

MINUTES OF MEETING
OF
BOARD OF DIRECTORS

STATE OF TEXAS §
COUNTY OF EL PASO §
PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 10 §

The Board of Directors of Paseo del Este Municipal Utility District No. 10 of El Paso County met in regular session, open to the public, on November 5, 2019, at its meeting place within the District at the offices of Inframark, LLC, 13034 Eastlake Boulevard, Suites D-E, El Paso, Texas. The roll was called of the directors of the Board, to-wit:

Luis Ortega	President
Greg Spence	Vice President
B. D. Reynolds, Jr.	Secretary
Martin N. “Teen” Lettunich	Assistant Secretary
Antonio Gallardo	Assistant Secretary

All of said persons were present thus constituting a quorum. Also in attendance were Ty Embrey, attorney, of Lloyd Gosselink Rochelle & Townsend, P. C.; Ron Freeman, attorney; Lourdes Gonzalez and Kristi Hester of Inframark, LLC; Linda Troncoso of TRE & Associates; Joel Guzman and Franklin Stubbs of Hunt Communities; and Mr. Stewart of the Emerald Springs Retreat Homeowners Association. Joe Jimenez, paralegal, of Lloyd Gosselink Rochelle & Townsend; and Taylor Kolmodin of Municipal Accounts and Consulting, L.P., participated in the meeting via conference call.

1. The first item on the agenda was the review and approval of the minutes of the Board meeting of October 1, 2019. Upon a motion by Director Lettunich and a second by Director Spence the minutes of said meeting were unanimously approved.

2. Public Comment. The next item before the Board was to hear comments and received information from members of the public. No persons presented themselves to speak at the meeting. There was no action required by the Board on this agenda item. No action was taken by the Board.

3. Ms. Gonzalez next presented the operator’s report, a copy of which is attached as Exhibit “A”. Ms. Gonzalez reported that as of the end of September the District had 950 total connections, and that no new connections were added during the current month. Ms. Gonzalez reported on the following to the Board: (1) reported on the population and occupancy rates during the current month; (2) reported on the number of delinquent accounts during the current month; (3) reported on the latest growth trends for the Paseo del Este MUD No. 10; and (4)

reported on the status of the maintenance of the ponds and manholes within the District. Ms. Gonzalez also provided a copy of the utility rate Order adopted by the Paseo del Este Municipal Utility District No. 1 on September 11, 2019 for the Board's information.

4. Ms. Troncoso next presented the engineer's report and updated the Board on the status of development activity within the District and the Paseo del Este community.

Ms. Troncoso next presented the following item for the Board's consideration and approval:

Emerald Park Unit Four
Water, Wastewater & Drainage and Regional Wastewater Improvements
TRE No.: 1502-11528-35
Change Order No. 2 – Increase of \$7,036.00

Emerald Pass Commercial Unit Two
Drainage, Water & Wastewater Improvements
TRE Job No.: 1502-11422-35
Pay Estimate No. 1 - \$198,591.30

Upon a motion by Director Spence and a second by Director Gallardo, the Board unanimously approved the processing for (1) Change Order No. 2 for construction of Emerald Park, Unit Four, Water, Wastewater and Drainage and Regional Wastewater Improvements to El Paso Underground Construction in the amount of \$7,036.00, and (2) Pay Estimate No. 1 for construction of Drainage, Water & Wastewater Improvements to El Paso Underground Construction in the amount of \$198,591.30.

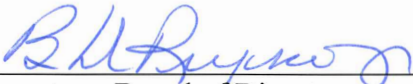
5. Mr. Guzman next presented the developer's report and updated the Board on the status of development activity within the District and the Paseo del Este community.

6. The Board next considered the bookkeeper's report, a copy of which is attached as Exhibit "B". Ms. Kolmodin provided the Board with a list of disbursements and balances, and presented a list of bills for payment for the Board's review and approval. Upon a motion by Director Gallardo and a second by Director Reynolds the Board unanimously approved the bookkeeper's report with the list of disbursements and balances, and the list of bills presented for payment.

7. The Board next considered the general counsel's report. Mr. Embrey provided the Board with a brief report of the meeting held on November 1, 2019 between representatives from the District and state legislators - State Representative Mary Gonzalez and State Senator Jose Rodriguez. Mr. Embrey reported that the state legislators had requested the meeting to discuss the concerns that had been communicated to their respective offices by residents of the PDE MUDs. Mr. Embrey informed the Board that the representatives from the District had a good discussion with the state legislators and communicated that the District would continue to work with the residents of the District to address any issues and concerns that may come up.

8. There being no further business before the Board, it was moved by Director Ortega, and seconded by Director Spence, to adjourn the meeting, which motion carried unanimously.

Passed and approved this 3rd day of December, 2019.


Secretary, Board of Directors

(DISTRICT SEAL)

