

MINUTES OF REGULAR MEETING OF  
PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 5  
Thursday, August 13, 2020

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, by video/telephone conference call only, at 10:30 a.m. MT on Thursday, August 13, 2020, 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, thus constituting a quorum.

Also present were Ronald J. Freeman and Cyndi Ferris of the Law Offices of Ronald J. Freeman; Lourdes González of Inframark; Nadia Ganser of TRE & Associates, LLC; Nur Labardini and Mike Puffer of Municipal Accounts & Consulting, L.P.; Maria Urbina of Hilltop Securities Inc.; Bob West of West Davis & Company, LLP; and Franklin Stubbs of Hunt Communities.

1. The Board first considered approval of the minutes of the Board's June 11, 2020 meeting. Director McLean made a motion to approve the minutes. Director Alonzo 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 the payment of (i) the bills and invoices in the report (Check Nos. 5577-5586), and (ii) Supplemental Check No. 5587 in the amount of \$2,156.07 payable to Municipal Accounts & Consulting. Director Lascurain 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 a preliminary Budget, setting a proposed tax rate and setting a date for a hearing regarding adoption of final tax rates. Upon a motion by Director Juarez and a second by Director McLean, the Board unanimously approved the following: (1) a proposed tax rate of \$0.75/\$100 of assessed valuation; (ii) establishment of a hearing date for consideration of final tax rates on Thursday, September 10, 2020, at 10:30 a.m. MT by video/telephone conference; and (iii) publication of the required notice for the public hearing.

5. The Board then considered the engagement of an auditor for preparation of the annual audit. The Board reviewed West, Davis & Company LLP's understanding of the services to be provided to the District for the year ended September 30, 2020. Director McLean made a

motion to approve West, Davis & Company' LLP's engagement letter and Director Lascurain seconded the motion, which was approved unanimously.

6. As its next item of business, the Board considered review of the District's Investment, Records Retention and Ethics policies. Upon a motion by Director McLean and a second by Director Alonzo, the Board unanimously approved all three policies as-is.

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 gave a brief report. No action was taken by the Board.

9. No public comments were received.

There being no further business, the meeting was adjourned.

Approved September 10, 2020.

(SEAL)

  
Secretary, Board of Directors