



DATE: February 24, 2009

20.C.1



1405507

DEPARTMENT HEAD: RAUL SILGUERO

DEPARTMENT NAME: DEPARTMENT OF BUDGET AND MANAGEMENT  
FOR CERTIFICATES OF OBLIGATION, SERIES 2009

SUBJECT: Budget Amendments (increases) in Accordance with Local Government Code Chapter 111, Subchapter C.

Bl 02/24/09

Honorable Commissioner's Court of Hidalgo County:

I would like to request the following amendments (increases) to my departmental budget in accordance with Local Government Code, Chapter 111 Subchapter C.

INCREASE/DECREASE ACCOUNT NUMBER	ACCOUNT (OBJECT) NAME	AMOUNT	
9-1339-431-00-121- <del>036</del> -0- 741	C.O., 2009 - PCT 1 - VEHICLES	100,000.00	055
9-1339-431-00-121- <del>036</del> -0- 742	C.O., 2009 - PCT 1 - HEAVY EQUIPMENT	1,000,000.00	054
9-1339-431-00-121- <del>036</del> -0- 748	C.O., 2009 - PCT 1 - OTHER EQUIPMENT	250,000.00	057
9-1339-431-00-121- <del>036</del> -0- 890 <sup>052</sup>	C.O., 2009 - PCT 1 - OTHER	1,506,000.00	
9-1339-431-00-121-053-0- 841	C.O., 2009 - PCT 1 - FM493 (US281-BUS83) - AID TO GOVT AGENCY	1,144,000.00	
9-1339-431-00-122- <del>034</del> -0- 742	C.O., 2009 - PCT 2 - HEAVY EQUIPMENT	1,000,000.00	038
9-1339-431-00-122- <del>034</del> -0- 748	C.O., 2009 - PCT 2 - OTHER EQUIPMENT	250,000.00	039
9-1339-431-00-122-034-0- 890	C.O., 2009 - PCT 2 - OTHER	2,750,000.00	
9-1339-431-00-123- <del>049</del> -0- 742	C.O., 2009 - PCT 3 - HEAVY EQUIPMENT	1,000,000.00	049
9-1339-431-00-123- <del>049</del> -0- 748	C.O., 2009 - PCT 3 - OTHER EQUIPMENT	250,000.00	070
9-1339-431-00-123-049-0- 890	C.O., 2009 - PCT 3 - OTHER	2,750,000.00	
9-1339-431-00-124- <del>052</del> -0- 742	C.O., 2009 - PCT 4 - HEAVY EQUIPMENT	1,000,000.00	038
9-1339-431-00-124- <del>052</del> -0- 748	C.O., 2009 - PCT 4 - OTHER EQUIPMENT	250,000.00	039
9-1339-431-00-124- <del>052</del> -0- 890 <sup>036</sup>	C.O., 2009 - PCT 4 - OTHER	6,750,000.00	
9-1339-476-00-000-000-0- 339	CERT OF OBLIG, 2009-ISSUANCE COSTS	487,434.15	
<b>TOTAL BUDGET INCREASE (DECREASE)</b>		<b>20,487,434.15</b>	

REASON: TO ADDRESS DRAINAGE ISSUES AND OTHER ALLOWABLE PROJECTS IN THE RESPECTIVE PRECINCTS AND COST OF ISSUANCE.

DEPARTMENT HEAD SIGNATURE

APPROVED COMMISSIONERS' COURT

*[Signature]*  
2/24/09

DATE

ATTEST COUNTY CLERK

# Journal Entry

JE- 90429

PREPARED BY: Milly Rodriguez

DATE: 02/18/09

APPROVED BY:

*BR*

DATE:

*02/18/09*

Account Name	Account Number	Debit	Credit
1 AMT TO BE PROV-BONDS PAYABLE	9-9000-182-01-000-400-0-000	24,280,000.00	
1 BONDS PAYABLE-CERT OF OBLIG,2009	9-9000-231-10-000-439-0-000		24,280,000.00
2 CERT OF OBLIG,2009-CASH	9-1339-101-00-000-000-0-000	24,000,000.00	
2 CERT OF OBLIG,2009-ISSUANCE COSTS	9-1339-476-00-000-000-0-339	190,047.02	
2 CERT OF OBLIG,2009-ISSUANCE UNDERWRITER DISCOUNT	9-1339-476-00-000-000-0-339	158,305.60	
2 CERT OF OBLIG,2009-ISSUANCE INSURANCE PREMIUM	9-1339-476-00-000-000-0-339	139,081.53	
2 CERT OF OBLIG,2009-BOND PROCEEDS	9-1339-393-10-000-000-0-000		24,280,000.00
2 CERT OF OBLIG,2009-BOND PREMIUM	9-1339-393-60-000-000-0-000		207,434.15
2 CERT OF OBLIG,2009-CASH	9-1439-101-00-000-000-0-000	132,774.18	
2 CERT OF OBLIG,2009-INTEREST EARNINGS	9-1439-361-10-000-000-0-000		132,774.18
<b>TOTALS:</b>		<b>\$ 48,900,208.33</b>	<b>\$ 48,900,208.33</b>

COMMENTS:

1. TO RECORD CERTIFICATE OF OBLIGATION SERIES 2009
2. TO RECORD RECEIPT PF BOND PROCEEDS AND ISSURANCE COSTS FOR CERTIFICATE OF OBLIGATION SERIES 2009.

1. REC CERT OF OBLIGATION SERIES 2009
2. REC 2009 BOND PROCEEDS & INSURANCE COSTS  
*issuance*

0.\*  
190,047.02+  
158,305.60+  
139,081.53+  
487,434.15\*

# ESTRADA - HINOJOSA

INVESTMENT BANKERS

February 13, 2009

To: All parties on attached distribution list

From: Wally Sevier, Estrada Hinojosa & Company, Inc.

## CLOSING MEMORANDUM

HIDALGO COUNTY, TEXAS

**\$24,280,000**

**CERTIFICATES OF OBLIGATION, SERIES 2009**

Date of Closing:	Wednesday, February 18, 2009
Time of Closing:	10:00 A.M. (CST)
Location of Closing:	Mr. Jesus Ramirez Ramirez & Guerrero, LLP 600 E. Nolana Loop Suite 200 McAllen, TX 78504 (956) 664-0007 (956) 664-1770 Fax <a href="mailto:jramirez@rg-legal.com">jramirez@rg-legal.com</a>

### A. RECEIPTS

#### 1. Bond Proceeds

Stifel Nicolaus (the "Purchaser"), on behalf of itself, Southwest Securities, and Wells Fargo Brokerage Services, LLC, will pay Hidalgo County, Texas (the "Issuer") for its Certificates of Obligation, Series 2009 (the "Obligations") the amount of \$24,461,902.73, computed as follows:

Principal Amount of the Obligations	\$24,280,000.00
Plus: Accrued Interest	132,774.18
Plus: Net Premium	207,434.15
Less: Underwriters' Discount	<u>(158,305.60)</u>
<b>Total Paid by the Purchaser for the Obligations</b>	<b><u>\$24,461,902.73</u></b>

ESTRADA HINOJOSA & COMPANY, INC.  
1717 Main Street  
40th Floor, Lockbox 471 Dallas, Texas 75201  
(214) 658-1670 • (800) 675-8002 • Fax (214) 658-1671

**FINAL**  
2/13/2009, 2:30 PM

DALLAS HOUSTON MIAMI SAN ANTONIO SAN DIEGO

The amount of \$24,461,902.73, paid by the Purchaser will be wire-transferred in same day Federal Funds by 9:00 A.M. (CST) to the following for disbursements as described herein:

Bank: The Bank of New York Mellon Trust Company, N.A.  
ABA #: 021 000 018  
Acct Name: Dallas Issuer Administrative Services  
Account: GLA211-065  
F/F/C: TAS# 428493  
Contact: Michelle Baldwin (214) 468-6254

**B. DISBURSEMENTS**

The proceeds available, as described above, will be treated as follows:

**1. Insurance Premium**

The Paying Agent will wire-transfer \$139,081.53 to the following to pay the Insurance Premium for the Obligations:

Bank: JP Morgan Chase New York  
ABA number: 021-000-021  
Account name: Assured Guaranty Corp. - Premium  
Account number: 323-355919  
Reference: Hidalgo County, Texas Certificates of Obligation, Series 2009  
Insurance Policy #: D-2009-33  
Attn: Nicole DiMarco (212) 261-5593

2. The Paying Agent will wire-transfer \$24,000,000.00 to the Issuer's Project Fund as follows:

Bank: First National Bank  
ABA #: 114921415  
Account #; 14009498  
Account Name: County of Hidalgo Capital Projects Fund  
Attn: Roxanna De Leon

3. The Paying Agent will wire-transfer \$132,774.18, representing accrued interest, to the Issuer's Debt Service Fund as follows:

Bank: First National Bank  
ABA #: 114921415  
Account #; 14009471  
Account Name: County of Hidalgo Debt Service Fund  
Attn: Roxanna De Leon

4. The Paying Agent will wire transfer \$189,547.02<sup>(G)</sup> to pay certain cost of issuance expenses related to the sale of the Obligations to the following:

ABA#: 113-010-547  
Bank Name: Compass Bank  
Preston Road, Dallas, Texas  
Account #: 0070547120  
REF: Estrada Hinojosa & Company, Inc.

Estrada Hinojosa is requested and instructed to provide an accounting for all expenses associated with cost of issuance to the Issuer.

5. The Paying Agent will retain \$500.00<sup>(G)</sup> for paying agent fees.

The following is a summary of the disbursements:

Disbursements:

Insurance Premium	\$139,081.53
Deposit to Project Fund	24,000,000.00
Deposit to Debt Service Fund	132,774.18
Cost of Issuance (including Paying Agent Fees)	<u>190,047.02</u>
Total	<u>\$24,461,902.73</u>

If there are any questions regarding the above information, please call (214) 658-1670.

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First National Bank  
 P.O. Box 810  
 Edinburg, TX 78540  
 1-877-380-8573

To change the number of transactions you see by default, select Options then Display.

View Transactions for: CAPITAL PROJECT

**Current Balance: 16,314,650.78**  
**Available Funds: 40,314,650.78**

Transactions from 2/18/2009 to 2/18/2009

View Range: Since Last Statement | 7 Days | 15 Days | 30 Days

Date:	Ref/Check No.	Description:	Debit	Credit:
02/18/2009		Check (On Us)		24,000,000.00
<b>Totals (this page): Transactions: 1</b>		<b>Debits: 0.00</b>	<b>Credits: 24,000,000.00</b>	

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First National Bank  
 P.O. Box 810  
 Edinburg, TX 78540  
 1-877-380-8573

To change the number of transactions you see by default, select Options then Display.

View Transactions for: DEBT SERVICE FUND

**Current Balance: 1,415,582.26**  
**Available Funds: 1,548,356.44**

Transactions from 2/18/2009 to 2/18/2009

View Range: Since Last Statement | 7 Days | 15 Days | 30 Days

Date	Ref/Check No.	Description	Debit	Credit
02/18/2009		Check (On Us)		132,774.18
<b>Totals (this page): Transactions: 1</b>		<b>Debits: 0.00</b>	<b>Credits: 132,774.18</b>	

**BOND DEBT SERVICE**

Hidalgo County, Texas  
 Certificates of Obligation, Series 2009  
 -- FINAL Pricing: 1/12/09, 12:40 PM --

Dated Date            01/01/2009  
 Delivery Date        02/18/2009

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
02/15/2010			1,141,292.99	1,141,292.99	
08/15/2010	50,000	3.000%	508,496.88	558,496.88	
12/31/2010					1,699,789.87
02/15/2011			507,746.88	507,746.88	
08/15/2011	980,000	3.000%	507,746.88	1,487,746.88	
12/31/2011					1,995,493.76
02/15/2012			493,046.88	493,046.88	
08/15/2012	1,010,000	3.000%	493,046.88	1,503,046.88	
12/31/2012					1,996,093.76
02/15/2013			477,896.88	477,896.88	
08/15/2013	1,040,000	3.000%	477,896.88	1,517,896.88	
12/31/2013					1,995,793.76
02/15/2014			462,296.88	462,296.88	
08/15/2014	1,070,000	3.000%	462,296.88	1,532,296.88	
12/31/2014					1,994,593.76
02/15/2015			446,246.88	446,246.88	
08/15/2015	1,100,000	3.250%	446,246.88	1,546,246.88	
12/31/2015					1,992,493.76
02/15/2016			428,371.88	428,371.88	
08/15/2016	1,135,000	3.375%	428,371.88	1,563,371.88	
12/31/2016					1,991,743.76
02/15/2017			409,218.75	409,218.75	
08/15/2017	1,175,000	3.500%	409,218.75	1,584,218.75	
12/31/2017					1,993,437.50
02/15/2018			388,656.25	388,656.25	
08/15/2018	1,215,000	3.750%	388,656.25	1,603,656.25	
12/31/2018					1,992,312.50
02/15/2019			365,875.00	365,875.00	
08/15/2019	1,260,000	4.000%	365,875.00	1,625,875.00	
12/31/2019					1,991,750.00
02/15/2020			340,675.00	340,675.00	
08/15/2020	1,310,000	4.000%	340,675.00	1,650,675.00	
12/31/2020					1,991,350.00
02/15/2021			314,475.00	314,475.00	
08/15/2021	1,365,000	4.250%	314,475.00	1,679,475.00	
12/31/2021					1,993,950.00
02/15/2022			285,468.75	285,468.75	
08/15/2022	1,425,000	5.000%	285,468.75	1,710,468.75	
12/31/2022					1,995,937.50
02/15/2023			249,843.75	249,843.75	
08/15/2023	1,495,000	5.000%	249,843.75	1,744,843.75	
12/31/2023					1,994,687.50
02/15/2024			212,468.75	212,468.75	
08/15/2024	1,570,000	5.000%	212,468.75	1,782,468.75	
12/31/2024					1,994,937.50
02/15/2025			173,218.75	173,218.75	
08/15/2025	1,645,000	4.750%	173,218.75	1,818,218.75	
12/31/2025					1,991,437.50
02/15/2026			134,150.00	134,150.00	
08/15/2026	1,725,000	4.800%	134,150.00	1,859,150.00	

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**BOND DEBT SERVICE**

Hidalgo County, Texas  
Certificates of Obligation, Series 2009  
-- FINAL Pricing: 1/12/09, 12:40 PM --

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
12/31/2026					1,993,300.00
02/15/2027			92,750.00	92,750.00	
08/15/2027	1,810,000	5.000%	92,750.00	1,902,750.00	
12/31/2027					1,995,500.00
02/15/2028			47,500.00	47,500.00	
08/15/2028	1,900,000	5.000%	47,500.00	1,947,500.00	
12/31/2028					1,995,000.00
	24,280,000		13,309,602.43	37,589,602.43	37,589,602.43