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October 27, 2014

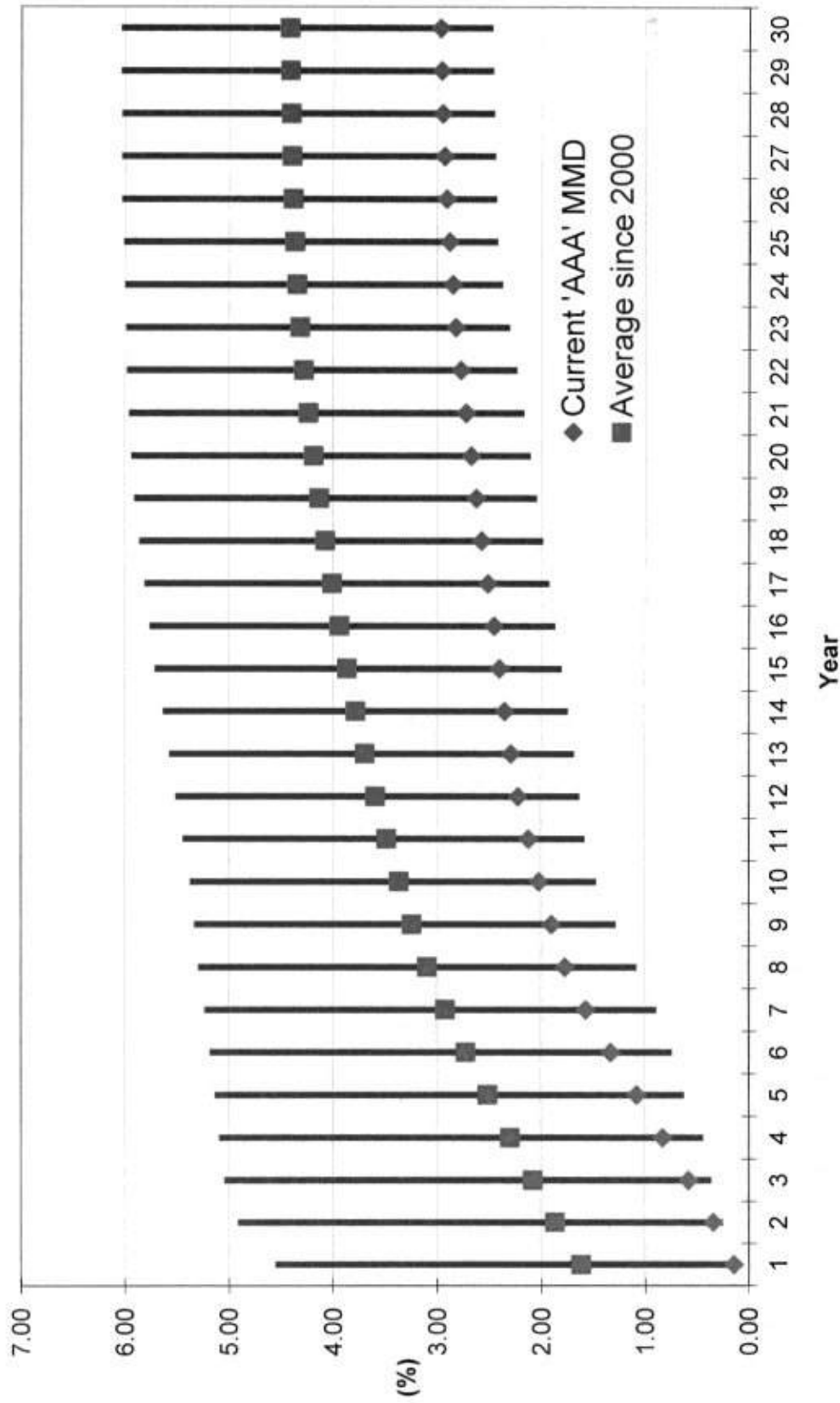


Webb County, Texas

Limited Tax Refunding Bonds, Series 2014 Refunding Plan of Finance

ESTRADA • HINOJOSA
INVESTMENT BANKERS

Historical MMD [2000 – Present]



Maturity	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30
% of time above current MMD	57%	85%	84%	85%	87%	88%	88%	89%	90%	90%	90%	91%	92%	92%	92%	93%	93%	94%	94%	94%	94%	94%	94%	94%	95%	95%	95%	94%	94%	94%

Current Refunding Summary

- Based on current rates, significant Net Present Value (NPV) and annual savings can be realized by refunding the County's Limited Tax Refunding Bonds, Series 2005.

Refunding Summary

Delivered:	12/30/2014
Par Amount of Refunding Bonds:	\$7,600,000
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NPV Savings:	\$671,189
% Savings of Refunded Bonds:	8.831%
Avg. Annual Savings (FYE 2016-2020):	\$138,219
Avg. Coupon of Refunded Bonds:	5.000%
True Interest Cost (TIC):	1.298%
Rates as of:	10/24/2014
Negative Arbitrage:	\$7,018

- Limited Tax Refunding Bonds, Series 2005 can not be refunded until November 2014 because of one advance-refunding limitation.

Eligible Bonds to be Currently Refunded

- As shown below, current rates offer significant savings on a maturity-by-maturity basis versus the existing interest rates.

Eligible Bonds to be Refunded									
Series	Maturity Date	Existing Coupon	Par Amount	Call Date	Call Price	Current Rates	Rate Difference		
Limited Tax Refunding Bonds, Series 2005									
	2/1/2016	5.000%	\$1,510,000	2/1/2015	100%	0.490%	4.510%		
	2/1/2017	5.000%	1,600,000			0.750%	4.250%		
	2/1/2018	5.000%	1,685,000			0.930%	4.070%		
	2/1/2019	5.000%	1,755,000			1.210%	3.790%		
	2/1/2020	5.000%	1,050,000			1.440%	3.560%		
			\$7,600,000						Total Bonds to be Refunded

Savings Summary

FYE 9/30	Prior Debt Service	Refunding Debt Service	Savings	Present Value Savings	FYE 9/30
2015	\$380,000	\$376,168	\$3,832	\$3,252	2015
2016	1,852,250	1,714,368	137,883	135,901	2016
2017	1,864,500	1,728,765	135,735	132,530	2017
2018	1,867,375	1,727,900	139,475	134,834	2018
2019	1,851,375	1,710,750	140,625	134,558	2019
2020	1,076,250	938,875	137,375	130,113	2020
	<u>\$8,891,750</u>	<u>\$8,196,825</u>	<u>\$694,925</u>	<u>\$671,189</u>	

Savings Summary

Net Future Value (FV) Savings from cash flow:	\$694,925
Net Present Value (PV) Savings from cash flow:	\$671,189
% Savings of Refunded Bonds:	8.831%
Avg. Annual Savings (FYE 2016-2020):	\$138,219

Timetable

Timetable of Events

	OCTOBER							NOVEMBER							DECEMBER							
	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	
			1	2	3	4							1				1	2	3	4	5	6
5	6	7	8	9	10	11		2	3	4	5	6	7	8	7	8	9	10	11	12	13	
12	13	14	15	16	17	18		9	10	11	12	13	14	15	14	15	16	17	18	19	20	
19	20	21	22	23	24	25		16	17	18	19	20	21	22	21	22	23	24	25	26	27	
26	27	28	29	30	31			23 ²⁰	24	25	26	27	28	29	28	29	30	31				

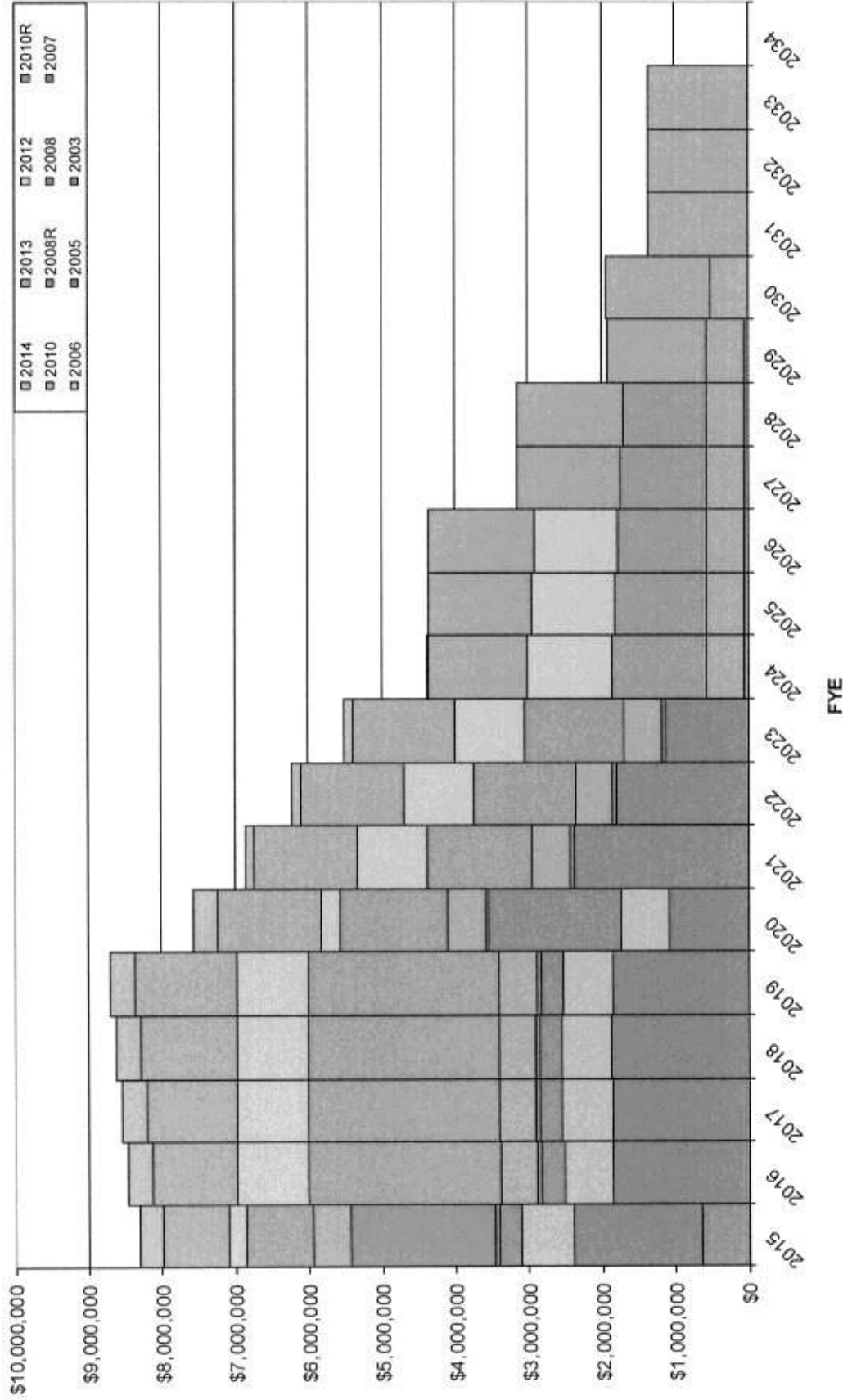
October 27, 2014	(Monday)	Commissioners Court approves Plan of Finance and approves parameters sale of the Refunding Bonds.
October 29, 2014	(Wednesday)	Mail first draft of the POS to working group.
November 3, 2014	(Monday)	Receive comments on first draft of the POS & Bond Documents from working group.
November 5, 2014	(Wednesday)	Mail second draft of the POS to working group Rating Agencies, and Bond Insurance Companies.
Week of November 10		Calls with Rating Agencies.
November 14, 2014	(Friday)	Receive comments on second draft of the POS & Bond Documents from working group.
November 19, 2014	(Wednesday)	Print and distribute POS.
December 1, 2014	(Monday)	Receive Ratings and Premiums for Bond Insurance.
December 3, 2014	(Wednesday)	Price the Obligations. Designated County Officials execute legal documents.
December 4, 2014	(Thursday)	Submit documents to Texas Attorney General.
December 23, 2014	(Tuesday)	Obtain Texas Attorney General's Approval of the Obligations.
December 30, 2014	(Tuesday)	Closing.

Working Group Participants

Issuer	Webb County, Texas
Financial Advisor	Estrada Hinojosa & Co., Inc.
Bond Counsel	Winstead, PC
Underwriter	[To be Determined]
Underwriter's Counsel	Bracewell & Giuliani LLP
Paying /Escrow Agent	The Bank of New York Mellon

General Obligation Debt

Aggregate Debt Service by Series



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