Form **8038-CP**
(Rev. June 2010)
Department of the Treasury
Internal Revenue Service

Return for Credit Payments to Issuers of Qualified Bonds

OMB No. 1545-2142

Part I Information on Entity That Is To Receive Payment of Credit and Communications

Check box if **Amended Return** ▶ ☐

1 Name of entity that is to receive payment of the credit: County of Hidalgo

2 Employer identification number (EIN): 74 6000717

3 Number and street (or P.O. box no. if mail is not delivered to street address): 2818 S. Business Highway 281 — Room/suite:

4 City, town, or post office, state, and ZIP code: Edinburg, TX 78539

5 Name and title of designated contact person whom the IRS may call for more information: Mr. Valde Guerra, Executive Officer

6 Telephone number of officer or legal representative: (956) 292-7025

Part II Reporting Authority

7 Issuer's name (if same as line 1, enter "SAME" and skip lines 8, 9, 11, 15, and 16): SAME

8 EIN:

9 Number and street (or P.O. box no. if mail is not delivered to street address) — Room/suite:

10 Report number *(For IRS Use Only)*: 8

11 City, town, or post office, state, and ZIP code:

12 Date of issue (MM/DD/YYYY): 07 / 14 / 2010

13 Name of issue: Certificates of Obligation, Taxable Series 2010B (Build America Bonds - Direct)

14 CUSIP number (See instructions.): 429326UU3

15 Name and title of officer or other person whom the IRS may call for more information:

16 Telephone number of officer or other person to call: ( )

17a Type of issue ▶ For build America bonds and recovery zone economic development bonds, check the applicable box (see instructions)
☐ Educational ☐ Health and Hospital ☐ Transportation ☐ Public Safety ☐ Environmental ☐ Housing ☐ Utilities ☑ Other

b For build America bonds, recovery zone economic development bonds, and specified tax credit bonds, enter the issue price ▶ 17b 17,785,000 00

c Check applicable box ▶ ☐ Variable rate bond ☑ Fixed rate bond

Part III Payment of Credit (For specified tax credit bonds with multiple maturities, see instructions.)

18	Interest payment date to which this payment of credit relates (MM/DD/YYYY) 08 / 15 / 2012		
19a	Interest payable to bondholders on the interest payment date	19a	510,932 00
b	For specified tax credit bonds only, enter the applicable credit rate determined under Sec. 54A(b)(3) ☐☐.☐☐ %		
c	For specified tax credit bonds only, enter the interest that would be payable to bondholders on the interest payment date calculated using the applicable credit rate (see instructions)	19c	
20	Amount of credit payment to be received as of the interest payment date (complete only line 20a, 20b, 20c, 20d, 20e, or 20f):		
a	Build America bonds. Multiply line 19a by 35% (0.35)	20a	178,826 20
b	Recovery zone economic development bonds. Multiply line 19a by 45% (0.45)	20b	
c	New clean renewable energy bonds enter the lesser of line 19a or 70% of line 19c	20c	
d	Qualified energy conservation bonds enter the lesser of line 19a or 70% of line 19c	20d	
e	Qualified zone academy bonds enter the lesser of lines 19a or 19c	20e	
f	Qualified school construction bonds enter the lesser of lines 19a or 19c	20f	
21	Adjustment to previous credit payments (complete line 21a OR line 21b only):		
a	Net increase to previous payments (attach explanation)	21a	
b	Net decrease to previous payments (attach explanation)	21b	( )
22	Amount of credit payment to be received. Combine either line 20a, 20b, 20c, 20d, 20e, or 20f with line 21a or line 21b	22	178,826 20
23	Is this the final interest payment date?		Yes ☐ No ☑
24	If the entity identified in Part I is not the issuer, check this box		▶ ☐

Direct Deposit

25 Enter direct deposit information below:

a Routing number 1 1 4 9 2 1 4 1 5 ▶ b Type: ☑ Checking ☐ Savings

c Account number 1 4 0 0 9 4 7 1

Signature and Consent

Under penalties of perjury, I declare that I have examined this return, and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. I further declare that I authorize the IRS to send the requested refundable credit payment to the entity identified in Part I, and I consent to the disclosure of the issuer's return information, as necessary to process the refundable credit payment, to the designated contact person(s) listed above in Parts I and II, as applicable.

▶ Signature of issuer — Date — ▶ Valde Guerra, Executive Officer — Type or print name and title

Paid Preparer's Use Only

Preparer's signature ▶ — Date — Check if self-employed ☐ — Preparer's SSN or PTIN

Firm's name (or yours if self-employed), address, and ZIP code ▶ — EIN — Phone no. ( )

For Privacy Act and Paperwork Reduction Act Notice, see the separate instructions.

Cat. No. 52810E Form **8038-CP** (Rev. 6-2010)