



UNITED STATES OF AMERICA
STATE OF TEXAS
COUNTY OF HIDALGO

REGISTERED
NUMBER
T-1

REGISTERED
PRINCIPAL AMOUNT
\$24,795,000

HIDALGO COUNTY, TEXAS
CERTIFICATES OF OBLIGATION, SERIES 2019A

INTEREST RATE:
As shown below

DATED DATE:
May 15, 2019

MATURITY DATE:
August 15, as shown below

REGISTERED OWNER: WELLS FARGO SECURITIES, FROST BANK, AND SEIBERT
CISNEROS SHANK & CO., LLC

PRINCIPAL AMOUNT: TWENTY FOUR MILLION SEVEN HUNDRED NINETY FIVE
THOUSAND DOLLARS

MATURITY SCHEDULE

<u>YEAR OF MATURITY</u> (August 15)	<u>PRINCIPAL AMOUNT (\$)</u>	<u>INTEREST RATE (%)</u>
2020	765,000	5.000
2021	805,000	5.000
2022	200,000	5.000
2023	855,000	5.000
2024	895,000	5.000
2025	1,560,000	5.000
2026	1,020,000	5.000
2027	1,070,000	5.000
2028	1,125,000	5.000
2029	1,180,000	5.000
2030	1,240,000	5.000
2031	1,300,000	5.000
2032	1,365,000	5.000
2033	1,435,000	5.000
2034	1,505,000	4.000
2035	1,565,000	4.000
2036	1,625,000	4.000
2037	1,695,000	4.000
2038	1,760,000	4.000
2039	1,830,000	4.000

THE COUNTY OF HIDALGO, TEXAS (the “County”), for value received, hereby promises to pay to the Registered Owner identified above or registered assigns, on the Maturity Date specified above, upon presentation and surrender of this Certificate at the trust office of The Bank of New York Mellon Trust Company, N.A., Dallas, Texas or its successor (the “Paying Agent/Registrar”), the Principal Amount identified above (or so much thereof as shall not have been paid) payable in any coin or currency of the United States of America which, on the date of payment, is legal tender for the payment of debts due to the United States of America, and to pay interest thereon at the rate shown above, calculated on a basis of a 360-day year composed of twelve 30-day months, from the later of the date of delivery or the most recent interest payment date to which interest has been paid or duly provided for. Interest on this Certificate is payable on August 15, 2019 and each February 15 and August 15 thereafter until maturity of this Certificate by check mailed by the Paying Agent/Registrar to the Registered Owner of record as of the close of business on the last business day of the month next preceding the applicable interest payment date, as shown on the registration books kept by the Paying Agent/Registrar. Any accrued interest due at maturity shall be paid upon presentation and surrender of this Certificate at the trust office of the Paying Agent/Registrar.

IF THE DATE for any payment due on the Certificate shall be a Saturday, Sunday, or legal holiday, or a day on which banking institutions in the County where the trust office of the Paying Agent/Registrar is located are authorized by law or executive order to close, or the United States Postal Service is not open for business, then the date of such payment shall be the next succeeding day which is not a Saturday, Sunday, legal holiday, a day on which banking institutions are authorized to close, or a day on which the United States Postal Service is not open for business; and payment on such date shall have the same force and effect as if made on the original date payment was due.

IF INTEREST on any Certificate is not paid on any Interest Payment Date and continues unpaid for thirty (30) days thereafter, the Paying Agent/Registrar shall establish a new record date for the payment of such interest, to be known as a Special Record Date. The Paying Agent/Registrar shall establish a Special Record Date when funds to make such interest payment are received from or on behalf of the County. Such Special Record Date shall be fifteen (15) days prior to the date fixed for payment of such past due interest, and notice of the date of payment and the Special Record Date shall be sent by United States mail, first class, postage prepaid, not later than five (5) days prior to the Special Record Date, to each Record Owner of an affected Certificate as of the close of business on the last business day next preceding the date of mailing of such notice.

THIS CERTIFICATE IS ONE OF A DULY AUTHORIZED SERIES OF CERTIFICATES (the “Certificates”) dated May 15, 2019 in the aggregate principal amount of \$24,795,000 issued pursuant to an order adopted by the Commissioners Court of the County of Hidalgo, on May 21, 2019 (the “Order”) to pay contractual obligations to be incurred by the County to pay the costs of the Project as defined in the Commissioners Court’s Order.

THE COUNTY RESERVES THE RIGHT, at its option, to redeem prior to maturity the Certificates maturing on or after August 15, 2029, in whole or in part, on August 15, 2028, or on any date thereafter, at the par value thereof plus accrued interest to the date fixed for redemption.

Certificates may be redeemed only in integral multiples of \$5,000 of principal amount. If a Certificate subject to redemption is in a denomination larger than \$5,000, a portion of such Certificate may be redeemed, but only in integral multiples of \$5,000. In selecting portions of Certificates for redemption, the Paying Agent/Registrar shall treat each Certificate as representing that number of Certificates of \$5,000 denomination which is obtained by dividing the principal amount of such Certificate by \$5,000. Upon surrender of any Certificate for redemption in part, the Paying Agent/Registrar shall authenticate and deliver in exchange therefor a Certificate or Certificates of like maturity and interest rate in an aggregate principal amount equal to the unredeemed portion of the Certificate so surrendered.

If less than all of the Certificates are redeemed, the particular maturities or portions thereof to be redeemed shall be selected by lot by the Paying Agent/Registrar on behalf of the County. If less than all of the Certificates of any maturity are to be redeemed, the particular Certificates or portions thereof to be redeemed shall be selected by lot or other random method in integral multiples of \$5,000 of principal amount.

Not less than thirty (30) days prior to a redemption date for the Certificates, notice of redemption shall be sent by U.S. mail, first class postage prepaid, in the name of the County to each Owner of a Certificate to be redeemed in whole or in part at the address of such Owner appearing on the Register at the close of business on the Business Day next preceding the date of mailing. Such notice shall state the redemption date, the redemption price, the place at which Certificates are to be surrendered for payment and, if less than all Certificates outstanding are to be redeemed, the numbers of Certificates or portions thereof to be redeemed. Any notice of redemption so mailed as provided in this Section will be conclusively presumed to have been duly given, whether or not the Owner receives such notice. By the date fixed for redemption, due provision shall be made with the Paying Agent/Registrar for payment of the redemption price of the Certificates or portions thereof to be redeemed. When Certificates have been called for redemption in whole or in part, and notice of redemption has been given as herein provided and due provision has been made to redeem the same, the Certificates or portions thereof so redeemed shall no longer be regarded to be outstanding, except for the purpose of receiving payment solely from the funds so provided for redemption, and interest which would otherwise accrue after the redemption date on any Certificate or portion thereof called for redemption shall terminate on the date fixed for redemption.

THIS CERTIFICATE IS TRANSFERABLE only upon presentation and surrender at the trust office of the Paying Agent/Registrar, duly endorsed for transfer or accompanied by an assignment duly executed by the registered owner or his authorized representative, subject to the terms and conditions of the Order.

THIS CERTIFICATE shall not be valid or obligatory for any purpose or be entitled to any benefit under the Order unless this Certificate is either (i) registered by the Comptroller of Public Accounts of the State of Texas by registration certificate attached or affixed hereto or (ii) authenticated by the Paying Agent/Registrar by due execution of the authentication certificate endorsed hereon.

THE REGISTERED OWNER of this Certificate, by acceptance hereof, acknowledges and agrees to be bound by all the terms and conditions of the Order.

THE COUNTY has covenanted in the Order that it will at all times provide a legally qualified Paying Agent/Registrar for the Certificates and will cause notice of any change of Paying Agent/ Registrar to be mailed to each registered owner.

IT IS HEREBY CERTIFIED, RECITED AND COVENANTED that this Certificate and the Series of which it is a part have been duly and validly issued and delivered in accordance with the Constitution and laws of the State of Texas; that all acts, conditions, and things required or proper to be performed, to exist, and to be done precedent to or in the issuance and delivery of this Certificate have been performed, exist and have been done in accordance with law; that the Certificates do not exceed any constitutional or statutory limitation; that the interest on and principal of this Certificate, and the Series of which it is a part, are secured by and payable from a pledge of annual ad valorem taxes, within the limits prescribed by law, sufficient to provide for the payment of the interest on and principal of this Certificate, as such interest comes due and such principal matures; which taxes have been levied and ordered to be levied against all taxable property in the County and have been irrevocably pledged for such payment, and from a limited pledge (never to exceed \$1,000) from the Surplus Net Revenues from the operation of the County's parks, as set out in the Order.

THE COUNTY HAS RESERVED the right to amend the Order with the approval of the holders of 51% of all outstanding Certificates subject to the restrictions stated in the Order.

THE CERTIFICATES are issuable in the form of fully registered Certificates without coupons in the denominations of \$5,000 or any integral multiple of \$5,000 for any one maturity. The Registered Owner of any Certificate may surrender the same in exchange for any equal aggregate principal amount of Certificates of the same maturity and for any other authorized denominations. Such exchanges shall be without expense to the Registered Owner hereof, but any taxes, fees or other governmental charges required to be paid with respect to the same shall be paid by the Registered Owner requesting such exchange as a condition precedent to the exercise of such privilege.

IN WITNESS WHEREOF, the Commissioners Court has caused the official seal of the County to be impressed or placed in facsimile hereon and this Certificate has been signed by the County Judge and countersigned by the County Clerk by their manual, lithographed or printed facsimile signatures.

COUNTY OF HIDALGO, TEXAS

Richard F. Lumbel

County Judge



[Signature]
County Clerk

[SEAL]

THE STATE OF TEXAS
OFFICE OF THE COMPTROLLER
OF PUBLIC ACCOUNTS

REGISTER NO. _____

I hereby certify that this certificate has been examined, certified as to validity and approved by the Attorney General of the State of Texas, and that this certificate has been registered by the Comptroller of Public Accounts of the State of Texas.

WITNESS MY SIGNATURE AND SEAL OF OFFICE this
_____.

Comptroller of Public Accounts
of the State of Texas

[SEAL]