

MINUTES OF MEETING
OF
BOARD OF DIRECTORS

STATE OF TEXAS §

COUNTY OF EL PASO §

PASEO DEL ESTE MUNICIPAL UTILITY DISTRICT NO. 11 §

The Board of Directors of Paseo del Este Municipal Utility District No. 11 of El Paso County held a regular meeting open to the public, on August 13, 2026, at its meeting place located outside of the District at the offices of TRE & Associates, LLC, 110 Mesa Park Drive, Suite 200, 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:

Cynthia Ruiz	President
Jose R. Soto	Vice President
Alexandra Treviño	Secretary
Jon Muir	Assistant Secretary
Marcela Quintana	Assistant Secretary

All of said persons were present, with the exception of Director Muir, thus constituting a quorum. Also present and in attendance were Joshua Garcia of the Paseo del Este MUDs; Maria Urbina and Ivan Alvarado of Hilltop Securities; and Frank Ortiz of TRE & Associates.

Isaias Moreno of Municipal Accounts and Consulting, L.P.; and Ty Embrey and Joe Jimenez, paralegal, of Lloyd Gosselink Rochelle & Townsend, P.C. 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 July 9, 2026. Upon a motion by Director Quintana and a second by Director Soto, 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 Zoom Video and telephone conference. 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 consider the District's tax rate recommendation, set the date for the public hearing on the District's tax rate, and authorize notice of the public hearing.

Ms. Urbina provided the Board with a tax rate analysis for the 2026 tax year for the Board's review and provided the Board with her tax rate recommendation for the District. Ms. Urbina informed the Board that she has reviewed the certified appraised values of the taxable

property within the District as provided by the El Paso Central Appraisal District. Ms. Urbina's discussed the components that comprised the District's tax rate and informed the Board that her recommendation was that the Board consider setting a tax rate not to exceed a rate of \$0.7984 per \$100 assessed value. Ms. Urbina reported that her final tax rate recommendation would be presented to the Board at the September Board meeting.

Mr. Embrey briefly informed the Board of the steps that the Board will need to take in setting the tax rate for the 2026 tax year, including publishing a notice for a public hearing on the tax rate, which will take place at the September Board meeting. For purposes of today's Board meeting, Mr. Embrey informed the Board that it will (1) approve the proposed tax rate that will be included in the notice of the public hearing on the tax rate, (2) approve the date on which the public hearing will take place, and (3) approve the publication of the notice of the public hearing. Mr. Embrey noted that the Board will consider and adopt the tax rate and final operating budget of the District at the September Board meeting.

After further discussion, it was moved by Director Ruiz and seconded by Director Quintana that the Board: (1) accept Ms. Urbina's recommendation to set the tax rate not to exceed a rate of \$0.7984 per \$100 assessed value; (2) approve the public hearing on the tax rate to take place on Thursday, September 10, 2026, and (3) approve the publication of the notice of the public hearing in the newspaper, which motion carried unanimously.

4. The next item before the Board was to consider and discuss the District's preliminary operating budget for the fiscal year ending September 30, 2027. No preliminary operating budget was presented to the Board. Mr. Moreno reported that the final operating budget for the fiscal year ending September 30, 2027, will be prepared based on the tax rate components and total tax rate recommended by Ms. Urbina. The Board took no action on this item. The Board will consider and adopt the final operating budget of the District at the September Board meeting.

5. The next item before the Board was to consider and act on the Resolution Evidencing Annual Review of the Investment Policy ("Resolution") and adoption of any recommended revisions to the District's Investment Policy. Mr. Embrey reported that the Board is required by state law to review the District's Investment Policy ("Policy") on an annual basis to make certain the Policy complies with current state law requirements and, if necessary, adopt changes that are needed to bring the Policy into compliance with those requirements.

Mr. Embrey stated that there were no recommended changes that needed to be made to the District's current Investment Policy, which was last revised and adopted on December 11, 2025. Mr. Embrey reported that Municipal Accounts and Consulting provided a revised **Exhibit 6, List of Authorized Brokers**, with the list of qualified brokers that are authorized to engage in investment transactions with the District, attached as Exhibit "A" to the Resolution.

Mr. Embrey recommended that the Board adopt the Resolution Evidencing Annual Review of the Investment Policy, reaffirm the revised written Investment Policy dated December 11, 2025, and adopt the revised **Exhibit 6, List of Authorized Brokers**, with the list of qualified

brokers that are authorized to engage in investment transactions with the District, attached as Exhibit “A” to the Resolution.

After further discussion, it was moved by Director Treviño and seconded by Director Soto that the Board adopt the Resolution Evidencing Annual Review of the Investment Policy, reaffirm the revised written Investment Policy dated December 11, 2025, and adopt the revised **Exhibit 6, List of Authorized Brokers**, with the list of qualified brokers that are authorized to engage in investment transactions with the District, attached as Exhibit “A” to the Resolution. which motion carried unanimously. A copy of the Resolution and the revised list of qualified brokers is attached as **Exhibit “A”** hereto.

6. 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.

Mr. Garcia provided no updates to the Board on the items listed above.

Mr. Garcia next presented the General Manager’s report, a copy of which is attached as **Exhibit “B”**. Mr. Garcia reported that as of the end of June the District had 486 total connections, and that four new connections were added during the current month. Mr. Garcia 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. 11.

7. 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. There was no action required by the Board on this agenda item. No action was taken by the Board.

8. There was no developer’s report.

9. The Board next considered the bookkeeper’s report, a copy of which is attached as **Exhibit “C”**. 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.

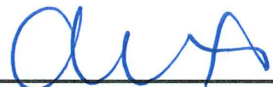
Upon a motion by Director Soto and a second by Director Quintana, the Board unanimously approved the bookkeeper's report with the list of disbursements and balances, and the list of bills presented for payment.

10. There was no general counsel's report.

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

Passed and approved this 10th day of September, 2026.




Secretary, Board of Directors