

MINUTES OF REGULAR MEETING OF
PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 3
Thursday, August 08, 2024

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, L.L.C., 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, August 08, 2024, and the roll was called of the directors of the Board, to-wit:

Ray Aauto	President
Sandy Boswell	Vice President
Joel Quintana	Secretary
Lizbeth Cabrera	Assistant Secretary
Randall Smith	Assistant Secretary

and all said persons were continuously present, except Director Smith, 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 Freeman of Terril & Waldrop (by video/telephone conference call); Maria Urbina of Hilltop Securities, Inc.; Lexi Kolmodin of Municipal Accounts & Consulting, L.P. (by video/telephone conference call); Margaret Livingston of Franklin Mountain Land Services (by video/telephone conference call); Erika Duran of Inframark; and Frank Ortiz of TRE & Associates, L.L.C. Gus Haddad of Paseo del Este Municipal Utility District No. 1 entered the meeting during discussion of Item No. 2. Nadia Ganser of TRE & Associates, L.L.C., entered the meeting by video/telephone conference call during Item No. 3.

1. The Board first considered approval of the minutes of the Board’s June 13, 2024, regular meeting. Director Boswell made a motion to approve the minutes. Director Quintana seconded the motion, which the Board passed unanimously.

2. As its next item of business, the Board received the Chief Operating Officer’s Report, providing the following updates:

- a. Mr. Freeman provided a brief status update on the on the \$6,255,000 Contract Tax Revenue Bonds;
- b. Mr. Freeman provided updates on the PSB Litigation;
- c. Mr. Freeman provided a brief status update on the Inframark Contract; and
- d. Ms. Livingston provided updates related to the Landscape and Pond Maintenance.

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 the development within the District and other districts. No action was taken by the Board. Director Quintana left and re-entered the meeting during discussion of this item. Mr. Freeman left the meeting during discussion of this item.

4. The Board next considered approving payment of bills and invoices and the financial report. Ms. Kolmodin presented the financial report for the District along with bills and invoices. After discussion, Director Cabrera made a motion to approve the (i) payment of bills and invoices listed in the report (Check Nos. 4832 – 4837); and (ii) disbursements as noted in the report, except for Director Smith as he was absent. Director Quintana seconded the motion, which the Board passed unanimously. A copy of the Bookkeeper's Report is attached to these minutes. considered the General Manager's and Operator's Report.

5. The Board then considered the District's preliminary budget presented by Ms. Kolmodin. No action was taken by the Board.

6. The Board next considered setting a proposed tax rate and setting a date for a hearing regarding adoption of final tax rates. Upon a motion by Director Boswell and a second by Director Quintana, the Board unanimously approved a proposed not-to-exceed tax rate of \$0.6937 of assessed valuation. After discussion, Director Cabrera made a motion to approve the following: (i) establishment of a hearing date for consideration of final tax rates on Thursday, September 12, 2024, at 9 a.m. (MDT) at TRE & Associates, L.L.C., 110 Mesa Park Drive, Suite 200, El Paso, Texas 79912, and by use of video/telephone conference call; and (ii) publication of the required notice for public hearing. Director Boswell seconded the motion, which the Board passed unanimously.

7. The Board then considered the Collateral Security Agreement with WestStar Bank. After discussion, Director Quintana made a motion to approve the agreement. Director Cabrera seconded the motion, which the Board unanimously approved.

8. No Developer's Report was presented to the Board.

9. As its final act of business, the Board considered the Engineer's Report. Mr. Ortiz gave a brief report providing updates on the construction and development within the Paseo del Este MUDs. No action was taken by the Board.

10. No public comments were received.

There being no further business, the meeting was adjourned.



(SEAL)

Approved September 12th, 2024.

[Signature]
Secretary, Board of Directors