



AGENDA
DRAINAGE DISTRICT
BOARD OF DIRECTORS
August 20, 2013
9:00 A.M.

NOTICE is hereby given in accordance with Chapter 551, Texas Government Code, that a SPECIAL MEETING of the Drainage District #1 Board of Directors will be held at the Edinburg Council Chambers, 415 W. University Drive, Edinburg, Hidalgo County, Texas. Discussion and possible action relating to the following business will be transacted:

1. **Roll Call**
2. **Open Forum**
3. **Approval of Consent Agenda**
4. **AI-40154** Presentation and Approval of Hidalgo County Drainage District No.1 Financial Statements and Independent Auditors' Report for 2012.
5. **AI-40213** Approval to review and update existing Drainage Advisory Committee.
6. **AI-40165** Approval of Interlocal Cooperation Agreement between The County of Hidalgo and Hidalgo County Drainage District No.1 as it relates to South Floodwater Channel Structure.
7. **AI-40241**
 - A. Submission of 2013 effective and rollback tax rates.
 - B. Discussion of 2013 planning calendar.
 - C. Discussion of 2013 tax rates.
 - D. Record vote on proposed 2013 tax rate and schedule two (2) public hearings if proposed tax rate exceeds the lower of the effective or rollback rates.
8. **AI-40259** Approval of Subsidiary Interlocal Agreement between the County of Hidalgo and Hidalgo County Drainage District No. 1, authorizing the sale, assignment and transfer of contract between Hidalgo County and S & B Infrastructure Inc. providing studies, data, calculations, designs, plans and specifications for the drainage project popularly called the "Raymondville Drain".
9. **Closed Session:**

Board of Directors may go into Closed Session pursuant to Chapter 551, Texas Government Code, Sections 551.071 & 551.072 to discuss the following:

 - A. **Real Estate Acquisition**
 - B. **Pending and/or Potential Litigation**

- 10. Open Session:**
 - A. Real Estate Acquisition**
 - B. Pending and/or Potential Litigation**
- 11. Closed Session:**

Board of Directors may reconvene into Closed Session for the discussion regarding the agenda items listed
- 12. Open Session:**

Board of Directors may reconvene into Open Session for the discussion regarding the agenda items listed
- 13. Adjourn**

AI-40154

4.

DRAINAGE DISTRICT

Meeting Date: 08/20/2013

Submitted By: Sylvia Sanchez, DRAINAGE
DISTRICT

Department: DRAINAGE DISTRICT

Information

CAPTION

Presentation and Approval of Hidalgo County Drainage District No.1 Financial Statements and Independent Auditors' Report for 2012.

BACKGROUND

Form Review

Inbox	Reviewed By	Date
Budget & Management	Obdett Calzada	08/13/2013 04:21 PM
Final Approval	Monica Badillo	08/16/2013 04:10 PM
Form Started By: Sylvia Sanchez		Started On: 08/12/2013 11:21 AM
	Final Approval Date: 08/16/2013	

AI-40213

5.

DRAINAGE DISTRICT

Meeting Date: 08/20/2013

Submitted By: Monica Badillo, EXECUTIVE
OFFICE

Department: EXECUTIVE OFFICE

Information

CAPTION

Approval to review and update existing Drainage Advisory Committee.

BACKGROUND

Form Review

Inbox	Reviewed By	Date
Budget & Management	Obdett Calzada	08/15/2013 09:02 AM
Final Approval	Monica Badillo	08/16/2013 04:10 PM
Form Started By: Monica Badillo		Started On: 08/14/2013
Final Approval Date: 08/16/2013		

AI-40165

6.

DRAINAGE DISTRICT

Meeting Date: 08/20/2013

Submitted By: Sylvia Sanchez, DRAINAGE
DISTRICT

Department: DRAINAGE DISTRICT

Information

CAPTION

Approval of Interlocal Cooperation Agreement between The County of Hidalgo and Hidalgo County Drainage District No.1 as it relates to South Floodwater Channel Structure.

BACKGROUND

Form Review

Inbox	Reviewed By	Date
Budget & Management	Obdett Calzada	08/13/2013 04:21 PM
Final Approval	Monica Badillo	08/16/2013 04:10 PM
Form Started By: Sylvia Sanchez		Started On: 08/13/2013 10:17 AM
	Final Approval Date: 08/16/2013	

AI-40241

7.

DRAINAGE DISTRICT

Meeting Date: 08/20/2013

Submitted By: Veronica Ortiz, BUDGET &
MANAGEMENT

Department: BUDGET & MANAGEMENT

Information

CAPTION

- A. Submission of 2013 effective and rollback tax rates.
- B. Discussion of 2013 planning calendar.
- C. Discussion of 2013 tax rates.
- D. Record vote on proposed 2013 tax rate and schedule two (2) public hearings if proposed tax rate exceeds the lower of the effective or rollback rates.

BACKGROUND

Form Review

Inbox	Reviewed By	Date
Budget & Management	Ivan Cantu	08/16/2013 11:13 AM
Final Approval	Monica Badillo	08/16/2013 04:10 PM
Form Started By: Veronica Ortiz		Started On: 08/16/2013
	Final Approval Date: 08/16/2013	

AI-40259

8.

DRAINAGE DISTRICT

Meeting Date: 08/20/2013

Submitted By: Monica Badillo, EXECUTIVE
OFFICE

Department: EXECUTIVE OFFICE

Information

CAPTION

Approval of Subsidiary Interlocal Agreement between the County of Hidalgo and Hidalgo County Drainage District No. 1, authorizing the sale, assignment and transfer of contract between Hidalgo County and S & B Infrastructure Inc. providing studies, data, calculations, designs, plans and specifications for the drainage project popularly called the "Raymondville Drain".

BACKGROUND

Attachments

calendar

gov body

Notice

Form Review

Inbox	Reviewed By	Date
Budget & Management	Ivan Cantu	08/16/2013 02:33 PM
Final Approval	Monica Badillo	08/16/2013 04:10 PM
Form Started By: Monica Badillo		Started On: 08/16/2013
	Final Approval Date: 08/16/2013	

2013 Planning Calendar

HIDALGO COUNTY DRAINAGE DISTRICT #1

Date: 08/16/2013

Date	Activity
April-May	Mailing of notices of appraised value by chief appraiser.
April 30	The chief appraiser prepares and certifies to the tax assessor for each county, municipality, and school district participating in the appraisal district an estimate of the taxable value .
May 15	Deadline for submitting appraisal records to ARB.
July 20* (Aug. 30)	Deadline for ARB to approve appraisal records.
July 25	Deadline for chief appraiser to certify rolls to taxing units.
	Certification of anticipated collection rate by collector.
August 9, 2013	Calculation of effective and rollback tax rates.
August 19, 2013	Publication of effective and rollback tax rates, statement and schedules; submission to governing body.
	72-hour notice for meeting (<i>Open Meetings Notice</i>).
August 20, 2013	Meeting of governing body to discuss tax rate; if proposed rate tax rate will exceed the rollback rate or the effective tax rate (whichever is lower), take record vote and schedule public hearing.
August 25, 2013	Notice of Public Hearing on Tax Increase is the first quarter-page notice in newspaper and on TV and website, if available, published at least seven days before public hearing.
	72-hour notice for public hearing (<i>Open Meetings Notice</i>)
September 3, 2013	Public hearing.
	72-hour notice for second public hearing (<i>Open Meetings Notice</i>)
September 10, 2013	Second public hearing (may not be earlier than 3 days after first public hearing); schedule and announce meeting to adopt tax rate 3-14 days from this date.
September 17, 2013	Notice of Tax Revenue Increase published before meeting** to adopt tax rate is the second quarter-page notice in newspaper before meeting and published on TV and website (if available, at least seven days before meeting).
	72-hour notice for meeting at which governing body will adopt tax rate (<i>Open Meetings Notice</i>)
September 24, 2013	Meeting to adopt tax rate. Meeting is 3 to 14 days after second public hearing. Taxing unit must adopt tax rate by Sept. 30 or 60 days after receiving certified appraisal roll, whichever is later.

*Tax Code Section 81.06 directs that if a date falls on a weekend, the deadline is extended to the following regular business day

**Advice of taxing unit legal counsel should be sought to determine which approach to take in notifying the public of the meeting at which the governing body will vote on the tax rate.

Source: Texas Comptroller of Public Accounts, 2013.

2013 Governing Body Summary #1A*

Benchmark 2013 Tax Rates

HIDALGO COUNTY DRAINAGE DISTRICT #1

Date: 08/16/2013

DESCRIPTION OF TAX RATE	TAX RATE PER \$100	THIS YEAR'S TAX LEVY**	ADDITIONAL TAX LEVY
Effective Tax Rate	\$0.0741	\$20,190,548	
One Percent \$100 Tax Increase***	\$0.0748	\$20,381,282	\$190,734
One Cent per \$100 Tax Increase***	\$0.084100	\$22,915,319	\$2,724,771
Notice & Hearing Limit****	\$0.0741	\$20,190,548	\$0
Rollback Tax Rate	\$0.0992	\$27,029,722	\$6,839,174
Last Year's Tax Rate	\$0.075000	\$20,435,778	\$245,230
Proposed Tax Rate	\$0	\$0	\$-20,190,548

*These figures are provided as estimates of possible outcomes resulting from varying the tax rate. Please be aware that these are only estimates and should not be used alone in making budgetary decisions.

**Tax levies are calculated using line 19 of the Effective Tax Rate Worksheet and this year's frozen tax levy on homesteads of the elderly or disabled.

***Tax increase compared to effective tax rate.

****The Notice and Hearing Limit is the highest tax rate that may be adopted without notices and a public hearing. It is the lower of the rollback tax rate or the effective tax rate. 0

**2013 Property Tax Rates in HIDALGO COUNTY DRAINAGE
DISTRICT #1**

This notice concerns the 2013 property tax rates for HIDALGO COUNTY DRAINAGE DISTRICT #1. It presents information about three tax rates. Last year's tax rate is the actual tax rate the taxing unit used to determine property taxes last year. This year's *effective* tax rate would impose the same total taxes as last year if you compare properties taxed in both years. This year's *rollback* tax rate is the highest tax rate the taxing unit can set before taxpayers start rollback procedures. In each case these rates are found by dividing the total amount of taxes by the tax base (the total value of taxable property) with adjustments as required by state law. The rates are given per \$100 of property value.

Last year's tax rate:

Last year's operating taxes	\$12,019,406
Last year's debt taxes	\$7,836,441
Last year's total taxes	\$19,855,847
Last year's tax base	\$26,474,462,667
Last year's total tax rate	\$0.0750/\$100

This year's effective tax rate:

Last year's adjusted taxes (after subtracting taxes on lost property)	\$19,778,434
÷ This year's adjusted tax base (after subtracting value of new property)	\$26,672,685,144
=This year's effective tax rate (Maximum rate unless unit publishes notices and holds hearings.)	\$0.0741/\$100

This year's rollback tax rate:

Last year's adjusted operating taxes (after subtracting taxes on lost property and adjusting for any transferred function, tax increment financing, state criminal justice mandate, and/or enhanced indigent healthcare expenditures)	\$11,972,917
÷ This year's adjusted tax base	\$26,672,685,144
=This year's effective operating rate	\$0.0449/\$100
x 1.08 =this year's maximum operating rate	\$0.0484/\$100
+ This year's debt rate	\$0.0508/\$100
= This year's total rollback rate	\$0.0992/\$100

Statement of Increase/Decrease

If HIDALGO COUNTY DRAINAGE DISTRICT #1 adopts a 2013 tax rate equal to the effective tax rate of \$0.0741 per \$100 of value, taxes would increase compared to 2012 taxes by \$334,701.

Schedule A - Unencumbered Fund Balance

The following estimated balances will be left in the unit's property tax accounts at the end of the fiscal year. These balances are not encumbered by a corresponding debt obligation.

Type of Property Tax Fund	Balance
General Fund-(110) Maintenance & Operation	10,240,872
Debt Serv-(141) Unlimit Tax Improvement Bonds 2007	656,436
Debt Serv-(142) Unlimit Tax improvement Bonds 2008	577,051

Schedule B - 2013 Debt Service

The unit plans to pay the following amounts for long-term debts that are secured by property taxes. These amounts will be paid from property tax revenues (or additional sales tax revenues, if applicable).

Description of Debt	Principal or Contract Payment to be Paid from Property Taxes	Interest to be Paid from Property Taxes	Other Amounts to be Paid	Total Payment
Fund (141) Unlimited Tax Improvement Bonds 2013	1,220,000	982,244	0	2,202,244
Fund (142) Unlimited Tax Improvement Bonds 2013	3,070,000	2,918,388	0	5,988,388
Fund (143) Unlimited Tax Improvement Bonds 2013	1,340,000	4,326,456	0	5,666,456
Total required for 2013 debt service			\$13,857,088	
- Amount (if any) paid from Schedule A			\$0	
- Amount (if any) paid from other resources			\$0	
- Excess collections last year			\$0	
= Total to be paid from taxes in 2013			\$13,857,088	

+ Amount added in anticipation that the unit will collect only 100.00% of its taxes in 2013	\$0
= Total debt levy	\$13,857,088

This notice contains a summary of actual effective and rollback tax rates' calculations. You can inspect a copy of the full calculations at HIDALGO COUNTY TAX OFFICE 2804 S US HWY 281 EDINBURG TX 78539.

Name of person preparing this notice: PABLO (PAUL) VILLARREAL JR RTA
Title: HIDALGO COUNTY TAX ASSESSOR-COLLECTOR
Date Prepared: 08/16/2013