, Texas, being that certain tract described in Trustee's Deed recorded in Document No. 2337367 Official Records, Hidalgo County, Texas, also being that certain Tract described in Special Warranty Deed as Recorded in Document No. 29 12 154, Official Records, Hidalgo County, Texas., contingent on a 15' foot irrigation easement.

Motion carried unanimously.

- 32) Discuss and consider a request made by *HCE, Inc.*, on behalf of LAC Enterprises, regarding the review and exclusion of **The Crossing at Bentsen Palm Subdivision**, being 12.679 acres out of Lot 66 and Lot 64, Bentsen Groves Subdivision, recorded in Volume 7, page 13, Map Records Hidalgo County, Texas, same being out of a called 20.07-acre tract conveyed to the Asher Bar-Yadin 2006 irrevocable tract and the Daniel Bar-Yadin 2006 irrevocable tract in Special Warranty Deed, Recorded in Document No. 2996122, Official Public Records Hidalgo County, Texas.

HCID No.6 Engineer pointed out an irrigation line on the Westside of the property and recommended a 15' foot easement. The District canal located on the Southside of the property needs to be identified on the plat. Additionally, a barrier will need to be installed along the canal. Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Benitez to approve contingent on the Engineer's recommendations.

Motion carried unanimously.

- 33) Discuss and consider a request made by *Rodolfo Munoz* to be reimbursed for two driveways from the HCID No. 6 escrow account.

Item was not discussed.

- 34) Discuss and consider a request made by *Maria Sylvia Munoz* for outstanding assessments due in connection with 5 acres, out of Bentsen Groves, Lot #158 & 160 TR2. (**FR#880**)

This item was not discussed

- 35) Discuss and consider a request made by *Juan J. Nino* for outstanding assessments due in connection with 1.52 acres, out Doffing #3, Lot 052-01. (**FR #2029**)

This item was not discussed.

- 36) Discuss and consider a request made by General Manager to update Board Members regarding **DG3-Mile Subdivision** (Dollar General).

This item was not discussed.

37) Discuss and consider a request made by General Manager to update Board Members regarding the **Buddy Boulevard Subdivision** (O'Reilly's).

This item was not discussed.

38) **CLOSED SESSION:**

Closed Session did not take place.

- a) Discussion regarding a request made by **Homero L. Gutierrez, P.E., R.P.L.S.**, on behalf of Roberto Vela, regarding the purchase of a tract of land containing 0.128 acres (5,580.40 square feet) out of Lot 13, Block 2, Mission Groves Estates, Vol.5, Page 21, H.C.M.R. City of Palmview, Hidalgo County, Texas.
- b) Discussion regarding a request made by **R. E. Garcia & Associates.**, on behalf of Charles Phelps regarding the purchase of a tract of land containing a 0.34 of an acre tract of land being a portion of that certain 70.00-foot Hidalgo County Irrigation District No.6 Right-of-Way adjacent to the west line of Lots 80, Block 2, La Homa Ranch Citrus Groves, Unit 2, as recorded in Volume 8, Page 9, Map Records, Hidalgo County, Texas.

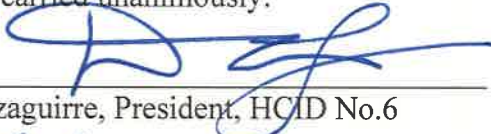
39) End of Closed Session/Return to Open Session.

40) Discussion and possible action regarding items discussed in Closed Session.


41) Adjournment.

Mr. Brandon Thompson made a motion and seconded by Ms. Giovana Benitez to adjourn the meeting of October 16, 2023, at 2:30 p.m.

Motion carried unanimously.



Diana Izaguirre, President, HCID No.6



Brandon Thompson, Secretary, HCID No.6

HIDALGO COUNTY IRRIGATION DISTRICT NO. 6
Quarterly Investment Report
For Quarter ended: September 30th, 2023
Presented: 10/16/2023

Institution	Cost Basis	Credit Rating	Market Value 09/30/23	Rate of Return	3rd Quarter Total Interest paid out	Maturity Date	3rd QTR	
							07/01/23 to 09/30/23 Current Accrued Interest	
Texas Regional Bank								
Texas Regional Bank-#9937	\$ 875,000.00	AAA	\$ 897,389.81	3.380%	\$ 7,580.69	12/27/23	\$	\$ 1,080.31
Texas Regional Bank-#1271	\$ 875,000.00	AAA	\$ 889,727.42	3.380%	\$ 7,434.95	01/20/24	\$	\$ 6,756.08
Texas Regional Bank #3186	\$ 875,000.00	AAA	\$ 892,442.21	4.000%	\$ 8,907.96	02/24/23	\$	\$ 4,596.69
Texas Regional Bank #3210	\$ 875,000.00	AAA	\$ 892,442.21	4.000%	\$ 8,907.96	02/24/24	\$	\$ 4,596.69
Texas Regional Bank #4242	\$ 400,000.00	AAA	\$ 408,819.59	4.350%	\$ 4,433.84	03/10/24	\$	\$ 1,461.67
Texas Regional Bank #8334	\$ 100,000.00	AAA	\$ 101,084.52	4.350%	\$ 1,084.52	04/19/24	\$	\$ 999.91
Texas Regional Bank #6261	\$ 100,000.00	AAA	\$ 100,000.00	5.250%	\$ -	07/07/24	\$	\$ 43.72
Texas Regional Bank #9638	\$ 100,000.00	AAA	\$ 100,000.00	5.250%	\$ -	07/25/24	\$	\$ 1,107.53
Texas Regional Bank #4810	\$ 104,000.00	AAA	\$ 104,000.00	5.250%	\$ -	08/30/24	\$	\$ -
Subtotal - Certificate of Deposits	\$ 4,304,000.00		\$ 4,385,905.76		\$ 38,349.92		\$	\$ 20,642.60
Interest Earning Accounts								
Texas Reg. Bank- #10049 Money Market		AAA	\$ 1,884.89	1.04%	\$ 138.28		\$	\$ 0.54
Texas Reg. Bank- #44709 Invest Fund Money Market		AAA	\$ 452.51	1.04%	\$ 12.56		\$	\$ 6.14
Subtotal - Commercial Public Funds	\$ -		\$ 2,337.40		\$ 150.84		\$	\$ 6.68
Commercial Public Funds (Non-Interest Earning)								
Texas Regional Bank-#10731 M&O		AAA	\$ 310,029.28		N/A		N/A	N/A
Texas Regional Bank #10758 Payroll		AAA	\$ 886.40		N/A		N/A	N/A
Subtotal - Commercial Public Funds			\$ 310,915.68					
Totals			\$ 313,253.08		\$ 150.84		\$	\$ 6.68
Grant Total	\$ 4,304,000.00		\$ 4,699,158.84		\$ 38,500.76		\$	\$ 20,649.28

Second Quarter Investment Report account balances presented to the Board of Directors on the October 16th, 2023 Board Meeting, to comply with Sec. 2256.023 Internal Management Reports of Chapter 2256. Public Funds Investment of the Government Code.

Antonio Yuste
 General Manager

11/11/2023
 Date

**HIDALGO COUNTY IRRIGATION DISTRICT NO. 6
INVESTMENT POLICY**

**ATTACHMENT
TO INVESTMENT POLICY
Approved Broker/Dealer List
October 16, 2023**



I. POLICY STATEMENT

It is the policy of the Hidalgo County Irrigation District No. 6 (“District”) that the administration of its funds shall be handled with highest public trust. The District will invest public funds in a way, which will provide the highest investment return with the maximum-security local law and the Texas Public Funds Investment Act, (“PFIA”) Chapter 2256, Texas Government Code.

II. PURPOSE

The purpose of this Investment Policy is to comply with the Public Funds Investment Act Chapter 2256 of the Texas Government Code (the “Act”), which requires that the District annually adopt a written investment policy regarding the investment of its funds and funds under its control. This Investment Policy addresses the methods, procedures and practices that must be exercised to ensure effective and judicious fiscal management of the District’s funds.

III. INVESTMENT STRATEGY/OBJECTIVES STATEMENT

The District’s investment strategy primary objective is to assure that anticipated cash flow is matched with adequate investment liquidity. The objectives, in priority order, of investment activities shall be safety, liquidity, and return on investments.

A. SAFETY OF PRINCIPALS

Safety of principal is the foremost objective of the District. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital.

B. LIQUIDITY

The District’s investment shall remain sufficiently liquid to meet all operating requirements that may be reasonably anticipated.

C. RETURN ON INVESTMENTS

The District’s investment shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles. “Market rate of return” may be defined as the average yield of the current six-month United States Treasury bill.

IV. STANDARD OF CARE

A. Prudence

Investments shall be made with judgment and care, under prevailing circumstances, that a person of prudence, discretion, and intelligence would exercise in the management of the person's own affairs, not for speculation, but for investment, considering the probable safety of capital as well as the probable income to be derived. The standard of prudence to be used by investment officials shall be the "prudent person" standard and shall be applied in the context of managing an overall portfolio. Investment officers acting in accordance with written procedures and the investment policy and exercising due diligence shall be relieved of personal responsibility for an individual securities credit risk or market price, changes, provided an appropriate action is taken to control adverse developments.

B. Ethics and Conflicts of Interest

District employees involved in the investment process shall refrain from personal business activity that could conflict with the proper execution and management of the investment program or that could impair their ability to make impartial decisions. They shall also disclose any personal financial or investment positions in financial institutions and broker/dealers with which they conduct business. They shall further refrain from undertaking personal investment transactions with the firm with whom the District conducts business.

C. Delegation of Authority

The Investment Officer, Dr. Antonio Uresti, acting on behalf of the District Board of Directors is responsible for investment management decisions and activities. The Investment Officer will attend training related to their responsibilities under PFIA within twelve months after taking office. The officer will receive at least ten hours of training every two years, to be provided by an independent source approved under the PFIA.

D. Legal Limitations

Direct specific investment parameters for the investment of public funds in Texas are found in the Public Funds Investment Act, Chapter 2256, Texas Government Code. The Interlocal Cooperation Act, Chapter 791, Texas Government Code, authorizes local governments in Texas to participate in an investment pool established thereunder. That statute and the reference to authorize investments in investment pools are the primary authorities for use of investment pools by political subdivisions of the State of Texas.

E. Internal Controls

It is the intent of this policy to provide a system of internal controls. The controls are designed to prevent loss of public funds due to fraud, employee error, and misrepresentation by third parties, unanticipated market changes, or imprudent actions by employees of the District. To effectively continue the prevention of loss of public funds, the District has enacted the INVESTMENT FUNDS (CD MONIES)

WITHDRAWAL/TRANSFER REQUEST POLICY, which shall be followed when considering the investment of the District's public funds.

V. AUTHORIZED INVESTMENTS

A. Government Securities

Obligations of the United States Government, its agencies and instrumentality, and government sponsoring enterprises, are not to exceed two (2) years to stated maturity.

B. Certificates of Deposit

Investments may be made in fully collateralized Certificates of Deposit issued by a bank domiciled in the State of Texas or a savings and loan domiciled in the State of Texas and guaranteed by the Federal Deposit Insurance Corporation or its successor, not to exceed three (3) years as amended and approved on October 16, 2023 Resolution Adopting Investment Policy and Strategy of Hidalgo County Irrigation District No.6.

C. Investment Pools

Texas Local Government Investment Pools are authorized as defined by the Act. An investment pool shall invest the funds it receives from entities in authorized investments permitted by the Act. A public funds investment pool must be continuously rated no lower than AAA or AAA-m or at an equivalent rating by at least one nationally recognized rating service. An investment pool must provide an offering circular or other similar disclosure instrument and provide monthly and transaction reporting as required by Section 2256.016 of the Texas Government Code. A public funds investment pool created to function as money market mutual fund must mark its portfolio to market daily, and include in its investment objectives the maintenance of stable net asset value of \$1 for each share.

VI. SAFEKEEPING AND CUSTODY

Authorized investments in U.S. treasuries and agencies may be purchased only through broker/dealers who are licensed and in good standing with the Texas Department of Securities, The Securities Exchange Commission, The National Assoc. of Securities Dealers or other applicable self-regulatory organization.

VII. COLLATERALIZATION

Consistent with the requirements of the Public Funds Collateral Act (Texas Government Code 2257), it is the policy of the District to require full collateralization of all uninsured District financial institution deposit. In order to anticipate market changes and provide a level of security for all funds, the collateralization level will not drop below 102% of market value of principal and accrued earnings on the deposits less an amount insured by the FDIC.

The Investment Officer will maintain a list of approved security brokers/dealers selected principally on the basis of evidenced credit worthiness that is authorized to provide investment services. The list is approved and included as an attachment of this policy. Before engaging in investment transactions the Investment Officer will have received from said firm a signed Certification Form. This form will attest that the individual responsible for the District's account with the firm has received and reviewed the District

Investment Policy and that the firm has implemented reasonable procedures and controls in an effort to preclude imprudent activities arising out of investment transactions conducted between the District and the firms. A qualified representative as defined by Section 2256.02 of the Texas Government Code must sign the letter.

Market rates of the portfolio and each security will be monitored at least quarterly through industry standard publications/sources for market data such as but not limited to the Wall Street Journal. All securities purchased by the District under this policy must be designated as assets of the District, must be conducted on a delivery-versus-payment (DVP) basis, and must be protected through use of a third-party custody/safekeeping agent.

To the extent not insured by FDIC, District funds (including cash on hand and CDs) must be collateralized securities in compliance with the Texas Public Funds Collateral Act. Only securities prescribed as eligible investments under the PFIA qualify as pledged securities.

VII. REPORTING AND DISCLOSURE

The Public Funds Investment Act requires that the District provide basic information regarding the District's investments. The investment officer shall submit quarterly reports to the Board of Directors, and make them available to citizens for review if requested. The report will be prepared in compliance with the PFIA and generally accepted accounting principles. The report will cover the investment position of the District at the end of each fiscal quarter. The contents will include; beginning, ending and significant changes in market value of the portfolio; beginning, ending book value, accrued interest; and a statement as to the compliance with this policy and state law. A compliance audit of management controls and adherence to this policy as it relates to the District's investments and investing activity will be performed on an annual basis in conjunction with the annual financial audit.

VII. INVESTMENT POLICY ADOPTION

The Board of Directors adopted the investment policy of the District on this 16, day October, 2023. This policy shall be reviewed on an annual basis.

ATTACHMENT TO HIDALGO COUNTY IRRIGATION DISTRICT NO. 6

INVESTMENT POLICY

APPROVED BROKER/DEALER LIST

- (a) Direct obligations of the US Treasury:**
- (b) Government sponsored agency securities or obligations, such as FNMA, FHLB, FHLMC, FFCB or SLMA , or**
- (c) General or special obligation issued by a public agency (approved by the attorney General of Texas) or a political subdivision; and payable from taxes, revenue or both; provided however, any such obligation shall have an “A” rating or better as issued by Moody’s Investment Services, Inc. or equivalent rating equal to or better from Standard and Poor’s Rating Service.**
- (d) Federal Home Loan Bank of Dallas Letter of Credit (LOC) for public entity deposit pledged and acceptable to DISTRICT.**

Doc No. 23-R0190
RESOLUTION ADOPTING INVESTMENT
POLICY AND STRATEGY OF
HIDALGO COUNTY IRRIGATION DISTRICT NO. 6

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF HIDALGO COUNTY IRRIGATION DISTRICT NO. 6:

1. This investment policy and strategy of this District is adopted to assure the safety and liquidity of the principal of all of District funds. The District has ten Accounts which are interest-bearing accounts.
2. All funds of this District shall be deposited in depository banks or savings associations insured by the Federal Deposit Insurance Corporation and to the extent that funds in the depository banks or savings associations are not insured by the Federal Deposit Insurance Corporation, they shall be secured in the manner provided by law for the security of funds by Chapter 2257, Texas Government Code (Public Funds Collateral Act).
3. Funds in excess of those needed for immediate expenditure shall be invested in certificates of deposit, guaranteed as above. Maturities shall not be longer than three (3) years, unless the Board of Directors authorizes a longer maturity for a particular certificate. Maturities shall take into account probable foreseeable expenditures, as for a planned capital improvement.
4. The investment officer of the District may solicit bids for certificates of deposit, in writing or electronically. All bids shall be in writing, by fax or electronic mail.
5. The District has reviewed its investment policy and strategy. This resolution contains the whole of both.
6. The investment officer of this District shall be the General Manager, Dr. Antonio Uresti. The investment officer shall report each maturity and each purchase of a certificate of deposit to the next meeting of the Board of Directors.
7. The investment officer of the District shall attend the training sessions mandated by the Public Funds Investment Act.


Adopted, October 16, 2023.



Diana Izaguirre, President
Hidalgo County Irrigation Dist. No. 6

I, Brandon Thompson, Secretary of Hidalgo County Irrigation District No. 6, certify that the above and foregoing is a true and correct copy of a resolution of the Board of Directors of said District, adopted at its regular meeting of October 16, 2023.

To certify which witness my hand and seal of said District this October 16, 2023.



Brandon Thompson, Secretary
Hidalgo County Irrigation District No. 6

RESOLUTION REGARDING 2024 FLAT RATE

WHEREAS, the Hidalgo County Irrigation District No. 6, (the “District”) is a local government body organized under the Texas Constitution and the Laws of the State of Texas;

WHEREAS, the District acts by and through duly elected and constituted Board of Directors;

WHEREAS, during the Regular Board Meeting on October 16, 2023, duly posted, and Motion pursuant to the Texas Open Meetings Act, the District discussed and considered Agenda Item No. 22 regarding the approval of a Flat Rate Assessment Resolution established for 2024; and

WHEREAS, after due consideration of Agenda Item No. 22 of the Regular Board Meeting held on October 16, 2023;

NOW THEREFORE, be it **RESOLVED**, that the Flat Rate Assessment in the amount of \$21.00 for 2024 is approved by the Board of Directors of the District.

READ, CONSIDERED, APPROVED, SIGNED AND EFFECTIVE on this 16th day of October 2023 at a Regular Meeting of the Board of Directors of the District at which a quorum was present and in accordance with the Texas Government Code and pursuant to the Texas Open Meetings Act.



Diana Izaguirre, President



Brandon Thompson, Secretary

RESOLUTION REGARDING 2024 WATER RATE

WHEREAS, the Hidalgo County Irrigation District No. 6, (the “District”) is a local government body organized under the Texas Constitution and the Laws of the State of Texas;

WHEREAS, the District acts by and through duly elected and constituted Board of Directors;

WHEREAS, during the Regular Board Meeting on October 16, 2023, duly posted, and Motion pursuant to the Texas Open Meetings Act, the District discussed and considered Agenda Item No. 23 regarding the approval of a Water Rate Resolution established for 2024; and

WHEREAS, after due consideration of Agenda Item No. 23 of the Regular Board Meeting held on October 16, 2023;

NOW THEREFORE, be it **RESOLVED**, that the Water Rate in the amount of \$26.00 for 2023 is approved by the Board of Directors of the District.

READ, CONSIDERED, APPROVED, SIGNED AND EFFECTIVE on this 16th day of October, 2023 at a Regular Meeting of the Board of Directors of the District at which a quorum was present and in accordance with the Texas Government Code and pursuant to the Texas Open Meetings Act.



Diana Izaguirre, President



Brandon Thompson, Secretary

RESOLUTION REGARDING 2024 MINING RATE

WHEREAS, the Hidalgo County Irrigation District No. 6, (the “District”) is a local government body organized under the Texas Constitution and the Laws of the State of Texas;

WHEREAS, the District acts by and through duly elected and constituted Board of Directors;

WHEREAS, during the Regular Board Meeting on October 16, 2023, duly posted, and Motion pursuant to the Texas Open Meetings Act, the District discussed and considered Agenda Item No. 24 regarding the approval of the Mining Rate Resolution established for 2024; and

WHEREAS, after due consideration of Agenda Item No. 24 of the Regular Board Meeting held on October 16, 2023;

NOW THEREFORE, be it **RESOLVED**, that the Mining Rate in the amount of \$150.00 to \$1000.00 per acre-foot for 2024 is approved by the Board of Directors of the District.

READ, CONSIDERED, APPROVED, SIGNED AND EFFECTIVE on this 16th day of October 2023, at a Regular Meeting of the Board of Directors of the District at which a quorum was present and in accordance with the Texas Government Code and pursuant to the Texas Open Meetings Act.



Diana Izaguirre, President



Brandon Thompson, Secretary

RESOLUTION REGARDING 2024 TANK WATER RATE

WHEREAS, the Hidalgo County Irrigation District No. 6, (the “District”) is a local government body organized under the Texas Constitution and the Laws of the State of Texas;

WHEREAS, the District acts by and through duly elected and constituted Board of Directors;

WHEREAS, during the Regular Board Meeting on October 16, 2023, duly posted, and Motion pursuant to the Texas Open Meetings Act, the District discussed and considered Agenda Item No. 25 regarding the approval of the Tank Water Rate Resolution established for 2024; and

WHEREAS, after due consideration of Agenda Item No. 25 of the Regular Board Meeting held on October 16, 2023;

NOW THEREFORE, be it **RESOLVED**, that the Tank Water Rate in the amount of \$100.00 per day/per unit for 2024 is approved by the Board of Directors of the District.

READ, CONSIDERED, APPROVED, SIGNED AND EFFECTIVE on this 16th day of October 2023 at a Regular Meeting of the Board of Directors of the District at which a quorum was present and in accordance with the Texas Government Code and pursuant to the Texas Open Meetings Act.



Diana Izaguirre, President



Brandon Thompson, Secretary

RESOLUTION REGARDING 2024 OUT OF DISTRICT WATER RATE

WHEREAS, the Hidalgo County Irrigation District No. 6, (the “District”) is a local government body organized under the Texas Constitution and the Laws of the State of Texas;

WHEREAS, the District acts by and through duly elected and constituted Board of Directors;

WHEREAS, during the Regular Board Meeting on October 16, 2023, duly posted, and Motion pursuant to the Texas Open Meetings Act, the District discussed and considered Agenda Item No. 26 regarding the approval of Out of District Water Rate Resolution established for 2024; and

WHEREAS, after due consideration of Agenda Item No. 26 of the Regular Board Meeting held on October 16, 2023.

NOW THEREFORE, be it **RESOLVED**, that the Out of District Water Rate in the amount of \$78.00 for 2024 is approved by the Board of Directors of the District.

READ, CONSIDERED, APPROVED, SIGNED AND EFFECTIVE on this 16th day of October 2023 at a Regular Called Meeting of the Board of Directors of HCID No.6 at which a quorum was present and in accordance with the Texas Government Code and pursuant to the Texas Open Meetings Act.



Diana Izaguirre, President



Brandon Thompson, Secretary

RESOLUTION REGARDING CERTIFICATES OF DEPOSIT

WHEREAS, Hidalgo County Irrigation District No. 6 (“HCID#6”) is a local government body organized under the Texas Constitution and the Laws of the State of Texas;

WHEREAS, HCID#6 acts by and through duly elected and constituted Board of Directors;

WHEREAS, during the Regular Board Meeting on October 16, 2023, duly posted and Motion pursuant to the Texas Open Meetings Act, the District discussed and considered Agenda Item No. 13, regarding the approval of investing HCID#6 funds in a certificate of deposit with Texas Regional Bank;

WHEREAS, HCID#6’s Investment Policy and Strategy provides that funds in excess of those needed for immediate expenditure shall be invested in certificates of deposit and insured by FDIC or guaranteed by the pledge of United States governmental obligations;

WHEREAS, HCID#6 Investment Officer invested excess HCID#6 funds into Certificate of Deposit #368688 with Texas Regional Bank in the amount of \$106,000.00 on October 06, 2023, for a term of 12 months at a rate of 5.25% and desires that such Certificate of Deposit investment be ratified; and

WHEREAS, after due consideration of Agenda Item No. 13 of the Regular Board Meeting held on October 16, 2023, the Board took affirmative ratification action on Agenda Item No. 13.

NOW, THEREFORE, it was RESOLVED as follows:

That Motion was made by Ms. Giovanna Benitez and seconded by Mr. Brandon Thompson to ratify HCID#6’s Investment Officer’s investment of excess funds into Certificate of Deposit #368688 with Texas Regional Bank in the amount of \$106,000.00 on October 16, 2023, for a term of 12 months at a rate of 5.25%

The Motion carried unanimously by the Board action taken on October 16, 2023.

Dated this 16th day of October 2023.



Diana Izaguirre, President
Hidalgo County Irrigation District No. 6

Attest:



Brandon Thompson, Secretary
Hidalgo County Irrigation District No. 6

RESOLUTION REGARDING CERTIFICATES OF DEPOSIT

WHEREAS, Hidalgo County Irrigation District No. 6 (“HCID#6”) is a local government body organized under the Texas Constitution and the Laws of the State of Texas;

WHEREAS, HCID#6 acts by and through duly elected and constituted Board of Directors;

WHEREAS, during the Regular Board Meeting on October 16, 2023, duly posted and Motion pursuant to the Texas Open Meetings Act, the District discussed and considered Agenda Item No. 12, regarding the approval of investing HCID#6 funds in a certificate of deposit with Texas Regional Bank;

WHEREAS, HCID#6’s Investment Policy and Strategy provides that funds in excess of those needed for immediate expenditure shall be invested in certificates of deposit and insured by FDIC or guaranteed by the pledge of United States governmental obligations;

WHEREAS, HCID#6 Investment Officer invested excess HCID#6 funds into Certificate of Deposit #368662 with Texas Regional Bank in the amount of \$105,000.00 on October 06, 2023, for a term of 12 months at a rate of 5.25% and desires that such Certificate of Deposit investment be ratified; and

WHEREAS, after due consideration of Agenda Item No. 12 of the Regular Board Meeting held on October 16, 2023, the Board took affirmative ratification action on Agenda Item No. 12.

NOW, THEREFORE, it was RESOLVED as follows:

That Motion was made by Ms. Giovana Benitez and seconded by Mr. Brandon Thompson to ratify HCID#6’s Investment Officer’s investment of excess funds into Certificate of Deposit #368662 with Texas Regional Bank in the amount of \$105,000.00 on October 16, 2023, for a term of 12 months at a rate of 5.25%

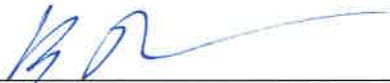
The Motion carried unanimously by the Board action taken on October 16, 2023.

Dated this 16th day of October 2023.



Diana Izaguirre, President
Hidalgo County Irrigation District No. 6

Attest:



Brandon Thompson, Secretary
Hidalgo County Irrigation District No. 6