

MINUTES OF SPECIAL MEETING OF  
PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 5  
Thursday, September 12, 2019

STATE OF TEXAS                   §  
  §  
COUNTY OF EL PASO           §

The Board of Directors of Paseo del Este Municipal Utility District No. 5 (the "District") held a regular meeting, open to the public, at 110 Mesa Park Drive, Suite 200, El Paso, Texas 79912, one of the regular meeting places of the Board (the "Board"), at 10:30 a.m., on Thursday, September 12, 2019, and the roll was called of the directors of the Board, to-wit:

Mike McLean	President
Salvador Alonzo, Jr.	Vice President
Humberto Juarez	Secretary
Veronica Lascurain	Assistant Secretary
Gerardo Sanchez	Assistant Secretary

and all said persons were continuously present except Director Alonzo, thus constituting a quorum. Director Lascurain attended the meeting via video conference.

Also present were Ronald J. Freeman of the Law Offices of Ronald J. Freeman; Lourdes González of INFRAMARK; Maria Urbina of Hilltop Securities, Inc.; Nadia Ganser of TRE & Associates, LLC; Taylor Kolmodin of Municipal Accounts & Consulting, L.P. (by telephone); Franklin Stubbs of Hunt Communities; and Lorena Quezada of El Paso Disposal.

1. The Board first considered approval of the minutes of the Board's August 20, 2019, meeting. Director McLean made a motion to approve the minutes. Director Juarez seconded the motion, which the Board passed unanimously.

2. As its next item of business, the Board considered the General Manager's and Operator's Reports. Ms. González gave a brief report on the status of development in the District and other districts. No action was taken by the Board.

3. The Board then considered approving payment of bills and invoices and the financial report. After discussion, Director Juarez made a motion to approve (i) the payment of the bills and invoices in the report (Check Nos. 5493-5503), except Check No. 5496 payable to Director Alonzo since he was absent; and (ii) Supplemental Check Nos. 5504 in the amount of \$3,507.17 payable to El Paso Central Appraisal District, Check No. 5505 in the amount of \$1,627.15 payable to Municipal Accounts & Consulting, and Check No. 5506 in the amount of \$840.00 payable to West Texas County Courier. Director Sanchez seconded the motion, which the Board passed unanimously. A copy of the Bookkeeper's Report is attached to these minutes.

4. The Board next considered approving the District's Budget for Fiscal Year 2020. After discussion, Director McLean made a motion to approve the District's Budget for Fiscal Year 2020. Director Juarez seconded the motion, which the Board passed unanimously. A copy of the Budget is attached as an exhibit to these minutes.

5. The Board then conducted a public hearing for adoption of final tax rates for the 2019 tax year. No public comments were received. By acclamation, the Board closed the public hearing for adoption of final tax rates for the 2019 tax year.

6. As its next item of business, the Board considered adopting tax rates. Upon a motion by Director McLean and a second by Director Sanchez, the Board unanimously approved an Order Levying Taxes for Tax Year 2019, thereby approving a final debt service tax rate of \$0.42 per \$100 of assessed valuation, a final maintenance tax rate of \$0.04 per \$100 of assessed valuation and a final contract tax rate of \$0.29 per \$100 of assessed valuation, all in accordance with the Financial Advisor's recommendation. A copy of the Order approved by the Board is attached as an exhibit to these minutes.

7. The Board then considered the Developer's Report. Mr. Stubbs gave a brief report on development in the Paseo del Este MUDs. No action was taken by the Board.

8. As its final act of business, the Board considered the Engineer's Report. Ms. Ganser presented the following item for approval:

Painted Sky at Mission Ridge Unit Two  
Drainage, Water & Wastewater Improvements  
TRE No.: 1502-11506.35  
Change Order No. 1 – Increase of \$8,091.20

Upon a motion by Director Juarez and a second by Director McLean, the Board unanimously approved the foregoing item.

There being no further business, the meeting was adjourned.

Approved November 14, 2019.

(SEAL)

  
Secretary, Board of Directors