

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 September 2, 2025, at its meeting place within the District at the offices of the Paseo del Este MUDs, 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
George Mendez	Assistant Secretary
Vacant	Assistant Secretary

All of said persons were present thus constituting a quorum. Also present and in attendance was Erika Duran of the Paseo del Este MUDs; Ivan Alvarado of Hilltop Securities; Frank Ortiz of TRE & Associates; and Ty Embrey and Joe Jimenez, paralegal, of Lloyd Gosselink Rochelle & Townsend, P.C.

Maria Urbina of Hilltop Securities, Nadia Ganser of TRE & Associates; and Isaias Moreno of Municipal Accounts and Consulting, L.P. 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 August 5, 2025. Upon a motion by Director Spence and a second by Director Mendez 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 call the Public Hearing on the 2025 Tax Rates for the District. Director Ortega opened the public hearing. Mr. Embrey and Ms. Urbina discussed the components that comprise the District's tax rate and recommended that the Board adopt a tax rate of 0.6313 per one hundred dollars (\$100) of assessed valuation for the year 2025. No persons presented themselves to speak at the Public Hearing. There being no persons present

to speak at the Public Hearing on the 2025 Tax Rate for the District, the public hearing on the tax rate was closed by unanimous consent of the Board.

4. The next item before the Board was to consider and act on the Order Setting 2025 Tax Rates, a copy of which is attached as **Exhibit “A”**. After further discussion, it was moved by Director Valencia and seconded by Director Spence that the Board adopt a tax rate of \$0.6313 for the year 2025, approve the Order Setting 2025 Tax Rates (“Order”), and that the Order reflect the following tax rates of the District: (1) debt service tax rate of \$0.1875; (2) maintenance and operation tax rate of \$0.1538, and (3) contract tax rate of \$0.2900 per one hundred dollars (\$100) of assessed valuation, for a total tax rate of \$0.6313 per one hundred dollars (\$100) of assessed valuation, which motion carried unanimously.

5. The next item before the Board was to consider and act on amending the operating budget for the fiscal year ending September 30, 2025. Mr. Moreno and Mr. Embrey informed the Board that there were no amendments to the operating budget needed for the fiscal year ending September 30, 2025, and therefore, no action was required by the Board on this agenda item. No action was taken by the Board.

6. The next item before the Board was to consider and act on the District’s operating budget for the fiscal year ending September 30, 2026. After further discussion, it was moved by Director Ortega and seconded by Director Spence that the operating budget for the fiscal year ending September 30, 2026, be approved, which motion carried unanimously. A copy of the Resolution Approving the 2025-2026 Fiscal Year Operating Budget of Paseo del Este Municipal Utility District No. 10 and adopted budget are attached as **Exhibit “B”**.

7. The next item before the Board was to consider and act on the District Information Form. Mr. Embrey informed the Board that Chapter 49 of the Water Code requires that once a District adopts its tax rate, the District must file with the real property records of El Paso County notice of the tax rate for the purpose of providing notice to a purchaser of real property in the District of the tax rate. Mr. Embrey stated that the District Information Form has been revised to reflect the 2025 tax rate components.

In addition, Mr. Embrey stated that the particular form of the Notice to Purchasers that is required to be furnished by a seller to a prospective purchaser of real property in the District is included as an exhibit (“Exhibit C”) to the District Information Form. Mr. Embrey stated that upon the Board’s approval, the District Information Form and the related exhibits, including the Notice to Purchasers Form will be filed and recorded in the real property records of El Paso County.

Following further discussion, it was moved by Director Valencia and seconded by Director Mendez that the District Information Form be approved, which motion carried unanimously. A copy of the District Information Form is attached as **Exhibit “C”**.

8. The next item before the Board was to consider the General Manager's Report and take action regarding the following items:

- a. Monthly report;
- b. Billing;
- c. District facility site;
- d. Pond maintenance;
- e. Landscape maintenance, including landscape maintenance acceptances;
- f. Trucks, equipment and materials purchasing;
- g. Insurance;
- h. Personnel; and
- i. Other matters.

Ms. Duran presented the General Manager's report, a copy of which is attached as **Exhibit "D"**. Ms. Duran reported that as of the end of July the District had 1,275 total connections, and that four new connections were added during the current month. Ms. Duran provided the Board with a brief summary of the activities for June 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 billing activity and number of delinquent accounts during the current month; and, (4) an update on the latest construction and maintenance activity within the Paseo del Este community and growth trends for the Paseo del Este MUD No. 10.

Director Valencia asked for an update on the District's efforts to replace the dead trees located along Eastlake Boulevard, noting that the trees had not yet been replaced. Mr. Valencia also inquired about the District's efforts to landscape the areas along Ashford Street and the efforts to clear the weeds in the drainage ditch along Ashford Street.

Ms. Duran reported that she would inform Ms. Livingston of the concerns he (Director Valencia) raised at the meeting so that Ms. Livingston could provide an update to the Board. After further discussion, the Board agreed that Mr. Valencia should send Ms. Livingston an email listing the items on which they (the Board) would like Ms. Livingston to report. The Board also discussed the idea of inviting District representatives to attend the next Homeowners Association ("HOA") meeting and provide the HOA an update.

9. Mr. Ortiz 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.

10. There was no developer's report.

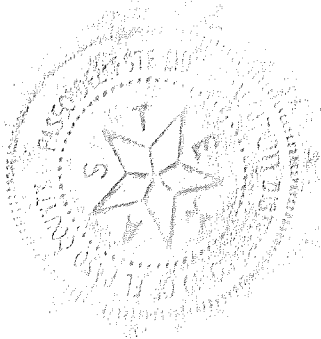
11. The Board next considered the bookkeeper's report, a copy of which is attached as **Exhibit "E"**. Mr. Moreno provided the Board with a list of disbursements and balances, and presented a list of bills for payment for the Board's review and approval, including the following supplemental checks: Supplemental Check No. 5426 in the amount of \$1,350 payable to West Texas County Courier; and Supplemental Check No. 5427 in the amount of \$25,582.89 payable to the El Paso Tax Office.

Upon a motion by Director Valencia 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, including the following supplemental checks: Supplemental Check No. 5426 in the amount of \$1,360 payable to West Texas County Courier; and Supplemental Check No. 5427 in the amount of \$25,582.89 payable to the El Paso Tax Office.

12. There was no general counsel's report.

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

Passed and approved this 7th day of October, 2025.



(DISTRICT SEAL)


Secretary, Board of Directors