



DEPARTMENT OF BUDGET AND MANAGEMENT



2010 BUDGET IN BRIEF

Hidalgo County, Texas

February 23, 2010

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ORGANIZATIONAL OVERVIEW

EXECUTIVE

County Commissioners (4)
County Judge
Executive Officer

ELECTIONS

Elections Administration

FINANCIAL ADMINISTRATION

Budget and Management
County Clerk
Human Resources
County Auditor
County Treasurer
Tax Assessor/Collector
Information Technology
Purchasing

OTHER

Facilities Management
Courthouse Parking Lot
Planning Department
Safety Division

POLICE

Constables (5)
Courthouse Security Fund
County Sheriff
Sheriff Grants and Contracts

CONSERVATION

Texas Agrilife Extension

CORRECTIONS

County Jail
Jail Commissary
Juvenile Probation/Detention
TJPC X-Community Based Program
STAR Project
Weslaco Boot Camp
Juv. Justice Altern. Education Program

OTHER PROTECTION

Emergency Management

HIGHWAYS AND STREETS

Road and Bridge Repairs
Border Colonia Program
Drainage Improvement Project

SANITATION

Sanitation – Precincts (4)

HEALTH AND WELFARE

Health Department/Health Grants
Indigent Health Care
Child Protective Services
Health Clinics
WIC Program
Veterans Service
Child Welfare

ECONOMIC DEVELOPMENT

Economic Development Grant
GED Workforce
Pct. 1 - CRC
Pct. 2 - CRC

JUDICIAL

Judiciary and Court Support
District Courts (11)
County Courts (6)
District Clerk
Criminal District Attorney
Criminal D.A. Grants
Criminal D.A.-CPS Division
Criminal D.A.-Civil Division
D.A. Hot Check Fund
D.A. Chapter 59 Fund
Law Library
Public Defender
Indigent Defense

URBAN REDEVELOPMENT & HOUSING

Urban County - Home/Colonia
TxCDBG Disaster Recovery
PCT. 1 CDBG

FIRE

Fire Marshal

ORGANIZATIONAL OVERVIEW

Commissioners Court



Sylvia Handy
Commissioner Pct. 1



Hector "Tito" Palacios
Commissioner Pct. 2



Rene A. Ramirez
County Judge



Jose M. Flores
Commissioner Pct. 3



Oscar L. Garza, Jr.
Commissioner Pct. 4

County Officials

County Clerk	Arturo Guajardo, Jr.
County Treasurer	Norma G. Garcia
County Sheriff	Guadalupe Treviño
County Tax Assessor/Collector	Armando Barrera, Jr.

Constable Precinct 1	Celestino Avila
Constable Precinct 2	Gilbert Alaniz
Constable Precinct 3	Larry Gallardo
Constable Precinct 4	Jose E. Guerra
Constable Precinct 5	Eduardo Bazan

92 nd District Court	Ricardo P. Rodriguez	389 th District Court	Leticia Lopez
93 rd District Court	Rodolfo Delgado	398 th District Court	Aida Salinas Flores
139 th District Court	Roberto Flores	430 th District Court	Israel Ramon
206 th District Court	Rose G. Reyna	449 th District Court	Jesse Contreras
275 th District Court	Juan R. Partida		
332 nd District Court	Mario E. Ramirez, Jr.		
370 th District Court	Noe Gonzalez		

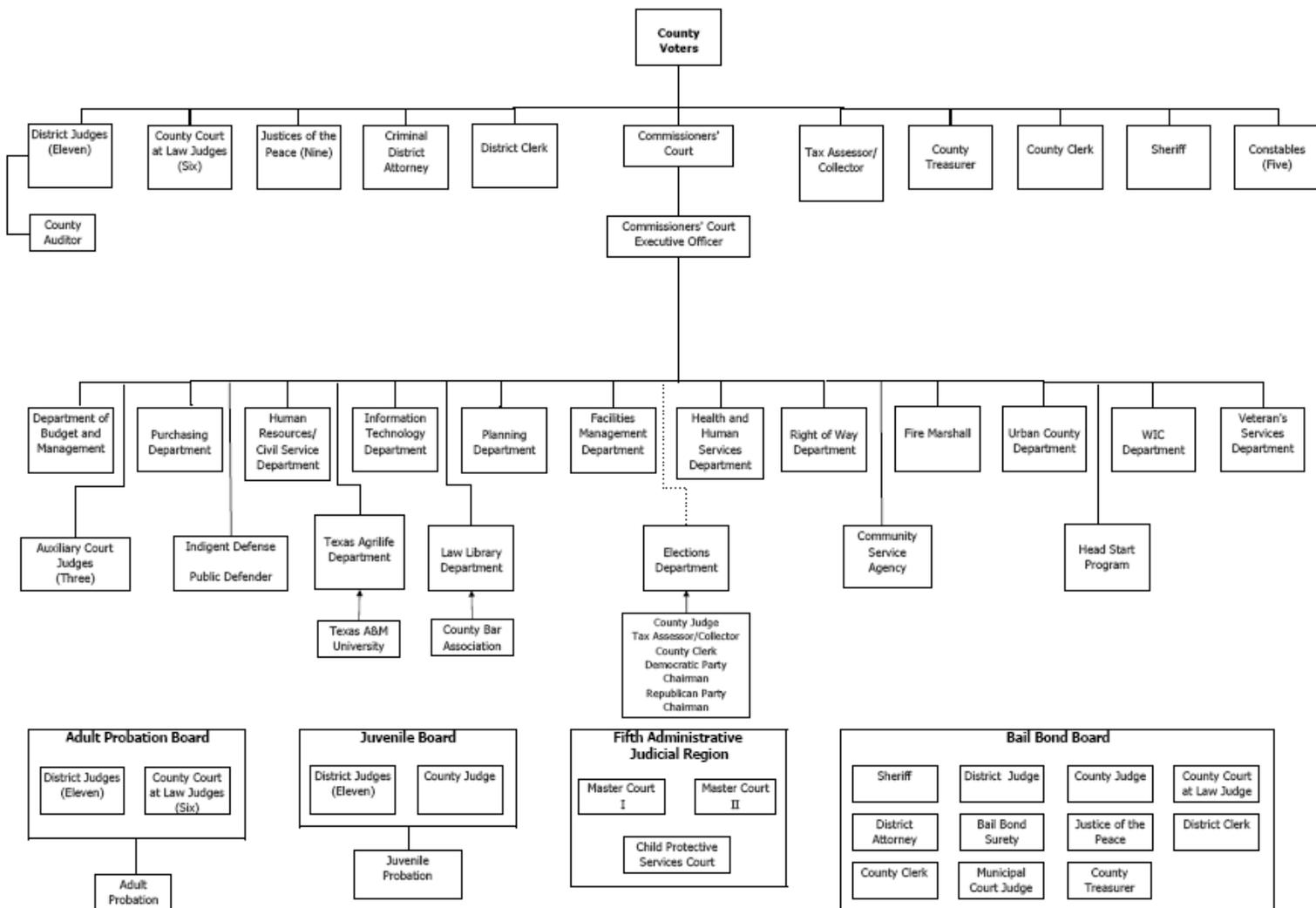
Court at Law 1	Rodolfo Gonzalez
Court at Law 2	Jaime J. Palacios
Court at Law 3 - Probate	Homero Garza
Court at Law 4	Fred S. Garza, Jr.
Court at Law 5	Arnoldo Cantu, Jr.
Court at Law 6	Albert Garcia

Justice of the Peace, Pct 1, Place 1	Gilbert Saenz	Justice of the Peace, Pct 3, Place 1	Luis J. Garza
Justice of the Peace, Pct 1, Place 2	Jesus Morales	Justice of the Peace, Pct 3, Place 2	Ismael Ochoa
Justice of the Peace, Pct 2, Place 1	Robert Contreras	Justice of the Peace, Pct 4, Place 1	Charlie Espinoza
Justice of the Peace, Pct 2, Place 2	Rosa Treviño	Justice of the Peace, Pct 4, Place 2	Mary A. Palacios
		Justice of the Peace, Pct 5	Esperidion Jackson

District Attorney	Rene A. Guerra
District Clerk	Laura Hinojosa
Auditor	Ray Eufrazio
Budget Officer	Raul Silguero, Jr.
CC Executive Officer	Valde Guerra

ORGANIZATIONAL OVERVIEW

County of Hidalgo, Texas ORGANIZATIONAL CHART



BUDGET IN BRIEF

This Budget in Brief Book has been developed to provide a summary of the Hidalgo County 2010 Adopted Budget, to provide historical data on key budget areas, and to provide some relevant demographical information about Hidalgo County that impacts the development of the County's annual budget.

In addition, the Budget in Brief is intended to enhance the understanding of how the County is structured organizationally and financially. Data and charts are provided to explain revenue sources and to explain expenditures by function and by department.

The actual 2010 adopted Budget Book is composed of several hundred pages of budget data and is available for viewing by the general public and others on the internet at the County's website at www.co.hidalgo.tx.us.

The 2010 Adopted Budget has been filed with the Hidalgo County Clerk and with the Hidalgo County Auditor as per Texas Local Government Code Section 111.066. The 2010 Adopted Budget can also be inspected by the general public in the office of the County clerk.



History

Hidalgo County was formed in 1852 and named for Miguel Hidalgo y Costilla, the priest who raised the call for Mexico's independence from Spanish rule. Abutting the Mexican border along the Gulf of Mexico, Hidalgo County is one of the fastest growing counties in the United States and is the seventh most populous in Texas.

Area in Square Miles:

1,588

Officials Elected by Vote of the People:

42

County Employees including those in Grant Programs:

2,976

Incorporated Municipalities in the County:

22

Organized School Districts in the County:

16

Form of Government:

Political subdivision of the State of Texas, a Public Corporation, with a County Judge and four Commissioners as the governing body. The Commissioners Court has only those powers as authorized by the Constitution of Texas or the State Legislature or implied therefrom.



Business:

Varied Industries (Manufactures, Wholesale, Trade Sales, Retail, Mining, Agriculture and Farm)

Minerals:

A leading producer of gas

Agriculture:

Of nation's counties, ranks No. 3 in production of grapefruit, and No. 1 in production of watermelons. The region has alluvial soil and irrigation water from canals or wells along the Rio Grande River. The environment is tropical, with 340 frost free days and a wide variety of crops for fresh and processing markets, including citrus and early season vegetables for early market windows, and agronomic crops such as cotton, grains, and sugarcane. The region experiences intensive pest pressures nearly year round.



HIDALGO COUNTY FACTS

County Parks:

Pct. 1

Delta Lake Park
Heidelberg Park
Monte Alto Veterans Park
Shroeder Park
Sunrise Hill Park
Sunset Park



Delta Lake Park



North San Juan Park

Pct. 2

LJ Park
Lopezville Park
North San Juan Park
Palmer Pavilion and Les Gilmore Kitchen
Precinct 2 Park/Pool
South Tower Park

Pct. 3

Abram Baseball Field
Anzalduas Park
Katarina Park
Los Ebanos Park

Pct. 4

J.R. "Milo" Ponce Memorial Park
Manuel Diaz Park
Hargill Pavilion

Significant Sites/Recreation:

Bentsen Park- Rio Grande Valley State Park the world birding center, one of the most spectacular convergences of birds on Earth.

Edinburg Scenic Wetlands

Rio Grande Valley Livestock Show

Rio Grande Valley Premium Outlets

Border with Mexico

State Farm Arena, Border Fest

McAllen Civic Center

Citrus Fiesta and Onion Fest

Parks and Wildlife Refuges



Precinct No. 1

Area in Square Miles: 322.30
 Total Roads Square Feet: 78,868,580
 Total Roads Lengths (In Miles): 626
 Cities:

- ◆ Alamo
- ◆ Donna
- ◆ Weslaco
- ◆ Mercedes
- ◆ Edcouch
- ◆ Elsa
- ◆ La Villa
- ◆ Progreso
- ◆ Progreso Lakes

Precinct No. 2

Area in Square Miles: 121.10
 Total Roads Square Feet: 16,125,162
 Total Roads Lengths (In Miles): 117
 Cities:

- ◆ Pharr
- ◆ San Juan
- ◆ McAllen
- ◆ Hidalgo

Precinct No. 3

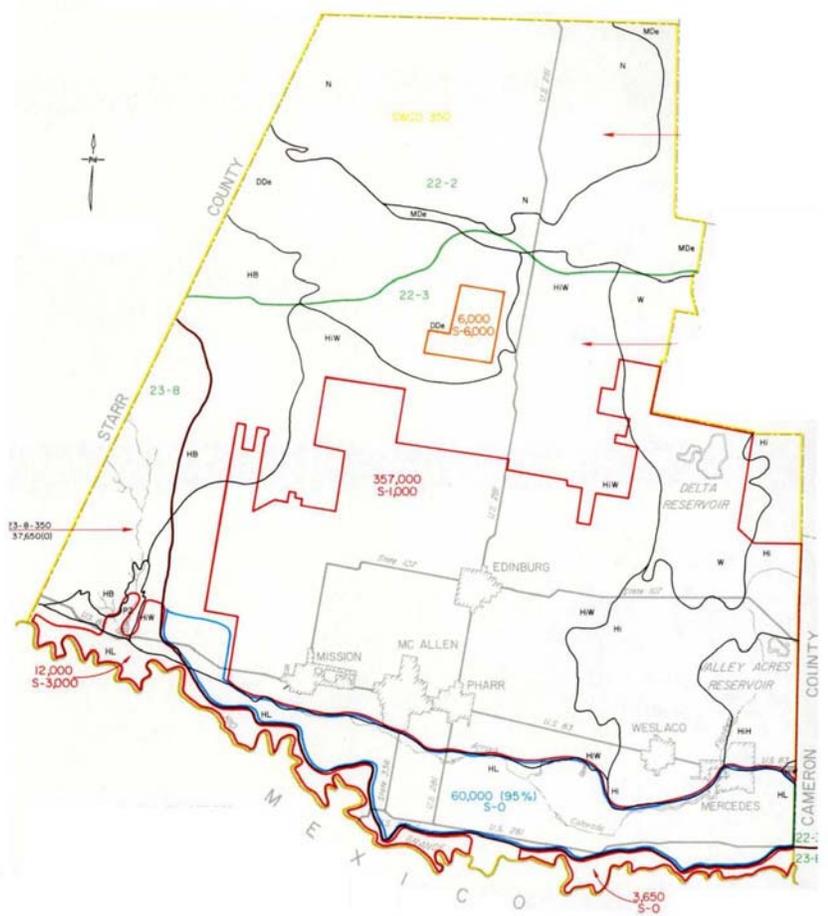
Area in Square Miles: 504.65
 Total Roads Square Feet: 68,773,436
 Total Roads Lengths (In Miles): 532
 Cities:

- | | |
|--------------|-------------|
| ◆ Mission | ◆ Granjeno |
| ◆ La Joya | ◆ Palmhurst |
| ◆ Palmview | ◆ Peñitas |
| ◆ Los Ebanos | ◆ Sullivan |
| ◆ Alton | |

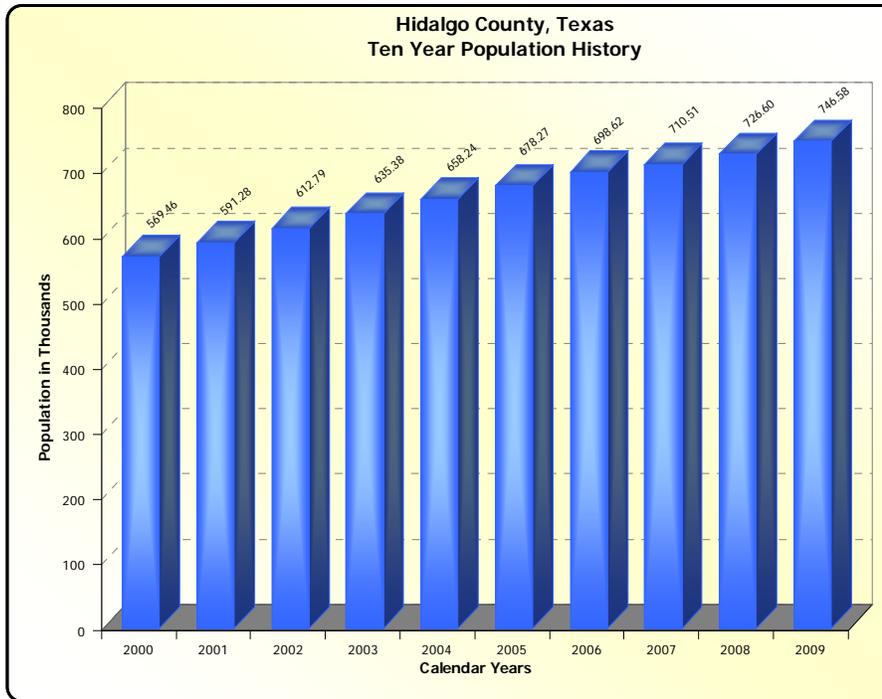
Precinct No. 4

Area in Square Miles: 639.80
 Total Roads Square Feet: 61,823,526
 Total Roads Lengths (In Miles): 484
 Cities:

- ◆ Edinburg



DEMOGRAPHICS



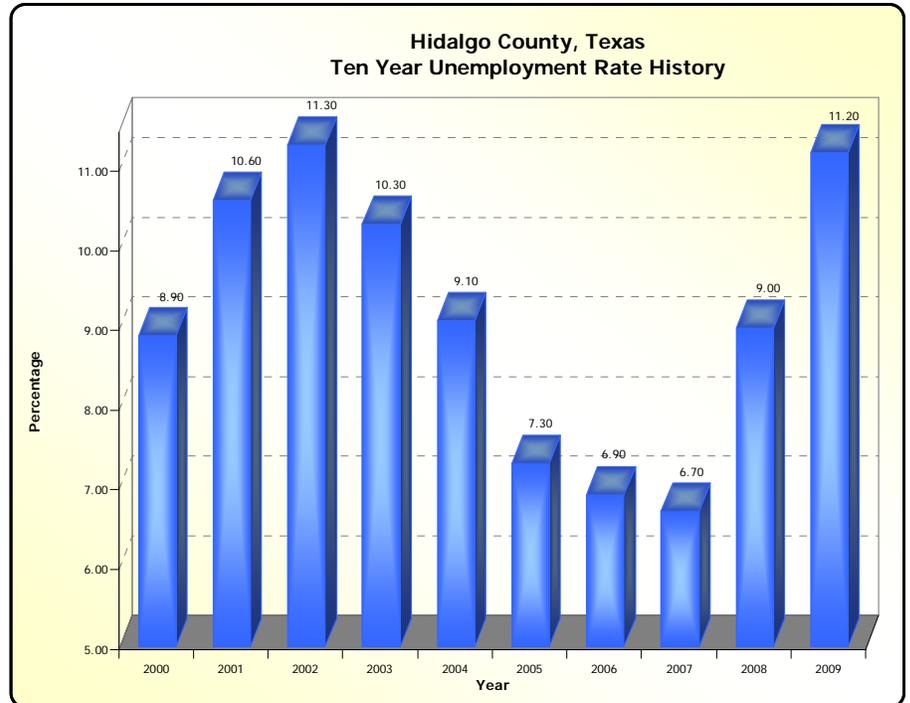
As of the census of 2000, there were 569,463 people, 156,824 households, and 132,829 families residing in the county. The population density was 363 people per square mile (140/km²). There were 192,658 housing units at an average density of 123 per square mile (47/km²). The racial makeup of the county is 77.71% White, 0.49% Black or African American, 0.42% Native American, 0.59% Asian, 0.02% Pacific Islander, 18.64% from other races, and 2.12% from two or more races. 88.35% of the populations were Hispanic or Latino of any race.

In the county, the population was spread out with 35.30% under the age of 18, 11.30% from 18 to 24, 27.60% from 25 to 44, 16.00% from 45 to 64, and 9.70% who were 65 years of age or older. The median age was 27 years. For every 100 females there were 94.40 males. For every 100 females age 18 and over, there were 89.90 males.

Comparison of Top 15 Texas Counties by Population

Pop. Rank	County	Population Estimate	% of Revenue Property Tax	Total County-Wide Tax Rates per \$100 Val.*	Total County Budget **	Total # of County Employees	Total # Employees per 1000 County Residents
1	Harris	4,072,032	74.80%	0.629980	\$5,087,042.81	17,691	4.34
2	Dallas	2,500,000	60.00%	0.597000	\$850,001,086.00	6,700	2.68
3	Tarrant	1,807,750	78.00%	0.829567	\$830,060,123.00	4,612	2.55
4	Bexar	1,622,899	73.00%	0.775586	\$1,514,632,607.00	4,741	2.92
5	Travis	1,038,595	60.80%	0.583500	\$655,140,525.00	4,675	4.5
6	El Paso	794,021	54.60%	0.728093	\$262,666,815.00	2,948	3.71
7	Collin	764,500	64.00%	0.328800	\$269,482,206.00	1,794	2.35
8	Hidalgo	726,604	87.50%	0.788300	\$247,576,558.00	2,976	4.1
9	Denton	628,300	71.00%	0.249800	\$184,505,108.00	1,467	2.33
10	Fort Bend	547,876	83.30%	0.499760	\$245,398,148.00	2,006	3.66
11	Montgomery	429,953	72.00%	0.669400	\$213,011,384.00	1,975	4.59
12	Williamson	394,193	80.00%	0.468324	\$229,246,476.00	1,489	3.78
13	Cameron	335,227	62.30%	0.363191	\$117,972,302.00	1,650	4.92
14	Nueces	322,077	58.10%	0.509946	\$164,954,736.00	1,401	4.35
15	Brazoria	296,691	69.90%	0.426286	\$123,721,335.00	1,350	4.55

The unemployment rate in the state of Texas ranged from 3.7% to 8.3% in 2009. Hidalgo County has one of the highest unemployment rates in the state ranking 244 out of the 254 state counties.



Top 15 Hidalgo County Employers

Rank	Employer	Sector	No. of Employees
1	PSJA Independent School District	Education	4,100
2	McAllen Independent School District	Education	3,900
3	Edinburg Independent School District	Education	3,600
4	Edinburg Regional Medical Center	Health Care	3,000
5	Hidalgo County	Government	2,976
6	University of Texas Pan-American	Education	2,850
7	McAllen Medical Center	Health Care	2,500
8	Mission CISD	Education	2,412
9	Doctors Hospital at Renaissance	Health Care	2,400
10	City of McAllen	Government	1,800
11	U.S. Customs & Border Patrol	Government	1,609
12	South Texas College	Education	1,546
13	Sharyland Independent School District	Education	1,168
14	Mission Regional Medical Center	Health Care	950
15	T-Mobile	Communications	904

PROPERTY TAXES

General Fund Tax Collections – 5 Year History

	2006			
	Budgeted	Actual	Variance	%
CURRENT TAXES REAL PROPERTY	93,372,358.28	94,011,607.87	639,249.59	100.68%
DELINQ TAXES - REAL PROPERTY	6,002,000.00	6,536,919.19	534,919.19	108.91%
CURRENT PENALTY & INT - REAL PROPERTY	1,719,775.00	1,780,029.70	60,254.70	103.50%
DELINQ PENALTY & INT - REAL PROPERTY	2,664,000.00	2,800,803.75	136,803.75	105.14%
GRAND TOTAL	103,758,133.28	105,129,360.51	1,371,227.23	101.32%

	2007			
	Budgeted	Actual	Variance	%
CURRENT TAXES REAL PROPERTY	102,804,034.00	103,973,291.62	1,169,257.62	101.14%
DELINQ TAXES - REAL PROPERTY	6,258,000.00	6,999,450.80	741,450.80	111.85%
CURRENT PENALTY & INT - REAL PROPERTY	1,850,000.00	1,930,114.43	80,114.43	104.33%
DELINQ PENALTY & INT - REAL PROPERTY	2,691,000.00	2,918,278.86	227,278.86	108.45%
GRAND TOTAL	113,603,034.00	115,821,135.71	2,218,101.71	101.95%

	2008			
	Budgeted	Actual	Variance	%
CURRENT TAXES REAL PROPERTY	116,482,431.00	118,076,368.37	1,593,937.37	101.37%
DELINQ TAXES - REAL PROPERTY	6,225,000.00	6,115,453.69	(109,546.31)	98.24%
CURRENT PENALTY & INT - REAL PROPERTY	2,254,220.00	2,268,266.05	14,046.05	100.62%
DELINQ PENALTY & INT - REAL PROPERTY	2,615,000.00	2,604,654.76	(10,345.24)	99.60%
GRAND TOTAL	127,576,651.00	129,064,742.87	1,488,091.87	101.17%

	2009			
	Budgeted	Actual	Variance	%
CURRENT TAXES REAL PROPERTY	129,445,542.00	130,160,706.63	715,164.63	100.55%
DELINQ TAXES - REAL PROPERTY	6,183,000.00	6,111,668.89	(71,331.11)	98.85%
CURRENT PENALTY & INT - REAL PROPERTY	2,644,771.00	2,360,951.63	(283,819.37)	89.27%
DELINQ PENALTY & INT - REAL PROPERTY	2,628,000.00	2,659,351.80	31,351.80	101.19%
GRAND TOTAL	140,901,313.00	141,292,678.95	391,365.95	100.28%

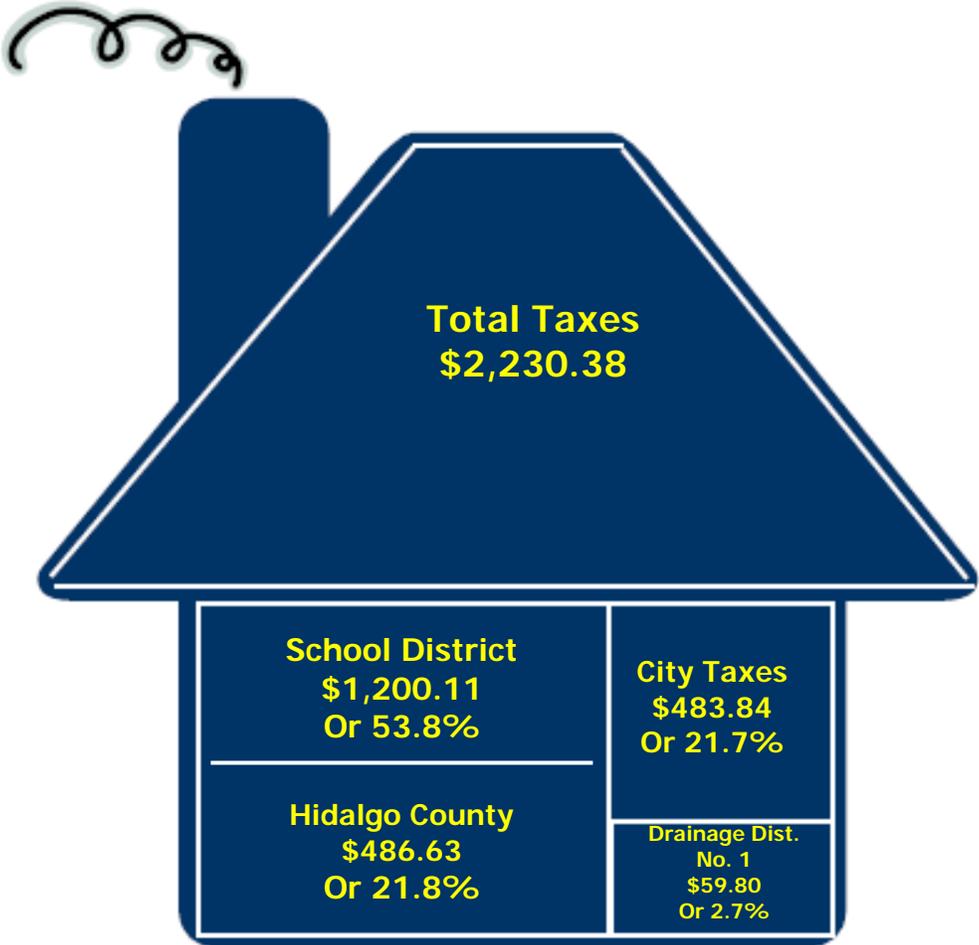
	2010			
	Budgeted	Actual	Variance	%
CURRENT TAXES REAL PROPERTY	129,588,618.00		(129,588,618.00)	0.00%
DELINQ TAXES - REAL PROPERTY	5,295,000.00		(5,295,000.00)	0.00%
CURRENT PENALTY & INT - REAL PROPERTY	2,381,883.00		(2,381,883.00)	0.00%
DELINQ PENALTY & INT - REAL PROPERTY	2,118,000.00		(2,118,000.00)	0.00%
GRAND TOTAL	139,383,501.00			

Budgeted General Fund tax revenue in the County of Hidalgo over the past four years is as follows:

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 103,758,133.28	\$ 113,603,034.00	\$ 127,576,651.00	\$ 140,901,313.00	\$ 139,383,501.00

Home Owner Property Tax Analysis

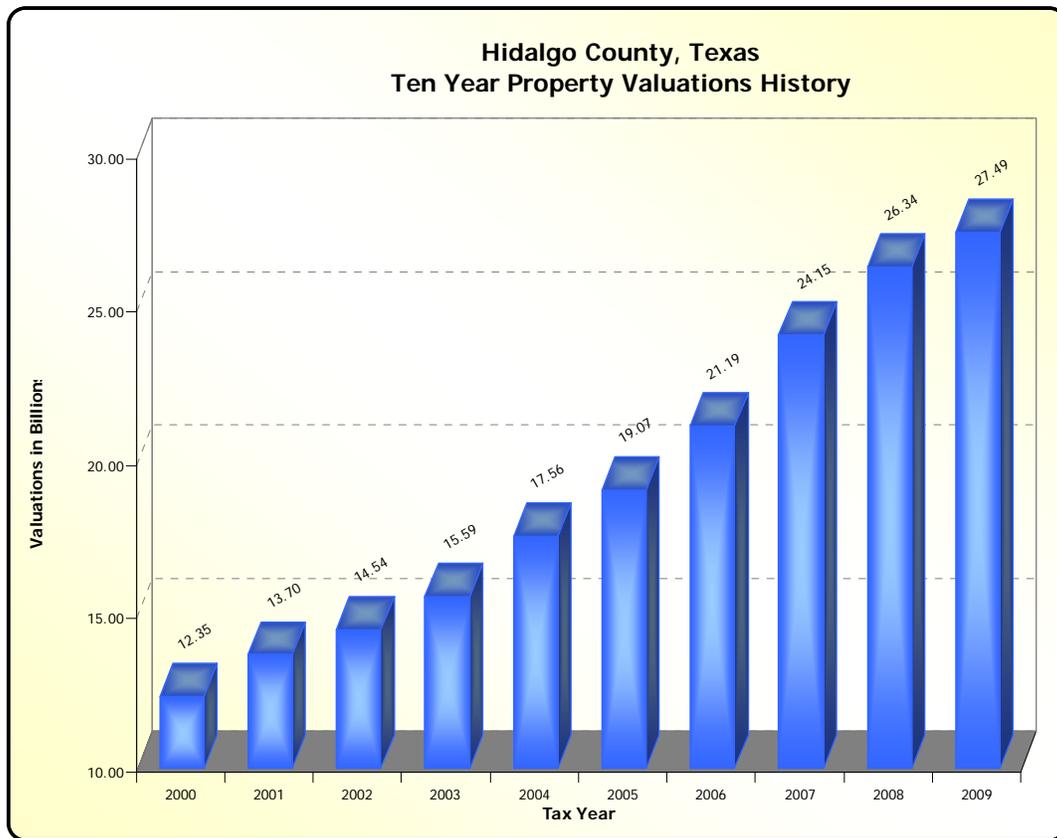
For the average \$82,480.00 home in Tax Year 2009



PROPERTY TAXES

The average taxable value of a residence homestead in Hidalgo County in 2008 was \$79,114. Based on last year's tax rate of \$0.5900 per \$100 of taxable value, the amount of taxes imposed last year on the average home was \$466.77 for Hidalgo County.

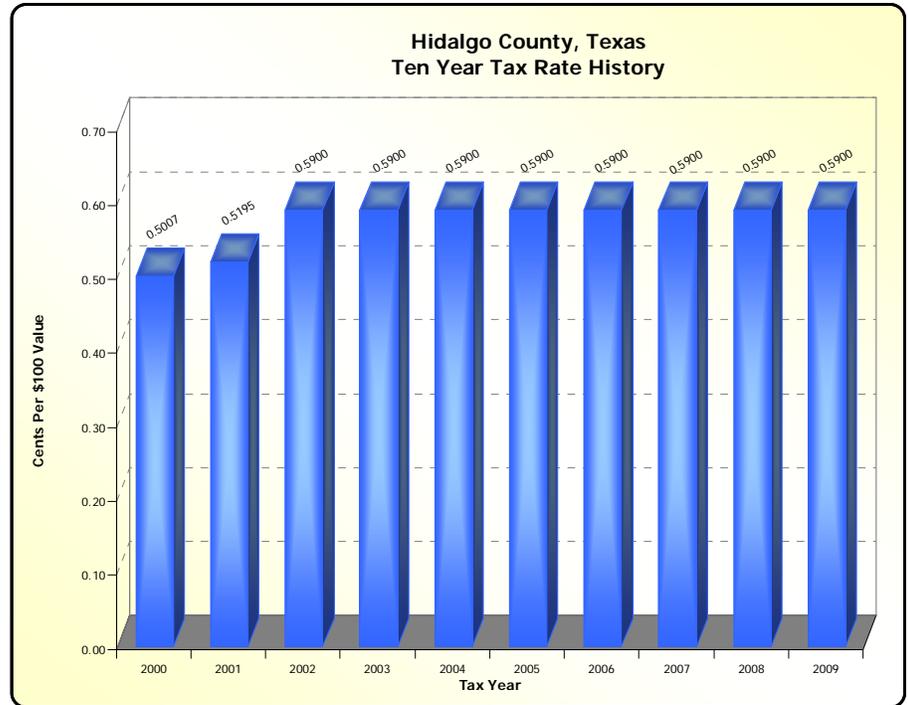
The average taxable value of a residence homestead in Hidalgo County in 2009 was \$82,480. Based on the tax rate for 2009 of \$0.5900 per \$100 of taxable value, the amount of taxes imposed on the average home was \$486.63 for Hidalgo County.



Source: Hidalgo County Tax Office Collection Report
Hidalgo County Appraisal District Assessment Roll Grand Total Report

Over the past eight years Commissioner's Court has maintained the tax rate at \$0.59.

The increase in services that Hidalgo County must provide have been funded from revenue increases resulting from changes in property valuations, from increases to the tax base due to new business construction, from new housing and subdivision construction, and from increases in other revenues such as fines, fees, and charges for services.



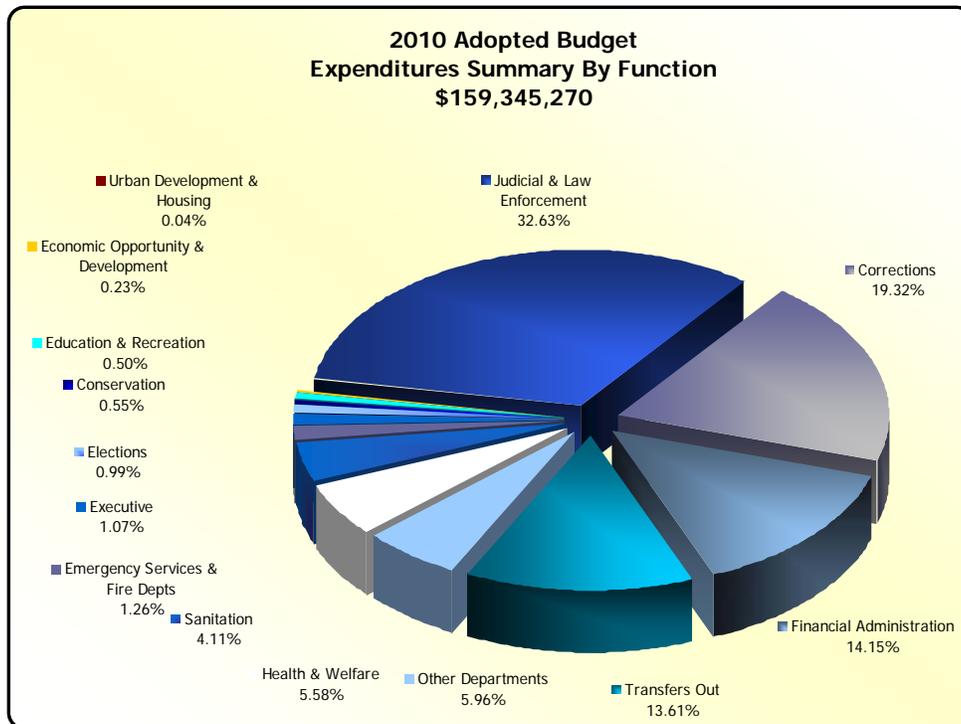
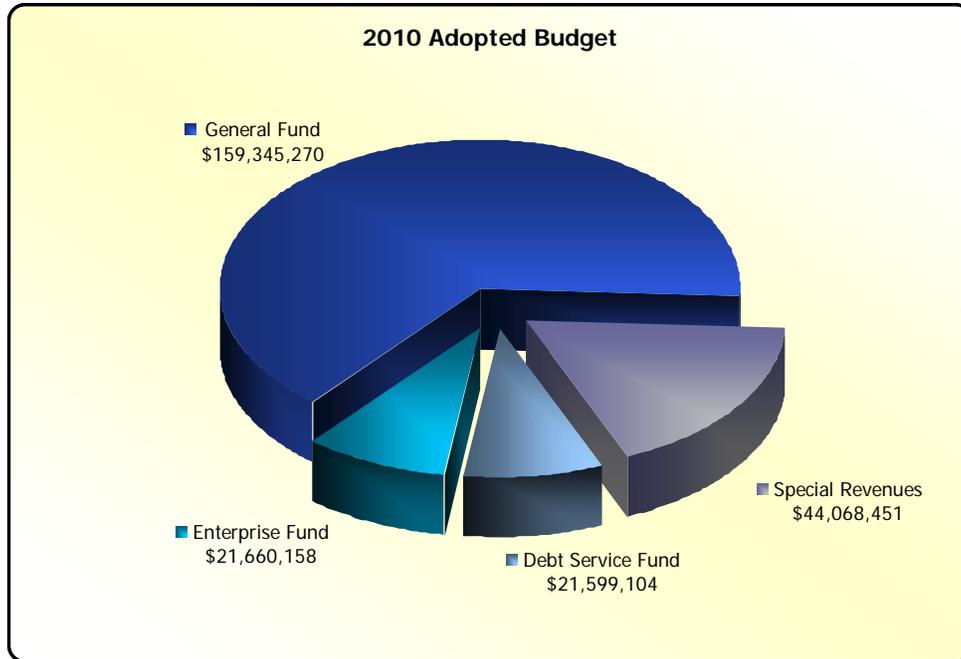
Principal Tax Payers

Rank	Tax Payer Name	Type of Business	Assessed Value
1	Shell Western E & P, Inc	Oil and Gas	\$ 414,323,580.00
2	Chevron USA Inc	Oil and Gas	\$ 194,500,240.00
3	El Paso E&P, CO	Oil and Gas	\$ 167,298,510.00
4	AEP Texas Central CO	Electric Utility	\$ 155,601,470.00
5	Calpine CNTRL LP (Magic Vly Pw)	Electric Utility	\$ 115,282,900.00
6	H E Butt Grocery Company	Retail	\$ 114,524,731.00
7	Frontera Generation LTD PTNSHP	Electric Utility	\$ 105,165,000.00
8	Wal-Mart Property Tax Department	Retail	\$ 104,810,618.00
9	Smith Production Inc	Mineral	\$ 103,942,820.00
10	Southwestern Bell Tele	Telephone Utility	\$ 93,005,380.00
11	Universal Health Services	Health Care	\$ 83,905,804.00
12	Rio Grande Regional Hospital	Health Care	\$ 66,677,559.00
13	Motorola	Wireless Comm.	\$ 65,618,914.00
14	CPG Mercedes LP	Retail	\$ 60,625,220.00
15	SIMON Property Group	Retail	\$ 50,944,799.00

* Total Assessed valuation as per Hidalgo County Appraisal District. Top Taxpayer calculations performed as of 7/31/2009.

COUNTY BUDGET

The overall Hidalgo County 2010 Adopted Budget totals **\$246.6** Million, which includes a General Fund Budget (Maintenance & Operations) of **\$159.3** Million. The General Fund is the county's major fund, and provides funding for most county departments, including the courts, law enforcement, and juvenile and adult detention and corrections.



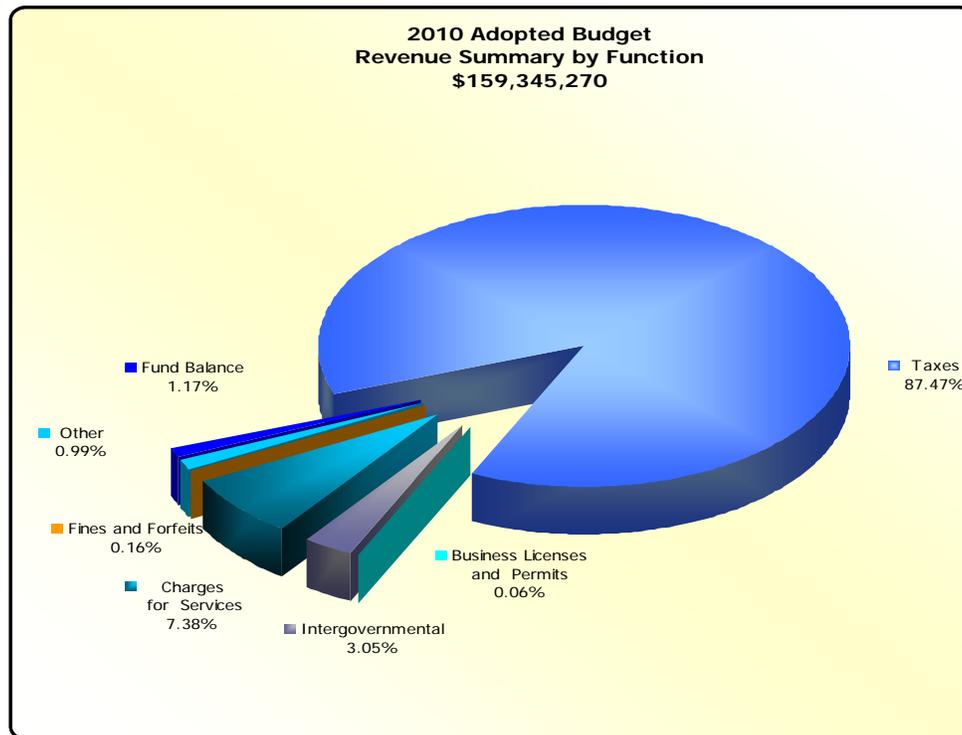
The Adopted 2010 budget levels for other funds include **\$44.0** Million for Special Revenue funded departments and functions, **\$21.5** Million for Debt Service (principal and interest) and **\$21.6** million for internal Enterprise Funds, which include Health Benefits, Workers' Compensation, and the Jail Commissary.

ADOPTED BUDGET SUMMARY BY FUND HISTORY

Funds	2008	2009	2010	2010 Vs 2009	Inc/Dec %
1100 GENERAL FUND	148,152,171.00	161,950,319.00	159,345,270.00	(2,605,049.00)	-1.61%
1200 R&B COUNTY WIDE	14,259,326.99	12,826,008.84	11,163,280.92	(1,662,727.92)	-12.96%
1201 R&B PRECINCT NO.1	4,100,000.00	4,077,848.00	4,143,633.55	65,785.55	1.61%
1202 R&B PRECINCT NO.2	3,654,242.35	3,653,419.00	3,689,270.06	35,851.06	0.98%
1203 R&B PRECINCT NO.3	4,100,000.00	4,077,848.00	4,067,223.58	(10,624.42)	-0.26%
1204 R&B PRECINCT NO.4	3,626,250.00	3,653,419.00	3,736,556.26	83,137.26	2.28%
1210 PARKS COUNTY WIDE	103,955.60	83,147.00	160,441.58	77,294.58	92.96%
1211 PARKS PRECINCT NO.1	915,286.21	952,576.00	952,576.00	0.00	0.00%
1212 PARKS PRECINCT NO.2	942,708.50	1,004,357.35	1,004,357.00	(0.35)	0.00%
1213 PARKS PRECINCT NO.3	718,339.69	920,477.00	920,477.00	0.00	0.00%
1214 PARKS PRECINCT NO.4	284,894.68	281,191.49	358,485.58	77,294.09	27.49%
1222 DISTRICT ATTORNEY BAD CHECK PROCESSING	169,879.14	-	296,871.00	296,871.00	100.00%
1223 DISTRICT ATTORNEY INVESTIGATION HB65	139,433.91	-	605,794.00	605,794.00	100.00%
1227 SHERIFF INVESTIGATION HB65	51,851.35	82,108.69	67,058.02	(15,050.67)	-18.33%
1228 SHERIFF EQUITABLE SHARING-TREASURY FUNDS	-	-	2,000.00	2,000.00	100.00%
1229 SHERIFF EQUITABLE SHARING-JUSTICE FUNDS	-	-	74,000.00	74,000.00	100.00%
1235 DISTRICT CLERK RECORDS MANAGEMENT & PRESERVATION	-	-	-	-	0.00%
1237 COUNTY CLERK RECORDS MANAGEMENT & PRESERVATION	711,554.07	626,156.60	598,576.00	(27,580.60)	-4.40%
1238 COUNTY RECORDS MANAGEMENT & PRESERVATION	230,058.29	385,173.14	295,869.00	(89,304.14)	-23.19%
1239 COURT REPORTER SERVICE FUND	200,607.25	200,607.25	258,000.00	57,392.75	28.61%
1241 COURTHOUSE SECURITY FUND	743,579.26	825,015.33	773,345.95	(51,669.38)	-6.26%
1242 JUSTICE COURT TECHNOLOGY FUND 9/01-8/05	237,000.00	277,000.00	277,000.00	-	0.00%
1243 CONTRIBUTIONS FUND - GC SEC 25.00211	37,500.00	37,500.00	37,500.00	-	0.00%
1246 T.A.C. SPECIAL VEHICLE INVENTORY FUND	77,650.00	84,150.00	160,400.00	76,250.00	90.61%
1247 LAW LIBRARY	402,191.93	489,908.93	417,686.60	(72,222.33)	-14.74%
1249 COUNTY INDIGENT HEALTH CARE FUND	10,078,378.11	10,078,378.11	8,500,000.00	(1,578,378.11)	-15.66%
1251 HIDTA CHAPTER 59 STATE ASSET FORFEITURE	-	262,431.51	523,664.02	261,232.52	99.54%
1252 HIDTA FEDERAL SHARING US TREASURY	-	199,278.68	-	(199,278.68)	-100.00%
1280 DESIGNATED PURPOSE GRANTS LVL 0	-	-	-	-	0.00%
1295 POST ADJUDICATION JUVENILE BOOT CAMP	1,607,472.03	1,724,636.92	1,817,369.06	92,732.14	5.38%
1297 ADULT PROBATION	-	-	-	-	0.00%
1401 NOTES PAYABLE	5,149,465.00	5,272,682.51	607,614.13	(4,665,068.38)	-88.48%
1426 REFUNDING BONDS,SERIES 1996	-	-	-	-	0.00%
1427 REFUNDING BONDS,SERIES 1998	937,270.00	-	-	-	0.00%
1428 CERT OF OBLIG,SERIES 1998	538,620.00	633,495.00	-	(633,495.00)	-100.00%
1430 CERT OF OBLIG,SERIES 2000	2,347,260.00	2,340,760.00	2,323,710.00	(17,050.00)	-0.73%
1431 CERT OF OBLIG,SERIES 2001	876,097.50	1,098,737.50	1,131,437.50	32,700.00	2.98%
1432 CERT OF OBLIG,SERIES 2002	576,311.26	1,110,398.76	1,099,998.76	(10,400.00)	-0.94%
1434 CERT OF OBLIG,SERIES 2004	2,530,537.50	2,821,312.50	2,661,812.50	(159,500.00)	-5.65%
1435 REFUNDING BONDS,SERIES 2005	2,662,950.00	2,663,025.00	2,914,875.00	251,850.00	9.46%
1436 CERT OF OBLIG,SERIES 2006	2,418,112.50	2,467,512.50	2,684,912.50	217,400.00	8.81%
1437 REFUNDING BONDS,SERIES 2006	577,000.00	536,800.00	487,400.00	(49,400.00)	-9.20%
1438 REFUNDING BONDS,SERIES 2007	1,235,282.50	1,226,282.50	1,214,282.50	(12,000.00)	-0.98%
1439 CERT OF OBLIG,SERIES 2009	-	-	1,700,789.87	1,700,789.87	100.00%
1440 REFUNDING BONDS,SERIES 2009A	-	-	3,847,600.00	3,847,600.00	100.00%
1441 CERT OF OBLIG,SERIES 2009 B/C	-	-	924,671.00	924,671.00	100.00%
2102 JAIL COMMISSARY	-	426,500.39	433,468.00	6,967.61	1.63%
2201 SELF-FUNDED HEALTH INSURANCE	18,698,961.18	12,938,522.78	18,559,042.90	5,620,520.12	43.44%
2202 SELF-FUNDED WORKERS' COMP	4,218,871.31	2,390,095.77	2,667,647.43	277,551.66	11.61%
GRAND TOTAL:	\$238,311,069.11	\$244,679,081.02	\$247,505,967.27	\$2,826,886.24	1.16%

General Fund (Maintenance & Operations) 2010 Estimated Revenues and 2010 Adopted Budget

The estimated revenue for 2010 is less than the original estimate for 2009, which totaled \$162.0 million. The County Auditor revised his original estimate in August, 2009, and the new estimate for 2009 is \$160.5 million, a decrease of \$1.5 million.



The estimated revenue for 2010 is also less than the revised estimate for 2009, and totals \$157.5 million. This is a decrease of \$4.5 million from the original 2009 estimate.

Estimated property tax revenue decreased by \$1.5 million and other revenues, such as investment income, fines, and fees for services, decreased by \$3.0 million from 2009 to 2010.

This is mostly attributable to the current economic recession and partly attributable to decreased property values resulting from Hurricane Dolly.

The 2010 Adopted General Fund Budget is being financed by the 2010 estimated revenues of **\$157,479,935** and by appropriating **\$1,865,335** from the Fund Balance, for a total adopted General Fund (M & O) budget of **\$159,345,270**.

DEPARTMENTAL BUDGET SUMMARY

Department	2008 Actual Expenditures	2009 Original Budget	2009 Adjusted Budget as of July 31, 2009	2010 Adopted Budget
JUDICIAL				
92ND DC	353,898.27	378,000.00	377,567.56	368,960.00
93RD DC	325,617.69	378,000.00	411,744.86	369,213.00
139TH DC	349,089.56	378,000.00	377,609.14	369,127.00
206TH DC	348,474.76	378,000.00	377,629.56	369,214.00
275TH DC	345,014.01	378,000.00	377,550.26	368,889.00
332ND DC	335,693.66	378,000.00	377,412.56	369,071.00
370TH DC	345,509.61	378,000.00	377,589.62	369,048.00
389TH DC	353,277.79	378,000.00	377,588.23	369,043.00
398TH DC	358,466.68	381,000.00	377,564.78	371,966.00
INDIGENT DEFENSE	263,755.31	325,710.21	423,246.05	395,915.35
430TH DC	436,320.33	378,000.00	476,917.54	369,114.00
449TH DC	289,568.56	378,000.00	377,670.84	369,130.00
CCL#1	473,319.36	510,000.00	517,523.82	483,738.00
CCL#2	465,176.30	510,000.00	517,510.19	483,693.00
CCL#3 PROBATE CRT	560,355.70	610,000.00	609,490.34	582,244.00
CCL#4	475,131.97	510,000.00	517,770.19	484,749.00
CCL#5	452,217.48	510,000.00	531,808.99	483,763.00
CCL#6	406,256.10	510,000.00	517,471.16	483,625.00
MASTER COURT	114,695.24	123,888.60	123,464.76	111,445.60
MASTER CRT II	117,315.54	125,142.75	124,404.55	118,998.00
CRT OF CIV APP	8,445.13	14,630.00	15,253.62	4,570.00
AUXILIARY COURT	257,946.13	288,530.94	284,254.44	278,836.00
CHILD PROTECTIVE COURT	143.48	0.00	343.48	600.00
JP PCT 1/PL 1	239,481.04	285,012.43	284,834.66	271,232.95
JP PCT 1/PL 2	258,171.65	288,603.91	288,344.01	273,542.95
JP PCT 2/PL 1	265,403.87	304,321.75	303,795.34	287,950.95
JP PCT 2/PL 2	270,408.63	305,857.31	303,719.42	289,755.00
JP PCT 3/PL 1	282,178.10	329,514.99	328,700.64	311,491.95
JP PCT 3/PL 2	285,299.12	330,135.63	329,795.81	306,615.90
JP PCT 4/PL 1	299,569.44	345,739.33	360,812.52	353,909.95
JP PCT 4/PL 2	412,079.77	467,368.24	469,322.46	443,408.80
JP PCT 5/PL 1	214,883.16	276,544.11	263,223.07	265,148.00
CRIM DA	5,536,724.78	6,150,907.91	6,074,767.15	5,947,751.00
DIST CLERK	2,800,581.27	3,158,657.52	3,245,226.15	2,999,786.70
5TH ADM JUDICIAL REGION	125,835.00	84,000.00	95,042.12	96,000.00
VISITING JUDGES	113,490.95	100,000.00	110,000.00	100,000.00
GRAND JURY	48,390.35	54,885.00	54,885.00	52,350.00
JURY FEES	736,824.00	750,000.00	750,000.00	750,000.00
PUBLIC DEFENDER	122,730.66	192,139.32	188,366.36	649,583.00
PUBLIC DEFENSE	6,277,349.75	5,099,856.87	5,002,869.94	6,075,329.00
TOTAL JUDICIAL	25,725,090.20	26,722,446.82	26,923,091.19	27,448,808.10
EXECUTIVE				
CO JUDGE	895,491.44	1,101,543.77	1,100,560.10	899,098.15
CO COMM	838,991.57	819,647.65	817,367.09	803,360.00
TOTAL EXECUTIVE	1,734,483.01	1,921,191.42	1,917,927.19	1,702,458.15
ELECTIONS				
ELECTIONS DEPT	2,012,305.28	1,631,926.21	1,836,696.53	1,580,079.17
TOTAL ELECTIONS	2,012,305.28	1,631,926.21	1,836,696.53	1,580,079.17
FINANCIAL ADMINISTRATION				
APPRAISING FEES	1,199,373.64	1,286,000.00	1,263,640.84	1,455,000.00
CO WIDE ADM	483,850.74	508,021.00	2,066,102.28	876,788.07
CO WIDE EMERGENCY MANAGEMENT	0.00	0.00	0.00	0.00
HURRICANE DOLLY	2,753,718.49	0.00	1,471,635.98	0.00
HURRICANE IKE	26,847.48	0.00	8,880.30	0.00
CO WIDE ADM VEHICLE REPLACEMENT PLAN	0.00	656,826.50	0.00	0.00
BAIL BOND BOARD	68.87	36,859.75	36,859.75	5,000.00

DEPARTMENTAL BUDGET SUMMARY

Department	2008 Actual Expenditures	2009 Original Budget	2009 Adjusted Budget as of July 31, 2009	2010 Adopted Budget
INFO TECH DEPT	1,303,741.14	1,760,539.12	1,740,312.28	1,545,545.10
INFO TECH CO WIDE	975,024.21	1,156,450.00	1,176,278.02	1,043,550.00
INDEPENDENT AUDIT	128,532.50	114,000.00	132,431.25	138,000.00
DBM-BUDGET DIV	1,030,235.69	1,313,038.98	1,347,665.91	1,499,258.00
TAX OFF	5,486,596.13	6,069,747.85	6,053,952.06	5,793,576.20
TAX OFF LOCK BOX SRV	24,359.00	40,000.00	40,000.00	40,000.00
CO TREASURER	727,299.36	778,939.78	774,548.64	742,929.80
PURCHASING	1,497,658.36	1,598,455.49	1,736,476.04	1,732,891.40
ARBITRAGE CALC	6,000.00	5,000.00	5,000.00	5,000.00
CO AUDITOR	2,329,560.26	2,835,818.11	2,748,700.11	2,660,322.00
GENERAL LITIGATION	1,010,802.61	700,000.00	834,650.21	923,236.53
CO CLERK	2,616,260.63	3,015,881.19	3,010,657.50	2,941,201.10
CO CLERK RECORD ARCHIVE	313,438.92	430,245.00	732,136.90	550,000.00
CIVIL SERVICE	28,527.49	40,700.00	40,700.00	32,704.00
HUMAN RESOURCES	505,643.83	581,303.64	565,409.14	566,885.00
TOTAL FINANCIAL ADMINISTRATION	22,447,539.35	22,927,826.41	25,786,037.21	22,551,887.20
OTHER				
LRGVDC	38,642.00	35,561.00	37,461.00	37,500.00
TAC	0.00	3,000.00	3,000.00	3,000.00
INSURANCE	1,885,382.48	1,585,000.00	1,685,788.00	1,685,788.00
PLANNING DEPT	1,015,797.21	1,150,857.37	1,125,847.90	997,055.85
PARKING LOT SECURITY	285,398.70	325,700.96	327,331.01	0.00
FACILITIES MANAGEMENT	5,124,776.18	5,959,848.16	5,926,547.98	5,875,900.66
BLDG MINOR ST	364,918.11	458,569.10	453,888.99	0.00
DBM - SAFETY DIVISION	446,057.97	898,312.55	893,615.37	856,043.95
MAILING SERVICES	40,513.87	20,000.00	40,000.00	40,000.00
TOTAL OTHER	9,201,486.52	10,436,849.14	10,493,480.25	9,495,288.46
POLICE				
AUTOPSIES	781,985.75	750,000.00	750,000.00	750,000.00
CO WIDE LAW ENF	30,000.00	30,000.00	55,000.00	55,000.00
TX DPS	254,272.30	289,794.66	296,777.96	272,366.00
TX ALCOHOLIC BEVERAGE COMM	3,092.68	3,000.00	3,000.00	3,000.00
DPS LICENSE & WEIGHT	1,832.00	0.00	1,200.00	1,200.00
SHERIFF	18,640,925.17	21,447,671.74	21,054,415.54	19,618,890.95
CONSTABLE PCT.1	565,748.48	609,498.40	609,346.02	561,560.00
CONSTABLE PCT.2	439,602.79	547,233.15	534,089.63	493,650.00
CONSTABLE PCT.3	780,034.55	849,813.32	810,648.13	795,611.00
CONSTABLE PCT.3 - DD#1	21,878.86	0.00	64,937.66	0.00
CONSTABLE PCT.4	529,454.46	604,131.57	780,247.93	561,254.00
CONSTABLE PCT 4 - PARKING LOT SECURITY	0.00	0.00	0.00	308,621.00
CONSTABLE PCT.5	403,189.17	530,990.37	469,385.05	491,792.00
RURAL AMBULANCE	0.00	150,000.00	0.00	50,000.00
TOTAL POLICE	22,452,016.21	25,812,133.21	25,429,047.92	23,962,944.95
FIRE				
EMERGENCY SRVS - FIRE MARSHAL	475,763.37	551,746.98	545,868.23	731,644.50
ALAMO FIRE DEPT.	61,430.00	96,000.00	96,000.00	96,000.00
ALTON FIRE DEPT.	252,205.00	150,000.00	150,000.00	150,000.00
DONNA FIRE DEPT.	68,898.00	72,000.00	72,000.00	72,000.00
EDCOUCH FIRE DEPT.	21,889.00	26,880.00	26,880.00	26,880.00
EDINBURG FIRE DEPT.	172,325.00	180,000.00	180,000.00	180,000.00
ELSA FIRE DEPT.	59,481.50	88,000.00	88,000.00	88,000.00
HIDALGO FIRE DEPT.	7,710.00	4,320.00	4,320.00	4,320.00
LA JOYA FIRE DEPT.	130,465.00	60,000.00	50,000.00	60,000.00
LA VILLA FIRE DEPT.	20,524.00	30,000.00	30,000.00	30,000.00
LINN	62,425.00	71,500.00	71,500.00	71,500.00
MCALLEN FIRE DEPT	15,620.00	18,000.00	18,000.00	18,000.00
MERCEDES FIRE DEPT	50,450.00	60,000.00	60,000.00	60,000.00

DEPARTMENTAL BUDGET SUMMARY

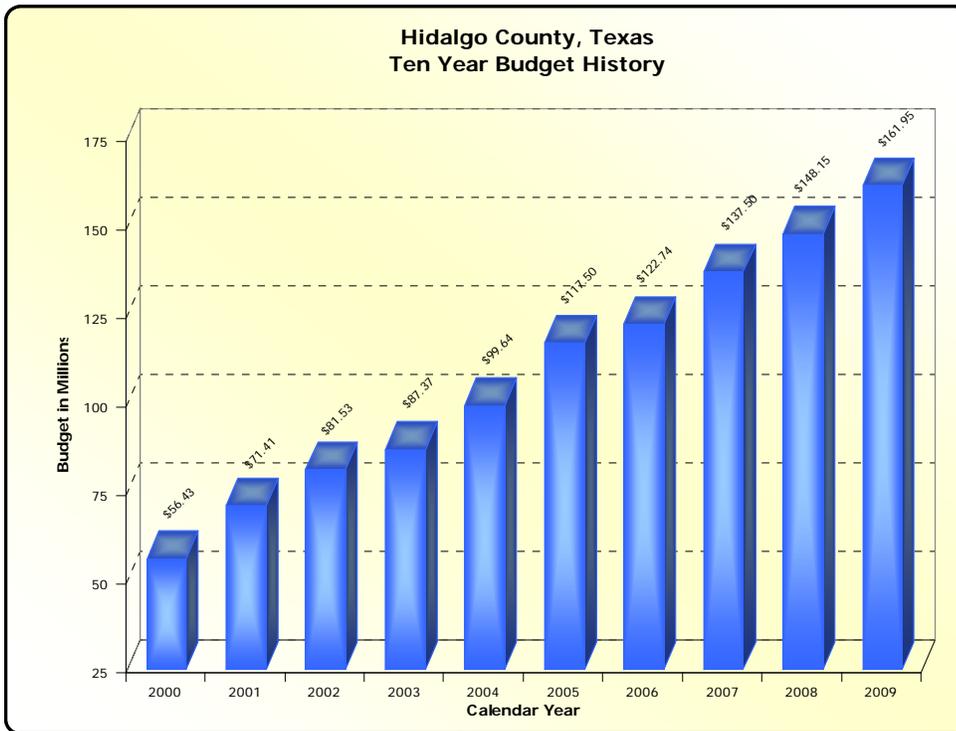
Department	2008 Actual Expenditures	2009 Original Budget	2009 Adjusted Budget as of July 31, 2009	2010 Adopted Budget
MISSION FIRE DEPT	44,823.50	77,000.00	77,000.00	77,000.00
MONTE ALTO FIRE DEPT	36,130.00	66,000.00	66,000.00	66,000.00
PALMVIEW FIRE DEPT	100,919.50	126,500.00	126,500.00	126,500.00
PHARR FIRE DEPT	7,275.00	11,000.00	11,000.00	11,000.00
SAN JUAN FIRE DEPT.	15,392.00	22,000.00	22,000.00	22,000.00
WESLACO FIRE DEPT.	104,210.00	104,500.00	104,500.00	104,500.00
SULLIVAN FIRE DEPT.	0.00	0.00	10,000.00	10,000.00
TOTAL FIRE	1,707,935.87	1,815,446.98	1,809,568.23	2,005,344.50
CORRECTIONS				
ADULT PROB	119,997.40	119,650.00	119,650.00	100,750.00
JAIL	20,993,085.63	24,117,271.37	23,646,032.83	22,546,373.05
JUV DET HM	3,132,905.81	4,098,899.39	4,126,293.14	4,127,178.76
JUV PROB	3,814,920.27	4,242,990.34	4,327,821.76	4,008,562.19
TOTAL CORRECTIONS	28,060,909.11	32,578,811.10	32,219,797.73	30,782,864.01
OTHER PROTECTION				
EMERGENCY SRVS - EMERGENCY MANAGEMENT	375,295.28	511,943.65	569,378.78	471,441.00
TEXAS STATE GUARD	0.00	33,000.00	33,000.00	0.00
TRAFFIC ENGINEERING	150,000.00	105,275.00	105,275.00	105,275.00
TOTAL OTHER PROTECTION	525,295.28	650,218.65	707,653.78	576,716.00
SANITATION				
SANITATION PCT.1	1,774,078.61	1,839,274.95	1,858,235.70	1,756,958.00
SANITATION PCT.2	754,274.64	1,233,542.14	1,186,340.09	1,270,105.55
SANITATION PCT.3	1,515,442.26	1,780,909.63	1,970,799.02	2,396,546.00
SANITATION PCT.4	994,642.25	1,169,200.07	1,162,136.33	1,123,850.00
TOTAL SANITATION	5,038,437.76	6,022,926.79	6,177,511.14	6,547,459.55
HEALTH				
HEALTH ADM	1,785,647.78	2,071,077.85	2,022,956.19	1,940,110.25
HEALTH CLINICS	3,702,323.36	4,324,894.38	4,287,410.96	4,232,586.88
WIC INELIGIBLE COSTS	3,943.29	1,505.29	7,505.29	1,000.00
TOTAL HEALTH	5,491,914.43	6,397,477.52	6,317,872.44	6,173,697.13
WELFARE				
EASTER SEALS RGV	16,536.45	12,500.00	12,500.00	18,000.00
TROPICAL TX CENTER MHMR	534,825.00	540,000.00	540,000.00	702,338.00
MENTAL HEALTH	50,090.50	85,000.00	85,000.00	50,000.00
AMIGOS DEL VALLE	5,000.00	3,500.00	5,000.00	5,000.00
HUMAN SERVICES	1,255,294.87	1,458,169.35	1,437,928.41	1,380,015.85
PAUPER BURIAL	189,832.00	136,099.17	136,099.17	130,200.00
HLTH ADM PHYS EDU FOUND	26,315.86	0.00	137,314.14	0.00
HLTH ADM HOPE FAMILY CT	99,703.58	0.00	62,276.77	0.00
HLTH ADM NUESTRA CLINIC	23,403.42	0.00	194,215.58	0.00
HLTH ADM EL MILAGRO	178,902.73	0.00	35,542.23	0.00
CHILD WELFARE	99,283.34	133,155.15	117,037.58	122,677.00
VETERAN'S SRV	218,632.92	318,549.47	316,276.00	304,180.00
TOTAL WELFARE	2,697,820.67	2,686,973.14	3,079,189.88	2,712,410.85
RECREATION				
HISTORICAL COMM	8,237.19	16,750.00	16,750.00	7,816.00
HISTORICAL MUSEUM	360,000.00	360,000.00	360,000.00	460,000.00
DONNA MUSEUM	50,000.00	0.00	0.00	50,000.00
IMAS	50,000.00	0.00	0.00	50,000.00
TOTAL RECREATION	468,237.19	376,750.00	376,750.00	567,816.00
LIBRARIES				
COUNTY LIBRARY SYS	234,999.96	235,000.00	235,000.00	235,000.00
TOTAL LIBRARIES	234,999.96	235,000.00	235,000.00	235,000.00

DEPARTMENTAL BUDGET SUMMARY

Department	2008 Actual Expenditures	2009 Original Budget	2009 Adjusted Budget as of July 31, 2009	2010 Adopted Budget
CONSERVATION				
PREDATORY ANIMALS	26,400.00	26,400.00	26,400.00	26,400.00
INSECT ERADICATION	5,037.19	1,500.00	2,200.00	1,500.00
HUMANE SOCIETY	250,000.00	200,000.00	200,000.00	400,000.00
TX AGRILIFE EXTENSION	416,902.38	515,073.01	504,014.87	452,582.30
TOTAL CONSERVATION	698,339.57	742,973.01	732,614.87	880,482.30
URBAN DEVELOPMENT AND HOUSING				
PCT.1 CDBG	54,190.55	56,409.98	56,444.38	55,086.60
URBAN COUNTY	9,506.75	10,000.00	10,000.00	7,000.00
TOTAL URBAN DEVELOPMENT AND HOUSING	63,697.30	66,409.98	66,444.38	62,086.60
ECONOMIC OPPORTUNITY				
PCT 1 CRC	30,692.16	0.00	81,810.42	77,504.00
PCT 2 CRC	103,773.65	144,326.87	193,495.16	166,263.00
PCT 2 CRC - SOUTH TOWER RD	55,842.84	237,412.87	214,979.78	129,118.00
TOTAL ECONOMIC OPPORTUNITY	190,308.65	381,739.74	490,285.36	372,885.00
INTERFUND TRANSFERS OUT				
TRANSFERS OUT - R&B PCT. 1	4,131,500.00	1,465,021.00	1,715,021.00	1,861,141.55
TRANSFERS OUT - R&B PCT. 2	2,187,500.00	1,465,021.00	1,465,021.00	1,764,739.31
TRANSFERS OUT - R&B PCT. 3	2,187,500.00	1,465,021.00	1,256,726.88	1,834,731.58
TRANSFERS OUT - R&B PCT. 4	2,193,066.77	1,465,021.00	1,465,021.00	1,792,345.26
TRANSFERS OUT - PARKS CO WIDE	79,031.89	83,147.00	83,147.00	83,147.00
TRANSFERS OUT - PARKS PCT. 1	915,186.52	952,576.00	952,576.00	952,576.00
TRANSFERS OUT - PARKS PCT. 2	1,032,629.93	1,004,357.35	1,004,357.35	1,004,357.00
TRANSFERS OUT - PARKS PCT. 3	718,299.77	920,477.00	920,477.00	920,477.00
TRANSFERS OUT - PARKS PCT. 4	284,851.89	281,191.49	281,191.49	281,191.00
TRANSFERS OUT-CO REC MGMT/PRESERV	0.00	230,173.14	230,173.14	150,869.00
TRANSFERS OUT - COURT REPORTER SERVICE	246,500.00	200,000.00	100,000.00	73,986.33
TRANSFERS OUT - COURTHOUSE SECURITY	428,797.76	514,977.90	536,045.94	502,146.00
TRANSFERS OUT - INDIGENT HEALTH	6,317,299.29	8,500,000.00	8,500,000.00	8,500,000.00
TRANSFERS OUT-DESIG PURP LVL 2	85,689.72	0.00	268,782.00	0.00
TRANSFERS OUT-DESIG PURP LVL 4	0.00	800,600.00	800,600.00	769,700.00
TRANSFERS OUT-DESIG PURP LVL 4	172,513.70	0.00	21,161.32	0.00
TRANSFERS OUT-DESIG PURP LVL 4	199,129.95	0.00	43,445.46	0.00
TRANSFERS OUT-DESIGN PURP LVL 5	0.00	90,000.00	90,000.00	90,000.00
TRANSFERS OUT-DESIG PURP LVL 5	58,166.74	0.00	29,143.87	0.00
TRANSFERS OUT-JUVENILE PROBATION	0.00	135,000.00	135,000.00	135,000.00
TRANSFERS OUT-PAJ BOOT CAMP	0.00	970,635.00	970,635.00	970,635.00
TRANSFERS OUT - TXDOT PROJECTS	17,881.39	0.00	17,079.36	0.00
TOTAL INTERFUND TRANSFERS OUT	21,255,545.32	20,543,218.88	20,885,604.81	21,687,042.03
TOTAL GENERAL FUND:	\$150,006,361.68	\$161,950,319.00	\$165,484,572.91	\$159,345,270.00

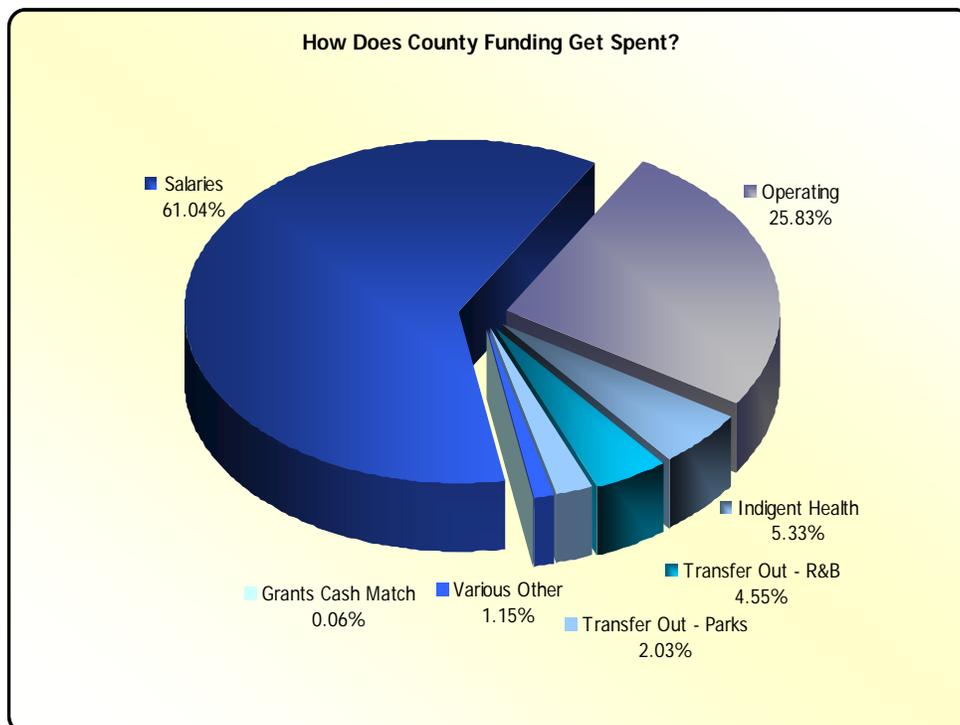
COUNTY BUDGET

The Hidalgo County Budget for the ten (10) previous years is as follows:



YEAR	ADOPTED BUDGET
2000	56,434,001.07
2001	71,406,960.22
2002	81,534,165.52
2003	87,374,305.14
2004	99,641,978.40
2005	117,496,530.19
2006	122,748,112.00
2007	137,500,628.00
2008	148,152,171.00
2009	161,950,319.00

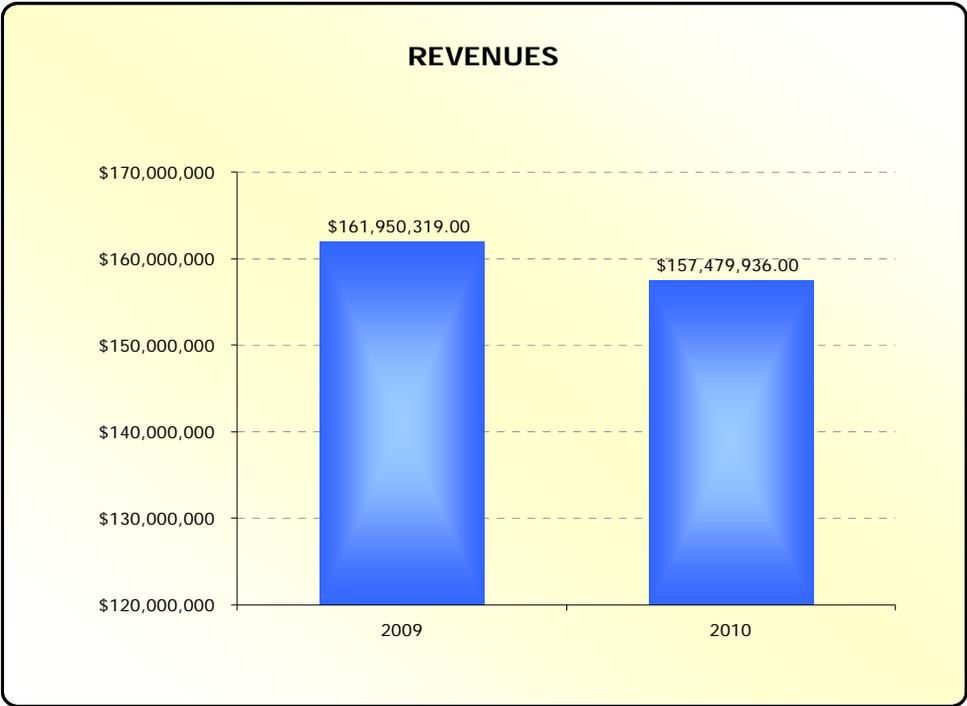
The adopted budget of \$159.3 million for 2010 includes \$97.26 million for salaries and salary related fringe benefits, \$41.16 million for operating costs, and \$20.92 in transfers – out for Road and Bridge (\$7.25M), Parks (\$3.24M), Indigent Health (\$8.50M), Grants cash match (\$0.10M) and various other (\$1.83M).



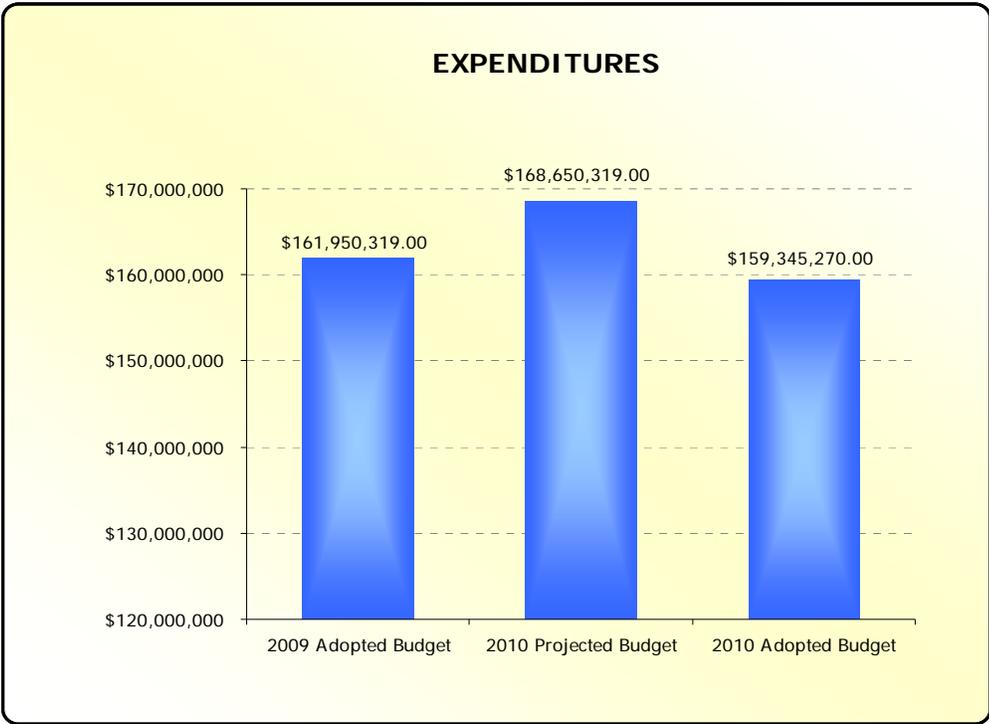
Budget Development and Financing

The base budget for 2010 is the 2009 approved budget of \$161,950,319. This base budget represents current need and is impacted by increased costs and by increased or decreased revenues.

For 2010 costs are projected to increase by \$6.7 million, requiring a budget level of \$168.7 million. However, revenues are estimated to only total \$157.5 million, leaving a revenue shortfall of \$11.2 million. In order to develop the 2010 General Fund Budget without increasing the tax rate, it is necessary to decrease expenditures by \$9.3 million (\$9,356,639) and to use Fund Balance reserves of \$1.9 million (\$1,865,335).



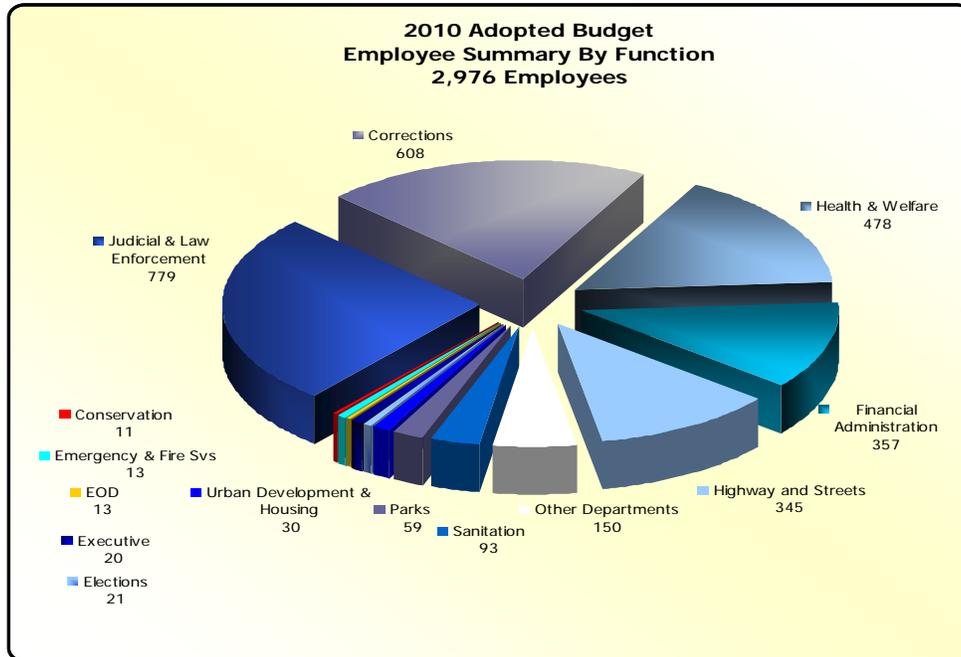
The \$9.3 million in expenditure reductions were targeted so that essential services would not be adversely impacted. Expenditure items that are reduced for 2010 include computer equipment, furniture, travel, registration fees, gasoline, and supplies. In addition, funding contributions to the



Workers Compensation Program and the Self-Insured Employee Health Benefits Program were reduced as cost saving initiatives in those programs has resulted in more than sufficient reserves.

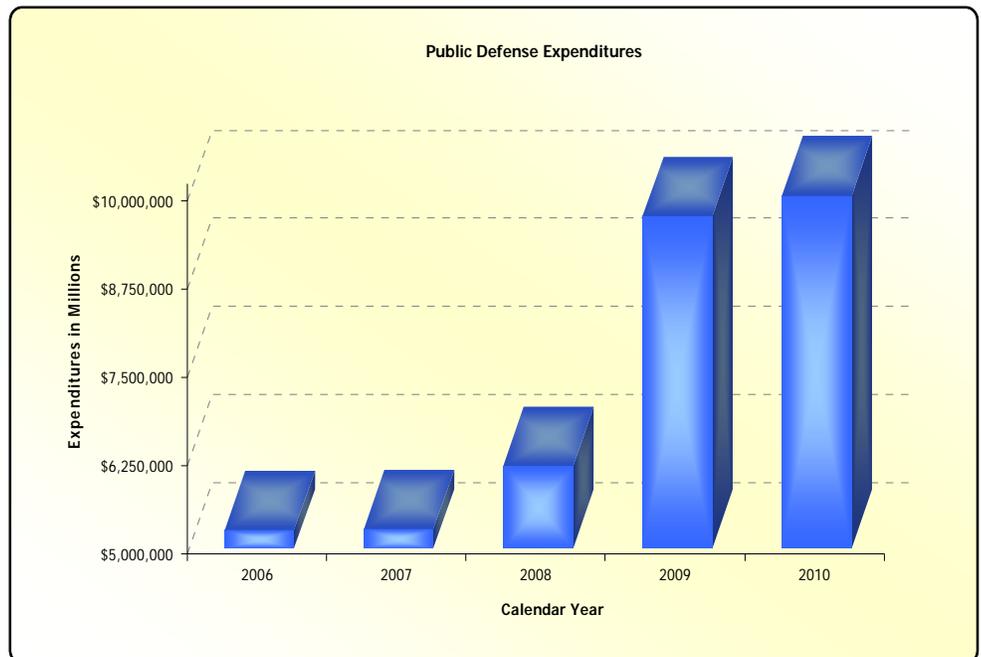
COUNTY BUDGET

Other cost saving measures included the postponement of the Law Enforcement Step and Grade annual step increase for deputy sheriffs and deputy constables and the postponement of any Cost of Living Adjustment (COLA) for county employees. In addition, no new positions were approved for 2010.



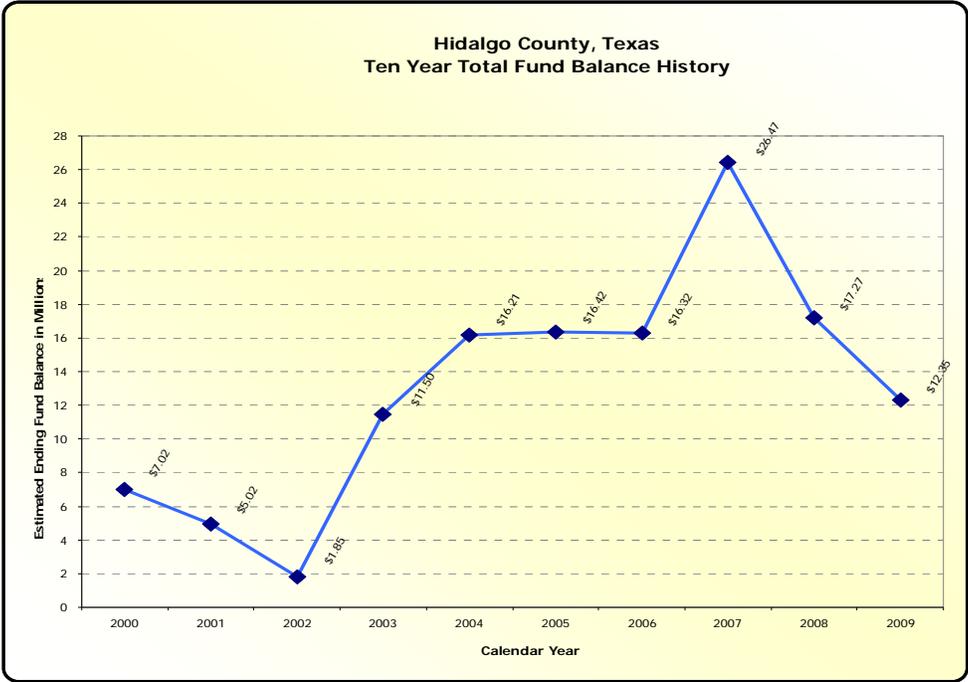
Financing Public Defense, which includes Indigent Defense, will continue to be a challenge. During 2008 \$6.5 million was expended, and the increased appointed attorney rates approved for 2009 resulted in actual expenditures of \$8.26 million in 2009.

For 2010 \$6.0 million is budgeted for this expense and another \$1.0 million will be appropriated when the County Auditor certifies revenues due in 2010 from the Drainage District No. 1, for a total budget in 2010 of \$7.0 million. Actual expenditures in 2010 may reach \$10.0 million, unless costs saving measures are implemented.



Fund Balance

The appropriation of \$1.9 from the General Fund Unreserved Fund Balance will result in a projected fund balance of \$18.8 million at the end of 2010. Currently the County Auditor is projecting the fund balance to be at \$11.9 million at the end of 2009. However, this does not include expected FEMA reimbursements from Hurricane Dolly totaling \$8,781,342.



The 2010 projected fund balance represents 11.8% of the adopted budget and it is within the 10%-15% range required by County policy. It is also noted that \$1,650,000 has been appropriated for emergency purposes to be reimbursed from the proceeds of 2010 Certificates of Obligation issuance.

Fiscal Year	Total Fund Balance	Unreserved Fund Balance	Original Budget	Unreserved F/B as % of Ensuing Budget
2000	7,020,608	5,641,176	59,340,889	8.57%
2001	5,024,232	4,534,854	65,837,396	5.94%
2002	1,847,118	702,648	76,362,360	0.80%
2003	11,501,438	9,834,100	87,428,058	10.09%
2004	16,208,906	13,453,401	97,474,727	12.22%
2005	16,424,434	12,541,571	110,136,386	10.22%
2006	16,320,155	12,320,991	122,748,112	8.96%
2007	26,468,235	21,627,835	137,582,760	14.60%
2008	17,265,924	11,035,241	148,152,171	6.81%
2009 ⁽¹⁾	12,345,223	11,223,655	161,936,519	7.04%
2010 ⁽²⁾	21,787,867	20,666,299	159,345,270	0.00%

(1) As of November 23, 2009
 (2) Projected

FUND BALANCE ANALYSIS

Fiscal Year 2009 Ending Fund Balance

Projected as of Dec. 22, 2009

Unreserved Fund Balance as of December 31, 2008	\$ 11,036,241
2009 Revenues and Other Financing Sources (Original Budget)	\$ 161,950,319
2009 Appropriations and Other Financing Uses (Original Budget)	\$ (161,950,319)
Adjustments to 2009 Estimated Revenues	
C.O., Series 2009 - Reimbursement of Drainage Project Expenditures	\$ 5,144,000
FEMA - Hurricane Dolly Expense Reimbursement	1,120,105
TDEM - Hurricane Dolly Advance of Funds	3,633,970
City of Palmhurst - Hurricane Dolly Expense Reimbursement	8,038
City of Pharr - Hurricane Dolly Expense Reimbursement	98,683
Unappropriation of Funds - Swine Influenza (Unexpended for Purpose)	223,229
Adjustments to 2009 Appropriations	
Emergency Appropriation - Hurricane Dolly Expenditures	(\$1,825,079)
Emergency Appropriation - Drainage Improvement Project (Pct. 1 - Reimb. Res., CO 2009)	(250,000)
Emergency Appropriation - Swine Influenza	(250,000)
Emergency Appropriation - Road Improvement Project (Pct. 1 - Reimb. Res., CO 2010)	(250,000)
Emergency Appropriation - Drainage Improvement Project (Pct. 4 - Reimb. Res., CO 2010)	(1,400,000)
Emergency Appropriation - Public Defense	(1,000,000)
Estimated Unadjusted, Unreserved Fund Balance as of December 31, 2009	<u>\$ 16,289,187</u>
Adopted Budget - Fiscal Year 2010 \$ 159,345,270	
Fund Balance as Percentage of 2010 Budget 10.22%	
Fiscal Year 2010 Adjustments	
2010 Budget Process Appropriation	(\$1,865,334)
C.O., Series 2009 - Reimbursement of Drainage Project Expenditures (Pct. 1)	250,000
FEMA Reimbursement - Debris Removal	1,108,836
FEMA Reimbursement - Debris Monitoring	1,563,675
FEMA Reimbursement - Emergency Preparedness	1,662,354
FEMA Reimbursement - Building Repairs	7,581
C.O., Series 2010 - Reimbursement of Drainage Project Expenditures (Pct. 4)	1,400,000
C.O., Series 2010 - Reimbursement of Road Project Expenditures (Pct. 1)	250,000
Estimated Unadjusted, Unreserved Fund Balance as of December 31, 2010	<u>\$ 20,666,299</u>
Fund Balance as Percentage of 2010 Budget 12.97%	

FY 2008	
<u>HEALTH BENEFITS FUND (2201)</u>	
Revenues	16,916,552
Expenditures	-15,303,980
Net Inc./(Dec.) to Fund Balance	1,612,572
<u>WORKERS COMPENSATION FUND (2202)</u>	
Revenues	3,021,959
Expenditures	-2,279,779
Net Inc./(Dec.) to Fund Balance	742,180

FY 2009	
<u>HEALTH BENEFITS FUND (2201)</u>	
Revenues	16,475,812
Expenditures	-16,834,378
Net Inc./(Dec.) to Fund Balance	-358,566
<u>WORKERS COMPENSATION FUND (2202)</u>	
Revenues	714,399
Expenditures	-2,507,757
Net Inc./(Dec.) to Fund Balance	-1,793,358

FY 2010	
<u>HEALTH BENEFITS FUND (2201)</u>	
Revenues	12,166,072
Expenditures	-18,517,816
Net Inc./(Dec.) to Fund Balance	-6,351,744
<u>WORKERS COMPENSATION FUND (2202)</u>	
Revenues	0
Expenditures	-2,758,533
Net Inc./(Dec.) to Fund Balance	-2,758,533

FUND BALANCE	
<u>HEALTH BENEFITS FUND (2201)</u>	
2009 Beg. F/B	11,403,988
2009 Inc./Dec.	-358,566
2010 Inc./Dec.	-6,351,744
2010 End. F/B	4,693,678
<u>WORKERS COMPENSATION FUND (2202)</u>	
2009 Beg. F/B	9,881,774
2009 Inc./Dec.	-1,793,358
2010 Inc./Dec.	-2,758,533
2010 End. F/B	5,329,884

Assumptions:

- (1) HB & WC expenditures, 10% increase over prior year
- (2) 25% reduction on employer paid HB premium for last qtr. FY'09
- (3) 35% reduction on employer paid HB premium for FY'10
- (4) 100% reduction on WC contribution rates until end of FY'10
- (5) no change on actuarial required reserve
- (6) 2009 4th Qtr HB Premium \$260.25; 2010 HB Premium \$225.55

COUNTY BUDGET

Debt Capacity

Under the Texas Constitution a county may issue general obligation debt for general county purposes in an amount not to exceed 25% of the county's total appraised taxable valuation. Today, most county tax-backed bonds and other obligations have a limited tax pledge that use the 80 cents per \$100 authorized by Article VIII, section 9 of the Texas Constitution.

	AMOUNT OUTSTANDING DEC. 31, 2009	2010 REQUIREMENTS			TOTAL
		PRINCIPAL	INTEREST	Other Amount Due	
COUNTY WIDE DEBT:					
Certificates of Obligation, Series 2000	2,210,000.00	2,210,000.00	112,710.00	1,000.00	2,323,710.00
Certificates of Obligation, Series 2001	2,145,000.00	1,025,000.00	105,437.50	1,000.00	1,131,437.50
Certificates of Obligation, Series 2002	5,775,000.00	870,000.00	228,998.76	1,000.00	1,099,998.76
Certificates of Obligation, Series 2004	14,190,000.00	2,040,000.00	620,812.50	1,000.00	2,661,812.50
Refunding Bonds, Series 2005	51,240,000.00	370,000.00	2,543,875.00	1,000.00	2,914,875.00
Certificates of Obligation, Series 2006.....	35,910,000.00	1,035,000.00	1,648,912.50	1,000.00	2,684,912.50
Refunding Bonds, Series 2006.....	660,000.00	460,000.00	26,400.00	1,000.00	487,400.00
Refunding Bonds, Series 2007.....	26,055,000.00	130,000.00	1,083,282.50	1,000.00	1,214,282.50
Certificates of Obligation, Series 2009.....	24,280,000.00	50,000.00	1,649,789.87	1,000.00	1,700,789.87
Refunding Bonds, Series 2009A.....	6,995,000.00	3,570,000.00	276,600.00	1,000.00	3,847,600.00
Certificates of Obligation, Series 2009B.....	12,000,000.00	495,000.00	428,671.00	1,000.00	924,671.00
TOTAL COUNTY WIDE DEBT	181,460,000.00	12,255,000.00	8,725,489.63	11,000.00	20,991,489.63
NOTES PAYABLE	2,332,438.96	518,739.47	88,874.66	-	607,614.13
TOTAL ALL ISSUES	\$ 183,792,438.96	\$ 12,773,739.47	\$ 8,814,364.29	\$ 11,000.00	\$ 21,599,103.76

Bond Ratings

Investors use credit ratings in determining the risk of their investment, the higher the credit rating, the lower the interest on the bonds, and vice-versa. Below are the County's credit ratings as of September 29, 2009. The County's credit rating was recently re-affirmed by all three rating agencies earlier this month. The ratings were last upgraded by Standard and Poor's to 'AA-' from 'A' on November 25, 2008 and by Fitch Ratings to 'A+' from 'A' on January 7, 2009.

<u>RATING AGENCY</u>	<u>FITCH RATINGS</u>	<u>MOODY'S INVESTORS SERVICE</u>	<u>STANDARD & POOR'S</u>
Investment Grade Ratings	AAA AA+, AA, AA- A+, A, A-, BBB+, BBB, BBB-	Aaa Aa1, Aa2, Aa3 A1, A2, A3 Baa1, Baa2, Baa3	AAA AA+, AA, AA- A+, A, A-, BBB+, BBB, BBB
Previous Rating	A+	A1	AA-
Current Rating	A+	A1	AA-
<i>Goal</i>	<i>AA-</i>	<i>Aa3</i>	<i>AA</i>

COUNTY WIDE DEBT SERVICE

FISCAL YEAR (TAX YEAR)	2010 2009	2011 2010	2012 2011	2013 2012	2014 2013
C.O.'s and Ref. Bonds	Annual Debt Service Requirements				
Certificates of Obligation, Series 2000	2,322,710				
Certificates of Obligation, Series 2001	1,130,438	1,178,800			
Certificates of Obligation, Series 2002	1,098,999	1,111,809	1,102,039	1,105,379	1,101,179
Certificates of Obligation, Series 2004	2,660,813	2,684,513	2,599,963	2,483,963	2,428,463
Refunding Bonds, Series 2005	2,913,875	5,235,000	6,423,563	6,427,563	6,416,313
Certificates of Obligation, Series 2006	2,683,913	2,602,513	2,697,713	3,102,513	3,314,313
Refunding Bonds, Series 2006	486,400	208,000			
Refunding Bonds, Series 2007	1,213,283	1,213,083	1,217,683	1,216,883	1,215,883
Certificates of Obligation, Series 2009	1,699,790	1,995,494	1,996,094	1,995,794	1,994,594
Refunding Bonds, Series 2009-A	3,846,600	1,408,100	340,350	338,475	345,075
Certificates of Obligation, Series 2009-BC	860,404	860,198	856,398	857,298	857,748
	20,917,224	18,497,509	17,233,802	17,527,867	17,673,567
Notes Payable					
FNB: 10003377 (Pct. 4)					
SIB: S2005-001-01 (Pct. 1 - Mile 2 West)	176,398	176,398	176,398	176,398	
SIB: S2005-002-02 (Pct. 1 - FM 1015)	202,858	202,858	202,858	202,858	
SIB: S2008-003-06 (Pct. 1 & 2)	112,319	112,319	112,319	112,319	112,319
Tax Notes, Series 2007	-	-	-	-	-
Tax Notes, Series 2008	116,039				
	607,614	491,575	491,575	491,575	112,319
County Wide Debt Service:	21,524,838	18,989,084	17,725,377	18,019,442	17,785,886
Less Non-Tax Supported Debt:					
SIB: S2005-001-01 (Pct. 1 - Mile 2 West)	<i>(176,398)</i>	<i>(176,398)</i>	<i>(176,398)</i>	<i>(176,398)</i>	
SIB: S2005-002-02 (Pct. 1 - FM 1015)	<i>(202,858)</i>	<i>(202,858)</i>	<i>(202,858)</i>	<i>(202,858)</i>	
	<i>(379,256)</i>	<i>(379,256)</i>	<i>(379,256)</i>	<i>(379,256)</i>	-
Total Tax-Supported County Wide Debt	21,145,582	18,609,828	17,346,121	17,640,186	17,785,886
Proj. Taxable Valuation Growth	1.91%	1.91%	1.91%	1.91%	1.91%
Proj. Freeze Adjusted Taxable Values ^{(1) (2)}	27,325,102,881	27,846,491,990	28,377,829,701	28,919,305,844	29,471,113,870
I & S Rate	0.077300	0.077300	0.077300	0.077300	0.077300
Collection Percentage	100.00%	100.00%	100.00%	100.00%	100.00%
Debt Service Tax Levy	21,122,305	21,525,338	21,936,062	22,354,623	22,781,171
Debt Service Levy Surplus/(Deficit)	(23,278)	2,915,510	4,589,942	4,714,438	4,995,285
Approx. Max Bonding Capacity ⁽³⁾	-	36,333,701	57,200,819	58,752,315	62,252,297
Debt Proceeds ⁽³⁾	35,243,690	55,484,794	56,989,746	60,384,728	63,855,963
Estimated Debt Service Payment ⁽³⁾		2,915,510	4,589,942	4,714,438	4,995,285

Notes:

(1) 2010 Values Based on Final Tax Estimator Levy/\$0.0059

(2) 2011 and later years based on projected taxable values

(3) Assumptions: 5 % Interest Rate,, No Additional Debt Issued on prior years

DEBT SERVICE TAX COLLECTIONS

	2006			
	Budgeted	Actual	Variance	%
CURRENT TAXES REAL PROPERTY	11,123,478.61	11,316,275.96	192,797.35	101.73%
DELINQ TAXES - REAL PROPERTY	712,290.44	762,996.38	50,705.94	107.12%
CURRENT PENALTY & INT - REAL PROPERTY	205,224.00	212,414.86	7,190.86	103.50%
DELINQ PENALTY & INT - REAL PROPERTY	315,000.00	331,425.12	16,425.12	105.21%
GRAND TOTAL	12,355,993.05	12,623,112.32	267,119.27	102.16%

	2007			
	Budgeted	Actual	Variance	%
CURRENT TAXES REAL PROPERTY	13,839,004.00	14,127,096.10	288,092.10	102.08%
DELINQ TAXES - REAL PROPERTY	742,000.00	829,710.08	87,710.08	111.82%
CURRENT PENALTY & INT - REAL PROPERTY	250,000.00	259,823.05	9,823.05	103.93%
DELINQ PENALTY & INT - REAL PROPERTY	319,000.00	346,260.76	27,260.76	108.55%
GRAND TOTAL	15,150,004.00	15,562,889.99	412,885.99	102.73%

	2008			
	Budgeted	Actual	Variance	%
CURRENT TAXES REAL PROPERTY	16,834,027.00	17,447,197.21	613,170.21	103.64%
DELINQ TAXES - REAL PROPERTY	775,000.00	764,401.56	(10,598.44)	98.63%
CURRENT PENALTY & INT - REAL PROPERTY	325,780.00	327,809.51	2,029.51	100.62%
DELINQ PENALTY & INT - REAL PROPERTY	325,000.00	322,000.43	(2,999.57)	99.08%
GRAND TOTAL	18,259,807.00	18,861,408.71	601,601.71	103.29%

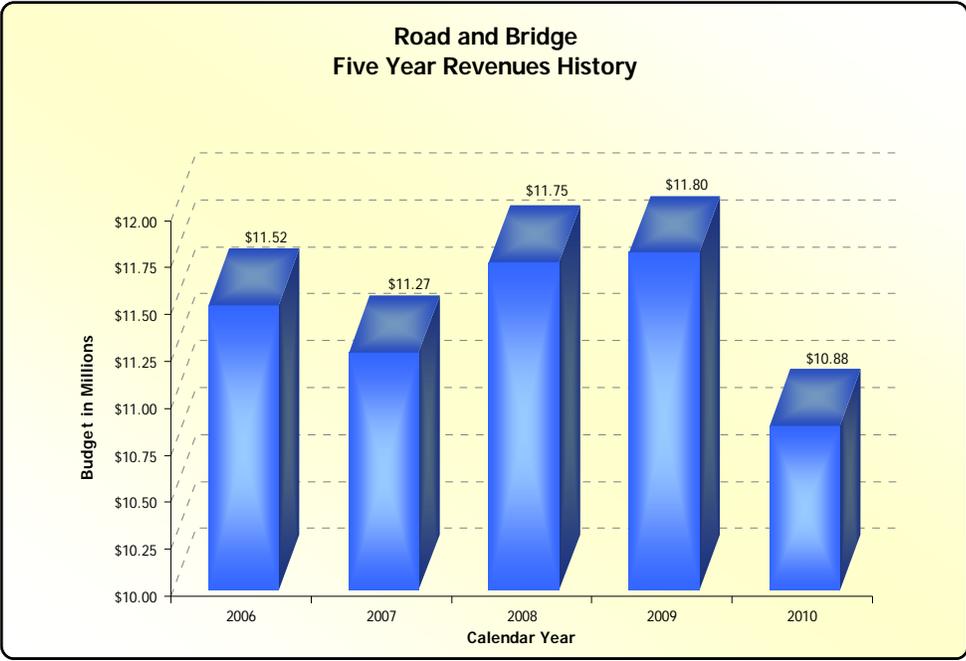
	2009			
	Budgeted	Actual	Variance	%
CURRENT TAXES REAL PROPERTY	17,680,001.00	18,024,922.54	344,921.54	101.95%
DELINQ TAXES - REAL PROPERTY	815,000.00	818,994.41	3,994.41	100.49%
CURRENT PENALTY & INT - REAL PROPERTY	361,229.00	322,464.72	(38,764.28)	89.27%
DELINQ PENALTY & INT - REAL PROPERTY	346,000.00	347,141.00	1,141.00	100.33%
GRAND TOTAL	19,202,230.00	19,513,522.67	311,292.67	101.62%

	2010			
	Budgeted	Actual	Variance	%
CURRENT TAXES REAL PROPERTY	19,538,131.00		(19,538,131.00)	0.00%
DELINQ TAXES - REAL PROPERTY	705,000.00		(705,000.00)	0.00%
CURRENT PENALTY & INT - REAL PROPERTY	359,118.00		(359,118.00)	0.00%
DELINQ PENALTY & INT - REAL PROPERTY	282,000.00		(282,000.00)	0.00%
GRAND TOTAL	20,884,249.00			

Budgeted tax revenue in the County has increased over the last four years as follows:

2006	2007	2008	2009
\$ 12,355,993.05	\$ 15,150,004.00	\$ 18,259,807.00	\$ 19,202,230.00

Road and Bridge 2010 Adopted Budget

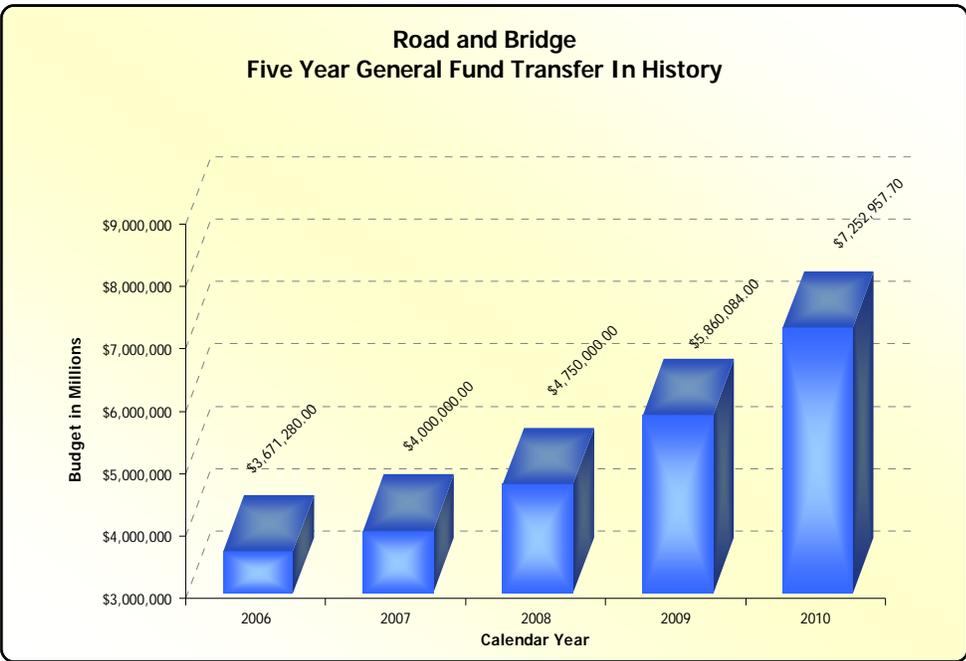


The other important County Fund is the Road and Bridge Fund. Funding for the repair and maintenance of county roads comes from vehicle registration fees, from traffic fines, and from other fees.

Estimated 2009 revenues for Road and Bridge totaled \$11,822,000. In 2010 the estimated revenues total \$10,887,000.

Total available funding for the precincts, including scheduled transfers from the General Fund total \$13,513,492. Other available funding was also reduced and note payable expenses increased, resulting in a shortfall of \$1,949,043.

The 2009 total budget for the four (4) Precincts is \$15,462,534, and the adopted budget for 2010 is \$14,906,365. The shortfall was addressed by transferring an additional \$1,392,873 from the general fund and by cost savings from the Workers' Compensation Program and the Self-Insured Employee Health Benefits Program, which totaled \$556,169



The Road and Bridge budget allocation to the Precincts for previous years and for 2009 is as follows:

- 2006 - \$13,600,000
- 2007 - \$13,472,568
- 2008 - \$15,452,501
- 2009 - \$15,462,534
- 2010 - \$14,906,365 + \$556,169 = \$15,462,534