

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 May 5, 2020, said regular session of the Board of Directors being conducted solely by use of the free audio conference call-in number. 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, with Director Ortega joining the meeting in progress during discussion of Item 4 in these minutes. Also in attendance via conference call were Lourdes Gonzalez and Kristi Hester of Inframark, LLC; Linda Troncoso of TRE & Associates; Nur Labardini of Municipal Accounts and Consulting, L.P.; and Ty Embrey, attorney, and Joe Jimenez, paralegal, of Lloyd Gosselink Rochelle & Townsend.

1. The first item on the agenda was the review and approval of the minutes of the Board meeting of March 3, 2020. Upon a motion by Director Lettunich and a second by Director Gallardo 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 before the Board was to consider the operator’s report. 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 March the District had 1,003 total connections, and that 10 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, and (4) reported on the Consumer Confidence Report for 2019 that Inframark will mail to all the District’s customers.

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. Further, Ms. Troncoso reported that construction of the Hike-and-Bike Trail on the east side of Emerald Springs Retreat is complete.

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

Emerald Estates Unit Four
Drainage, Water and Wastewater Improvements
Engineer's Letter of Recommendation
TRE Job No.: 1502-11538-96
Award Contract to El Paso Underground Construction - \$1,123,919.60.

Upon a motion by Director Lettunich and a second by Director Ortega, the Board unanimously approved the recommendation of TRE & Associates that the contract for the Emerald Estates Unit Four, Drainage, Water and Wastewater Improvements project be awarded to El Paso Underground Construction, in the amount of \$1,123,919.60, and a copy of the District Engineer's letter of recommendation is attached hereto as **Exhibit "B"**.

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

Emerald Pass Commercial Unit Two
Drainage, Water & Wastewater Improvements
TRE Job No.: 1502-11422-35
Pay Estimate No. 4 from El Paso Underground Construction - \$65,597.40

Upon a motion by Director Gallardo and a second by Director Lettunich, the Board unanimously approved the processing for Pay Estimate No. 4 from El Paso Underground Construction for construction of the Emerald Pass Commercial, Unit Two, Drainage, Water & Wastewater Improvements in the amount of \$65,597.40, and a copy of the District Engineer's letter for Pay Estimate No. 4 is attached hereto as **Exhibit "C"**.

5. There was no developer's report presented to the Board.

6. The Board next considered the bookkeeper's report, a copy of which is attached as **Exhibit "D"**. Ms. Labardini 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 Ortega, 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 reported to Board on the Rate Order adopted at the last meeting of the Board of Directors of Paseo del Este Municipal Utility District No. 1 to revise the rates and charges for water, wastewater and solid

waste collection services provided by the District to its retail customers, and a copy of the Rate Order is attached hereto as Exhibit "E".. Further, Mr. Embrey informed the Board that the revised rates and charges are to be effective on or after May 12, 2020.

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 2nd day of June, 2020.


Secretary, Board of Directors

(DISTRICT SEAL)

