

RULE 15c2-12 FILING COVER SHEET

This cover sheet is sent with all submissions to the Municipal Securities Rulemaking Board (the Nationally Recognized Municipal Securities Information Repository) and any applicable State Information Depository pursuant to Securities and Exchange Commission (SEC) Rule 15c2-12 or any analogous state statute.

Issuer Name: Hood County, Texas

Issue(s):

\$ 4,180,000 Limited Tax Refunding Bonds, Series 2009

Filing Format X electronic ___ paper; If available on the Internet, give URL: _____

CUSIP Numbers to which the information filed relates (optional):

X Nine-digit number(s) (see following page(s)):

___ Six-digit number if information filed relates to all securities of the issuer

* * *

Financial & Operating Data Disclosure Information

___ Annual Financial Report or CAFR

X Financial Information & Operating Data

___ Other (describe)

X Fiscal Period Covered: FYE 2013

___ Monthly ___ Quarterly X Annual ___ Other:

* * *

I hereby represent that I am authorized by the issuer or its agent to distribute this information publicly:

Signature: Stan McBroom

Name: Stan McBroom Title: County Auditor

Employer: Hood County, Texas

Voice Telephone Number: (817) 579-3210

Email Address: smcbroom@co.hood.tx.us

DESCRIPTION OF ISSUES COVERED BY THIS REPORT

Limited Tax Refunding Bonds, Series 2009

<u>Date</u>	<u>Principal</u>	<u>CUSIP</u>
02/15/15	\$ 345,000	438781 BN5
02/15/16	360,000	438781 BP0
02/15/17	375,000	438781 BQ8
02/15/18	390,000	438781 BR6
02/15/19	405,000	438781 BS4
02/15/20	425,000	438781 BT2
02/15/21	440,000	438781 BU9
02/15/22	455,000	438781 BV7
02/15/23	475,000	438781 BW5
	<u>\$ 3,670,000</u>	

CONTINUING DISCLOSURE REPORT
FOR THE
FISCAL YEAR ENDED SEPTEMBER 30, 2013

HOOD COUNTY, TEXAS

GENERAL OBLIGATION DEBT



FirstSouthwest

FINANCIAL STATEMENTS

The audited financial statements for the County for the fiscal year ended September 30, 2013 are being separately filed directly with the Nationally Recognized Municipal Securities Information Repository and any applicable State Information Depository, and are hereby incorporated by reference into this Annual Continuing Disclosure Report.

SIGNATURE OF ISSUER

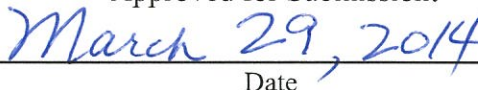
The information set forth herein has been obtained from the County and other sources believed to be reliable, but such information is not guaranteed as to accuracy or completeness and is not to be construed as a promise or guarantee. This Annual Continuing Disclosure Report may contain, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation is made as to the correctness of such estimates and opinions, or that they will be realized. The information and expressions of opinion contained herein are subject to change without notice, and the delivery of this Annual Continuing Disclosure Report will not, under any circumstances, create any implication that there has been no change in the affairs of the County or other matters described.

HOOD COUNTY, TEXAS



Stan McBroom
County Auditor

Approved for Submission:



Date

CERTIFICATE OF SUBMISSION OF ANNUAL REPORT

Subject to the continuing disclosure requirements of SEC Rule 15c2-12, this Annual Continuing Disclosure Report for the Hood County, Texas with respect to the issues listed on the report cover was submitted directly to the National Recognized Municipal Securities Information Repository ("NRMSIR") listed below as well as to any applicable State Information Depository ("SID").

NRMSIR

Municipal Securities Rulemaking Board ("MSRB")
via the Electronic Municipal Market Access ("EMMA") system

First Southwest Company

Signed by:

/s/ Fred Schneider

**HOOD COUNTY, TEXAS
2014 GENERAL OBLIGATION DEBT REPORT**

TABLE 1 – VALUATIONS, EXEMPTIONS AND GENERAL OBLIGATION DEBT

2013/14 Market Valuation Established by Hood County Appraisal District (excluding totally exempt property)		\$ 6,347,843,370
Less Exemptions/Reductions at 100% Market Value:		
Over - 65 or Disabled Homestead	91,058,242	
Abatement	44,472,330	
Disabled Veterans	27,105,303	
Pollution Control	878,410	
Agricultural Appraisal & Timber-Use Appraisal	870,352,390	
Freeport	6,175,748	
Minimum Value Exemption	143,610	
10% Homestead Cap	<u>15,048,620</u>	<u>\$ 1,055,234,653</u>
 2013/14 Taxable Assessed Valuation		 \$ 5,292,608,717
 General Obligation Debt Payable from Ad Valorem Taxes (as of 1/31/14)		 \$ 23,495,000
 General Obligation Interest and Sinking Fund (as of 1/31/14)		 \$ 405,507
 Ratio General Obligation Tax Debt to Taxable Assessed Valuation		 0.44%

2014 Estimated Population - 52,800
Per Capita Taxable Assessed Valuation - \$100,239
Per Capita Net General Obligation Debt Payable from Ad Valorem Taxes - \$445

TABLE 2 – TAXABLE ASSESSED VALUATIONS BY CATEGORY

Category	Taxable Appraised Value for Fiscal Year Ended September 30,					
	2014		2013		2012	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 2,930,751,520	46.17%	\$ 2,908,478,050	44.65%	\$ 2,905,316,440	45.17%
Real, Residential, Multi-Family	59,861,270	0.94%	53,898,290	0.83%	53,008,040	0.82%
Real, Vacant Lots/Tracts	157,778,710	2.49%	142,644,020	2.19%	147,186,400	2.29%
Real, Acreage (Land Only)	902,322,050	14.21%	1,010,447,760	15.51%	1,021,586,080	15.88%
Real, Farm and Ranch Improvements	384,505,070	6.06%	422,253,600	6.48%	417,265,870	6.49%
Real, Commercial	524,161,770	8.26%	494,553,630	7.59%	465,556,410	7.24%
Real, Industrial	368,097,300	5.80%	369,195,940	5.67%	351,347,640	5.46%
Real, Oil, Gas and Other Mineral Reserves	443,601,740	6.99%	520,174,260	7.99%	485,004,650	7.54%
Real and Tangible Personal, Utilities	261,401,430	4.12%	257,771,110	3.96%	268,790,080	4.18%
Tangible Personal, Commercial	152,000,800	2.39%	156,398,470	2.40%	144,703,130	2.25%
Tangible Personal, Industrial	104,883,170	1.65%	109,708,860	1.68%	97,575,340	1.52%
Tangible Personal, Mobile Homes	23,927,930	0.38%	30,468,330	0.47%	34,227,250	0.53%
Real and Special, Inventory	34,550,610	0.54%	37,899,830	0.58%	40,865,960	0.64%
Total Appraised Value Before Exemptions	\$ 6,347,843,370	100.00%	\$ 6,513,892,150	100.00%	\$ 6,432,433,290	100.00%
Less: Total Exemptions/Reductions	1,055,234,653		1,132,167,904		1,193,587,843	
Taxable Assessed Value	<u>\$ 5,292,608,717</u>		<u>\$ 5,381,724,246</u>		<u>\$ 5,238,845,447</u>	

Category	Taxable Appraised Value for Fiscal Year Ended September 30,			
	2011		2010	
	Amount	% of Total	Amount	% of Total
Real, Residential, Single-Family	\$ 2,918,699,170	43.64%	\$ 2,933,195,410	42.98%
Real, Residential, Multi-Family	53,831,700	0.80%	50,780,420	0.74%
Real, Vacant Lots/Tracts	144,483,120	2.16%	156,672,180	2.30%
Real, Acreage (Land Only)	1,041,857,180	15.58%	1,075,447,250	15.76%
Real, Farm and Ranch Improvements	414,712,630	6.20%	410,772,570	6.02%
Real, Commercial	490,292,750	7.33%	471,407,800	6.91%
Real, Industrial	368,533,630	5.51%	420,240,740	6.16%
Real, Oil, Gas and Other Mineral Reserves	668,614,970	10.00%	701,231,630	10.28%
Real and Tangible Personal, Utilities	268,669,630	4.02%	249,080,130	3.65%
Tangible Personal, Commercial	136,967,830	2.05%	189,638,730	2.78%
Tangible Personal, Industrial	108,841,200	1.63%	83,802,530	1.23%
Tangible Personal, Mobile Homes	36,968,060	0.55%	38,543,020	0.56%
Real and Special, Inventory	35,037,200	0.52%	43,247,220	0.63%
Total Appraised Value Before Exemptions	\$ 6,687,509,070	100.00%	\$ 6,824,059,630	100.00%
Less: Total Exemptions/Reductions	1,256,188,340		1,400,681,126	
Taxable Assessed Value	<u>\$ 5,431,320,730</u>		<u>\$ 5,423,378,504</u>	

TABLE 3 – VALUATION AND GENERAL OBLIGATION DEBT HISTORY

Fiscal Year Ended 9/30	Estimated Population ⁽¹⁾	Taxable Assessed Valuation ⁽²⁾	Taxable Assessed Valuation Per Capita	G.O. Tax Debt Outstanding at End of Year	Ratio of G.O. Tax Debt to Taxable Assessed Valuation	G.O. Tax Debt Per Capita
2010	56,000	\$ 5,423,378,504	\$ 96,846	\$ 17,095,000	0.32%	\$ 305
2011	52,000	5,431,320,730	104,448	16,495,000	0.30%	317
2012	52,000	5,238,845,447	100,747	16,550,000	0.32%	318
2013	52,000	5,381,724,246	103,495	14,190,000	0.26%	273
2014	52,800	5,292,608,717	100,239	21,150,000 ⁽³⁾	0.40% ⁽³⁾	401 ⁽³⁾

⁽¹⁾ Source: Hood County

⁽²⁾ As reported by the Hood County Appraisal District on County’s annual State Property Tax Reports; subject to change during the ensuing year.

⁽³⁾ Projected.

TABLE 4 – TAX RATE, LEVY AND COLLECTION HISTORY

Fiscal Year Ended 9/30	Tax Rate ⁽¹⁾	Farm-to-Market (Flood Control)	Library	General Fund	Interest and Sinking Fund	Tax Levy	% Current Collections	% Total Collections
2010	\$ 0.33109	\$ 0.03602	\$ 0.00964	\$ 0.22961	\$ 0.05582	\$ 17,956,318	97.77%	98.71%
2011	0.34389	0.03745	0.01001	0.24060	0.05582	18,287,931	98.87%	100.06%
2012	0.34889	0.03745	0.01001	0.24660	0.05482	17,866,014	99.36%	101.40%
2013	0.34391	0.03695	0.00987	0.24473	0.05237	18,132,594	98.00%	100.00%
2014	0.38391	0.04496	0.01015	0.27569	0.05311	19,912,373	75.00% ⁽²⁾	76.00% ⁽²⁾

⁽¹⁾ Includes Road and Bridge, Flood Control, and Library tax rates.

⁽²⁾ Collections through January 31, 2014.

TABLE 5 – TAX RATE DISTRIBUTION ANALYSIS

Constitutional Tax Rate	Fiscal Year Ended September 30,				
	2014	2013	2012	2011	2010
General Fund	\$ 0.27569	\$ 0.24473	\$ 0.24660	\$ 0.24060	\$ 0.22961
Interest and Sinking Fund	0.05311	0.05237	0.05482	0.05582	0.05582
Total Constitutional Tax Rate	\$ 0.32880	\$ 0.29710	\$ 0.30142	\$ 0.29643	\$ 0.28543
Special Road and Bridge (Road Maintenance)	\$ -	\$ -	\$ -	\$ -	\$ -
Farm-to-Market (and) (Flood Control)	0.04496	0.03695	0.03745	0.03745	0.03602
Library	0.01015	0.00987	0.01001	0.01001	0.00964
Total Tax Rate	\$ 0.38391	\$ 0.34391	\$ 0.34889	\$ 0.34389	\$ 0.33109

TABLE 6 – TEN LARGEST TAXPAYERS

Name of Taxpayer	Nature of Property	2013/14	% of Total
		Taxable Assessed Valuation	Taxable Assessed Valuation
Quicksilver Resources - Minerals	Oil & Gas	\$ 197,295,470	3.73%
Wolf Hollow I LP (Plant)	Industrial	133,466,300	2.52%
Cowtown Gas Processing Partners	Utilities/Pipeline	117,908,220	2.23%
DCP Tolar PL LLC (Plants)	Industrial	59,361,410	1.12%
Premier Natural Resources II LLC	Industrial/Utility	46,377,600	0.88%
EOG Resources Inc	Oil & Gas	30,097,410	0.57%
Quicksilver Resources PP	Oil & Gas	28,730,780	0.54%
Oncor Electric Delivery	Electric Utility	26,533,470	0.50%
Cowtown Gas Processing Partners	Utilities/Pipeline	22,271,570	0.42%
Energy Transfer Fuel LP	Oil & Gas	21,949,510	0.41%
		<u>\$ 683,991,740</u>	<u>12.92%</u>

TABLE 7 – ESTIMATED OVERLAPPING DEBT

Updated information with respect to the District as contained in the "Estimated Overlapping Debt" table of the final official statements of debt issued is contained in other tables of this annual report. Information relating to other taxing entities within the territory of the District that was contained in the "Estimated Overlapping Debt" table of the final official statements has not been updated (as it is not financial information or operating data of the issuer); however information relating to other taxing entities is contained in individual "Texas Municipal Reports" as published by the Municipal Advisory Council of Texas.

TABLE 8 – GENERAL OBLIGATION DEBT SERVICE REQUIREMENTS

Fiscal Year Ending 9/30	Outstanding Debt Service ⁽¹⁾			% of Principal Retired
	Principal	Interest	Total	
2014	\$ 2,345,000	\$ 490,451	\$ 2,835,451	
2015	2,055,000	681,711	2,736,711	
2016	2,160,000	539,925	2,699,925	
2017	2,215,000	490,605	2,705,605	
2018	1,895,000	442,073	2,337,073	45.41%
2019	1,620,000	397,713	2,017,713	
2020	1,670,000	355,284	2,025,284	
2021	1,215,000	315,518	1,530,518	
2022	1,250,000	278,614	1,528,614	
2023	1,290,000	240,213	1,530,213	75.40%
2024	1,520,000	196,540	1,716,540	
2025	785,000	156,634	941,634	
2026	820,000	124,133	944,133	
2027	850,000	90,315	940,315	
2028	885,000	55,181	940,181	96.08%
2029	920,000	18,630	938,630	100.00%
	<u>\$ 23,495,000</u>	<u>\$ 4,873,538</u>	<u>\$ 28,368,538</u>	

⁽¹⁾ Outstanding debt service includes outstanding Tax Notes.

TABLE 9 – INTEREST AND SINKING FUND BUDGET PROJECTION⁽¹⁾

Tax Supported Debt Service Requirements, Fiscal Year Ending 9/30/14		\$ 2,835,451
Interest and Sinking Fund, Fiscal Year Ending 9/30/13	\$ 974,165	
Calculated Interest and Sinking Fund Tax Levy	<u>2,754,894</u>	<u>\$ 3,729,059</u>
Estimated Balance, Fiscal Year Ending 9/30/14		<u>\$ 893,608</u>

⁽¹⁾ Unaudited.

TABLE 10 – AUTHORIZED BUT UNISSUED GENERAL OBLIGATION BONDS

As of January 31, 2014, the County had no authorized but unissued general obligation bonds.

<u>Purpose</u>	<u>Date Authorized</u>	<u>Amount Authorized</u>	<u>Amount Previously Issued</u>	<u>Bonds Issued</u>	<u>Unissued Balance</u>
Tax Note Ser 2013 (Public Improvement)	7/23/2013	\$ 2,805,000	\$ -	\$ 2,805,000	\$ -
Limited Tax Series 2013 (Building)	12/10/2013	\$ 6,500,000	\$ -	\$ 6,500,000	\$ -

TABLE 11 – OTHER OBLIGATIONS⁽¹⁾

Operating Leases

The County is involved in an operating lease for copiers. The minimum future rental payments on noncancelable leases as of September 30, 2013, are as follows:

<u>Operating Leases</u>	
<u>Fiscal Year Ending September 30,</u>	<u>Operating Leases</u>
2014	72,295
2015	65,974
2016	65,974
2017	54,166
2018-2022	-
	<u>\$ 258,409</u>

Capital Leases

The County holds a capital lease with Mitel Leasing for telecommunications equipment. The minimum future rental payments on as of September 30, 2013, are as follows:

<u>Capital Leases</u>	
<u>Fiscal Year Ending September 30,</u>	<u>Capital Leases</u>
2014	81,300
2015	81,300
2016	81,300
2017	81,300
2018	67,750
Total Minimum Lease Payment	392,950
Less Amount Representing Interest	(117,885)
Present Value of Net Minimum Lease Payments	<u>\$ 275,065</u>

(1) Unaudited.

TABLE 12 – CHANGES IN NET ASSETS⁽²⁾

	Fiscal Year Ended September 30, ⁽¹⁾				
	2013	2012	2011	2010	2009
<u>Revenues:</u>					
Program Revenues:					
Charges for Services	\$ 4,391,271	\$ 4,572,263	\$ 4,367,856	\$ 4,717,639	\$ 5,022,118
Operating Grants and Contributions	1,512,471	1,580,121	2,987,113	3,075,521	1,553,930
Capital Grants and Contributions	-	-	-	-	1,122,367
General Revenues:					
Property Taxes	18,296,626	18,155,429	18,466,180	17,951,830	17,316,089
Sales Taxes	3,454,786	3,823,671	3,373,584	2,969,806	3,474,632
Investment Earnings	32,777	32,380	31,108	40,428	155,745
Gain (Loss) on Disposition of Capital Assets	-	-	-	-	1,716
Miscellaneous	428,445	357,677	340,695	343,865	241,755
Total Revenues	<u>\$ 28,116,376</u>	<u>\$ 28,521,541</u>	<u>\$ 29,566,536</u>	<u>\$ 29,099,089</u>	<u>\$ 28,888,352</u>
<u>Expenditures:</u>					
General Administration	\$ 5,358,095	\$ 5,241,794	\$ 5,043,366	\$ 3,408,891	\$ 3,107,255
Judicial and Legal	3,983,030	3,689,087	3,928,542	3,757,398	3,703,224
Financial Administration	-	-	-	1,733,781	1,788,235
Elections	-	-	-	152,207	77,037
Public Facilities	869,509	753,889	753,864	772,885	1,105,192
Public Safety	11,378,311	10,493,391	10,781,587	6,884,303	6,562,230
Corrections	-	-	-	3,878,853	3,725,211
Public Transportation	4,182,417	4,238,812	4,123,627	4,079,910	3,962,883
Health and Welfare	422,748	720,186	597,119	738,621	420,819
Public Assistance	-	-	-	51,432	51,732
Culture and Recreation	567,165	589,970	608,908	641,051	584,259
Conservation	85,237	83,335	75,115	77,443	79,422
Environmental Protection	-	-	-	63,151	118,696
Interest on Long-term Debt	667,144	671,824	736,357	821,592	850,327
Total Expenses	<u>\$ 27,513,656</u>	<u>\$ 26,482,288</u>	<u>\$ 26,648,485</u>	<u>\$ 27,061,518</u>	<u>\$ 26,136,522</u>
Increase (Decrease) in Net Assets					
Before Special Items and Transfers	\$ 602,720	\$ 2,039,253	\$ 2,918,051	\$ 2,037,571	\$ 2,751,830
Increase (Decrease) in Net Assets	\$ 602,720	\$ 2,039,253	\$ 2,918,051	\$ 2,037,571	\$ 2,751,830
Beginning Net Assets	54,805,453	52,766,200	49,848,149	47,810,578	45,278,538
Prior Period Adjustment	-	-	-	-	(219,790)
Ending Net Assets	<u>\$ 55,408,173</u>	<u>\$ 54,805,453</u>	<u>\$ 52,766,200</u>	<u>\$ 49,848,149</u>	<u>\$ 47,810,578</u>

(1) Includes both governmental activities and business-type activities. Both of the government-wide financial statements distinguish functions of Hood County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Hood County include general government, highways and streets, law enforcement and judiciary and public health, welfare and safety. The business type activity of Hood County is operating a Juvenile Detention Center.

(2) Preliminary unaudited totals provided by County Officials.

TABLE 12A – GENERAL FUND REVENUES AND EXPENDITURE HISTORY⁽¹⁾

	Fiscal Years Ended September 30,				
	2013 ⁽¹⁾	2012	2011	2010	2009
Revenues:					
Taxes	\$ 16,448,059	\$ 16,737,793	\$ 16,307,524	\$ 15,384,971	\$ 14,634,137
Fees of Office	2,554,867	2,391,678	2,412,257	2,477,308	2,837,647
Charges for Services	46,409	33,527	24,383	-	-
Intergovernmental	573,888	583,744	512,235	306,770	353,421
Interest	17,542	21,354	21,128	30,323	107,458
Miscellaneous Local	422,186	380,635	393,142	368,861	408,411
Total Revenues	\$ 20,062,951	\$ 20,148,731	\$ 19,670,669	\$ 18,568,233	\$ 18,341,074
Expenditures:					
General Administration	\$ 5,486,989	\$ 5,542,861	\$ 4,627,733	\$ 3,053,419	\$ 2,920,787
Judicial and Legal	3,551,342	3,310,069	3,499,421	3,298,161	3,146,803
Financial Administration	-	-	-	1,689,446	1,731,837
Elections	-	-	-	133,912	84,558
Public Facilities	818,028	756,168	753,560	767,724	782,891
Public Safety	9,679,670	8,969,141	9,078,385	5,504,909	5,510,374
Corrections	-	-	-	3,417,358	3,128,452
Public Health and Welfare	409,853	391,542	365,397	251,290	265,261
Public Assistance	-	-	17,383	51,089	51,732
Conservation	85,045	83,586	75,085	76,926	79,104
Capital Outlay	67,608	68,749	34,500	6,500	-
Debt Service	54,948	54,948	375,761	133,233	87,445
Total Expenditures	\$ 20,153,483	\$ 19,177,064	\$ 18,827,225	\$ 18,383,967	\$ 17,789,244
Excess (Deficiency) of					
Revenues Over Expenditures	(90,532)	971,667	843,444	184,266	551,830
Other Sources (Uses)	(270,514)	(395,678)	98,397	18,448	79,862
Net Increase (Decrease)	\$ (361,046)	\$ 575,989	\$ 941,841	\$ 202,714	\$ 631,692
Prior Period Adjustment	-	-	-	33,703	-
Beginning Fund Balance	11,624,734	11,048,745	10,106,904	9,870,487	9,238,795
Ending Fund Balance	\$ 11,263,688	\$ 11,624,734	\$ 11,048,745	\$ 10,106,904	\$ 9,870,487

⁽¹⁾ Preliminary unaudited totals provided by County Officials.

TABLE 14 – CURRENT INVESTMENTS

As of January 31, 2014, the County's funds were invested as follows:

Type of Investment	% of Portfolio	Market Value	Book Value
TexPool	86.15%	\$ 18,303,400	\$ 18,303,400
TexStar	12.24%	2,600,000	2,600,000
Interbank C.D.	1.62%	343,580	343,580
	100.0%	\$ 21,246,980	\$ 21,246,980