

MINUTES OF REGULAR MEETING OF  
PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 3  
Thursday, September 08, 2022

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, 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 9:00 a.m. MDT on Thursday, September 08, 2022, and the roll was called of the directors of the Board, to-wit:

Ivan Alcocer	President
L. Gus Haddad	Vice President
Ray Adatao	Secretary
Sandy Boswell	Assistant Secretary
Joel Quintana	Assistant Secretary

and all said persons were continuously present, except Director Adatao, 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); 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. (by video/telephone conference call); Erika Duran of Inframark; and Nadia Ganser of TRE & Associates, LLC. Margaret Livingston of Franklin Mountain Land Services entered the meeting during discussion of item No. 2; Franklin Stubbs of Hunt Communities entered the meeting during discussion of Item No. 3; and Frank Ortiz of TRE & Associates, LLC entered the meeting during discussion of Item No. 4.

1. The Board first considered approval of the minutes of the Board’s August 11, 2022, meeting. Director Haddad made a motion to approve the minutes. Director Adatao seconded the motion, which the Board passed unanimously.

2. As its next item of business, the Board considered reorganizing its Board of Directors. After discussion, Director Haddad made motions to appoint (i) Director Adatao as Secretary and (ii) Director Quintana as Assistant Secretary for the Board of Directors. Director Quintana seconded the motion appointing Director Adatao as Secretary for the Board of Directors; and Director Adatao seconded the motion appointing Director Quintana as Assistant Secretary for the Board of Directors. The Board unanimously passed the foregoing motions.

3. The Board then 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. Ms. Livingston provided a report on Master District activities. No action was taken by the Board.

4. 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.

5. 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 Adatao made a motion to approve the West, Davis & Company, L.L.P.'s engagement letter, Director Haddad seconded the motion, which was approved unanimously.

6. The Board then considered an amendment to the engagement of the bookkeeper. Director Boswell made a motion to accept the Third Amended and Restated Agreement for Bookkeeper Services from Municipal Accounts & Consulting, L.P. Director Haddad seconded the motion which the Board passed unanimously.

7. The Board next considered approving payment of bills and invoices and the financial report. Ms. Labardini presented the financial report for the District along with bills and invoices. After discussion, Director Adatao made a motion to approve the (i) payment of bills and invoices listed in the report (Check Nos. 4644-4653); and (ii) Supplemental Check Nos. 4654 in the amount \$ 2,570.47 payable to Municipal Accounts & Consulting L.P. and Check No. 4655 in the amount of \$6,497.07 payable to the El Paso Central Appraisal District. Director Quintana seconded the motion, which the Board passed unanimously. A copy of the Bookkeeper's Report is attached to these minutes.

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

9. As its next item of business, the Board 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. The Board then considered adopting tax rates. Upon a motion by Director Adatao and a second by Director Boswell, the Board unanimously approved an Order Levying Taxes for Tax Year 2022, thereby approving a final debt service tax rate of \$0.2597 per \$100 of assessed valuation, a final maintenance tax rate of \$0.1720 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 next 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 gave a brief report providing updates on the development within the District. Mr. Ortiz provided a brief update on the District's pond maintenance program. No action was taken by the Board. Director Adatao left the meeting during discussion of this item.

13. No public comments were received.

There being no further business, the meeting was adjourned.

Approved November 10, 2022.

(SEAL)



  
Secretary, Board of Directors