

MINUTES OF SPECIAL MEETING OF
PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 3
Friday, August 21, 2026

STATE OF TEXAS §
 §
COUNTY OF EL PASO §

The Board of Directors of Paseo del Este Municipal Utility District No. 3 (the “District”) held a special 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 Friday, August 21, 2026, and the roll was called of the directors of the Board, to-wit:

Ray Adaauto	President
Sandy Boswell	Vice President
Joel Quintana	Secretary
Randall Smith	Assistant Secretary
Jacob Drozd	Assistant Secretary

and all said persons were continuously present, except Director Boswell, thus constituting a quorum. Director Adaauto attended the meeting by video/telephone conference call.

Also present were Michael G. McLean of Gordon Davis Johnson Shane & Snider, P.C.; Kayla Marshall of Gordon Davis Johnson Shane & Snider, P.C. (by video/telephone conference call); Maria Urbina of Hilltop Securities, Inc.; Franklin Stubbs of Hunt Communities (by video/telephone conference call); Frank Ortiz of TRE & Associates, LLC; Isaias Moreno of Municipal Accounts & Consulting, L.P. (by video/telephone conference call); and Joshua Garcia of Paseo del Este MUD 1.

1. The Board first considered approval of the minutes of the Board’s July 09, 2026, regular meeting. Director Drozd made a motion to approve the minutes. Director Smith seconded the motion, which the Board passed unanimously.

2. As its next item of business, the Board received the General Manager’s Report, providing the following updates:

- a. Mr. Garcia provided a brief monthly report;
- b. Mr. Garcia provided brief updates on the billing;
- c. No updates were provided on the District Facility Site;
- d. No updates were provided on pond maintenance;
- e. No updates were provided on the Landscape Maintenance, including landscape maintenance acceptances;
- f. No updates were provided on trucks, equipment and materials purchasing;
- g. No updates were provided on insurance;
- h. No updates were provided on personnel; and
- i. No updates were provided on other matters.

No action was taken by the Board.

3. The Board then considered reorganizing the Board of Directors. Upon a motion made by Director Quintana and a second by Director Smith, the Board unanimously approved appointing Director Drozd as Vice President and Director Boswell as Assistant Secretary for the Board of Directors.

4. The Board next considered approving payment of bills and invoices and the financial report. Mr. Moreno presented the financial report for the District along with bills and invoices. After discussion, Director Smith made a motion to approve the (i) payment of bills and invoices listed in the report (Check Nos. 4920 – 4923); and (ii) disbursements as noted in the report, except for Director Boswell, as she was absent. Director Drozd seconded the motion, which the Board passed unanimously. A copy of the Bookkeeper's Report is attached to these minutes.

5. No preliminary Budget for Fiscal Year Ending September 30, 2027, was presented to the Board.

6. The Board then considered setting a proposed tax rate and setting a date for a hearing regarding adoption of final tax rates. Upon a motion by Director Smith and a second by Director Quintana, the Board unanimously approved the following: (i) proposed not-to-exceed tax rate of \$0.6908 of assessed valuation; (ii) establishment of a hearing date for consideration of final tax rates on Thursday, September 10, 2026, at 9:00 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 (iii) publication of the required notice for public hearing.

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

8. The Board then considered the easement with El Paso Electric Company over Directors' Lot. No action was taken by the Board.

9. As its final act of business, the Board next considered the Engineer's Report. Mr. Ortiz gave a brief report providing updates on the construction within the Paseo del Este MUDs. No action was taken by the Board. Mr. Stubbs left the meeting during discussion of this item.

10. No public comments were received by the Board.

There being no further business, the meeting was adjourned.



(SEAL)

Approved September 10, 2026.

R. Afz

Secretary, Board of Directors

ASST.