

MINUTES OF SPECIAL MEETING OF
PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 1
Tuesday, August 31, 2021

STATE OF TEXAS §
 §
COUNTY OF EL PASO §

The Board of Directors of Paseo del Este Municipal Utility District No. 1 (the “District”) held a special meeting, open to the public, by video/telephone conference call, at 11:30 a.m. CT on Tuesday, August 31, 2021, and the roll was called of the directors of the Board, to-wit:

Jack Holford	President
Dan Roark	Vice President
Ken Mills	Secretary
Sid Covington	Assistant Secretary
Larry Mellenbruch	Assistant Secretary

and all of said persons were continuously present except Director Mellenbruch, thus constituting a quorum. Director Mellenbruch entered the meeting during discussion of Item No. 1.

Also present at the meeting were Ronald J. Freeman and Cyndi Ferris of the Law Offices of Ronald J. Freeman; Kristi Hester and Daniel Martinez of Inframark; Taylor Kolmodin of Municipal Accounts & Consulting, L.P.; Bob West of West, Davis & Company; Linda Troncoso, John Jansing and Nadia Ganser of TRE & Associates, LLC.; Joel Guzman and Franklin Stubbs of Hunt Communities; Margaret Livingston; and Michael G. McLean and Kayla Marshall of Gordon Davis Johnson & Shane, P.C. Harrel L. Davis III of Gordon Davis Johnson & Shane P.C. entered the meeting during discussion of Item No. 1.

1. The Board first considered water loss and accountability issues. Ms. Hester notified the Board that a decimal-point error was discovered in the Neptune meters with two commercial accounts making up 90 percent of the revenue shortage—Socorro High School and Daddy O’s Car Wash. The amount owed by Socorro High School is approximately the same amount that the District owes the high school in credits. Daddy O’s Car Wash owes approximately \$100,000.00 in back charges since the Neptune meters were installed. Mr. Freeman will review Public Utility Commission of Texas rules regarding erroneous bills. After Inframark completes its commercial audit, it will conduct a residential audit followed by a comparison of all meter readings with master meter readings.

2. As its next item of business, the Board considered the Engineer’s Report. Mr. Jansing gave a brief report. No action was taken by the Board.

3. As its final act of business, the Board considered wholesale water and sewer charges to the District from El Paso Water Utilities. Mr. Freeman gave a brief report. No action was taken by the Board.

4. No public comments were received.

There being no further business to come before the Board, the meeting was adjourned.

Approved September 22, 2021.

A handwritten signature in blue ink, reading "Kent A. Hill", written over a horizontal line.

Secretary, Board of Directors

[SEAL]