

MINUTES OF MEETING  
OF  
BOARD OF DIRECTORS

STATE OF TEXAS §

COUNTY OF EL PASO §

PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 11 §

The Board of Directors of Paseo del Este Municipal Utility District No. 11 of El Paso County held a regular meeting open to the public, on May 13, 2021, said regular session of the Board of Directors being conducted solely by use of Zoom Video and telephone conference. The roll was called of the directors of the Board, to-wit:

Jose R. Soto	President
Murray Van Gundy	Vice President
Darwin Voge	Secretary
Marisa Lascurain	Assistant Secretary
Alexandra Treviño	Assistant Secretary

All of said persons were present via Zoom Video and telephone conference thus constituting a quorum. Also in attendance via Zoom Video and telephone conference were Daniel Martinez and Kristi Hester of Inframark, LLC; Ron Freeman of the Law Offices of Ronald J. Freeman; Margaret Livingston; Nadia Ganser of TRE & Associates; Franklin Stubbs of Hunt Communities; Nur Labardini of Municipal Accounts and Consulting, L.P.; and Ty Embrey and Joe Jimenez, paralegal, of Lloyd Gosselink Rochelle & Townsend.

1. The first item on the agenda was to consider and take action concerning qualifying of re-elected directors and election of officers. Mr. Embrey explained that after each director's election, the elected directors need to make and execute the sworn statement of office and oath of office. Directors Van Gundy and Treviño completed and executed their respective sworn statements and oaths of office. Director Soto executed the Certificates of Election for Directors Van Gundy and Treviño.

Mr. Embrey added that after each directors' election, the Board elects officers. Director Treviño made the motion that the officer positions of the Directors of the District remain the same as set forth above in these minutes. Upon a motion by Director Treviño and a second by Director Lascurain, it was then moved to keep the officer positions of the District, as is, which motion carried unanimously. The officer positions for the directors of the District remain as set forth above in these minutes.

2. The next item on the agenda was the review and approval of the minutes of the Board meeting of April 8, 2021. Upon a motion by Director Van Gundy and a second by Director Lascurain the minutes of said meeting were unanimously approved.

3. The next item before the Board was to consider public comments. No persons presented themselves via Zoom Video and telephone conference to speak at the meeting. There was no action required by the Board on this agenda item. No action was taken by the Board.

4. The next item before the Board was to consider an update and information on activities of Paseo del Este Municipal Utility District No. 1 (“MUD No. 1”). Mr. Freeman provided the Board with a background summary of the rate increase that the El Paso Water Public Service Board (“PSB”) has proposed to the District’s wholesale water rates, approximately a 24% rate increase. Mr. Freeman informed the Board that in response to the PSB’s rate increase the MUD No. 1 Board approved a 14% rate increase for the residents of the Paseo MUD Districts. Mr. Freeman introduced Ms. Margaret Livingston to Board, noting that Ms. Livingston would be handling public relations efforts to keep the residents informed and educated on 14% rate increase. There was no action required by the Board on this agenda item. No action was taken by the Board.

5. The next item before the Board was to consider the operator’s report. Mr. Martinez next presented the operator’s report, a copy of which is attached as **Exhibit “A”**. Mr. Martinez reported that as of the end of March the District had 392 total connections, and that no new connections were added during the current month. Mr. Martinez provided a brief summary of the activities for March to the Board on the following: (1) an update of activities and improvements to the District’s distribution system; (2) an update on the population and occupancy rates during the current month; (3) an update on the number of delinquent accounts during the current month; and, (4) reported on the latest construction and maintenance activity within the Paseo del Este community and growth trends for the Paseo del Este MUD No. 11.

6. Ms. Ganser 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. Ganser provided an update on the current, ongoing efforts to determine and identify the main source of the water leaks within the District. Ms. Ganser reported that inspections have been conducted of the major and regional water lines within the District but have not revealed the exact source (i.e., the cause) of the water leaks within the District. Ms. Ganser reported that the inspections will be conducted of District’s internal water lines.

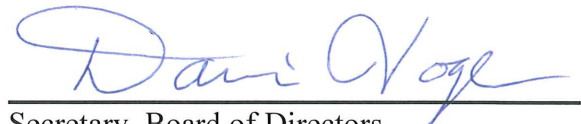
7. Mr. Stubbs next presented the developer’s report and updated the Board on the status of development activity within the District and the Paseo del Este community.

8. The Board next considered the bookkeeper’s report, a copy of which is attached as **Exhibit “B”**. 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 Treviño and a second by Director Lascrain, the Board unanimously approved the bookkeeper’s report with the list of disbursements and balances, and the list of bills presented for payment.

9. There was no general counsel’s report.

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

Passed and approved this 10th day of June, 2021.

  
Secretary, Board of Directors

(DISTRICT SEAL)

