

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 March 3, 2020, 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 Lourdes Gonzalez of Inframark, LLC; Franklin Stubbs of Hunt Communities; and Linda Troncoso of TRE & Associates. Ty Embrey, attorney, and Joe Jimenez, paralegal, of Lloyd Gosselink Rochelle & Townsend; Bob West of West, Davis & Company; 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 February 4, 2020. Upon a motion by Director Ortega and a second by Director Lettunich the minutes of said meeting were unanimously approved.

2. The next item before the Board was to consider public comments. 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. The next item on the agenda was to discuss, consider and act on the proposal from West, Davis & Company for preparation of the developer reimbursement audit in relation to the District’s fourth bond application to the Texas Commission on Environmental Quality. Mr. West next presented the engagement letter with West, Davis and Company for the preparation of the developer reimbursement audit in conjunction with the District’s fourth bond application.

Mr. West informed the Board that as the District’s auditor the TCEQ requires the auditor to review the developer’s records to verify the accuracy of the developer’s costs proposed to be reimbursed and then issue a report. Mr. West explained that the engagement letter, if approved,

would engage West, Davis and Company to prepare the developer reimbursement audit and report. Following further discussion, upon a motion by Director Ortega and a second by Director Spence, the Board unanimously approved the engagement letter with West, Davis and Company for preparation of the developer reimbursement audit in relation to the District's fourth bond application, a copy of which is attached as **Exhibit "A"**.

4. Ms. Gonzalez next presented the operator's report, a copy of which is attached as **Exhibit "B"**. Ms. Gonzalez reported that as of the end of January the District had 987 total connections, and that 5 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; and, (3) reported on the latest growth trends for the Paseo del Este MUD No. 10.

5. 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 Springs Retreat
8-Foot Hike and Bike Trail
TRE Job No.: 1458-11833-35
Change Order No. 1 - \$9,746.00

Upon a motion by Director Lettunich and a second by Director Reynolds, the Board unanimously approved the processing for Change Order No. 1 for changes to the contract plans associated with the construction of Emerald Springs Retreat, 8-Foot Hike and Bike Trail, in the amount of \$9,746.00, and a copy of the District Engineer's letter of recommendation for Change Order No. 1 is attached hereto as **Exhibit "C"**.

6. Mr. Stubbs 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.

7. The Board next considered the bookkeeper's report, a copy of which is attached as **Exhibit "D"**. 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 Spence and a second by Director Gallardo, the Board unanimously approved the bookkeeper's report with the list of disbursements and balances, and the list of bills presented for payment.

8. There was no general counsel's report.

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

Passed and approved this 5th day of May, 2020.


Secretary, Board of Directors

(DISTRICT SEAL)