

MINUTES OF SPECIAL MEETING OF
PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 4
Tuesday, September 13, 2022

STATE OF TEXAS §
 §
COUNTY OF EL PASO §

The Board of Directors of Paseo del Este Municipal Utility District No. 4 (the “District”) held a special 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 11:30 a.m. MDT on Tuesday, September 13, 2022, and the roll was called of the directors of the Board, to-wit:

Carlos Lascurain	President
Oscar Macias	Vice President
Maria Eileen Taylor	Secretary
Joanne Campbell	Assistant Secretary
Irasema Gonzalez	Assistant Secretary

and all said persons were continuously present, except Director Gonzalez, thus constituting a quorum. Director Gonzalez entered the meeting during discussion of Item No. 2.

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); Clayton Chandler of McCall Parkhurst & Horton; Bob West of West, Davis & Company, L.L.P. (by video/telephone conference call); Taylor Kolmodin of Municipal Accounts & Consulting, L.P. (by video/telephone conference call); Maria Urbina of Hilltop Securities Inc.; Erika Duran of Inframark; Nadia Ganser of TRE & Associates, LLC (by video/telephone conference call); Franklin Stubbs of Hunt Communities; and Frank Ortiz of TRE & Associates, LLC. Margaret Livingston of Franklin Mountain Land Services entered the meeting during discussion of Item No. 2.

1. The Board first considered approval of the minutes of the Board’s August 12, 2022, meeting. Director Campbell made a motion to approve the minutes. Director Lascurain seconded the motion, which the Board passed unanimously.

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

3. The Board then considered the General Manager’s and Operator’s Report. Ms. Duran gave a report summarizing the status of development in the District and other districts. No action was taken by the Board.

4. The Board next considered the engagement of an auditor for preparation of the annual audit. The Board reviewed West, Davis & Company, L.L.P.'s understanding of the services to be provided to the District for the year ended September 30, 2022. Director Lascurain made a motion to approve the West, Davis & Company, L.L.P.'s engagement letter, Director Macias seconded the motion, which was approved unanimously.

5. The Board then considered an amendment to the engagement of the bookkeeper. Director Macias made a motion to accept the amended engagement letter for Municipal Accounts & Consulting, L.P. Director Gonzalez seconded the motion which the Board passed unanimously.

6. The Board next considered approving payment of bills and invoices and the financial report. Ms. Kolmodin presented a financial report for the District along with the bills and invoices. After discussion, Director Macias made a motion to approve the (i) payment of bills and invoices listed in the report (Check Nos. 1583-1592); and (ii) Supplemental Check Nos. 1593 in the amount of \$812.60 payable to Inframark, LLC and Check No. 1594 in the amount of \$1,687.99 payable to Municipal Accounts & Consulting, L.P. Director Gonzalez 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 approving actions regarding Unlimited Tax Bonds, Series 2022. Director Macias made a motion to approve the (a) bids awarding sale of \$4,790,000.00, Paseo del Este Municipal Utility District No. 4, Unlimited Tax Bonds, Series 2022. Director Campbell seconded the motion, which the Board unanimously approved. After discussion, Director Campbell made a motion to approve the (b) Resolution Authorizing the Issuance of \$4,790,000.00, Paseo del Este Municipal Utility District No. 4, Unlimited Tax Bonds, Series 2022. Director Lascurain seconded the motion, which the Board passed unanimously. The Board then received the (c) closing procedures for the issuance and delivery of \$4,790,000.00, Paseo del Este Municipal Utility District No. 4, Unlimited Tax Bonds, Series 2022, from Mr. Chandler and the Financial Advisor.

8. The Board next considered the District's Budget for Fiscal Year 2023. After discussion, Director Lascurain made a motion to approve the District's Budget for Fiscal Year 2023. Director Taylor seconded the motion, which the Board passed unanimously. A copy of the Budget is attached as an exhibit to these minutes.

9. The Board then conducted a public hearing for adoption of final tax rates for the 2022 tax year. No public comments were received. By acclamation, the Board closed the public hearing for adoption of final tax rates for the 2022 tax year.

10. As its next item of business, the Board considered adopting tax rates Upon a motion by Director Macias and a second by Director Gonzalez, the Board unanimously approved an Order Levying Taxes for Tax Year 2022, thereby approving a final debt service tax rate of \$0.4349 per \$100 of assessed valuation, a final maintenance tax rate of \$0.0251 per \$100 of assessed valuation, and a final contract tax rate of \$0.29 per \$100 of assessed valuation, all in accordance with the Financial Advisor's recommendation. A copy of the Order approved by the Board is attached as an exhibit to these minutes.

11. The Board then considered the Developer's Report. Mr. Stubbs provided a brief report on the development in the Paseo del Este MUDs. No action was taken by the Board.

12. As its final act of business, the Board considered the Engineer's Report. Ms. Ganser presented the following items for consideration:

Hillside Park at Mission Ridge Unit Five

- Agreement regarding Water Service
- Agreement regarding Wastewater Service

Hillside Park at Mission Ridge Unit Six

Drainage, Water and Wastewater Improvements

TRE No.: 1502-11809-96

- Engineer's Letter of Recommendation – El Paso Underground Construction
\$1,452,683.55

Upon a motion by Director Macias and a second by Director Lascurain, the Board unanimously approved the foregoing items.

13. No public comments were received.

There being no further business, the meeting was adjourned.

Approved October 14, 2022.

(SEAL)

Maria E. Taylor
Secretary, Board of Directors