

MINUTES OF REGULAR MEETING OF  
PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 2  
Thursday, November 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, at TRE & Associates, LLC, located at 110 Mesa Park Drive, Suite 200, El Paso, Texas 79912, a regular meeting place of the Board of Directors of the District (the "Board"), and by video/telephone conference call at 1:00 p.m. MST on Thursday, November 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
Gina Mezzacappa	Assistant Secretary

and all said persons were continuously present, thus constituting a quorum.

Also present were Michael G. McLean of Gordon Davis Johnson & Shane P.C.; Kayla Marshall of Gordon Davis Johnson & Shane P.C. (by video/telephone conference call); Ronald J. Freeman of the Law Offices of Ronald J. Freeman (by video/telephone conference call); Kristi Hester of Inframark (by video/telephone conference call); Erika Duran of Inframark; Tyler Wilson of Municipal Accounts & Consulting, L.P. (by video/telephone conference call); Bob West of West, Davis & Company, LLP (by video/telephone conference call); Nadia Ganser of TRE & Associates, LLC.; and Margaret Livingston of Franklin Mountain Land Services. 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 October 14, 2021, meeting. Director Jorjorian-Raynal made a motion to approve the minutes. Director Esparza seconded the motion, which the Board passed unanimously.

2. As its next item of business, the Board received a report from Pasco del Este MUD No. 1 regarding Master District activities. Mr. Freeman provided a brief report on the status of the petition appealing the wholesale water rate filed with the Public Utility Commission of Texas. Ms. Livingston provided a brief update on the water accountability issues. No action was taken by the Board.

3. The Board then considered the General Manager's and Operator's Report. Ms. Hester introduced Ms. Duran as the new interim General Manager. Ms. Duran gave a report on the status of development in the District and other districts. She then summarized internal system studies being conducted to further analyze water accountability issues. No action was taken by the Board.

4. The Board next 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 Jorjorian-Raynal made a motion to approve (i) the payment of bills and invoices as listed in the report (Check Nos. 2368-2377) and (ii) Supplemental Check No. 2378 in the amount of \$3,944.29 payable to Municipal Accounts & Consulting, L.P. Director Esparza seconded the motion, which the Board passed unanimously. A copy of the Bookkeeper's Report is attached to these minutes.

5. The Board then considered the Developer's Report. Mr. Stubbs gave a brief report. No action was taken by the Board.

6. The Board next considered approval of the Resolution Requesting Appraisal of Property and Certificate of Estimated Appraised Value. Upon a motion made by Director Jorjorian-Raynal and seconded by Director Newsom, the Board unanimously approved the resolution.

7. The Board then considered approval of engagement letter from TRE & Associates, LLC for preparation of the District's fifth bond application to the Texas Commission on Environmental Quality. Director Jorjorian-Raynal made a motion to approve the engagement of TRE & Associates, LLC. Director Esparza seconded the motion, which the Board unanimously passed.

8. Next, the Board considered to approve the engagement of auditors for preparation of developer reimbursement report. After discussion, Director Jorjorian-Raynal made a motion to approve engagement of auditors. Director Esparza seconded the motion, which the Board unanimously approved.

9. The Board then considered the Engineer's Report. Ms. Ganser presented the following item for consideration:

- Garden Park at Mission Ridge Unit Three**  
**Drainage, Water and Wastewater Improvements**  
**TRE No.: 1502-11766-35**
- Pay Estimate No. 4 - \$225,039.60

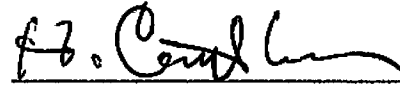
Upon a motion by Director Esparza and a second by Director Jorjorian-Raynal, the Board unanimously approved the foregoing item.

10. No public comments were received.

There being no further business, the meeting was adjourned.

Approved December 9, 2021.

(SEAL)

A handwritten signature in black ink, appearing to read "F. J. Carroll", written over a horizontal line.

Secretary, Board of Directors