

COUNTY of HIDALGO



EDINBURG, TEXAS 78539

HIDALGO COUNTY AUDITOR'S OFFICE
Hidalgo County Administration Building
2808 South Business Highway 281
Edinburg, Texas 78539-6243
PHONE: (956) 318-2511
FAX: (956) 318-2577
WEBSITE: www.co.hidalgo.tx.us/auditor

July 25, 2018

The Honorable Ramon Garcia, Hidalgo County Judge
The Honorable David Fuentes, Commissioner, Precinct No. 1
The Honorable Eduardo "Eddie" Cantu, Commissioner, Precinct No. 2
The Honorable Jose M. Flores, Commissioner, Precinct No. 3
The Honorable Joseph Palacios, Commissioner, Precinct No. 4

RE: Certification of Revenue

Dear Judge and Commissioners:

Pursuant to Local Government Code § 111.07075 SPECIAL BUDGET FOR REVENUE RECEIVED AFTER START OF FISCAL YEAR.

The county auditor shall certify to the commissioners court the receipt of revenue from a new source not anticipated before the adoption of the budget and not included in the budget for that fiscal year. On certification, the court may adopt a special budget for the limited purpose of spending the revenue for general purposes or for any of its intended purposes.

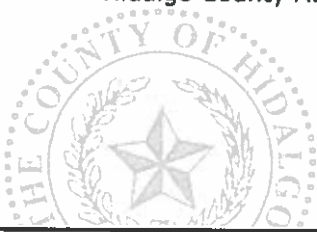
I, Maria A. Duran, County Auditor of Hidalgo County, certify to the Hidalgo County Commissioners Court the following revenue for interest earnings FY2018 in the amount of \$1.39. These funds may now be made available by creating a new special budget or amending a current budget for its intended purposes.

8-1436-361-10-000-000-0-000	CO 2006-INTEREST EARNINGS	\$ 1.38
8-1438-361-10-000-000-0-000	REF BONDS 2007-INTEREST EARNINGS	\$.01

CERTIFIED BY:

Maria A. Duran
Maria A. Duran, CPA
Hidalgo County Auditor

7-25-18
Date



HIDALGO COUNTY DISTRICT JUDGES

LUIS M. SINGLETERY JUDGE, 12 TH D.C.	JANIE E. TIJERINA JUDGE, 19 TH D.C.	J. A. "BOBBY" FLORES JUDGE, 13 TH D.C.	ROSE GUERRA REYNA JUDGE, 20 TH D.C.	JUAN R. PARTIDA JUDGE, 27 TH D.C.	MARIO E. RAMIREZ, JR. JUDGE, 32 ND D.C.	NOE GONZALEZ JUDGE, 37 TH D.C. OVERSEER	LETICIA LOPEZ JUDGE, 38 TH D.C.	L. KEHO YARQUEZ JUDGE, 39 TH D.C.	ISRAEL RAMON, JR. JUDGE, 43 RD D.C.	RENEE R. BETHACOURT JUDGE, 44 TH D.C.
--	---	--	---	---	---	--	---	---	---	---

AI-65820

2018 Interdepartmental Transfers 4. 0.

CC CONSENT

Meeting Date: 07/31/2018

Submitted For: Linda Fong, AUDITOR'S OFFICE

Submitted By: Margaret Mungia, AUDITOR'S OFFICE

Department: AUDITOR'S OFFICE

Information

CAPTION

1. Certification of revenues for interest earned in 2018 for Certificates of Obligation, Series 2006 (Fund 1436) and Refunding Bonds, Series 2007 (Fund 1438).
2. Approval of 2018 interfund transfer in the amount of \$921.26 from Certificates of Obligation, Series 2006 (Fund 1436) to Refunding Bonds, Series 2014C (Fund 1446) to close out retired debt service fund 1436.
3. Approval of 2018 interfund transfer in the amount of \$13.15 from Refunding Bonds, Series 2007 (Fund 1438) to Refunding Bonds, Series 2007 (Fund 1438) have been paid.

BACKGROUND

All bond principal and interest related to Certificates of Obligation, Series 2006 (Fund 1436) and Refunding Bonds, Series 2007 (Fund 1438) have been paid.

Fiscal Impact

Attachments

Budget Amendment

Form Review

Inbox	Reviewed By	Date
Budget & Management	Veronica Ortiz	07/25/2018 07:55 AM
Final Approval		
Form Started By: Margaret Mungia		Started On: 07/24/2018 04:38 PM

Account Number	Description	Budget	Pre Encumbrance Encumbrance	Pre Actual Actual	Avail/Rec
8-1436-311-11-000-000-0-000	CO 2006-CURRENT TAXES-REAL PRC	.00	.00	.00	.00
8-1436-311-12-000-000-0-000	CO 2006-DELINQUENT TAXES-REAL F	.00	.00	.00	.00
8-1436-319-11-000-000-0-000	CO 2006-CURRENT PENALTY & INTER	.00	.00	.00	.00
8-1436-319-12-000-000-0-000	CO 2006-DELINQUENT PENALTY & INT	.00	.00	.00	.00
8-1436-360-00-000-000-0-000	CO 2006-MISCELLANEOUS REVENUE	.00	.00	.00	.00
8-1436-361-10-000-000-0-000	CO 2006-INTEREST EARNINGS	.00	.00	1.38	1.38
Totals		.00	.00	1.38	1.38
Cancel					

Account Number	Description	Budget	Pre Encumbrance Encumbrance	Pre Actual Actual	Avail/Rec
8-1438-311-11-000-000-0-000	REF BONDS 2007-CURRENT TAXES-R	.00	.00	.00	.00
8-1438-311-12-000-000-0-000	REF BONDS 2007-DELINQ TAXES-RE/	.00	.00	.00	.00
8-1438-319-11-000-000-0-000	REF BONDS 2007-CURRENT PENALT*	.00	.00	.00	.00
8-1438-319-12-000-000-0-000	REF BONDS 2007-DELINQ PENALTY&	.00	.00	.00	.00
8-1438-360-00-000-000-0-000	REF BONDS 2007-MISCELLANEOUS R	.00	.00	.00	.00
8-1438-361-10-000-000-0-000	REF BONDS 2007-INTEREST EARNINC	.00	.00	.01	.01-
8-1438-391-01-000-435-0-000	TRANSFERS IN-REF BONDS 2005	.00	.00	.00	.00
Totals		.00	.00	.01	.01-
Cancel					

Linda Fong

From: David Cepeda <dcepeda@rg-legal.com>
Sent: Thursday, February 23, 2012 2:57 PM
To: 'Linda Fong'
Cc: 'Chuy Ramirez'
Subject: RE: Transfer of Surplus in Debt Service Fund
Attachments: DOC022312-005.pdf

Ms. Fong:

Please see the attached letter from Mr. Ramirez.

From: Linda Fong [mailto:linda.fong@auditor.co.hidalgo.tx.us]
Sent: Friday, February 17, 2012 4:37 PM
To: Jesus Ramirez
Cc: David Cepeda
Subject: Transfer of Surplus in Debt Service Fund

Good Afternoon Chuy,

Is it permissible to transfer the surplus in a debt service fund for COs and/or Refunding Bonds for which all principal and interest has been paid in full to other debt service funds of outstanding COs and/or Refunding Bonds? If you have previously opined on this matter, I would greatly appreciate a copy of the opinion. If not, could you give me your thoughts on this matter. I requested an opinion from Atlas & Hall but they referred me to bond counsel.

Thank you for your time and attention to this matter. If you have any questions please call me at 318-2511 ext. 4668.

Linda Fong
First Assistant Auditor
Hidalgo County Auditor's Office

RAMIREZ & GUERRERO, L.L.P.

Attorneys at Law

Ebony Park, Suite B

700 N. Veterans Blvd.

San Juan, Texas 78589

Phone: (956) 502-5424 Fax: (956) 502-5007

Writer's e-mail address: jramirez@rg-legal.com

Jesus Ramirez

*Jose R. Guerrero
Robert Schell*

February 23, 2012

Ms. Linda Fong
First Assistant Auditor
County Auditor's Office
Hidalgo County

Ms. Fong:

Generally, the answer is yes. The only cautions typically applicable are these:

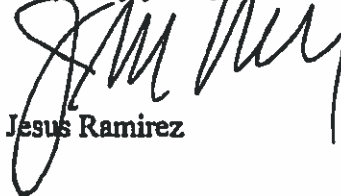
1. Make sure none of the money that you are transferring constitutes bond sales proceeds (sometimes we deposit accrued interest to the I & S fund. But under our documents, that money is out FIFO to pay interest within no later than one year from issuance. So, you typically will not have this problem.

2. The other caution is record-keeping. As you know, you have the 5 year arbitrage review. You want to make certain that you formally record that certain monies in the I & S Fund are no longer allocable to Series X, but are no allocable to Series Y. Since you advise that the bonds have been paid off, then the disallocation has already occurred by virtue of the final defeasance of that series.

3. Overabundance of caution: assure yourself that the monies constitute entirely local taxes, penalties and interest.

Let me know if I can be of further service.

Very truly yours,



Jesus Ramirez