

MINUTES OF REGULAR MEETING OF  
PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 3  
Thursday, May 13, 2021

STATE OF TEXAS                   §  
  §  
COUNTY OF EL PASO           §

The Board of Directors of Paseo del Este Municipal Utility District No. 3 (the "District") held a regular meeting, open to the public, by video/telephone conference call only, at 9:00 a.m. MT on Thursday, May 13, 2021, and the roll was called of the directors of the Board, to-wit:

Ivan Alcocer	President
L. Gus Haddad	Vice President
Mark Dyer	Secretary
Sandy Boswell	Assistant Secretary
Ray Adauto	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; Kristi Hester and Daniel Martinez of Inframark; Tyler Wilson of Municipal Accounts & Consulting, L.P.; Harrel Davis of Gordon Davis Johnson & Shane P.C.; Nadia Ganser of TRE & Associates, LLC.; Franklin Stubbs of Hunt Communities; and Margaret Livingston.

1. The Board first considered approval of the minutes of the Board's April 8, 2021, meeting. Director Adauto made a motion to approve the minutes. Director Dyer seconded the motion, which the Board passed unanimously.

2. As its next item of business, the Board considered general counsel services. The Board reviewed Gordon Davis Johnson & Shane P.C.'s understanding of general legal services to be provided to the District. Director Adauto made a motion to approve Gordon Davis Johnson & Shane's engagement letter and Director Boswell seconded the motion, which was unanimously approved by the Board. Mr. Davis left the meeting after discussion of this item.

3. The Board then considered new terms of office of Board of Directors and reorganization of Board of Directors. Upon a motion by Director Adauto and a second by Director Boswell, the Board unanimously (i) approved new terms of office, bonds, Oaths of Office and Statements of Officers and (ii) elected to keep Board positions as is.

4. The Board next received a report from Paseo del Este MUD No. 1 regarding Master District activities. Mr. Freeman and Ms. Ganser summarized the following activities:

- a. Leak detection efforts; and
- b. Wholesale and retail rate increases.

5. The Board then considered the General Manager's and Operator's Reports. Mr. Martinez presented a report on the status of development in the District and other districts. No action was taken by the Board.

At the end of the meeting, Director Aauto brought up the topic of customer service inspections being conducted by Inframark after residents move into homes. Mr. Freeman and Inframark will work with Director Aauto to resolve this issue.

6. As its next item of business, the Board considered approving payment of bills and invoices and the financial report. Mr. Wilson presented the financial report for the District along with bills and invoices. After discussion, Director Boswell made a motion to approve the payment of (i) bills and invoices as listed in the report (Check Nos. 4517-4525), and (ii) Supplemental Check No. 4526 in the amount of \$1,998.80 payable to Municipal Accounts & Consulting. Director Aauto 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 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. Next, 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 July 8, 2021.

(SEAL)

*Sandy Bezwel*  
Assist<sub>1</sub> Secretary, Board of Directors