

Journal Entry

JE- 90904

PREPARED BY: Milly Rodriguez

DATE: 03/17/09

APPROVED BY:



DATE: 3/17/09

Account Name	Account Number	Debit	Credit
AMT TO BE PROV-BONDS PAYABLE	9-9000-182-01-000-400-0-000	6,995,000.00	
BONDS PAYABLE-REFUNDING BONDS,2009A	9-9000-231-10-000-440-0-000		6,995,000.00
1 TO RECORD LIMITED TAX REFUNDING BONDS, SERIES 2009A.			
REF BONDS,2009A-CASH	9-1440-101-00-000-000-0-000	7,121,682.38	
REF BONDS,2009A-ISSUANCE COSTS	9-1440-476-00-000-000-0- 339 866	102,408.80	
REF BONDS,2009A-ISSUAN(C UNDERWRITER DISCOUNT	9-1440-476-00-000-000-0- 339 866	36,995.70	
REF BONDS,2009A-ISSUAN(C INSURANCE PREMIUM	9-1440-476-00-000-000-0- 339 866	27,302.65	
REF BONDS,2009A-BOND PROCEEDS	9-1440-393-10-000-000-0-000		6,995,000.00
REF BONDS,2009A-BOND PREMIUM	9-1440-393-60-000-000-0-000		258,046.20
REF BONDS,2009A-INTEREST EARNINGS	9-1440-361-10-000-000-0-000		35,343.33
2 TO RECORD RECEIPT BOND PROCEEDS AND ISSURANCE COSTS FOR REFUNDING BONDS, SERIES 2009A.			
NOTES PAYABLE-SERIES 2007	9-9000-235-01-000-302-0-000	4,550,000.00	
AMT TO BE PROV-N/P-SERIES 2007	9-9000-182-01-000-302-0-000		4,550,000.00
3 TO REDUCE LONG TERM DEBT OBLIGATION FOR HIDALGO COUNTY C.O SERIES 2007 DUE TO REFUNDING BONDS SERIES 2009A.			
NOTES PAYABLE-SERIES 1998	9-9000-231-01-000-428-0-000	2,490,000.00	
AMT TO BE PROV-N/P-SERIES 1998	9-9000-182-01-000-400-0-000		2,490,000.00
4 TO REDUCE LONG TERM DEBT OBLIGATION FOR HIDALGO COUNTY TAX NOTES SERIES 2007 DUE TO REFUNDING BONDS SERIES 2009A.			
REF BONDS,2009A-PMT TO REF BND ESCROW	9-1440-492-00-000-000-0-865	7,086,339.05	
REF BONDS,2009A-CASH	9-1440-101-00-000-000-0-000		7,086,339.05
5 TO RECORD BONDS, 2009A SERIES PAYMENT TO REF BOND ESCROW AGENT.			
TRANSFERS OUT-REF BONDS, 2009A	9-1428-491-01-000-440-0-891	9,386.22	
DUE/TO FROM REF BONDS, 2009A	9-1428-130-01-000-440-0-000		9,386.22
DUE/TO FROM CERT OF OBLIG, SR 1998	9-1440-130-01-000-428-0-000	9,386.22	
TRANSFERS IN-CERT OF OBLIG, SR 1998	9-1440-391-01-000-428-0-000		9,386.22
6 TO REC TRANSFER FROM CERTIFICATE OF OBLIGATION, SERIES 1998 TO REFUNDING BONDS, SERIES 2009A FOR COUNTY CASH CONTB PORTION.			
TRANSFERS OUT-REF BONDS, 2009A	9-1401-491-01-000-440-0-891	17,431.56	
DUE/TO FROM REF BONDS, 2009A	9-1401-130-01-000-440-0-000		17,431.56
DUE/TO FROM TAX NOTES,2007	9-1140-130-01-000-401-0-000	17,431.56	
TRANSFERS IN-TAX NOTES,2007	9-1440-391-01-000-401-0-000		17,431.56
7 TO REC TRANSFER FROM TAX NOTES SERIES 2007 TO REFUNDING BONDS, SERIES 2009A FOR COUNTY CASH CONTRIBUTION PORTION.			
REF BONDS,2009A-ADVANCE REFUNDING ES	9-1440-477-00-000-000-0-865	26,817.78	
REF BOND, 2009A-CASH	9-1440-101-00-000-000-0-000		26,817.78
8 TO RECORD REFUNDING BONDS, SERIES 2009A COUNTY CASH CONTRIBUTION DUE2 BANK OF NEW YORK.			
TOTALS:		\$ 14,283,389.53	\$ 14,283,389.53

ESTRADA • HINOJOSA

March 13, 2009

To: All parties on attached distribution list

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

CLOSING MEMORANDUM

HIDALGO COUNTY, TEXAS

\$6,995,000

LIMITED TAX REFUNDING BONDS, SERIES 2009A

Date of Closing: Tuesday, March 17, 2009
Time of Closing: 10:00 A.M. (CDT)
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
jramirez@rg-legal.com

A. RECEIPTS

1. Bond Proceeds

Southwest Securities (the "Purchaser"), on behalf of itself and Stifel Nicolaus, will pay Hidalgo County, Texas (the "Issuer") for its Certificates of Obligation, Series 2009A (the "Obligations") the amount of \$7,251,393.83, computed as follows:

Principal Amount of the Obligations (A)	\$6,995,000.00
Plus: Accrued Interest (B)	35,343.33
Plus: Net Premium (C)	258,046.20
Less: Underwriters' Discount (D)	<u>(36,995.70)</u>
Total Paid by the Purchaser for the Obligations	<u>\$7,251,393.83</u>

ESTRADA HINOJOSA & COMPANY, INC.
1737 Main Street
4th Floor, Suite 470 Dallas, Texas 75201
(214) 698-6677 • (800) 675-5352 • Fax (214) 628-1671

DALLAS HOUSTON MIAMI SAN ANTONIO SAN DIEGO

FINAL
3/13/2009, 10:30 AM

The amount of \$7,251,393.83, paid by the Purchaser will be wire-transferred in same day Federal Funds by 9:00 A.M. (CDT) 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

2. Issuer Contribution

A cash contribution of \$26,817.78 paid by the Issuer, will be wire-transferred in same day Federal Funds by 9:00 A.M. (CDT) on **Monday, March 16, 2009** 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

The following is a summary of the receipts:

Paid by the Purchaser	\$7,251,393.83
Issuer Cash Contribution	<u>26,817.78</u>
Total Receipts	<u>\$7,278,211.61</u>

B. DISBURSEMENTS

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

1. Insurance Premium

The Paying Agent will wire-transfer \$27,302.65 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 Limited Tax Refunding Bonds, Series 2009A
Insurance Policy #: D-2009-203
Attn: Nicole DiMarco (212) 261-5593

2. The Paying Agent will internally transfer to The Bank of New York Mellon Trust Company, N.A. (the "Escrow Agent"), who will deposit \$7,113,156.83 into the "Escrow Fund", as defined in the Escrow Deposit Letter between the Issuer and the Escrow Agent, to be applied in accordance with the terms of the Escrow Deposit Letter for the defeasance of the "Refunded Obligations" identified in Schedule I herein.

3. The Paying Agent will wire-transfer \$35,343.33, 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 \$101,358.80 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 #: 2513706696
 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 for paying agent fees and \$550.00 for escrow agent and call fees.

The following is a summary of the disbursements:

Disbursements:

Insurance Premium	\$27,302.65
Deposit to Escrow Fund	7,113,156.83
Deposit to Debt Service Fund	35,343.33
Cost of Issuance (including Paying Agent and Escrow Agent Fees)	102,408.80
Total	<u>\$7,278,211.61</u>

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

**SCHEDULE I
SCHEDULE OF REFUNDED OBLIGATIONS**

Bond	Maturity Date	Interest Rate	Par Amount	Call Date	Call Price
<u>Limited Tax Certificates of Obligation, Series 1998</u>					
Serials	8/15/2010	4.500%	\$ 230,000.00	3/18/2009	100.00
	8/15/2011	4.600%	240,000.00	3/18/2009	100.00
	8/15/2012	4.700%	250,000.00	3/18/2009	100.00
	8/15/2013	4.750%	260,000.00	3/18/2009	100.00
	8/15/2014	4.800%	275,000.00	3/18/2009	100.00
	8/15/2015	4.900%	285,000.00	3/18/2009	100.00
	8/15/2016	5.000%	300,000.00	3/18/2009	100.00
	8/15/2017	5.000%	315,000.00	3/18/2009	100.00
	8/15/2018	5.000%	335,000.00	3/18/2009	100.00
			<u>\$ 2,490,000.00</u>		
<u>Tax Notes, Series 2007</u>					
Term 2010	8/15/2010	3.990%	\$ 4,550,000.00	3/18/2009	100.00
			<u>\$ 7,040,000.00</u>		

35%

65%

COUNTY OF HIDALGO, TEXAS
2009 PAYMENTS SCHEDULE

FUND	NAME OF INDEBTEDNESS INSTRUMENT	PAYEE	BALANCE AT 12/31/2008	DUE DATE	INTEREST AMOUNT	PRINCIPAL AMOUNT	TOTAL	BALANCE AT 12/31/2009
CERTIFICATES OF OBLIGATION AND BONDS - 1ST PAYMENT								
1428	Certificates of Obligation - Ser 1998	Bank of NY	2,975,000.00	02/15/09	70,747.50	-	70,747.50	2,975,000.00
1430	Certificates of Obligation - Ser 2000	Texas State Bank	4,310,000.00	02/15/09	109,380.00	-	109,380.00	4,310,000.00
1431	Certificates of Obligation - Ser 2001	Texas State Bank	3,085,000.00	02/15/09	73,868.75	-	73,868.75	3,085,000.00
1432	Certificates of Obligation - Ser 2002	Texas State Bank	6,615,000.00	02/15/09	129,199.38	-	129,199.38	6,615,000.00
1434	Certificates of Obligation - Ser 2004	Texas State Bank	16,260,000.00	02/15/09	362,156.25	-	362,156.25	16,260,000.00
1435	Refunding Bonds - Ser 2005	Texas State Bank	51,330,000.00	02/15/09	1,273,512.50	-	1,273,512.50	51,330,000.00
1436	Certificates of Obligation - Ser 2006	Texas State Bank	36,675,000.00	02/15/09	839,756.25	-	839,756.25	36,675,000.00
1437	Refunding Bonds - Ser 2006	Texas State Bank	1,145,000.00	02/15/09	22,900.00	-	22,900.00	1,145,000.00
1438	Refunding Bonds - Ser 2007	Texas State Bank	26,180,000.00	02/15/09	544,141.25	-	544,141.25	26,180,000.00
			148,575,000.00		3,425,661.88	-	3,425,661.88	148,575,000.00

CERTIFICATES OF OBLIGATION AND BONDS - 2ND PAYMENT								
1428	Certificates of Obligation - Ser 1998	Bank of NY	2,975,000.00	08/15/09	70,747.50	485,000.00	555,747.50	2,490,000.00
1430	Certificates of Obligation - Ser 2000	Texas State Bank	4,310,000.00	08/15/09	109,380.00	2,100,000.00	2,209,380.00	2,210,000.00
1431	Certificates of Obligation - Ser 2001	Texas State Bank	3,085,000.00	08/15/09	73,868.75	940,000.00	1,013,868.75	2,145,000.00
1432	Certificates of Obligation - Ser 2002	Texas State Bank	6,615,000.00	08/15/09	129,199.38	840,000.00	969,199.38	5,775,000.00
1434	Certificates of Obligation - Ser 2004	Texas State Bank	16,260,000.00	08/15/09	362,156.25	2,070,000.00	2,432,156.25	14,190,000.00
1435	Refunding Bonds - Ser 2005	Texas State Bank	51,330,000.00	08/15/09	1,273,512.50	90,000.00	1,363,512.50	51,240,000.00
1436	Certificates of Obligation - Ser 2006	Texas State Bank	36,675,000.00	08/15/09	839,756.25	765,000.00	1,604,756.25	35,910,000.00
1437	Refunding Bonds - Ser 2006	Texas State Bank	1,145,000.00	08/15/09	22,900.00	485,000.00	507,900.00	660,000.00
1438	Refunding Bonds - Ser 2007	Texas State Bank	26,180,000.00	08/15/09	544,141.25	125,000.00	669,141.25	26,055,000.00
			148,575,000.00		3,425,661.88	7,900,000.00	11,325,661.88	140,675,000.00
			148,575,000.00		6,851,323.76	7,900,000.00	14,751,323.76	140,675,000.00

PLEGDED NOTE PAYMENTS								
1401	Tax Notes, Series 2007	Texas State Bank	8,925,000.00	02/15/09	178,053.75	-	178,053.75	
1401	R&B Precinct No. 1 (Mile 2 & 6 v S-2008-003-06)	SIB	911,009.00	08/15/09 09/05/09	178,053.75 36,440.36	4,375,000.00 75,878.81	4,553,053.75 112,319.17	4,550,000.00 835,130.19
			9,836,009.00		392,547.86	4,450,878.81	4,843,426.67	5,385,130.19

UNPLEGDED NOTE PAYMENTS								
1401	R&B Precinct No. 1 (Mile 2 W) S-2005-001-01	SIB	790,838.73	06/09/09	29,656.45	146,741.62	176,398.07	644,097.11
1401	R&B Precinct No. 1 (FM1015) S-2005-002-02	SIB	909,464.53	08/15/09	34,104.92	168,752.86	202,857.78	740,711.67
			1,700,303.26		63,761.37	315,494.48	379,255.85	1,384,808.78
ALL NOTE PAYMENTS			11,536,312.26		456,309.23	4,766,373.29	5,222,682.52	6,769,938.97

GRAND TOTALS	<u>160,111,312.26</u>	<u>7,307,632.99</u>	<u>12,666,373.29</u>	<u>19,974,006.28</u>	<u>147,444,938.97</u>
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Norma G. Garcia

Hidalgo County Treasurer

2810 South Business Hwy 281, Edinburg, Texas 78539-6243

Telephone: (956) 318-2506 Fax: (956) 318-2507



March 17, 2009

Roxanna De Leon
First National Bank
100 West Cano
Edinburg, Texas 78539

Dear Ms. De Leon:

This letter will serve as authorization for First National Bank to issue transfer(s) on behalf of Hidalgo County as follows:

From: Debt Service Account, #14019471

To: The Bank of New York Mellon Trust Company, N.A.
ABA: 021000018
Acct Name: Dallas Issuer Administrative Service
Account #: GLA211-065
F/F/C: TAS# 428493
Contact: Michelle Baldwin (214) 468-6254

Amount: \$26,817.78

Please fax confirmation of transfer. Your Prompt attention to this matter is greatly appreciated.

Should you have any questions or concerns, please do not hesitate to contact my office at (956) 318-2506.

Sincerely,

Handwritten signature of Norma G. Garcia in black ink.

Norma G. Garcia
Hidalgo County Treasurer

Handwritten signature of Raymundo Eufrazio in black ink.

Raymundo Eufrazio, CPA
Hidalgo County Auditor

IFTS Message Print - Message Inquiry Display Dialog Box

User: RDELEON Bank: First National Bank Date: 03/18/09 10:07:02

Message Status: PNRM

Seq Num: 20090760010900 Related Seq Num: 20090760011800

Pay Method: FED Output Message ID: FTI0811

Date Recvd: 03/17/2009 10:08:05 Value Date: 03/17/2009

Sender: 114921415

Amount: \$26,817.78

Debit info --

Account: 14009471
Name: COUNTY OF HIDALGO
Addr1: ATTN ROXANNA DE LEON
Addr2: FNB CASH MANAGEMENT PUBLIC FUNDS
Addr3:
Addr4:

Credit info --

Account: 114921415
Name: BANK OF NEW YORK
Addr1:
Addr2:
Addr3:
Addr4:

Advice: Dept: BR-98 Trancode: DOMESTIC
Category: Linesheet: Create Template:

Message Text:

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IMAD {1520}20090317K4B74W1C000027
Amount {2000}000002681778
Sender DI {3100}114921415*
Sndr Ref {3320}20090760010900*
Rcvr DI {3400}021000018*
Bus Func {3600}CTR*
BNF {4200}DGLA 211065*
DALLAS ISSUER ADMINISTRATIVE SVC*
ONE WALL ST *
NEW YORK NY*
ORG {5000}D14009471*
COUNTY OF HIDALGO*
ATTN ROXANNA DE LEON*
FNB CASH MANAGEMENT PUBLIC FUNDS*
OBI {6000}FFC TAS# 428493*
CONTACT MICHELLE BALDWIN *
214 468 6254*