

MINUTES OF MEETING
OF
BOARD OF DIRECTORS

STATE OF TEXAS §
COUNTY OF EL PASO §
PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 10 §

The Board of Directors of Paseo del Este Municipal Utility District No. 10 of El Paso County met in regular session, open to the public, on August 2, 2022, at its meeting place within the District at the offices of Inframark, LLC, 13034 Eastlake Boulevard, Suites D-E, El Paso, Texas and via means of telephone conference number and Zoom Videoconference. The roll was called of the directors of the Board, to-wit:

Luis Ortega	President
Greg Spence	Vice President
Ysrael Valencia	Secretary
Martin N. “Teen” Lettunich	Assistant Secretary
George Mendez	Assistant Secretary

All of said persons were present thus constituting a quorum. Also present and in attendance were Erika Duran of Inframark, LLC; Linda Troncoso of TRE & Associates; Franklin Stubbs of Hunt Communities; Margaret Livingston of Franklin Mountain Land Services. Maria Urbina of Hilltop Securities; Nur Labardini of Municipal Accounts and Consulting, L.P.; and Ty Embrey, attorney, and Joe Jimenez, paralegal, of Lloyd Gosselink Rochelle & Townsend, P.C. participated in the meeting via Zoom Videoconference.

1. The first item on the agenda was the review and approval of the minutes of the Board meeting of July 5, 2022. Upon a motion by Director Lettunich and a second by Director Spence the minutes of said meeting were unanimously approved.

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

3. The next item before the Board was to consider the report and update on activities of the Paseo del Este Municipal Utility District No. 1 (“MUD No. 1”). Ms. Livingston provided an update on the activities of MUD No. 1, the status of the temporary field office and the storage and maintenance facility; and the five-year plan to address the landscape and pond maintenance needs of the Paseo del Este community.

4. The next item before the Board was to consider and discuss the District's tax rate recommendation, set the date for the public hearing on the District's tax rate, and authorize the publication of the notice of the public hearing. Ms. Urbina provided the Board with an update and status of the tax rate recommendation for the District. Ms. Urbina informed the Board that she has reviewed the certified appraised values of the taxable property within the District as provided by the El Paso Central Appraisal District and is consulting with the District's financial consultants on a final tax rate recommendation. Ms. Urbina reported that she will present her final tax rate recommendation to the Board at the next Board meeting.

Mr. Embrey briefly informed the Board of the steps that the Board will need to take in setting the tax rate for the 2022 tax year (fiscal year ending September 30, 2022), including publishing a notice for a public hearing on the tax rate, which will take place on Tuesday, September 6, 2022. For purposes of today's Board meeting, Mr. Embrey informed the Board that it will (1) authorize Ms. Urbina and the District's consultants to finalize the tax rate for the 2022 tax year that will be included in the notice of the public hearing on the tax rate, (2) approve the date on which the public hearing will take place, and (3) approve the publication of the notice of the public hearing. Mr. Embrey noted that the notice of the public hearing will be published in the El Paso Times newspaper. Mr. Embrey noted that, following the public hearing, the Board will consider and adopt the tax rate and final operating budget of the District at the September Board meeting.

After further discussion, it was moved by Director Ortega and seconded by Director Spence that the Board (1) authorize Ms. Urbina and the District's consultants to finalize the tax rate for the 2022 tax year that will be included in the notice of the public hearing on the tax rate, (2) approve the public hearing on the tax rate to take place on September 6, 2022, and (3) approve the publication of the notice of the public hearing in the El Paso Times newspaper, which motion carried unanimously.

5. The next item before the Board was to consider and discuss the District's preliminary operating budget for the fiscal year ending September 30, 2023. Ms. Labardini presented the preliminary operating budget to the Board and informed the Board that a copy of the preliminary operating budget was included in the agenda packet for their review. The Board took no action on this item. The Board will consider and adopt the final operating budget of the District at the September Board meeting.

6. The next item before the Board was to consider the operator's report. Ms. Duran next presented the operator's report, a copy of which is attached hereto as **Exhibit "A"**. Ms. Duran reported that as of the end of June the District had 1,194 total connections, and that seven new connections were added during the current month. Ms. Duran provided a brief summary of the activities for June 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. 10.

7. Ms. Troncoso 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.

8. 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.

9. 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 Spence and a second by Director Mendez, the Board unanimously approved the bookkeeper's report with the list of disbursements and balances and the list of bills presented for payment.

10. There was no general counsel's report.

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

Passed and approved this 6th day of September, 2022.


Secretary, Board of Directors

(DISTRICT SEAL)

