$1,250,000
Rockwall County, Texas
Limited Tax Notes,
Series 2007

Rebate Computation for the Period
September 18, 2007 to September 30, 2009

FirstSouthwest
A PlainsCapital Company

FirstSouthwest
A PlainsCapital Company.

Shelley D. Weiske, CPA
Senior Vice President

January 26, 2010

Mr. Bill Sinclair
County Treasurer
Rockwall County, Texas
101 E. Rusk Street
Suite 201
Rockwall, TX 75087-

$ 1,250,000
Rockwall County, Texas
Limited Tax Notes,
Series 2007

In accordance with the terms of the "Agreement for Arbitrage Rebate Compliance Services" for the above-captioned obligations (the "Obligations"), we have completed an annual estimation of the rebate amount as defined in Section 148(f)(2) of the Internal Revenue Code of 1986, as amended. The estimate included in the report is intended for informational and internal reporting purposes only and not for filing requirements with the Internal Revenue Service. A separate calculation will be performed in connection with any required filing date.

The estimation of the rebate amount, included in this report, covers the investment of gross proceeds from September 18, 2007 (the delivery date of the Obligations) through September 30, 2009 (the "Computation Date"). The period from the delivery date of the Obligations to the Computation Date is hereinafter referred to as the "Computation Period."

In order to determine the rebate amount for the Computation Period, we were provided with all the information regarding the issuance of the Obligations and the investment of the gross proceeds, as well as other information as deemed necessary under the circumstances. We did not perform any procedures to test the accuracy of the information provided to us. Certain information and definitions used in preparing the attached schedules are described in the Summary of Computational Information.

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325 North St. Paul Street, Suite 800, Dallas, Texas 75201-3852

Based upon the computations included in this report, the rebate amount for the above-defined Computation Period is summarized as follows:

Summary of Rebatable Arbitrage:

Actual Interest Earnings	$	2,051.16
Allowable Interest Earnings at Bond Yield	$	15,251.70
Cumulative Rebatable Arbitrage (net of allowable rebate credits)	**($**	**13,200.54)**

The estimated rebate amount was determined using the provisions of Treasury Regulations Section 1.148, or the applicable regulations in effect on the date that the Obligations delivered. These regulations may be revised or replaced and, accordingly, the computations contained in this report may be subject to modification in order to comply with the revised regulations, if any, when issued. The terms of our engagement are such that we have no obligation to update the results of this report for events occurring or information coming to our attention subsequent to the date of this report.

We appreciate this opportunity to serve you. If you have any questions regarding the computations contained in this report, please do not hesitate to contact First Southwest Asset Management, Inc.

Sincerely,

FIRST SOUTHWEST ASSET MANAGEMENT, INC.

Table of Contents

Summary of Computational Information

Section I

SUMMARY OF COMPUTATIONAL INFORMATION

ROCKWALL COUNTY, TEXAS

COMPUTATIONAL INFORMATION:

1. The following information was used to compute the debt service requirements and yield on the Obligations for the Computation Period:

Dated Date:	August 15, 2007
Delivery Date:	September 18, 2007
First Coupon Date:	February 1, 2008
Interest Accrues From:	September 18, 2007

2. Principal amounts, interest rates, and reoffering prices are as shown in the section entitled "Computation of Yield on the Obligations." The target used for computing the yield on the Obligations was as follows:

Issue price to the public	$1,250,000.00
Target	$1,250,000.00

3. Computations of yield are based upon a 360-day year and semiannual compounding.

4. The value of any fixed rate investments outstanding on the Computation Date was determined by calculating the present value of future receipts on the Computation Date using the purchased yield on the investments. The value of variable rate investments outstanding on the Computation Date was determined by using the investment's fair market value on that date. Premiums and discounts from the purchase of securities are treated as an adjustment to actual interest earned when the investment matures or is sold. Gains and losses from the sale of securities are treated as an adjustment to actual interest earned during the Computation Period.

5. The purchase price of investments is assumed to be at their fair market value, representing an arms length transaction which did not result in an abusive arbitrage device by reducing the rebate amount required to be paid to the United States. The purchase price is also assumed to exclude all costs which are not qualified administrative costs.

SUMMARY OF COMPUTATIONAL INFORMATION (continued)

ROCKWALL COUNTY, TEXAS

6. The County maintains a common Debt Service Fund for all outstanding bond issues. The portion of the Debt Service Fund which will be depleted at least once a year except for a reasonable carryover amount not to exceed the greater of (a) prior year's earnings on the Debt Service Fund or (b) one-twelfth of the prior year's annual debt service, will be treated as a separate fund (the "Bona Fide Portion") and will not be included in the arbitrage rebate computation. Amounts remaining in the Debt Service Fund, other than such reasonable carryover amount, will be treated as a separate fund (the "Reserve Portion") and will be included in the computation of Rebatable Arbitrage. The Reserve Portion in each year was determined as of the date the Debt Service Fund was depleted to its minimum balance and held constant during the year. Interest earnings were allocated to the Obligations using the average daily balances associated with the Bona Fide and Reserve Portions of the Obligations in the Debt Service Fund.

DEFINITIONS

7. **Yield:** That yield, which, when used in computing the present worth of all payments of principal and interest to be paid on an obligation during the Computation Period, produces an amount equal to, in the case of the Obligations, the initial offering price to the public, and in the case of the investments, the fair market value on the date the investment becomes a nonpurpose investment.

8. **Allowable Earnings:** The amount which would have been earned if all investments had been invested at a rate equal to the yield on the Obligations.

9. **Excess Earnings:** The excess of actual investment earnings over the allowable earnings.

10. **Rebatable Arbitrage:** Cumulative excess earnings, plus cumulative interest earnings thereon.

Computation of Yield on the Obligations

Section II

$ 1,250,000.00
Rockwall County, Texas
Limited Tax Notes,
Series 2007

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I
02/01/2008	165,000.00	3.750%	17,993.05	182,993.05
08/01/2008	-	-	21,257.75	21,257.75
02/01/2009	165,000.00	3.810%	21,257.75	186,257.75
08/01/2009	-	-	18,114.50	18,114.50
02/01/2010	170,000.00	3.840%	18,114.50	188,114.50
08/01/2010	-	-	14,850.50	14,850.50
02/01/2011	175,000.00	3.880%	14,850.50	189,850.50
08/01/2011	-	-	11,455.50	11,455.50
02/01/2012	185,000.00	3.940%	11,455.50	196,455.50
08/01/2012	-	-	7,811.00	7,811.00
02/01/2013	190,000.00	3.980%	7,811.00	197,811.00
08/01/2013	-	-	4,030.00	4,030.00
02/01/2014	200,000.00	4.030%	4,030.00	204,030.00
Total	**$1,250,000.00**	-	**$173,031.55**	**$1,423,031.55**

Yield Statistics

Accrued Interest from 09/18/2007 to 09/18/2007	$0.00
Bond Yield for Arbitrage Purposes	3.94777220%
Weighted Average Maturity	3.505 Years

$ 1,250,000.00
Rockwall County, Texas
Limited Tax Notes,
Series 2007

Pricing Summary

Maturity	Type of Bond	Coupon	Yield	Issuance Value	Maturity Value	Price	DollarPrice
02/01/2008	Serial	3.750%	3.750%	165,000.00	165,000.00	100.000%	165,000.00
02/01/2009	Serial	3.810%	3.810%	165,000.00	165,000.00	100.000%	165,000.00
02/01/2010	Serial	3.840%	3.840%	170,000.00	170,000.00	100.000%	170,000.00
02/01/2011	Serial	3.880%	3.880%	175,000.00	175,000.00	100.000%	175,000.00
02/01/2012	Serial	3.940%	3.940%	185,000.00	185,000.00	100.000%	185,000.00
02/01/2013	Serial	3.980%	3.980%	190,000.00	190,000.00	100.000%	190,000.00
02/01/2014	Serial	4.030%	4.030%	200,000.00	200,000.00	100.000%	200,000.00
Total	-	-	-	$1,250,000.00	$1,250,000.00	- -	$1,250,000.00

Bid Information

Par Amount of Bonds	$1,250,000.00
Reoffering Premium or (Discount)	$0.00
Gross Production	$1,250,000.00
Accrued Interest from 09/18/2007 to 09/18/2007	$0.00
Total Purchase Price	$1,250,000.00

$ 1,250,000.00
Rockwall County, Texas
Limited Tax Notes,
Series 2007

Proof of Bond Yield @ 3.9477722%

Date	Cashflow	PV Factor	Present Value	Cumulative PV
02/01/2008	182,993.05	0.9856610x	180,369.12	180,369.12
08/01/2008	21,257.75	0.9665818x	20,547.35	200,916.48
02/01/2009	186,257.75	0.9478719x	176,548.49	377,464.97
08/01/2009	18,114.50	0.9295242x	16,837.87	394,302.83
02/01/2010	188,114.50	0.9115316x	171,472.31	565,775.14
08/01/2010	14,850.50	0.8938873x	13,274.67	579,049.81
02/01/2011	189,850.50	0.8765845x	166,420.00	745,469.81
08/01/2011	11,455.50	0.8596166x	9,847.34	755,317.15
02/01/2012	196,455.50	0.8429772x	165,607.51	920,924.66
08/01/2012	7,811.00	0.8266599x	6,457.04	927,381.70
02/01/2013	197,811.00	0.8106584x	160,357.15	1,087,738.85
08/01/2013	4,030.00	0.7949667x	3,203.72	1,090,942.56
02/01/2014	204,030.00	0.7795787x	159,057.44	1,250,000.00
Total	**$1,423,031.55**	-	**1,250,000.00**	-

Derivation Of Target Amount

Par Amount of Bonds	$1,250,000.00
Reoffering Premium or (Discount)	0.00
Accrued Interest from 09/18/2007 to 09/18/2007	0.00
Bond Insurance Premium	0.00
Original Issue Proceeds	$1,250,000.00

Detail of Investment Transactions

Section III

Issue Number: 0807-018

Rockwall County, Texas
Limited Tax Notes,
Series 2007

Purchase Date: 09/18/2007 Description: Proj. Fund 072 9/18/07-9/30/08 Yield: 1.6787% Record: 1
Maturity Date: 09/30/2008 Type: Activity IRS Yield: 1.6787% Fund: 1

Date	Principal	Interest	Total	
09/18/2007	(1,215,000.00)	0.00	(1,215,000.00)	$1,215,000.00
10/09/2007	33,113.51	0.00	33,113.51	$1,181,886.49
10/15/2007	1,065,733.05	0.00	1,065,733.05	$116,153.44
10/24/2007	1,601.98	0.00	1,601.98	$114,551.46
10/25/2007	(406.94)	406.94	0.00	$114,958.40
12/11/2007	6,458.62	0.00	6,458.62	$108,499.78
12/14/2007	(682.13)	682.13	0.00	$109,181.91
01/23/2008	(14,036.94)	0.00	(14,036.94)	$123,218.85
01/23/2008	(220.46)	0.00	(220.46)	$123,439.31
01/24/2008	(209.48)	209.48	0.00	$123,648.79
02/05/2008	(287.54)	287.54	0.00	$123,936.33
02/05/2008	(309.08)	309.08	0.00	$124,245.41
03/17/2008	(357.44)	357.44	0.00	$124,602.85
04/04/2008	(291.41)	291.41	0.00	$124,894.26
05/02/2008	(237.92)	237.92	0.00	$125,132.18
05/13/2008	4,223.97	0.00	4,223.97	$120,908.21
06/09/2008	(153.35)	153.35	0.00	$121,061.56
06/10/2008	898.00	0.00	898.00	$120,163.56
06/24/2008	229.99	0.00	229.99	$119,933.57
07/08/2008	(110.83)	110.83	0.00	$120,044.40
08/07/2008	(144.22)	144.22	0.00	$120,188.62
08/12/2008	449.97	0.00	449.97	$119,738.65
09/03/2008	(145.67)	145.67	0.00	$119,884.32
09/09/2008	1,072.83	0.00	1,072.83	$118,811.49
09/23/2008	326.91	0.00	326.91	$118,484.58
09/30/2008	118,484.58	96.77	118,581.35	$0.00
Totals	0.00	3,432.78	3,432.78	

Purchase Date: 09/18/2008 Description: Rebate Credits Yield: 0.0000% Record: 2
Maturity Date: 09/18/2009 Type: Activity IRS Yield: 0.0000% Fund: 5

Date	Principal	Interest	Total	
09/18/2008	0.00	(1,430.00)	(1,430.00)	$0.00
09/18/2009	0.00	(1,490.00)	(1,490.00)	$0.00
Totals	0.00	(2,920.00)	(2,920.00)	

Issue Number: 0807-018

Rockwall County, Texas
Limited Tax Notes,
Series 2007

Purchase Date: 09/30/2008 Description: Proj. Fund 072 9/30/08-9/30/09 Yield: 0.1193% Record: 4
Maturity Date: 09/30/2009 Type: Activity IRS Yield: 0.1193% Fund: 1

Date	Principal	Interest	Total	
09/30/2008	(118,484.58)	(96.77)	(118,581.35)	$118,484.58
10/14/2008	(100.34)	100.34	0.00	$118,584.92
11/07/2008	(101.52)	101.52	0.00	$118,686.44
11/26/2008	1,000.00	0.00	1,000.00	$117,686.44
12/04/2008	(14.93)	14.93	0.00	$117,701.37
12/09/2008	2,369.31	0.00	2,369.31	$115,332.06
01/05/2009	(11.12)	11.12	0.00	$115,343.18
01/14/2009	5,083.29	0.00	5,083.29	$110,259.89
03/10/2009	2,349.00	0.00	2,349.00	$107,910.89
04/14/2009	2,230.11	0.00	2,230.11	$105,680.78
09/30/2009	105,680.78	0.00	105,680.78	$0.00
Totals	0.00	131.14	131.14	

Purchase Date: 09/30/2007 Description: DSF Residual 9/30/07-9/30/08 Yield: 3.1406% Record: 6
Maturity Date: 09/30/2008 Type: Allocation IRS Yield: 3.1406% Fund: 3

Date	Principal	Interest	Total
09/30/2007	(39,673.24)	0.00	(39,673.24)
10/31/2007	0.00	99.97	99.97
11/30/2007	0.00	104.12	104.12
12/31/2007	0.00	99.78	99.78
01/31/2008	0.00	102.51	102.51
02/29/2008	0.00	98.92	98.92
03/31/2008	0.00	104.81	104.81
04/30/2008	0.00	104.29	104.29
05/31/2008	0.00	103.83	103.83
06/30/2008	0.00	104.74	104.74
07/31/2008	0.00	105.11	105.11
08/31/2008	0.00	105.70	105.70
09/30/2008	39,673.24	104.28	39,777.52
Totals	0.00	1,238.06	1,238.06

Issue Number: 0807-018

Rockwall County, Texas
Limited Tax Notes,
Series 2007

Purchase Date: 09/30/2008 Description: DSF Residual 9/30/08-9/30/09 Yield: 0.7549% Record: 7
Maturity Date: 09/30/2009 Type: Allocation IRS Yield: 0.7549% Fund: 3

Date	Principal	Interest	Total
09/30/2008	(22,472.93)	0.00	(22,472.93)
10/31/2008	0.00	37.57	37.57
11/30/2008	0.00	27.03	27.03
12/31/2008	0.00	24.40	24.40
01/31/2009	0.00	14.27	14.27
02/28/2009	0.00	10.06	10.06
03/31/2009	0.00	11.49	11.49
04/30/2009	0.00	10.12	10.12
05/31/2009	0.00	8.70	8.70
06/30/2009	0.00	6.71	6.71
07/31/2009	0.00	6.96	6.96
08/31/2009	0.00	6.07	6.07
09/30/2009	22,472.93	5.81	22,478.74
Totals	0.00	169.18	169.18

Summary of Taxable Transactions
and Yield on the Investment Portfolio

Section IV

Rockwall County, Texas
Limited Tax Notes,
Series 2007

Summary of Taxable Transactions

Issue Number: 0807-018

Calculation Date 09/30/2009 Annual Compoundings 2 Calc Basis: 30/360 Portfolio Yield: 0.549591%

Date	Principal	Interest	Total	PV Factor	Present Value	Principal Balance
09/18/2007	(1,215,000.00)	0.00	(1,215,000.00)	1.0000000	(1,215,000.00)	1,215,000.00
09/30/2007	(39,673.24)	0.00	(39,673.24)	0.9998171	(39,665.98)	1,254,673.24
10/09/2007	33,113.51	0.00	33,113.51	0.9996799	33,102.91	1,221,559.73
10/15/2007	1,065,733.05	0.00	1,065,733.05	0.9995885	1,065,294.45	155,826.68
10/24/2007	1,601.98	0.00	1,601.98	0.9994513	1,601.10	154,224.70
10/25/2007	(406.94)	406.94	0.00	0.9994361	0.00	154,631.64
10/31/2007	0.00	99.97	99.97	0.9993447	99.90	154,631.64
11/30/2007	0.00	104.12	104.12	0.9989029	104.01	154,631.64
12/11/2007	6,458.62	0.00	6,458.62	0.9987354	6,450.45	148,173.02
12/14/2007	(682.13)	682.13	0.00	0.9986897	0.00	148,855.15
12/31/2007	0.00	99.78	99.78	0.9984309	99.63	148,855.15
01/23/2008	(14,257.40)	0.00	(14,257.40)	0.9980961	(14,230.26)	163,112.55
01/24/2008	(209.48)	209.48	0.00	0.9980809	0.00	163,322.03
01/31/2008	0.00	102.51	102.51	0.9979744	102.30	163,322.03
02/05/2008	(596.62)	596.62	0.00	0.9979135	0.00	163,918.65
02/29/2008	0.00	98.92	98.92	0.9975485	98.67	163,918.65
03/17/2008	(357.44)	357.44	0.00	0.9972748	0.00	164,276.09
03/31/2008	0.00	104.81	104.81	0.9970619	104.51	164,276.09
04/04/2008	(291.41)	291.41	0.00	0.9970163	0.00	164,567.50
04/30/2008	0.00	104.29	104.29	0.9966212	103.93	164,567.50
05/02/2008	(237.92)	237.92	0.00	0.9965908	0.00	164,805.42
05/13/2008	4,223.97	0.00	4,223.97	0.9964237	4,208.86	160,581.45
05/31/2008	0.00	103.83	103.83	0.9961503	103.43	160,581.45
06/09/2008	(153.35)	153.35	0.00	0.9960288	0.00	160,734.80
06/10/2008	898.00	0.00	898.00	0.9960136	894.42	159,836.80
06/24/2008	229.99	0.00	229.99	0.9958011	229.02	159,606.81
06/30/2008	0.00	104.74	104.74	0.9957100	104.29	159,606.81
07/08/2008	(110.83)	110.83	0.00	0.9955886	0.00	159,717.64
07/31/2008	0.00	105.11	105.11	0.9952395	104.61	159,717.64
08/07/2008	(144.22)	144.22	0.00	0.9951485	0.00	159,861.86
08/12/2008	449.97	0.00	449.97	0.9950726	447.75	159,411.89
08/31/2008	0.00	105.70	105.70	0.9947844	105.15	159,411.89
09/03/2008	(145.67)	145.67	0.00	0.9947541	0.00	159,557.56
09/09/2008	1,072.83	0.00	1,072.83	0.9946631	1,067.10	158,484.73
09/18/2008	0.00	(1,430.00)	(1,430.00)	0.9945267	(1,422.17)	158,484.73

Rockwall County, Texas
Limited Tax Notes,
Series 2007

Summary of Taxable Transactions

Issue Number: 0807-018

Calculation Date 09/30/2009 Annual Compoundings 2 Calc Basis: 30/360 Portfolio Yield: 0.549591%

Date	Principal	Interest	Total	PV Factor	Present Value	Principal Balance
09/23/2008	326.91	0.00	326.91	0.9944509	325.10	158,157.82
09/30/2008	17,200.31	104.28	17,304.59	0.9943447	17,206.73	140.957.51
10/14/2008	(100.34)	100.34	0.00	0.9941325	0.00	141,057.85
10/31/2008	0.00	37.57	37.57	0.9938749	37.34	141,057.85
11/07/2008	(101.52)	101.52	0.00	0.9937840	0.00	141,159.37
11/26/2008	1,000.00	0.00	1,000.00	0.9934962	993.50	140,159.37
11/30/2008	0.00	27.03	27.03	0.9934356	26.85	140,159.37
12/04/2008	(14.93)	14.93	0.00	0.9933750	0.00	140,174.30
12/09/2008	2,369.31	0.00	2,369.31	0.9932993	2,353.43	137,804.99
12/31/2008	0.00	24.40	24.40	0.9929662	24.23	137,804.99
01/05/2009	(11.12)	11.12	0.00	0.9929056	0.00	137,816.11
01/14/2009	5,083.29	0.00	5,083.29	0.9927694	5,046.53	132,732.82
01/31/2009	0.00	14.27	14.27	0.9925122	14.17	132,732.82
02/28/2009	0.00	10.06	10.06	0.9921037	9.98	132,732.82
03/10/2009	2,349.00	0.00	2,349.00	0.9919222	2,330.03	130,383.82
03/31/2009	0.00	11.49	11.49	0.9916047	11.40	130,383.82
04/14/2009	2,230.11	0.00	2,230.11	0.9914082	2,210.95	128,153.71
04/30/2009	0.00	10.12	10.12	0.9911664	10.03	128,153.71
05/31/2009	0.00	8.70	8.70	0.9906981	8.61	128,153.71
06/30/2009	0.00	6.71	6.71	0.9902601	6.64	128,153.71
07/31/2009	0.00	6.96	6.96	0.9897922	6.88	128,153.71
08/31/2009	0.00	6.07	6.07	0.9893397	6.00	128,153.71
09/18/2009	0.00	(1,490.00)	(1,490.00)	0.9890833	(1,473.73)	128,153.71
09/30/2009	128,153.71	5.81	128,159.52	0.9889023	126,737.25	0.00
Totals	0.00	2,051.16	2,051.16		0.00	

Computation of Allowable Earnings and the Rebate Amount

Section V

Rockwall County, Texas
Limited Tax Notes,
Series 2007

Calculation of Actual and Allowable Earnings

Issue Number: 0807-018

Calculation Date 09/30/2009 Annual Compoundings: 2 Calc Basis: 30/360 Bond Yield: 3.947772%

Date	Principal	Interest	Total	FV Factor	Future Value At Allowable Yield
09/18/2007	(1,215,000.00)	0.00	(1,215,000.00)	1.0827341	(1,315,521.92)
09/30/2007	(39,673.24)	0.00	(39,673.24)	1.0813241	(42,899.63)
10/09/2007	33,113.51	0.00	33,113.51	1.0802678	35,771.46
10/15/2007	1,065,733.05	0.00	1,065,733.05	1.0795642	1,150,527.23
10/24/2007	1,601.98	0.00	1,601.98	1.0785096	1,727.75
10/25/2007	(406.94)	406.94	0.00	1.0783925	0.00
10/31/2007	0.00	99.97	99.97	1.0778071	107.74
11/30/2007	0.00	104.12	104.12	1.0743016	111.86
12/11/2007	6,458.62	0.00	6,458.62	1.0730191	6,930.22
12/14/2007	(682.13)	682.13	0.00	1.0726696	0.00
12/31/2007	0.00	99.78	99.78	1.0708075	106.85
01/23/2008	(14,257.40)	0.00	(14,257.40)	1.0681363	(15,228.85)
01/24/2008	(209.48)	209.48	0.00	1.0680204	0.00
01/31/2008	0.00	102.51	102.51	1.0673247	109.41
02/05/2008	(596.62)	596.62	0.00	1.0667454	0.00
02/29/2008	0.00	98.92	98.92	1.0638533	105.23
03/17/2008	(357.44)	357.44	0.00	1.0618911	0.00
03/31/2008	0.00	104.81	104.81	1.0603931	111.14
04/04/2008	(291.41)	291.41	0.00	1.0599326	0.00
04/30/2008	0.00	104.29	104.29	1.0569442	110.22
05/02/2008	(237.92)	237.92	0.00	1.0567147	0.00
05/13/2008	4,223.97	0.00	4,223.97	1.0554532	4,458.20
05/31/2008	0.00	103.83	103.83	1.0535066	109.38
06/09/2008	(153.35)	153.35	0.00	1.0524775	0.00
06/10/2008	898.00	0.00	898.00	1.0523632	945.02
06/24/2008	229.99	0.00	229.99	1.0507645	241.67
06/30/2008	0.00	104.74	104.74	1.0500801	109.98
07/08/2008	(110.83)	110.83	0.00	1.0491683	0.00
07/31/2008	0.00	105.11	105.11	1.0466647	110.02
08/07/2008	(144.22)	144.22	0.00	1.0458694	0.00
08/12/2008	449.97	0.00	449.97	1.0453017	470.35
08/31/2008	0.00	105.70	105.70	1.0432605	110.28
09/03/2008	(145.67)	145.67	0.00	1.0429207	0.00
09/09/2008	1,072.83	0.00	1,072.83	1.0422414	1,118.15
09/18/2008	0.00	(1,430.00)	(1,430.00)	1.0412233	(1,488.95)

Rockwall County, Texas
Limited Tax Notes,
Series 2007

Calculation of Actual and Allowable Earnings

Issue Number: 0807-018

Calculation Date 09/30/2009 Annual Compoundings: 2 Calc Basis: 30/360 Bond Yield: 3.947772%

Date	Principal	Interest	Total	FV Factor	Future Value At Allowable Yield
09/23/2008	326.91	0.00	326.91	1.0406581	340.20
09/30/2008	17,200.31	104.28	17,304.59	1.0398673	17,994.48
10/14/2008	(100.34)	100.34	0.00	1.0382876	0.00
10/31/2008	0.00	37.57	37.57	1.0364852	38.94
11/07/2008	(101.52)	101.52	0.00	1.0356976	0.00
11/26/2008	1,000.00	0.00	1,000.00	1.0335629	1,033.56
11/30/2008	0.00	27.03	27.03	1.0331141	27.92
12/04/2008	(14.93)	14.93	0.00	1.0326654	0.00
12/09/2008	2,369.31	0.00	2,369.31	1.0321049	2,445.38
12/31/2008	0.00	24.40	24.40	1.0297539	25.12
01/05/2009	(11.12)	11.12	0.00	1.0291950	0.00
01/14/2009	5,083.29	0.00	5,083.29	1.0281896	5,226.59
01/31/2009	0.00	14.27	14.27	1.0264047	14.65
02/28/2009	0.00	10.06	10.06	1.0230664	10.29
03/10/2009	2,349.00	0.00	2,349.00	1.0219560	2,400.57
03/31/2009	0.00	11.49	11.49	1.0197389	11.72
04/14/2009	2,230.11	0.00	2,230.11	1.0181897	2,270.68
04/30/2009	0.00	10.12	10.12	1.0164222	10.29
05/31/2009	0.00	8.70	8.70	1.0131163	8.81
06/30/2009	0.00	6.71	6.71	1.0098212	6.78
07/31/2009	0.00	6.96	6.96	1.0065368	7.00
08/31/2009	0.00	6.07	6.07	1.0032631	6.09
09/18/2009	0.00	(1,490.00)	(1,490.00)	1.0013040	(1,491.94)
09/30/2009	128,153.71	5.81	128,159.52	1.0000000	128,159.52
Totals	0.00	2,051.16	2,051.16		(13,200.54)

Summary of Rebatable Arbitrage:

Actual Interest Earnings	2,051.16
Allowable Interest Earnings	15,251.70
Cumulative Rebatable Arbitrage	**(13,200.54)**

Form **8038-G** (Rev. November 2000) Department of the Treasury Internal Revenue Service

Information Return for Tax-Exempt Governmental Obligations

▶ Under Internal Revenue Code section 149(e)
▶ See separate instructions.
Caution: *If the issue price is under $100,000, use Form 8038-GC.*

OMB No. 1545-0720

Part I Reporting Authority

If Amended Return, check here ▶ ☐

1 Issuer's name: Rockwall County, Texas
2 Issuer's employer identification number: 75-6001129
3 Number and street (or P.O. box if mail is not delivered to street address): 101 East Rusk Street
Room/suite:
4 Report number: 3 02
5 City, town, or post office, state, and ZIP code: Rockwall, Texas 75807
6 Date of issue: September 18, 2007
7 Name of issue: Limited Tax Notes, Series 2007
8 CUSIP number: 774268GT7
9 Name and title of officer or legal representative whom the IRS may call for more information: John Blackwood, County Auditor
10 Telephone number of officer or legal representative: (972) 882-0200

Part II Type of Issue (check applicable box(es) and enter the issue price) See instructions and attach schedule

11	☐ Education	11	
12	☐ Health and hospital	12	
13	☐ Transportation	13	
14	☐ Public safety	14	
15	☐ Environment (including sewage bonds)	15	
16	☐ Housing	16	
17	☐ Utilities	17	
18	☒ Other. Describe ▶ Computer equipment, software, jails; equipment for roads; etc	18	1,250,000
19	If obligations are TANs or RANs, check box ▶ ☐ If obligations are BANs, check box ▶ ☐		
20	If obligations are in the form of a lease or installment sale, check box ▶ ☐		

Part III Description of Obligations. (Complete for the entire issue for which this form is being filed.)

	(a) Final maturity date	(b) Issue price	(c) Stated redemption price at maturity	(d) Weighted average maturity	(e) Yield
21	2/1/2014	$ 1,250,000	$ 1,250,000	3.505 years	3.9478 %

Part IV Uses of Proceeds of Bond Issue (including underwriters' discount)

22	Proceeds used for accrued interest			22	
23	Issue price of entire issue (enter amount from line 21, column (b))			23	1,250,000
24	Proceeds used for bond issuance costs (including underwriters' discount)	24	35,000		
25	Proceeds used for credit enhancement	25	0		
26	Proceeds allocated to reasonably required reserve or replacement fund	26	0		
27	Proceeds used to currently refund prior issues	27	0		
28	Proceeds used to advance refund prior issues	28	0		
29	Total (add lines 24 through 28)			29	35,000
30	Nonrefunding proceeds of the issue (subtract line 29 from line 23 and enter amount here)			30	1,215,000

Part V Description of Refunded Bonds (Complete this part only for refunding bonds.)

31 Enter the remaining weighted average maturity of the bonds to be currently refunded ▶ ______ years
32 Enter the remaining weighted average maturity of the bonds to be advance refunded ▶ ______ years
33 Enter the last date on which the refunded bonds will be called ▶
34 Enter the date(s) the refunded bonds were issued ▶

Part VI Miscellaneous

35	Enter the amount of the state volume cap allocated to the issue under section 141(b)(5)	35	(0)
36a	Enter the amount of gross proceeds invested or to be invested in a guaranteed investment contract (see instructions)	36a	(0)
b	Enter the final maturity date of the guaranteed investment contract ▶		
37	Pooled financings: a Proceeds of this issue that are to be used to make loans to other governmental units	37a	(0)

b If this issue is a loan made from the proceeds of another tax-exempt issue, check box ▶ ☐ and enter the name of the issuer ▶ ______ and the date of the issue ▶ ______
38 If the issuer has designated the issue under section 265(b)(3)(B)(i)(III) (small issuer exception), check box ▶ ☐
39 If the issuer has elected to pay a penalty in lieu of arbitrage rebate, check box ▶ ☐
40 If the issuer has identified a hedge, check box ▶ ☐

Sign Here

Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete.

John B Blackwood — Signature of issuer's authorized representative
9/18/2007 — Date
John Blackwood, County Auditor — Type or print name and title