

MINUTES OF REGULAR MEETING OF
PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 2
Thursday, March 11, 2021

STATE OF TEXAS §
 §
COUNTY OF EL PASO §

The Board of Directors of Paseo del Este Municipal Utility District No. 2 (the “District”) held a regular meeting, open to the public, by video/telephone conference call only, at 1:00 p.m. MT on Thursday, March 11, 2021, and the roll was called of the directors of the Board, to-wit:

Doug Borrett	President
Anne Jorjorian-Raynal	Vice President
Clint Newsom	Secretary
Hector Esparza	Assistant Secretary
Alejandro Limon	Assistant Secretary

and all said persons were continuously present except Directors Esparza and Newsom, thus constituting a quorum. Director Esparza entered the meeting during discussion of Item No. 3.

Also present were Ronald J. Freeman and Cyndi Ferris of the Law Offices of Ronald J. Freeman; Fire Chief Kris Menendez of El Paso County Emergency Services District No. 1; Kristi Hester and Daniel Martinez of Inframark; Taylor Kolmodin of Municipal Accounts & Consulting, L.P.; and Nadia Ganser of TRE & Associates, LLC. Franklin Stubbs of Hunt Communities entered the meeting during discussion of Item No. 2.

1. The Board first considered approval of the minutes of the Board’s January 14, 2021, meeting. Director Jorjorian-Raynal made a motion to approve the minutes. Director Limon seconded the motion, which the Board passed unanimously.

2. As its next item of business, the Board considered a presentation by El Paso County Emergency Services District No. 1 regarding services in the Paseo del Este development. No action was taken by the Board.

3. The Board then considered the General Manager’s and Operator’s Reports. Ms. Hester introduced Daniel Martinez, new account manager for the District. She then presented a report on the status of development in the District and other districts. No action was taken by the Board.

4. The Board next considered an amendment to the General Manager’s and Operator’s contract. Upon a motion by Director Jorjorian-Raynal and a second by Director Limon, the Board unanimously authorized the President to negotiate and execute the Professional Services Agreement, effective April 1, 2021, as revised to include an annual review of activities and performance by Inframark.

5. The Board then received a report from Paseo del Este MUD No. 1 regarding Master District activities. Mr. Freeman summarized the following activities:

- a. Normal protocol for disconnections to resume April 1, 2021;
- b. Manager's and Operator's contract was renewed for a five-year term;
- c. Big budget items being monitored and addressed are drainage and landscaping costs;
- d. Satellite imagery is in progress to assist with leak detection; and
- e. The Master District will be adjusting its retail rates to account for any rate increase received from the PSB (for the wholesale rate charged to the Master District) in April.

6. As its next item of business, the Board next considered approving payment of bills and invoices and the financial report. Ms. Kolmodin presented the financial report for the District along with bills and invoices. After discussion, Director Limon made a motion to approve (i) the payment of bills and invoices as listed in the report (Check Nos. 2275-2286), except Check No. 2277 payable to Director Newsom since he was absent, and (ii) the reissue of three (3) per diem checks in the amount of \$415.57. Director Jorjorian-Raynal seconded the motion, which the Board passed unanimously. A copy of the Bookkeeper's Report is attached to these minutes.

7. The Board then considered an amendment to the District bookkeeping contract. After discussion, upon a motion by Director Jorjorian-Raynal and a second by Director Esparza, the Board unanimously approved the Second Amended and Restated Agreement for Bookkeeping Services.

8. The Board next considered approving a Certificate of Unopposed Candidates and an Order Canceling the Director Election scheduled for May 1, 2021. Director Jorjorian-Raynal made a motion to approve (i) the Certificate of Unopposed Candidates, (ii) the Order Canceling the Director Election, and (iii) Statements of Officers. Director Esparza seconded the motion, which the Board passed unanimously. Copies of the Certificate and Order are attached as exhibits to these minutes. Chief Menendez left the meeting during discussion of this item.

9. 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.

10. 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.

11. No public comments were received.

There being no further business, the meeting was adjourned.

Approved April 8, 2021.

(SEAL)



Secretary, Board of Directors