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 1, 2026, 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:

Greg Spence	President
Ysrael Valencia	Vice President
George Mendez	Secretary
Vacant	Assistant Secretary
Vacant	Assistant Secretary

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

Maria Urbina of Hilltop Securities; Franklin Stubbs of Hunt Communities; 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 August 4, 2026. 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 2026 Tax Rates for the District. Director Spence opened the public hearing. The Board discussed Ms. Urbina's recommendation of a tax rate of 0.6130 per one hundred dollars ($100) of assessed valuation for the year 2026. No persons presented themselves to speak at the Public Hearing. There being no persons present to speak at the Public Hearing on the 2026 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 2026 Tax Rates. After further discussion, it was moved by Director Mendez and seconded by Director Valencia that the Board adopt a tax rate of $0.6130 for the year 2026, approve the Order Setting 2026 Tax Rates ("Order"), and that the Order reflect the following tax rates of the District: (1) debt service tax rate of $0.1744; (2) maintenance and operation tax rate of $0.1486, and (3) contract tax rate of $0.2900 per one hundred dollars ($100) of assessed valuation, for a total tax rate of $0.6130 per one hundred dollars ($100) of assessed valuation, which motion carried unanimously. A copy of the Order Setting 2026 Tax Rates adopted by the Board is attached as **Exhibit "A"**.

5. The next item before the Board was to consider and act on amending the operating budget for the fiscal year ending September 30, 2026. 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, 2026, 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, 2027. Mr. Moreno presented the budget for the fiscal year ending September 30, 2027, to the Board and provided a brief summary of the budget.

After further discussion, it was moved by Director Valencia and seconded by Director Mendez that the operating budget for the fiscal year ending September 30, 2027, be approved, which motion carried unanimously. A copy of the Resolution Approving the 2026-2027 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 2026 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 Mendez and seconded by Director Valencia 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 and act on the Order Designating District Offices and Regular Meeting Places of the District and to authorize publication of the notice of the locations in a newspaper of general circulation within the District. Because of the change in addresses of the Paseo del Este MUD Offices, El Paso offices of TRE & Associates, and the El Paso office of Hunt Communities, the District was in the position to update its meeting and office locations to reflect the change in office addresses of the Paseo del Este MUD Offices, El Paso offices of TRE & Associates, and the El Paso office of Hunt Communities. Mr. Embrey explained that state law requires that any changes in the District's offices or meeting locations be designated through a Board order and that notice of the locations be published in a newspaper of general circulation within the District.

Upon a motion by Director Mendez and a second by Director Valencia, it was moved to approve the Order Designating District Offices and Regular Meeting Places of the District and to authorize the publication of the notice related to same, which motion carried unanimously. A copy of the order is attached as **Exhibit "D"**.

9. 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 "E"**. Mr. Garcia reported that as of the end of July the District had 1,291 total connections, and that no new connections were added during the current month. Mr. Garcia provided the Board with a brief summary of the activities for July 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 informed Mr. Garcia that residents of the District have expressed concerns with a group of stray dogs wandering within the District and concerns that the dogs will hurt someone. Director Valencia informed Mr. Garcia that a lady he knows is willing to pick up and remove the stray dogs at her own expense, but she would need be given access to areas

within the District. Mr. Garcia agreed to brief Ms. Livingston about this situation and investigate a solution.

10. 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.

11. Mr. Stubbs next presented the developer'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.

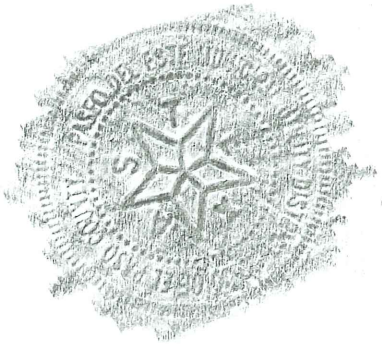
12, The Board next considered the bookkeeper's report, a copy of which is attached as **Exhibit "F"**. Mr. Moreno provided the Board with a list of disbursements and balances, and presented a list of bills for payment for the Board's review and approval, including the following supplemental check: Supplemental Check No. 5560 in the amount of $1,360 payable to the West Texas County Courier newspaper.

Upon a motion by Director Mendez and a second by Director Valencia, 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 check: Supplemental Check No. 5560 in the amount of $1,360 payable to the West Texas County Courier newspaper.

13. There was no general counsel's report.

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

Passed and approved this 6th day of October, 2026.



(**DISTRICT SEAL**)

Secretary, Board of Directors