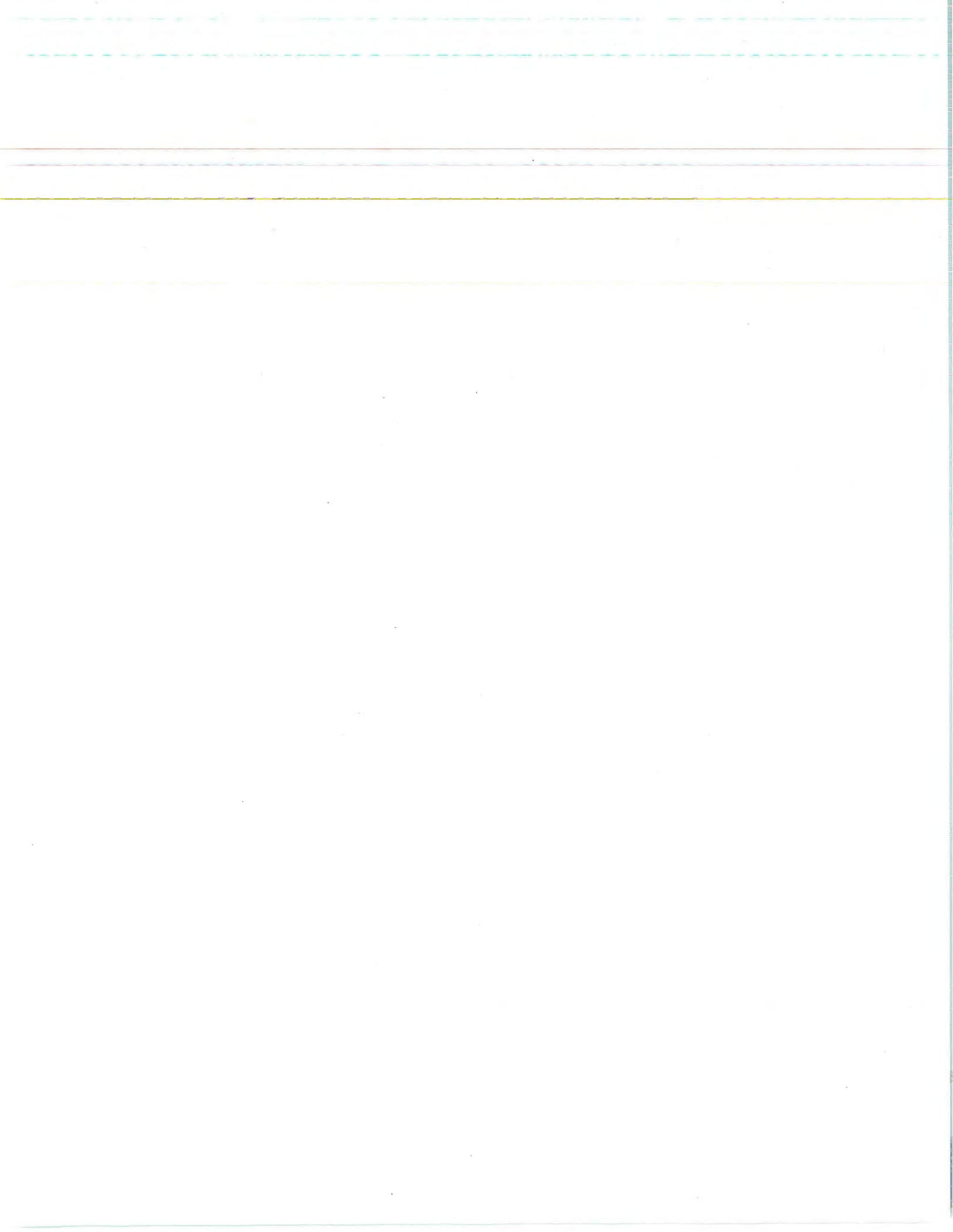


**COMPREHENSIVE ANNUAL FINANCIAL REPORT
DALLAS COUNTY, TEXAS**



**FOR THE YEAR ENDED
SEPTEMBER 30, 1996**

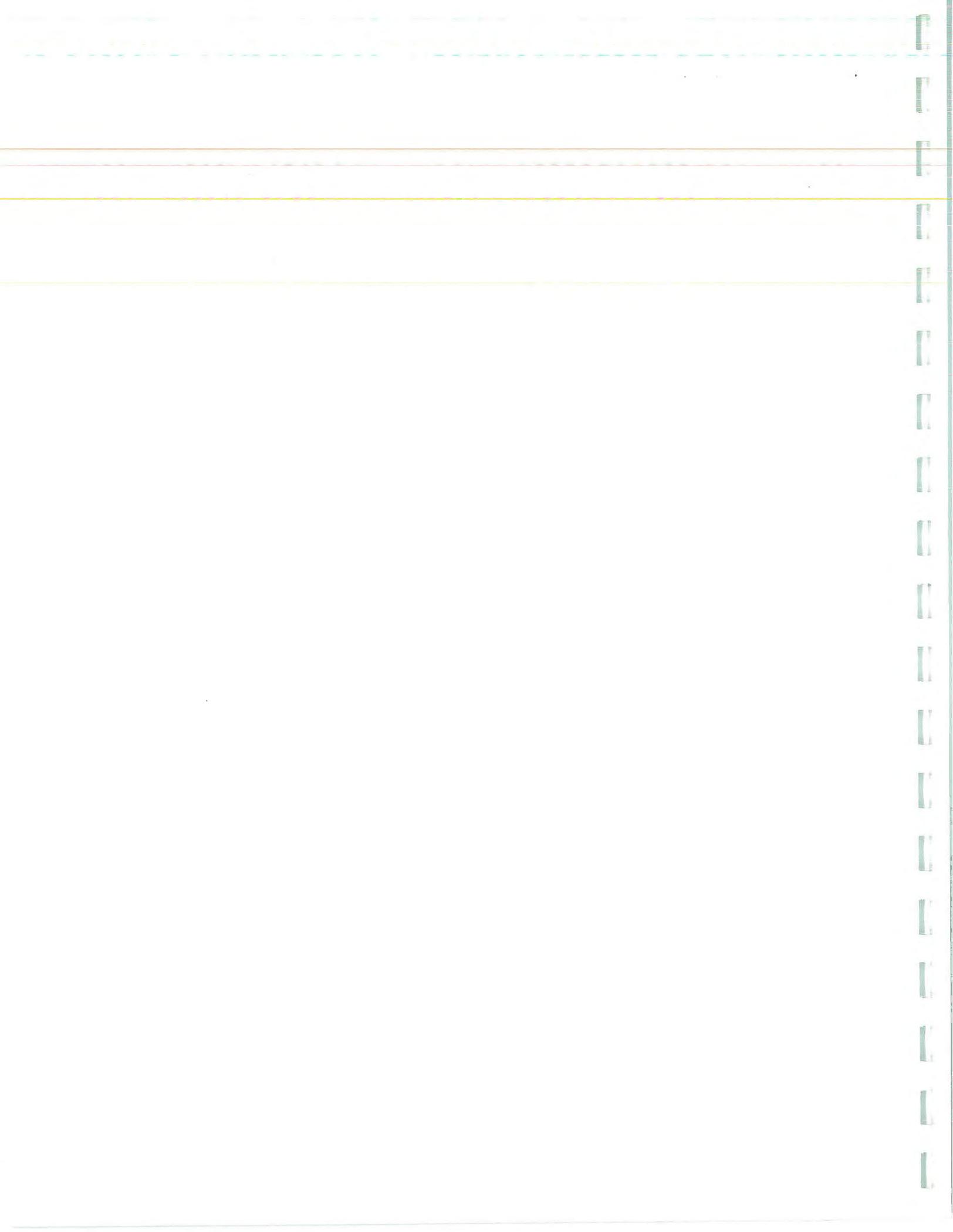


DALLAS COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 1996

Prepared by:

Virginia Porter, CPA
County Auditor
509 Main, Suite 407
Dallas, Texas 75202



DALLAS COUNTY, TEXAS

Comprehensive Annual Financial Report
Fiscal Year Ended September 30, 1996

TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTORY SECTION:	
Principal Officials	i
Organizational Structure	iii
County Auditor's Letter of Transmittal	v
Certificate of Achievement for Excellence in Financial Reporting	xv
FINANCIAL SECTION:	
Independent Auditors' Report	1
Combined Financial Statements ("Liftable" General Purpose Financial Statements)	3
<u>Exhibit</u>	
A-1 Combined Balance Sheet - All Fund Types, Account Groups and Discretely Presented Component Unit	4
A-2 Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types	9
A-3 Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General, Special Revenue and Debt Service Funds	10
A-4 Combined Statement of Revenues, Expenses and Changes in Retained Earnings (Deficit)/Fund Balances - Proprietary Fund Type and Discretely Presented Component Unit	14
A-5 Combined Statement of Cash Flows - Proprietary Fund Type and Discretely Presented Component Unit	16
Notes to Financial Statements	18
Combining, Individual Fund and Account Group Financial Statements and Schedules	53
General Fund:	55
B-1 Comparative Balance Sheets	56
B-2 Comparative Statements of Revenues, Expenditures and Changes in Fund Balances	57
B-3 Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual	58

DALLAS COUNTY, TEXAS

Comprehensive Annual Financial Report
Fiscal Year Ended September 30, 1996

TABLE OF CONTENTS

<u>Exhibit</u>		<u>Page</u>
	Combining, Individual Fund and Account Group Financial Statements and Schedules - Continued	
	Special Revenue Funds:	63
C-1	Combining Balance Sheets	64
C-2	Combining Statements of Revenues, Expenditures and Changes in Fund Balances	68
C-3	Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (By Individual Fund)	72
	Debt Service Funds:	87
D-1	Combining Balance Sheets	88
D-2	Combining Statements of Revenues, Expenditures and Changes in Fund Balances	89
D-3	Statements of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (By Individual Fund)	90
	Capital Projects Funds:	93
E-1	Combining Balance Sheets	94
E-2	Combining Statements of Revenues, Expenditures and Changes in Fund Balances	96
	Agency Funds:	99
F-1	Combining Balance Sheets - All Agency Funds	100
F-2	Combining Statement of Changes in Assets and Liabilities - All Agency Funds	104
F-3	Statements of Changes in Assets and Liabilities - All Agency Funds (By Individual Fund)	106
	General Fixed Assets Account Group:	127
G-1	Schedule of General Fixed Assets - By Source	128
G-2	Schedule of Changes in General Fixed Assets	129

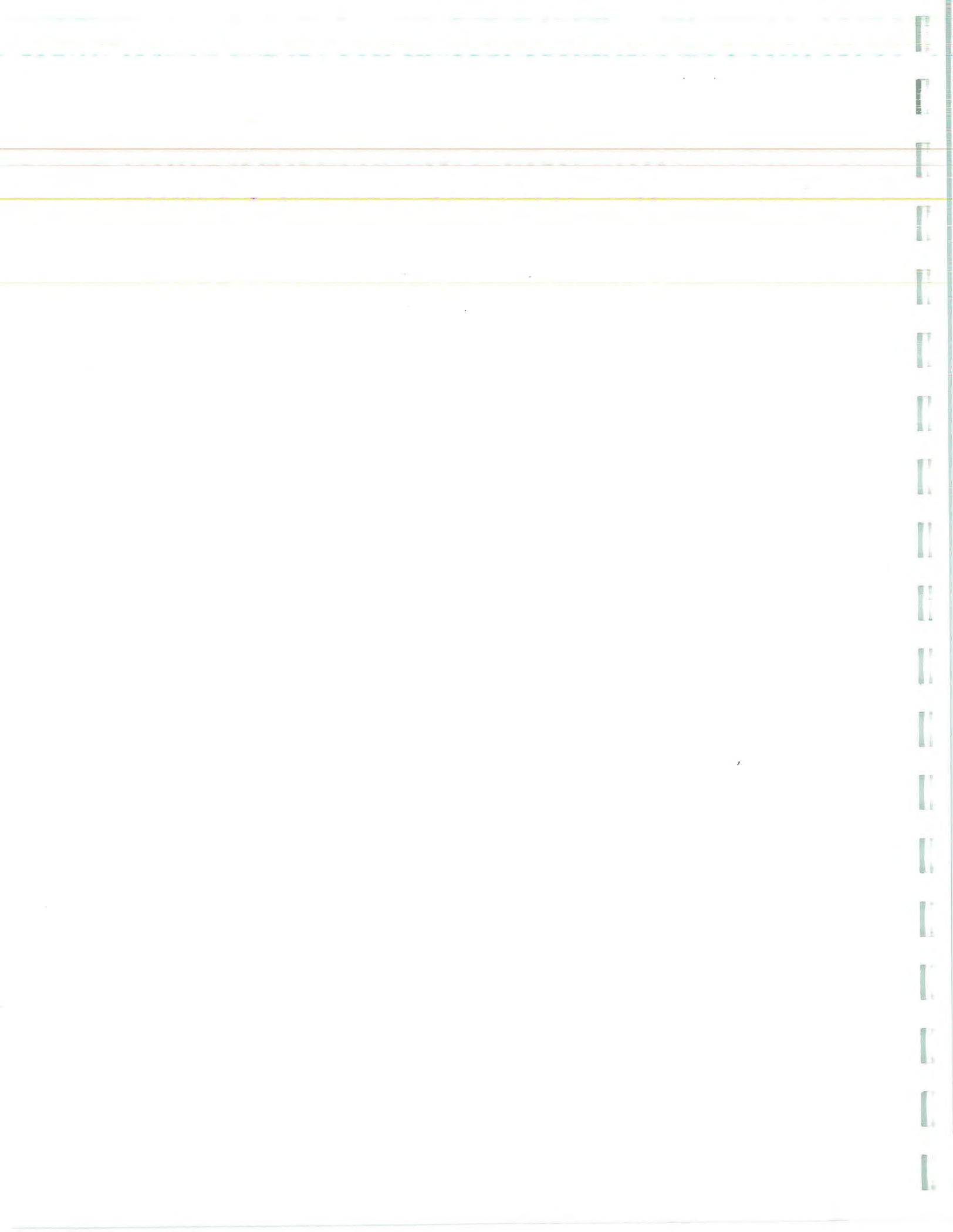
DALLAS COUNTY, TEXAS

Comprehensive Annual Financial Report
Fiscal Year Ended September 30, 1996

TABLE OF CONTENTS

STATISTICAL SECTION:

<u>Table</u>		<u>Page</u>
1	Assessed Value and Estimated True Value of All Taxable Property - Last Ten Years	132
2	Property Tax Rates and Tax Levies - Last Ten Years	134
3	Tax Levies and Reporting Entity Tax Collections - Last Ten Years	136
4	Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt Per Capita - Last Ten Years	138
5	Top Ten Taxpayers	140
6	Revenues From Selected Sources - All Governmental Fund Types - Last Ten Years	141
7	Expenditures for Selected Functions - All Governmental Fund Types - Last Ten Years	142
8	Ratio of Annual Debt Service for General Obligation Bonded Debt to Total Expenditures - All Governmental Fund Types - Last Ten Years	144
9	Computation of Legal Debt Margin - Primary Government	145
10	Salaries and Surety Bonds of Principal Officials	147
11	Schedule of Insurance in Force - Primary Government	148
12	Computation of Direct and Overlapping Bonded Debt	150
13	Revenue Bond Coverage - Parking Garage	152
14	Dallas County Participation Analysis of Funding Progress - Texas County and District Retirement System	154
15	Defined Benefit Pension Plan Revenues by Source and Expenses by Type	156
16	Progress of Defined Benefit Pension Plan	158
17	Property Values and New Construction - Last Ten Years	161
18	Tax Rates for Governmental Units With Overlapping Debt	162
19	Miscellaneous Statistical Data	163

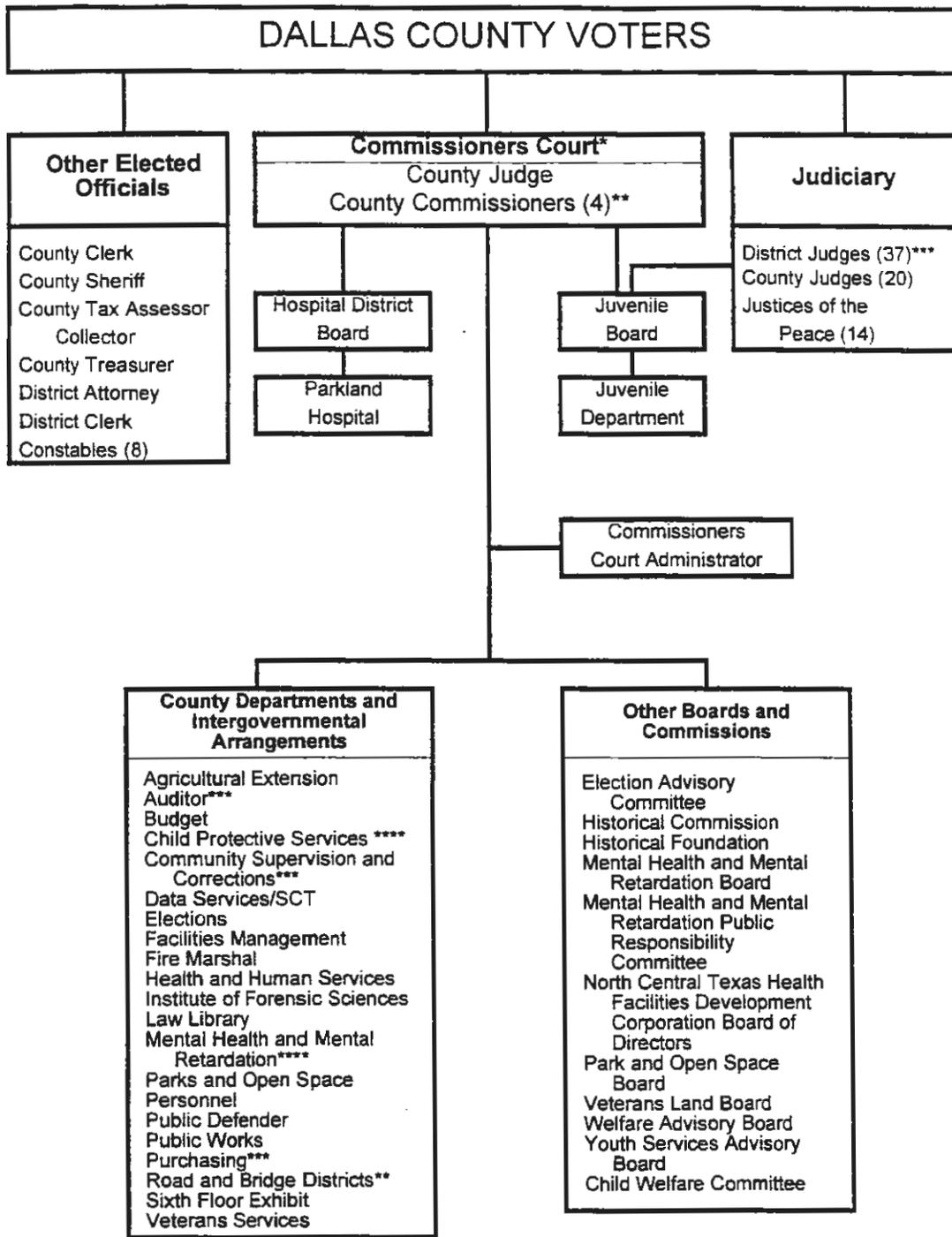


DALLAS COUNTY, TEXAS

PRINCIPAL OFFICIALS

<u>Official Title</u>	<u>Incumbent</u>
County Judge	Lee F. Jackson
Commissioner, Precinct 1	Jimmy L. Jackson
Commissioner, Precinct 2	Mike Cantrell
Commissioner, Precinct 3	John Wiley Price
Commissioner, Precinct 4	Kenneth A. Mayfield
County Auditor	Virginia Porter
County Treasurer	Bill Melton
Assessor-Collector of Taxes	David Childs
County Clerk	Earl C. Bullock, Jr.
District Attorney	John Vance
District Clerk	William R. Long
Sheriff	James C. Bowles

This page left blank intentionally.



* Members of the Commissioners Court serve on the following regional boards: Dallas Central Appraisal District, North Central Texas Council of Governments, Dallas Regional Mobility Coalition, Public Health Advisory Board, Regional Transportation Council, NCTCOG Air Carrier Policy Council, Loop 9 Policy Advisory Group, Mental Health Task Force, Community Justice Council, IH 35 Corridor Coalition, Dallas County Housing Finance Corporation, Youth and Family Impact Centers, Trinity River Corridor Steering Committee, and Dalhoma Trail Advisory Committee

** Each of the four County Commissioners directly supervises a Road and Bridge District.

*** The 37 District Judges appoint the County Auditor and participate in selecting the Directors of the Juvenile Department, Community Supervision and Corrections Department and the Purchasing Agent.

**** CPS and MHMR are independent agencies with important County programmatic connections.

This page left blank intentionally.



DALLAS COUNTY
COUNTY AUDITOR

January 31, 1997

Honorable District Judges of Dallas County and
Honorable Members of the Dallas County Commissioners Court:

The Comprehensive Annual Financial Report of Dallas County, Texas, for the year ended September 30, 1996, is submitted herewith. This report was prepared by the County Auditor's Department. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation including all disclosures rests with Dallas County, Texas (the "County"). We believe the data as presented is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial position and results of operation of the County as measured by the financial activity of its various funds and that all disclosures necessary to enable the reader to gain the maximum understanding of the County's financial activity have been included. The report was prepared in accordance with generally accepted accounting principles as promulgated by the Governmental Accounting Standards Board and is in compliance with Paragraph 114.025 of Vernon's Texas Codes Annotated ("V.T.C.A.") Local Government Code.

The Comprehensive Annual Financial Report is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, the County's organizational chart and a list of principal officials. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules in addition to the report of the independent auditors on the financial statements and schedules. The statistical section includes selected financial and demographic information which is generally presented on a multiyear basis.

This report includes all funds and account groups of the County. The County provides many services not ordinarily provided by any other entity of government and provides additional services in cooperation with other local governmental units. A primary service is the administration of justice, which includes the civil and criminal county and district courts, justices of the peace, constables, district attorney, investigators, clerks of the courts, sheriff, jail, fire marshal, medical examiner, crime laboratory and grand jury bailiffs. Other functions performed by the County include the construction and maintenance of roads and bridges, either independently or in cooperation with other entities; administration of public health services; assistance to indigents; funding of County libraries; and the provision of juvenile, health, education and welfare services involving the care and correction of dependent or delinquent children.

The County is a public corporation and political subdivision of the State of Texas. The general governing body of the County is the elected five-member Commissioners Court in accordance with Article 5, Paragraph 18 of the Texas Constitution. As required by generally accepted accounting principles, these financial statements include the County and its component unit, the Dallas County Hospital District (the "District"). The District is included in the County's reporting entity because of the significance of its operational and financial relationship with the County as detailed below.

Blended Component Units - For reporting purposes, the Dallas County Housing Finance Corporation ("HFC") and North Central Texas Health Facilities Development Corporation ("HFDC") qualify as component units. The Commissioners Court sits as the governing board of the HFC and appoints the governing board of the HFDC. The only activity of the HFC has been the issuance of single-family mortgage bonds that are disclosed as conduit debt in footnote G. The HFDC has no financial activity since all debt issuances are by and in the name of the individual approved health facilities.

Discretely Presented Component Unit - The District is under the direction of a seven-member board of managers who are appointed by the Commissioners Court. Although the Commissioners Court approves the District's budget and sets its tax rate, the District is an organization separate from the County. The District operates under different statutory and constitutional authority. The District also has a separate constitutional tax limitation, the independent power of eminent domain and the individual right of ownership of property. The District maintains a medical facility which provides service to indigents and serves as the major teaching hospital for the University of Texas Southwestern Medical School. These factors dictate the inclusion of the District in the County's financial statements. It is presented in a separate column to emphasize that it is legally separate from the County.

Related Organizations - Although the Commissioners Court is also responsible for appointing all or part of the boards of Mental Health and Mental Retardation, the Private Industry Council, the Youth Services Advisory Board, the Literature Review Committee and various levee districts, the County's accountability for these organizations does not extend beyond making the appointments. Therefore, these are not included in the County's financial statements.

ECONOMIC CONDITION AND OUTLOOK

The County is located in north central Texas and is strategically central to the economic region including the states of Texas, Louisiana, Arkansas, Oklahoma and New Mexico. The County encompasses an area of 900 square miles. The 1990 census reported a population of 1,852,810 and the 1996 population is estimated to be 1,959,281. The County is a major part of the largest Consolidated Metropolitan Statistical Area ("CMSA") in Texas and the ninth largest CMSA in the country.

The underlying strength and resiliency of the Dallas Area economy is best explained by its diversity. No one industry is dominant in the region. The County is a major financial and insurance center; is one of the fastest-growing high technology centers in the country; has become a significant center for corporate headquarters of publicly held firms with a high concentration of *Fortune* 500 industrial and service-based corporation headquarters; lies in potential trade corridors being developed pursuant to NAFTA; is a major trade and distribution center; and is a leading transportation center with the second busiest airport in the world and corporate headquarters for two major airlines.

The County's economic diversity has historically enabled the County to weather periods of economic slowdown or downturn. For the five to six years ending in 1993, the area economy exhibited economic strain manifested by a decline in assessed values, a slowdown of residential and commercial construction starts, a low occupancy rate for office buildings and an increase in area unemployment. Signs of renewed growth and economic strength include tourist and convention business, downtown Dallas improvements, growth in the education districts and new construction. Market values of all properties increased approximately \$4.51 billion from 1995 to 1996. Taxable values on which the "effective tax rate" was calculated increased approximately \$4.14 billion during the same period. A modest increase in market and taxable values is projected for 1997. The Dallas, Texas, Metropolitan Statistical Area unemployment rate decreased to 3.8%

in September 1996 from 4.7% in September 1995 according to the *Texas Labor Market Review* published by the Texas Employment Commission. Total employment increased from 1,640,153 in September 1995 to 1,685,100 in September 1996. (The 1995 total employment figure is revised from the 1,638,000 preliminary number reported in our 1995 report.) Seasonally adjusted employment continues to expand but at a slower rate than in 1995. Significant employment gains are being recorded in the Government/Education sector.

The economic outlook for the Dallas Area appears to be fairly stable. Dallas public transportation realized several goals in fiscal year 1996. The occupancy rate of office buildings has improved in the past year. Taxable values have increased for three consecutive years and are expected to increase modestly in the next few years. The decline in the unemployment rate from 1995 to 1996 and the increased level of real estate activity are encouraging signs that the local economy is on the upswing. The Dallas Area is expected to rank high among the nation's counties for new jobs created in the decade of the nineties. Dallas Education Center (DEC) is looking forward to attracting more students downtown in 1997, serving the needs of downtown citizens who previously lacked easy access to higher education. The long-term forecast is optimistic and short-term, the economy continues to improve.

The County's financial condition continues to be very stable in spite of the area's recent economic stress. Operating reserves continue to be maintained at or above the County's policy levels and the County currently enjoys an Aaa rating with Moody's Investors Service and an AAA rating from Standard & Poor's Corporation on the County's bond issues.

MAJOR INITIATIVES

FOR THE YEAR

Juvenile Justice - Legislative changes continue to significantly impact operations within the Juvenile Department. Mandates for the creation of a juvenile justice alternative education program were met by September 1 through agreements with Region X and 15 local independent school districts. Grant funding through Texas Juvenile Probation Commission remained at a level consistent with prior years.

Meal preparation for the juveniles in the Juvenile Detention facilities was administered through the Sheriff's cook-chill facility meeting contractual requirements for federal funding with the nutrition programs.

Dallas County Commissioners Court approved acceptance of a contract with the Texas Department of Protective and Regulatory Services for reimbursement of legal costs incurred under Title IV-E of the Social Security Act. A cost allocation plan was filed with TDPRS and claims reimbursements are being processed.

Excess Jail Capacity - Contracts with the Commonwealth of Massachusetts and the State of New Mexico to house inmates relieving overcrowded conditions within prison systems for these states provided revenue to the County and allowed the Sheriff to avoid a layoff of experienced staff. The County earned \$4.5 million from holding non-County prisoners in fiscal year 1996.

Computer Technology - A data processing migration plan from a centralized mainframe computer systems to a distributed open computing environment was approved in fiscal year 1995. The first phase of a five- to seven-year technology migration project, the Civil Courts Management module, began in fiscal year 1995. Commercially available application software was purchased, project teams developed necessary coding for Dallas County needs and equipment purchases were made in fiscal year 1996. Development continued for certain functionality specifications defined as enhancements to the purchased application and made a part of the purchase contract.

The County expanded its Administrative Business Systems. The system is a county-wide LAN which links department heads with a common scheduling and E-mail capability.

A comprehensive year 2000 project plan is being developed to assess the impact on all program applications. ~~Work has begun on reviewing various alternatives.~~

Emergency Financial Assistance - Dallas County has contracted assistance in securing reimbursement from the Social Security Administration.

Tax Abatements - Dallas County Commissioners approved an amended Dallas County Tax Abatement Policy in fiscal year 1996 to clarify what types of tax abatement requests are eligible for consideration by the County. For purposes of Dallas County's tax abatement policy, there are three types of economic development projects (economically significant, facility expansion/modernization, and new construction). Housing and historic preservation tax abatement requests may also be considered.

Sale of Bonds - In fiscal year 1996, the County sold \$4,170,000 in Certificates of Obligation to finance equipment purchases and capital improvements to County facilities. The County again received favorable interest rates on the borrowing because of its outstanding credit rating.

FOR THE FUTURE

Sale of Bonds - On October 15, 1996, the County sold another installment of the 1991 approved bond authorization. The total bonds sold amounted to \$35,000,000 and were to be used to finance road improvement. The Public Works Department projected the amount of funds necessary to timely complete the road improvement projects approved consistent with priorities established by the Commissioners Court. The County also sold \$3,600,000 in Certificates of Obligation to finance equipment purchases and capital improvements to County facilities. The County continued to receive favorable interest rates on the borrowing because of its outstanding credit rating.

Child Protective Services - The state began implementing a system to pay foster care providers directly in fiscal year 1996. The net financial position of the County will not be affected by this change. Revenue and expenditures related to reimbursable costs of caring for eligible children will no longer be posted directly to the County's records.

Indigent Health Care - State law mandates that the District bear the cost of indigent health care, even if such indigents are incarcerated at County expense. Steps to transfer the funding responsibility were implemented in fiscal year 1996 with the first full year budgeted in fiscal year 1997. Charges for the jail and juvenile health programs and the Rape Crisis Clinic are being billed to the District. Total projected payments to the County in fiscal year 1997 approximate \$4 million.

RISK MANAGEMENT

The County insures through private carriers against catastrophic losses to its infrastructure and certain major items of personal property. Items so insured include buildings and contents, data media and computer-related equipment, contractor-type heavy equipment utilized in the Road and Bridge Districts, radio transmission towers and related equipment and monies and securities in the Tax Office and County Treasurer's Office.

The County has elected to self-insure against the risks arising from tort claims, workers' compensation benefits due employees who are injured while on duty, losses of funds by theft or mysterious disappearances in all fee offices of the County (with the exception of the Tax Office and County Treasurer's Office) and any and all other claims asserted by employees and/or third parties against the County arising out of the normal conduct of County business.

The County has chosen to be a reimbursing employer under the unemployment compensation program administered by the Texas Employment Commission.

The District and County Clerks have statutory funds authorized by the State legislature and established by order of the Commissioners Court to provide the resources to indemnify third persons for losses due to errors and omissions on the part of employees of these offices.

The County budgets resources on an annual basis to provide payment of claims in those risk areas in which the County has chosen to self-insure. Because of the County's aggressive defense against such asserted claims, it is the opinion of management that payment of such claims as incurred will not have a drastic negative impact on the overall budget and financial position of the County. The County has chosen not to create a special self-insurance fund from which to pay such claims, but does maintain an unappropriated fund balance in excess of \$20 million in the General Fund should a large claim need to be paid for which adequate budgeted funds had not been routinely provided.

FINANCIAL INFORMATION

The County's accounting records for general governmental operations are maintained and the financial statements are presented on a modified accrual basis. The financial operating controls are shared by the Commissioners Court, which is the governing body, and the County Auditor, who is appointed by the District Judges. The County Auditor has the basic responsibilities for prescribing the systems and procedures for handling the finances of the County and "examining, auditing and approving" all disbursements from County funds prior to their submission to the Commissioners Court for approval. The Commissioners Court sets the tax rates, establishes policies for County operations, approves contracts for the County and develops and adopts the County budget within the resources as estimated by the County Auditor.

In developing the County's accounting systems, consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived therefrom and the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The District's accounting records are maintained on the accrual basis. Management and control of the District's records are the responsibility of the Board of Managers in accordance with Chapter 281 of the Health and Safety Code (V.T.C.A.) which states, in part, "(a) The Commissioners Court may prescribe: (1) the method of making purchases and expenditures by and for the District; and (2) accounting and control

procedures for the District; (b) the Commissioners Court by resolution or order may delegate its powers under Subsection (a) to the Board.” Since the Commissioners Court has adopted such an order, the Board of Managers has the power to make purchases and expenditures for the District and to prescribe all accounting and control procedures. All accounting records of the District are maintained by the District, are audited by an independent audit firm and are reported upon in greater detail in the District’s Annual Financial Report.

Budgetary Controls - The County maintains strict budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County’s governing body. Activities of the General Fund, Special Revenue Funds (except the District Attorney Special, Auto Theft and Forfeiture Funds) and Debt Service Funds (except the Parking Garage Reserve and Contingency Funds) are included in the annual appropriated budget. Project-length financial plans are adopted for the Capital Projects Funds. According to the budget laws of the State of Texas, expenditures may not exceed the amount appropriated for each fund. Dallas County maintains an encumbrance accounting system as one method of accomplishing budgetary control. Unencumbered appropriations lapse at the close of the budget period and outstanding obligations are reappropriated in the subsequent budget period.

As demonstrated by the financial statements and schedules included in the financial section of this report, the County continues to meet its responsibility for sound financial management.

All amounts presented in the remainder of this letter of transmittal are expressed in thousands of dollars unless otherwise noted.

General Governmental Functions - The following schedule presents a summary of General Fund, Special Revenue Funds and Debt Service Funds revenues for the fiscal year ended September 30, 1996, as well as the amount and percentage of increases and decreases in relation to the prior year’s revenues:

<u>Revenue Source</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From 1995</u>	<u>Percent of Increase (Decrease)</u>
Taxes	\$ 169,077	49.2 %	\$ 17,046	11.2 %
Highway license fees	28,669	8.3	2,806	10.9
Fines and forfeitures	11,882	3.5	2,368	24.9
Investments and rentals	17,361	5.1	204	1.2
Intergovernmental revenues	39,985	11.6	(27,825)	(41.0)
Charges for current services	68,574	20.0	28,309	70.3
Other revenues	7,754	2.3	(4,936)	(38.9)
Total	\$ 343,302	100.0 %	\$ 17,972	5.5 %

The large decrease in intergovernmental revenues is attributable primarily to a decrease in payments from the State of Texas for the housing of state prisoners by the County as new state jails were completed. The large increase in charges for current services is the result of providing newly available jail space to other entities with shortages of jail space.

Assessed valuations of \$100,970,470 for ad valorem taxes represent an increase of 4.7% from the 1995 valuations. The assessed valuations do not include amounts in dispute of \$307,288 in 1996 and \$479,228 in 1995.

Current tax collections for general governmental functions were 97.51% of the tax levy compared to 97.37% for the preceding year. The ratio of total collections (current and delinquent) to the current tax levy was 99.23%, an increase of .09% from the preceding year. Allocations of property tax by purpose for 1996 and the preceding two fiscal years are as follows (amounts per hundred dollars of assessed value):

<u>Purpose</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>
General Fund	\$.15570	\$.16154	\$.14043
Special Revenue Funds	.00380	.00206	.00197
Debt Service Funds	.05050	.05250	.06000
Total General Governmental Tax Rate	<u>\$.21000</u>	<u>\$.21610</u>	<u>\$.20240</u>

Charges for current services represent a major source of revenues for the County. The County is continuing its efforts to finance services it provides with fees allowed by statutes to be charged to users of the services.

The following schedule presents a summary of General Fund, Special Revenue Funds and Debt Service Funds expenditures for the fiscal year ended September 30, 1996, and the percentage of increases and decreases in relation to the prior year's amounts:

<u>Function</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Increase (Decrease) From 1995</u>	<u>Percent of Increase (Decrease)</u>
General Government	\$117,410	34.9 %	\$ 3,072	2.7 %
Judicial	4,995	1.5	245	5.2
Public Safety	102,164	30.3	(3,806)	(3.6)
Streets and Highways	8,021	2.4	785	10.8
Health	25,854	7.7	(211)	(0.8)
Public Welfare	18,054	5.4	(1,883)	9.4
Debt Service	60,042	17.8	3,118	5.5
Other Expenditures	61	0.0	(31)	(33.7)
Total	<u>\$336,601</u>	<u>100.0 %</u>	<u>\$ 1,289</u>	<u>0.4 %</u>

The decrease in public welfare expenditures in fiscal year 1996 from 1995 is primarily attributable to the renewed growth in the area economic conditions, the decrease in the unemployment rate and assistance from state and federal grants. The decrease in public safety expenditures is attributable to the decrease in number of state prisoners in county jails.

Fund equity and other credits in the major operating funds was maintained at adequate levels. The General Fund balance of \$55,289 was up \$11,970 from last year, the Debt Service Funds balance of \$18,479 was down \$2,016 from the preceding year and the Special Revenue Funds balance of \$33,784 was down \$2,862 from last year.

General Fund Equity - The fund equity of the General Fund increased 27.6% in 1996. The major reasons for the increase in fund equity are the increases in the collections and charges for current services. The fund balance is the equivalent of 2.8 months of expenditures. This fund balance continues to demonstrate sound financial management and keeps the County on a solid foundation for future operations.

Component Unit - The County's discretely presented component unit is the District. In the fiscal year ended September 30, 1996, the District received approximately 31% of its support from ad valorem taxes. While maintaining adequate reserve funds, the District was able to adopt a tax rate of \$.19409 per hundred dollars assessed valuation, a decrease of .00550 from 1995. Approximately 96.8% of the ad valorem taxes received is used to support the operations of the District. The remaining 3.2% is deposited as direct additions to the General Fund balances for retirement of the outstanding general obligation bonded debt of the District.

Total operating revenues for the District were \$325,193 for the year ended September 30, 1996. Operating expenses for the fiscal year were \$487,271.

The District's long-term debt at September 30, 1996, is \$33,855, of which \$5,303 is due within one year.

The District's general obligation bond issues rate among the highest in the United States for hospitals - AA+ by Standard & Poor's Corporation and Aa-1 by Moody's Investors Services, Inc. on general obligation bonded indebtedness.

Debt Administration - At September 30, 1996, the County had unlimited tax and limited tax general obligation bonds outstanding in the amount of \$333,920. According to Texas statutes, the County has two debt limits. Bonds issued under Article 3, Section 52e of the Texas Constitution amount to \$167,160 and bonds issued under Article 722 of Vernon's Civil Statutes amount to \$166,760. The debt limits for the two authorizations are \$20,059,522 (25% of real property assessed valuation) and \$5,048,524 (5% of assessed valuation of all taxable property); therefore, the County has legal debt margins on general obligation debt of \$19,901,613 and \$4,890,992, respectively.

Cash Management - The Commissioners Court has adopted a formal investment policy for the County consistent with State statutes governing the investment of County funds. The general objectives set forth in the policy provide for financial security and optimum liquidity of County funds while achieving the maximum yield on funds invested and maximum levels of invested funds.

Authorized investments in our policy are consistent with those investments authorized by State law for Texas counties. Generally, the County has limited its investments to bank certificates of deposit with the County Depository Bank, U.S. Government Securities, commercial paper and fully collateralized repurchase agreements.

The County Treasurer, by policy, is the designated Investment Officer for the County. Interest earnings deposited for the County in all funds for 1996 totaled \$14,659 and were equal to revenues generated by 1.84 cents on the 1995 current tax rate.

During fiscal year 1996, the District placed its demand deposits in TexPool, which is a public funds investment pool created by the Texas State Treasurer and run by the Texas Treasury Safekeeping Trust Company. TexPool's portfolio normally consists of U.S. Treasury bills and notes, U.S. Government Agencies notes, collateralized certificates of deposit and repurchase agreements. At September 30, 1996, the carrying amount of the District's investment in TexPool was \$25,494.

The District has expanded its investment policy to include purchases of U.S. Treasury and Agency securities. The carrying amount of such investments was \$186,838 at September 30, 1996.

The investments at September 30, 1996, for all County funds and the component unit consisted of the following:

U.S. Government Securities	\$251,534	69.9 %
Commercial Paper	28,416	7.9
Repurchase Agreements	<u>80,011</u>	<u>22.2</u>
Total	<u>\$359,961</u>	<u>100.0 %</u>

The County's demand deposits and bank certificates of deposit are at all times fully covered by qualified and approved collateral held by the County's agent, Federal Reserve Bank of Dallas, in the County's name.

OTHER INFORMATION

Independent Audit - V.T.C.A. Local Government Code Paragraph 115.045 requires an annual audit by a "disinterested, competent, experienced public accountant or Certified Public Accountant." Dallas County has complied with this requirement. Deloitte & Touche LLP, Certified Public Accountants, have concluded their audit of the financial statements of Dallas County for the year ended September 30, 1996. The independent auditor's report on the general purpose financial statements and combining and individual fund and account group financial statements and schedules is included in the financial section of this report.

Awards - The Government Finance Officers Association of the United States and Canada ("GFOA") awarded a Certificate of Achievement for Excellence in Financial Reporting to Dallas County for its comprehensive annual financial report for the fiscal year ended September 30, 1995. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

A Certificate of Achievement is valid for a period of one year only. The County has received a Certificate of Achievement for the last 15 consecutive years (fiscal years ended 1981 through 1995). We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

On July 26, 1996, the Honorable Bill Melton, Dallas County Treasurer, was appointed to the Board of Trustees of the Texas County and District Retirement System for a term to expire December 31, 2001. The appointment was made by the Honorable George W. Bush, Governor of the State of Texas, to replace a member whose term had expired.

ACKNOWLEDGMENTS

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the staff of the County Auditor's Office. We express our appreciation to all members of the office who assisted in and contributed to its preparation. We also thank the members of the Commissioners Court and their staff and all other County officials and employees who have given their support in planning and conducting the financial operations of the County in a responsible manner.

Respectfully submitted,



Virginia Porter
County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Dallas County,
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 1995

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Arthur R. Lynch
President

Jeffrey L. Esser
Executive Director

This page left blank intentionally.



INDEPENDENT AUDITORS' REPORT

Honorable Commissioners Court
Dallas County, Texas

We have audited the accompanying general purpose financial statements of Dallas County, Texas (the "County"), as of and for the year ended September 30, 1996, as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Dallas County, Texas, at September 30, 1996, and the results of its operations and the cash flows of its proprietary and discretely presented component unit for the year then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of Dallas County, Texas. Such information has been subjected to the auditing procedures applied in our audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

The statistical information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the County. Such additional information has not been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and accordingly, we express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued a report dated January 31, 1997, on our consideration of the County's internal control structure and a report dated January 31, 1997, on its compliance with laws and regulations.

Deloitte & Touche LLP

January 31, 1997

COMBINED FINANCIAL STATEMENTS
("LIFTABLE" GENERAL PURPOSE FINANCIAL STATEMENTS)

DALLAS COUNTY, TEXAS
 COMBINED BALANCE SHEET - ALL FUND TYPES, ACCOUNT GROUPS AND
 DISCRETELY PRESENTED COMPONENT UNIT

SEPTEMBER 30, 1996
 (in thousands of dollars)

	Governmental Fund Types				Proprietary Fund Type
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Internal Service</u>
ASSETS AND OTHER DEBITS					
ASSETS:					
Cash and investments	\$ 61,731	\$ 30,934	\$ 18,262	\$ 69,909	\$ 1,227
Deferred compensation investment	-	-	-	-	-
Receivables (net of allowances for uncollectibles of \$76,714 for primary government and \$42,609 for component unit):					
Taxes	130,669	3,163	42,543	-	-
Accounts	2,184	1,204	105	-	-
Accrued interest	665	-	609	-	-
Premium and deductions	-	-	-	-	724
Due from other funds	5,409	2,017	-	27	-
Due from other government units	4,298	4,223	-	3,849	-
Inventories	376	862	-	-	-
Restricted assets:					
Cash and cash equivalents	-	-	-	-	-
Grants and other receivables	-	-	-	-	-
Bail bond collateral	-	-	-	-	-
Assets limited as to use:					
Cash and cash equivalents	-	-	-	-	-
Property, plant and equipment, net of accumulated depreciation	-	-	-	-	-
OTHER DEBITS:					
Amount available for debt service	-	-	-	-	-
Amount to be provided for retirement of general long-term debt	-	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS	<u>\$ 205,332</u>	<u>\$ 42,403</u>	<u>\$ 61,519</u>	<u>\$ 73,785</u>	<u>\$ 1,951</u>

The notes to the financial statements are an integral part of this statement.

Fiduciary Fund Type	Account Groups		Totals (Memorandum Only) Primary Government	Component Unit	Totals (Memorandum Only) Reporting Entity September 30	
	General Fixed Assets	General Long- Term Debt			1996	1995
\$ 76,529	\$ -	\$ -	\$ 258,592	\$ 69,922	\$ 328,514	\$ 329,739
29,083	-	-	29,083	-	29,083	26,131
-	-	-	176,375	2,617	178,992	174,269
94	-	-	3,587	44,983	48,570	56,107
35	-	-	1,309	-	1,309	923
-	-	-	724	-	724	52
83	-	-	7,536	-	7,536	3,327
-	-	-	12,370	-	12,370	11,484
-	-	-	1,238	12,040	13,278	10,724
-	-	-	-	3,276	3,276	3,136
-	-	-	-	1,126	1,126	1,585
5,332	-	-	5,332	-	5,332	4,920
-	-	-	-	139,134	139,134	92,531
-	446,219	-	446,219	183,894	630,113	620,340
-	-	18,479	18,479	-	18,479	20,495
-	-	331,986	331,986	-	331,986	363,852
<u>\$ 111,156</u>	<u>\$ 446,219</u>	<u>\$ 350,465</u>	<u>\$ 1,292,830</u>	<u>\$ 456,992</u>	<u>\$ 1,749,822</u>	<u>\$ 1,719,615</u>

(Continued)

DALLAS COUNTY, TEXAS
 COMBINED BALANCE SHEET - ALL FUND TYPES, ACCOUNT GROUPS AND
 DISCRETELY PRESENTED COMPONENT UNIT--CONTINUED

SEPTEMBER 30, 1996
 (in thousands of dollars)

	Governmental Fund Types				Proprietary Fund Type
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Internal Service</u>
LIABILITIES, EQUITY AND OTHER CREDITS					
LIABILITIES:					
Accounts payable	\$ 17,896	\$ 2,482	\$ -	\$ 2,195	\$ -
Other current liabilities	-	-	-	-	-
Compensated absences	190	-	-	-	-
Liability for workers' compensation	325	-	-	-	-
Arbitrage rebate	178	-	-	-	-
Fee office accounts payable	-	-	-	-	-
Accrued liabilities	-	-	-	-	110
Accrued interest payable	-	-	-	-	-
Due to other funds	100	2,366	1	2,996	-
Due to other governmental units	25	71	-	-	-
Deferred revenue	131,329	3,700	43,039	-	-
Current maturities of long-term debt	-	-	-	-	-
General obligation bonds payable	-	-	-	-	-
Revenue bonds payable	-	-	-	-	-
Capital lease obligations	-	-	-	-	-
Other long-term liabilities	-	-	-	-	-
Liability for future benefits	-	-	-	-	3,157
Deferred compensation benefits	-	-	-	-	-
TOTAL LIABILITIES	<u>150,043</u>	<u>8,619</u>	<u>43,040</u>	<u>5,191</u>	<u>3,267</u>
EQUITY AND OTHER CREDITS:					
Investments in general fixed assets	-	-	-	-	-
Retained earnings (deficit):					
Reserved for named activities by donors	-	-	-	-	-
Unreserved	-	-	-	-	(1,316)
Fund balances:					
Reserved for encumbrances	11,509	4,490	-	12,183	-
Reserved for inventory of supplies	-	862	-	-	-
Reserved for payroll, escrow and change funds	97	2	-	-	-
Reserved for arbitrage rebate	266	-	-	-	-
Reserved for debt service	-	-	18,366	-	-
Unreserved:					
Designated for subsequent budget periods	6,482	2,476	113	-	-
Undesignated	36,935	25,954	-	56,411	-
TOTAL EQUITY (DEFICIT) AND OTHER CREDITS	<u>55,289</u>	<u>33,784</u>	<u>18,479</u>	<u>68,594</u>	<u>(1,316)</u>
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	<u>\$ 205,332</u>	<u>\$ 42,403</u>	<u>\$ 61,519</u>	<u>\$ 73,785</u>	<u>\$ 1,951</u>

The notes to the financial statements are an integral part of this statement.

EXHIBIT A-1

Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)	Component Unit	Totals (Memorandum Only) Reporting Entity September 30	
	General Fixed Assets	General Long- Term Debt	Primary Government		1996	1995
\$ 37,860	\$ -	\$ -	\$ 60,433	\$ 32,183	\$ 92,616	\$ 91,939
-	-	-	-	913	913	846
-	-	6,298	6,488	-	6,488	7,114
-	-	3,759	4,084	-	4,084	3,100
-	-	-	178	-	178	-
42,140	-	-	42,140	-	42,140	39,406
-	-	488	598	19,484	20,082	18,474
-	-	-	-	570	570	665
2,073	-	-	7,536	-	7,536	3,327
-	-	-	96	-	96	174
-	-	-	178,068	-	178,068	173,198
-	-	-	-	5,303	5,303	5,119
-	-	333,920	333,920	3,235	337,155	374,343
-	-	-	-	24,344	24,344	26,281
-	-	-	-	973	973	609
-	-	6,000	6,000	6,616	12,616	14,591
-	-	-	3,157	-	3,157	3,951
29,083	-	-	29,083	-	29,083	26,131
<u>111,156</u>	<u>-</u>	<u>350,465</u>	<u>671,781</u>	<u>93,621</u>	<u>765,402</u>	<u>789,268</u>
-	446,219	-	446,219	-	446,219	438,410
-	-	-	-	3,017	3,017	2,814
-	-	-	(1,316)	360,354	359,038	306,099
-	-	-	28,182	-	28,182	31,797
-	-	-	862	-	862	468
-	-	-	99	-	99	84
-	-	-	266	-	266	-
-	-	-	18,366	-	18,366	20,399
-	-	-	9,071	-	9,071	7,309
-	-	-	119,300	-	119,300	122,967
<u>-</u>	<u>446,219</u>	<u>-</u>	<u>621,049</u>	<u>363,371</u>	<u>984,420</u>	<u>930,347</u>
<u>\$ 111,156</u>	<u>\$ 446,219</u>	<u>\$ 350,465</u>	<u>\$ 1,292,830</u>	<u>\$ 456,992</u>	<u>\$ 1,749,822</u>	<u>\$ 1,719,615</u>

This page left blank intentionally.

DALLAS COUNTY, TEXAS
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES

EXHIBIT A-2

FISCAL YEAR ENDED SEPTEMBER 30, 1996
 (in thousands of dollars)

	Governmental Fund Types				Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	September 30	
					1996	1995
REVENUES:						
Taxes	\$ 126,197	\$ 1,681	\$ 41,199	\$ -	\$ 169,077	\$ 152,031
Highway license fees	-	28,669	-	-	28,669	25,863
Licenses and permits	396	-	-	-	396	326
Fines and forfeiture	3,935	7,947	-	-	11,882	9,514
Investments and rentals	9,753	1,801	5,807	-	17,361	17,157
Intergovernmental revenues	9,041	30,940	4	-	39,985	67,810
Charges for current services	64,703	3,871	-	-	68,574	40,265
Miscellaneous	7,226	17	115	-	7,358	12,364
Total Revenues	221,251	74,926	47,125	-	343,302	325,330
EXPENDITURES:						
Current:						
General government	115,850	1,560	-	-	117,410	114,338
Judicial	-	4,995	-	-	4,995	4,750
Public safety	95,559	6,605	-	-	102,164	105,970
Streets and highways	-	8,021	-	-	8,021	7,236
Health	11,687	14,167	-	-	25,854	26,065
Public welfare	9,817	8,237	-	-	18,054	19,937
Libraries	61	-	-	-	61	92
Capital outlay	-	-	-	18,169	18,169	24,077
Debt service:						
Principal retirement	-	-	41,655	-	41,655	39,445
Interest and fiscal agents fees	-	-	18,387	-	18,387	17,479
Total Expenditures	232,974	43,585	60,042	18,169	354,770	359,389
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,723)	31,341	(12,917)	(18,169)	(11,468)	(34,059)
OTHER FINANCING SOURCES (USES):						
Proceeds from sale of bonds	-	-	-	4,170	4,170	44,800
Operating transfers in	25,647	1,565	10,900	-	38,112	28,534
Operating transfers out	(1,420)	(36,692)	-	-	(38,112)	(28,534)
Other	(534)	530	1	29	26	3,455
Total Other Financing Sources (Uses)	23,693	(34,597)	10,901	4,199	4,196	48,255
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	11,970	(3,256)	(2,016)	(13,970)	(7,272)	14,196
FUND BALANCES AT BEGINNING OF FISCAL YEAR	43,319	36,646	20,495	82,564	183,024	169,070
CHANGE IN INVENTORY - PURCHASES METHOD	-	394	-	-	394	(242)
FUND BALANCES AT END OF FISCAL YEAR	\$ 55,289	\$ 33,784	\$ 18,479	\$ 68,594	\$ 176,146	\$ 183,024

The notes to the financial statements are an integral part of this statement.

DALLAS COUNTY, TEXAS

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
REVENUES:			
Taxes	\$125,698	\$126,197	\$ 499
Highway license fees	-	-	-
Licenses and permits	300	396	96
Fines and forfeitures	3,188	3,935	747
Investments and rentals	8,842	9,753	911
Intergovernmental revenues	5,773	9,041	3,268
Charges for current services	63,436	64,703	1,267
Miscellaneous	8,259	7,226	(1,033)
Total revenues	<u>215,496</u>	<u>221,251</u>	<u>5,755</u>
EXPENDITURES:			
Current:			
General government	122,760	115,850	6,910
Judicial	-	-	-
Public safety	105,755	95,559	10,196
Streets and highways	-	-	-
Health	12,703	11,687	1,016
Public welfare	13,597	9,817	3,780
Libraries	67	61	6
Debt service:			
Principal retirement	-	-	-
Interest and fiscal agents fees	-	-	-
Total expenditures	<u>254,882</u>	<u>232,974</u>	<u>21,908</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(39,386)</u>	<u>(11,723)</u>	<u>27,663</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	25,647	25,647	-
Operating transfers out	(1,632)	(1,420)	212
Other	-	(534)	(534)
Total other financing sources (uses)	<u>24,015</u>	<u>23,693</u>	<u>(322)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(15,371)</u>	<u>11,970</u>	<u>27,341</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	43,319	43,319	-
CHANGE IN INVENTORY - PURCHASES METHOD	-	-	-
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 27,948</u>	<u>\$ 55,289</u>	<u>\$ 27,341</u>

The notes to the financial statements are an integral part of this statement.

Special Revenue Funds			Debt Service Funds			Totals (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 1,661	\$ 1,681	\$ 20	\$ 40,925	\$ 41,199	\$ 274	\$ 168,284	\$ 169,077	\$ 793
25,236	28,669	3,433	-	-	-	25,236	28,669	3,433
-	-	-	-	-	-	300	396	96
6,560	7,947	1,387	-	-	-	9,748	11,882	2,134
1,929	1,801	(128)	5,828	5,807	(21)	16,599	17,361	762
65,131	30,940	(34,191)	2	4	2	70,906	39,985	(30,921)
3,411	3,871	460	-	-	-	66,847	68,574	1,727
21	17	(4)	220	115	(105)	8,500	7,358	(1,142)
<u>103,949</u>	<u>74,926</u>	<u>(29,023)</u>	<u>46,975</u>	<u>47,125</u>	<u>150</u>	<u>366,420</u>	<u>343,302</u>	<u>(23,118)</u>
1,759	1,560	199	-	-	-	124,519	117,410	7,109
6,562	4,995	1,567	-	-	-	6,562	4,995	1,567
14,028	6,605	7,423	-	-	-	119,783	102,164	17,619
13,964	8,021	5,943	-	-	-	13,964	8,021	5,943
22,467	14,167	8,300	-	-	-	35,170	25,854	9,316
16,386	8,237	8,149	-	-	-	29,983	18,054	11,929
-	-	-	-	-	-	67	61	6
-	-	-	41,655	41,655	-	41,655	41,655	-
-	-	-	18,447	18,387	60	18,447	18,387	60
<u>75,166</u>	<u>43,585</u>	<u>31,581</u>	<u>60,102</u>	<u>60,042</u>	<u>60</u>	<u>390,150</u>	<u>336,601</u>	<u>53,549</u>
<u>28,783</u>	<u>31,341</u>	<u>2,558</u>	<u>(13,127)</u>	<u>(12,917)</u>	<u>210</u>	<u>(23,730)</u>	<u>6,701</u>	<u>30,431</u>
1,565	1,565	-	10,960	10,900	(60)	38,172	38,112	(60)
(36,692)	(36,692)	-	-	-	-	(38,324)	(38,112)	212
-	452	452	-	1	1	-	(81)	(81)
<u>(35,127)</u>	<u>(34,675)</u>	<u>452</u>	<u>10,960</u>	<u>10,901</u>	<u>(59)</u>	<u>(152)</u>	<u>(81)</u>	<u>71</u>
(6,344)	(3,334)	3,010	(2,167)	(2,016)	151	(23,882)	6,620	30,502
35,812	35,812	-	20,495	20,495	-	99,626	99,626	-
-	394	394	-	-	-	-	394	394
<u>\$ 29,468</u>	<u>\$ 32,872</u>	<u>\$ 3,404</u>	<u>\$ 18,328</u>	<u>\$ 18,479</u>	<u>\$ 151</u>	<u>\$ 75,744</u>	<u>\$ 106,640</u>	<u>\$ 30,896</u>

(Continued)

This page left blank intentionally.

DALLAS COUNTY, TEXAS

EXHIBIT A-3

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS--CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996

(in thousands of dollars)

RECONCILIATION OF SPECIAL REVENUE FUNDS - BUDGET AND ACTUAL - TO ENTITY BALANCE (EXHIBIT A-2)	
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES - EXHIBIT A-2	\$ 31,341
OTHER FINANCING SOURCES (USES)	
Exhibit A-3	(34,675)
Exhibit C-2:	
District Attorney - Special	56
District Attorney - Unadjudicated Forfeitures	(18)
District Attorney - Forfeiture - FN	(60)
District Attorney - Forfeiture - OL	95
District Attorney - Forfeiture - MF	(1)
District Attorney - Auto Theft	6
	<hr/>
Total other financing sources (uses) - Exhibit A-2	(34,597)
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES - EXHIBIT A-2	(3,256)
FUND BALANCES AT BEGINNING OF FISCAL YEAR:	
Exhibit A-3	35,812
District Attorney - Special	66
District Attorney - Forfeiture - FN	336
District Attorney - Forfeiture - OL	401
District Attorney - Forfeiture - MF	1
District Attorney - Unadjudicated Forfeitures	24
District Attorney - Escrow - Auto Theft	4
District Attorney - Auto Theft	2
	<hr/>
FUND BALANCES AT BEGINNING OF FISCAL YEAR - EXHIBIT A-2	36,646
CHANGE IN INVENTORY - PURCHASES METHOD	<hr/> 394
FUND BALANCES AT END OF FISCAL YEAR - EXHIBIT A-2	<hr/> <u>\$ 33,784</u>

The notes to the financial statements are an integral part of this statement.

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED
EARNINGS (DEFICIT)/FUND BALANCES - PROPRIETARY FUND TYPE AND
DISCRETELY PRESENTED COMPONENT UNIT

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

	Proprietary Fund Type	Component Unit	Total (Memorandum Only)	
			Reporting Entity	
			September 30	
	Internal Service		1996	1995
OPERATING REVENUES:				
Patient service revenue (net of charity, contractual allowances and provisions for uncollectible accounts of \$42,609 in 1996 and \$64,618 in 1995)	\$ -	\$ 305,253	\$ 305,253	\$ 305,094
Premiums and reimbursements	10,276	-	10,276	10,707
Other operating revenue	-	19,940	19,940	18,630
Total operating revenues	10,276	325,193	335,469	334,431
OPERATING EXPENSES:				
Salaries and wages	-	221,590	221,590	209,123
Supplies and other	-	168,220	168,220	165,423
Depreciation and amortization	-	20,720	20,720	20,082
Benefit payments	8,955	-	8,955	9,681
Administration	1,452	-	1,452	1,237
Provision for bad debts	-	76,741	76,741	72,354
Total operating expenses	10,407	487,271	497,678	477,900
OPERATING INCOME (LOSS)	(131)	(162,078)	(162,209)	(143,469)
NONOPERATING REVENUES (EXPENSES):				
Ad valorem tax support	-	155,146	155,146	150,000
Interest expense	-	(1,602)	(1,602)	(1,780)
Interest income and other	127	12,471	12,598	10,280
NET INCOME	(4)	3,937	3,933	15,031

The notes to the financial statements are an integral part of this statement.

(Continued)

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED
EARNINGS (DEFICIT)/FUND BALANCES - PROPRIETARY FUND TYPE AND
DISCRETELY PRESENTED COMPONENT UNIT -- CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

	Proprietary Fund Type	Component Unit	Total (Memorandum Only)	
			Reporting Entity	
			September 30	
	Internal Service		1996	1995
OTHER FUND BALANCE CHANGES:				
Donated assets and other	\$ -	\$ 346	\$ 346	\$ 776
Designated for future indigent care	-	48,660	48,660	22,178
Restricted funds activities:				
Contributions and investment income	-	1,790	1,790	1,808
Expenditures	-	(1,587)	(1,587)	(1,774)
Net restricted funds activities	-	203	203	34
Total other fund balance changes	-	49,209	49,209	22,988
RETAINED EARNINGS (DEFICIT)/FUND BALANCES				
AT BEGINNING OF FISCAL YEAR	(1,312)	310,225	308,913	270,894
RETAINED EARNINGS (DEFICIT)/FUND BALANCES				
AT END OF FISCAL YEAR	\$ (1,316)	\$ 363,371	\$ 362,055	\$ 308,913

The notes to the financial statements are an integral part of this statement.

COMBINED STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPE
AND DISCRETELY PRESENTED COMPONENT UNIT

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

	Proprietary Fund Type		Totals (Memorandum Only)	
			Reporting Entity	
	Internal Service	Component Unit	September 30 1996	September 30 1995
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from patients	\$ -	\$ 312,143	\$ 312,143	\$ 224,174
Cash received from participants	9,588	-	9,588	10,624
Cash payments to suppliers for goods and services	-	(231,585)	(231,585)	(171,612)
Cash payments to employees for services	-	(221,590)	(221,590)	(209,123)
Cash payments for benefit claims	(9,749)	-	(9,749)	(9,273)
Cash payments for administrative fees	(1,435)	-	(1,435)	(1,236)
Other operating revenues	16	19,940	19,956	18,695
Net cash used in operating activities	<u>(1,580)</u>	<u>(121,092)</u>	<u>(122,672)</u>	<u>(137,751)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Ad valorem tax support	-	156,436	156,436	149,767
Net cash provided by noncapital financing activities	<u>-</u>	<u>156,436</u>	<u>156,436</u>	<u>149,767</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Transfers from temporarily restricted-disproportional share	-	14,670	14,670	4,000
Interest paid on bonds and equipment contracts	-	(2,015)	(2,015)	(2,439)
Purchase of property, plant and equipment	-	(23,056)	(23,056)	(21,038)
Repayment of long-term debt and capital lease obligations	-	(4,485)	(4,485)	(4,672)
Increase (decrease) in debt service reserves	-	149	149	-
Net cash used for capital and related financing activities	<u>-</u>	<u>(14,737)</u>	<u>(14,737)</u>	<u>(24,149)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Purchase of investment securities	-	(40,785)	(40,785)	(23,565)
Interest and dividends on investments	127	10,882	11,009	8,949
Net cash provided (used) in investing activities	<u>127</u>	<u>(29,903)</u>	<u>(29,776)</u>	<u>(14,616)</u>
Net increase (decrease) in cash and cash equivalents	(1,453)	(9,296)	(10,749)	(26,749)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>2,680</u>	<u>31,495</u>	<u>34,175</u>	<u>60,924</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 1,227</u>	<u>\$ 22,199</u>	<u>\$ 23,426</u>	<u>\$ 34,175</u>

The notes to the financial statements are an integral part of this statement.

(Continued)

COMBINED STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPE
AND DISCRETELY PRESENTED COMPONENT UNIT--CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

	Proprietary Fund Types	Component Unit	Totals (Memorandum Only)	
			Reporting Entity	
			September 30 1996	September 30 1995
RECONCILIATION OF OPERATING INCOME (LOSS)				
TO NET CASH USED BY OPERATING				
ACTIVITIES:				
Operating income (loss)	\$ (131)	\$(162,078)	\$(162,209)	\$(143,469)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Provision for bad debts	-	76,741	76,741	72,336
Depreciation	-	20,720	20,720	20,082
Loss on disposal of assets	-	718	718	312
Changes in operating assets and liabilities:				
(Decrease) increase in other current liabilities	-	67	67	353
(Decrease) increase in other long-term liabilities	-	(1,975)	(1,975)	603
(Increase) decrease in accounts receivable	(672)	(69,851)	(70,523)	(80,920)
(Increase) in supplies and other assets	-	(1,913)	(1,913)	(1,432)
Decrease (increase) in due from restricted fund	-	(647)	(647)	(1,376)
Increase (decrease) in due to third-party reimbursement programs	-	3,709	3,709	(1,021)
(Decrease) increase in accounts payable and accrued expenses	(777)	2,540	1,763	(12,630)
Other	-	10,877	10,877	9,411
Net cash used by operating activities	<u>\$ (1,580)</u>	<u>\$(121,092)</u>	<u>\$(122,672)</u>	<u>\$(137,751)</u>

**SUPPLEMENTAL DISCLOSURES OF ACTIVITIES
THAT AFFECT ASSETS OR LIABILITIES:**

Donated assets of \$346 and \$775 were received in
1996 and 1995, respectively.

The District incurred obligations of \$1,102 in 1996,
pursuant to capital leasing agreements.

**RECONCILIATION OF CASH, INVESTMENTS AND
CASH EQUIVALENTS FOR COMPONENT UNIT:**

Cash and cash equivalents, Exhibit A-5	\$ 22,199
Investments	47,723
Cash, investments and cash equivalents not available for operations:	
Restricted assets	139,134
Parkland Foundation	<u>3,276</u>

**TOTAL CASH, INVESTMENTS AND CASH
EQUIVALENTS**

\$ 212,332

The notes to the financial statements are an integral part of this statement.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE A--GENERAL STATEMENT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

I. General Statement

Primary Government--Dallas County (the "County") was incorporated in 1846 as a public corporation and political subdivision of the State of Texas. The Commissioners Court is the general governing body of the County in accordance with Article 5, Paragraph 18 of the Texas Constitution. The County provides the following services as authorized by the statutes of the State of Texas: justice administration (courts, juries, constables, district attorney, clerks, investigators, sheriff, jail, fire marshal, medical examiner and crime laboratory), roads and bridges, juvenile services, assistance to indigents and county libraries.

Discretely Presented Component Unit--The Dallas County Hospital District (the "District") is a special taxing district created in 1954 by a vote of the taxpayers of the County in accordance with the provisions of Article 9, Section 4 of the Constitution of the State of Texas. The District comprises Parkland Memorial Hospital (the "Hospital"), Community Oriented Primary Care ("COPC") and the Parkland Foundation (the "Foundation"). The operating hospital has approximately 829 beds and 132 bassinets, operates an outpatient clinic and emergency room, provides service to indigents and serves as the major teaching hospital for the University of Texas Southwestern Medical School. In addition, COPC operates clinics in the community and on the Hospital campus.

II. Summary of Significant Accounting Policies

The accounting and reporting policies of the County relating to the funds and account groups included in the accompanying financial statements conform to generally accepted accounting principles applicable to state and local governments. Generally accepted accounting principles for local governments are those promulgated by the Governmental Accounting Standards Board ("GASB") in *Governmental Accounting and Financial Reporting Standards* issued as of June 30, 1996, and subsequent pronouncements of GASB. The following represent the more significant accounting and reporting policies and practices used by the County:

- a. Reporting Entity -- In defining the reporting entity of the County for financial reporting purposes, the County conforms with the criteria of GASB Statement No. 14, "The Financial Reporting Entity." This report includes the financial statements of the County's primary government and its discretely presented component unit in accordance with generally accepted accounting principles (GAAP).

Blended Component Units - For reporting purposes, the Dallas County Housing Finance Corporation ("HFC") and North Central Texas Health Facilities Development Corporation ("HFDC") qualify as component units. The Commissioners Court sits as the governing board of the HFC and appoints the governing board of the HFDC. The only activity of the HFC has been the issuance of single family revenue bonds that are disclosed as conduit debt in footnote G. The HFDC has no financial activity

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE A--GENERAL STATEMENT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--
Continued

since all debt issuances are by and in the name of the individual approved health facilities. Additional financial information on the HFC may be obtained from:

Dallas County Commissioners Court
Administration Building
411 Elm Street, Second Floor
Dallas, Texas 75202

Discretely Presented Component Unit - The component unit column in the combined financial statements presents the financial data of the District. It is reported in a separate column to emphasize that it is legally separate from the County. The Commissioners Court of the County appoints the seven-member board of managers, approves the budget and sets the tax rate for the District; however, the District operates under different statutory and constitutional authority. The District also has a separate constitutional tax limitation; the independent power of eminent domain; and the individual right of ownership of property. Complete financial statements for the District may be obtained from:

Office of the Controller
Parkland Memorial Hospital
5201 Harry Hines Boulevard
Dallas, Texas 75235

Related Organizations--The Commissioners Court appoints all or part of the boards of Mental Health and Mental Retardation, the Private Industry Council, the Youth Services Advisory Board, the Literature Review Committee and various levee districts. The County's accountability for these organizations does not extend beyond the board appointment function. Therefore, these organizations are not included in the County's financial statements.

- b. Basis of Presentation-- The accounts of the County are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures (or expenses, as appropriate). Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped in the financial statements in this report into three generic fund types and two account groups:
- I. Governmental Fund Types are those through which most governmental functions of the County are financed. The governmental fund measurement focus is upon determination of financial

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE A--GENERAL STATEMENT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--
Continued

position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income determination. The following are the County's governmental funds:

- i) The General Fund is the general operating fund of the County and is used to account for all financial resources except those required to be accounted for in another fund. Major revenue sources include property taxes, charges for services, intergovernmental revenues and investment of idle funds. Primary expenditures are for general administration, public safety, public welfare, health services and capital acquisition.
 - ii) Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes. When a Special Revenue Fund is not an operating fund, transfers are made from the Special Revenue Fund to the operating funds authorized to make the expenditures.
 - iii) Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The primary revenue source is property taxes levied specifically for debt service. Interest earnings from temporary investments of idle funds of the Capital Projects Funds are deposited and recorded in the Debt Service Funds to aid in bonded debt retirement. The County maintains two nonbudgeted debt service funds: Parking Garage Reserve and Contingency Funds. These funds are contractually required to be maintained for emergency use until the parking garage bonds are retired. The fund balances only are included on the Combined Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual--General, Special Revenue and Debt Service Funds for continuity of information throughout the financial statements. No transactions occur in these funds.
 - iv) Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by the Enterprise Fund). The funding source is bond sale proceeds.
2. Proprietary Fund Types are used to account for activities which are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position and cash flows. The County's only Proprietary Fund is the Internal Service Fund used to account for the County's group medical self-insurance program and the flexible spending accounts of employees who participate in the medical and dependent care flexible spending option of the County's cafeteria plan. Revenues are derived from County and employee premiums and/or payroll deductions. Expenditures are for claims and administrative expenses.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE A--GENERAL STATEMENT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--
Continued

3. Fiduciary Fund Types are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments and other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. All the County's fiduciary funds are agency funds.
4. Account Groups are used to establish accounting control and accountability for the County's general fixed assets and general long-term debt. The two account groups are not "funds." They are concerned only with the measurement of financial position and are not involved with measurement of results of operations. The following are the County's account groups:

- i) General Fixed Assets Account Group--Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group rather than in governmental funds. Public domain (infrastructure) general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, are not included in the General Fixed Assets Account Group. The title to right-of-way purchased by the County for the State of Texas in connection with its highway construction program is retained by the State. No depreciation has been provided on general fixed assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair values on the date donated.

- ii) General Long-Term Debt Account Group--Long-term liabilities of the governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds. Liabilities included in the General Long-Term Debt Account Group are general obligation bonded debt, compensated absences, accrual for arbitrage rebate liabilities and long-term liabilities from court judgments.
- c. Discretely Presented Component Unit-- The resources of the District are classified as either general or restricted funds. General funds include resources that the Board of Managers may use for the operations of the District. Restricted funds include amounts held by the Foundation and amounts to be used for future indigent care from disproportionate share funding received by the District. The District uses the accrual method of accounting, and revenue is recognized in the accounting period when services are rendered.

The District applies all Governmental Accounting Standards board ("GASB") pronouncements as well as Financial Accounting Standards Board ("FASB") pronouncements issued on or before November 30, 1989, unless the FASB pronouncements contradict or conflict with GASB pronouncements.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE A--GENERAL STATEMENT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--
Continued

- d. Basis of Accounting-- The accounting and reporting treatment applied to a fund is determined by its measurement focus. Basis of accounting refers to the timing of recognition of revenues and expenditures in the accounts and financial statements, regardless of the measurement focus applied. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Governmental Fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. The Proprietary Fund is accounted for on a cost of service or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with its activity is on its balance sheet. Its operating statements present increases (revenues) and decreases (expenses) in net total assets.

All governmental funds are accounted for using the modified accrual basis of accounting as follows:

1. Revenues are recognized when they become susceptible to accrual (both measurable and available as net current assets). Major revenue types which have been accrued are property taxes levied to finance the budget of the current fiscal period, revenue from the investment of idle funds, intergovernmental revenue and charges for services. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as deferred revenue. Property taxes which were levied prior to September 30, 1996, and became due October 1, 1996 have been assessed to finance the budget of the fiscal year beginning October 1, 1996 and, accordingly, have been reflected as deferred revenue and taxes receivable in the combined financial statements at September 30, 1996.
2. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include 1) principal and interest on general long-term debt is recognized when due; 2) expenditures for insurance and similar services are accounted for as expenditures in the period of acquisition; and (3) inventory costs are recorded when purchased in the Road and Bridge Fund (a Special Revenue Fund) and when used in the General Fund. The net change in inventories accounted for using the purchases method is reported as a change in fund balance in the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types.

The Proprietary Fund is accounted for using the accrual basis of accounting as follows:

1. Revenues are recognized when earned, and expenses are recognized when the liabilities are incurred.
2. Current-year contributions, administrative expenses and benefit payments which are not received or paid until the subsequent year are accrued.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE A--GENERAL STATEMENT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--
Continued

The Agency Funds' assets and liabilities are accounted for on the modified accrual basis of accounting.

Under the provisions of GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting," the County has elected not to follow Financial Accounting Standards Board guidance issued subsequent to November 30, 1989.

- e. Budgetary Data--The budget is prepared in accordance with generally accepted accounting principles by the County Budget Officer and approved by the Commissioners Court following a public hearing. Annual appropriations lapse at fiscal year-end. Project-length financial plans are adopted for all Capital Projects Funds.

Appropriated budgets are approved and employed as a management control device during the year for the General Fund, all Special Revenue Funds except the District Attorney Special, Auto Theft and Forfeiture Funds, the Countywide General Obligation Debt Service Fund, the Parking Garage Revenue Debt Service Fund, and the Community Supervision and Correction Fee Office Fund. The District Attorney Forfeiture Funds are controlled by nonappropriated budgets which are filed with the Commissioners Court. Formal budgetary integration is not applied on an annual basis in the Capital Projects Funds since the budget of these funds is for the life of the project (sale of bonds to completion of project). The Capital Projects Funds' budget is established by the Commissioners Court when bonds are sold based upon the terms of the sale as authorized by the voters of the County and/or state statutes. This budget, with amendments as approved by the Commissioners Court, is the control against expenditures for the life of the project. Accordingly, no annual budget is adopted for Capital Projects Funds.

- f. Encumbrances--Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund, Special Revenue Funds and Capital Projects Funds. Encumbrances outstanding at year-end are reported as a reservation of fund balance since they do not constitute expenditures or liabilities.
- g. Investments--The investments of the Deferred Compensation Plan (e.g., fixed, growth, income, aggressive growth, stock, etc.) are carried at estimated fair market value. All other investments are stated at cost, which approximates market.
- h. Inventory--Inventory is valued at average cost. Inventory in the General and Special Revenue Funds consists of expendable supplies held for consumption. In the General Fund, the cost is recorded as an expenditure at the time the inventory items are used. In the Special Revenue Funds, the cost is recorded as an expenditure at the time individual inventory items are purchased. Reported inventories of the

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE A--GENERAL STATEMENT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--
Continued

Special Revenue Funds are equally offset by a reservation of fund balance which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

- i. Vacation and Sick Leave--The County's permanent, full-time employees accrue 6.66 hours of vacation per month from date of employment to six years of service, ten hours per month from 6 years to 15 years of service, and 13.33 hours per month in excess of 15 years of continuous employment. The maximum accrual is four, five or six weeks of vacation for the respective accrual categories specified. Upon termination from County employment, an employee shall be entitled to payment for total accrued but unused hours of vacation.

No accrued vacation leave is expected to be liquidated with expendable available financial resources. Amounts of accrued vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No expenditure is reported for these amounts.

The County's permanent, full-time employees accrue sick leave at the rate of eight hours per month. Sick leave is paid to current employees if the employees are absent from work due to illness, injury or other situation requiring medical attention. An employee who leaves the employment of the County for any reason prior to five years of service shall receive no compensation for accrued sick leave. Employees who terminate their employment after five years of continuous service shall be paid a percentage of the balance of their accrued but unused sick leave that ranges from 5% for five to ten years service to 50% for over 50 years of service.

In accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences," no liability is recorded for nonvesting accumulating rights to receive sick pay benefits. However, a liability is recognized for that portion of accumulating sick leave benefits that the County estimates will be paid at termination or retirement. Those amounts expected to be liquidated with expendable available financial resources are recorded as liabilities in the Governmental Funds. The remaining liability is recorded in the General Long-Term Debt Account Group.

- j. Accrued Revenue Reporting-- State law prohibits the appropriation of revenue unless it is expected to be collected by the end of the fiscal period for which it is appropriated. Because of this restriction on the County, revenues accrued but not collected at September 30, 1996, have been included in fund balance designated for subsequent budget period.
- k. Accounts Receivable-- Accounts receivable from other governments include amounts due from grantors for approved grants for specific programs and reimbursements for services performed by the County. Program grants are recorded as receivables and revenues at the time reimbursable costs are incurred. Reimbursements for services performed are recorded as receivables and revenues when they become

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE A--GENERAL STATEMENT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--
Continued

susceptible to accrual. Revenues received in advance of the costs being incurred are recorded as deferred revenue.

- l. Unemployment and Workers' Compensation Benefits-- The County is a reimbursing employer for unemployment compensation benefits. Reimbursements are made on the basis of regular billings received from the Texas Employment Commission. The County also processes workers' compensation payments through a third-party administrator as the claims become due. These obligations are budgeted and paid from current resources (see Note M).
- m. Comparative Total Data - Comparative total data for the prior year have been presented in the accompanying combined financial statements to provide an understanding of changes in the County's financial position and operations.

However, comparative (i.e., presentation of prior-year totals by fund type) data have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read.

- n. Reclassifications - Certain amounts reported in the 1995 financial statements have been reclassified to conform with 1996 classifications.
- o. Total Columns on Combined Statements - Total columns on the combined financial statements are captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of these data.
- p. Property, Plant and Equipment - Discretely Presented Component Unit--Property, plant and equipment are recorded at cost or, if donated, at fair market value at the date of receipt. Costs of major renewals and betterments which extend useful lives are capitalized while maintenance and repairs are charged to current operations. Disposals are removed at carrying cost less accumulated depreciation with any resulting gain or loss included in other revenue. Depreciation is recorded on the straight-line method over the estimated useful lives of the assets. The estimated useful lives for buildings are 10 to 40 years and 3 to 20 years for equipment. Equipment under capital lease is amortized on the straight-line method over the lesser of the useful life of the equipment or the lease term. Such amortization is included in depreciation in the financial statements.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE A--GENERAL STATEMENT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--
Continued

Property, plant and equipment at September 30, 1996, are summarized as follows:

Land and improvements	\$ 12,763
Buildings	246,182
Fixtures and equipment	108,334
Equipment under capital lease	<u>4,096</u>
	371,375
Accumulated depreciation and amortization	<u>(194,186)</u>
	177,189
Construction in progress	<u>6,705</u>
Property, plant and equipment, net	<u>\$ 183,894</u>

The District capitalizes interest cost net of any interest earned on temporary investments of the proceeds for construction projects funded by tax-exempt borrowings. Interest expense is also capitalized for projects financed with operating funds. Capitalized debt issuance costs relating to long-term debt are amortized over the period the debt is outstanding using the straight-line method, which approximates the interest method. Total interest cost in fiscal 1996 was \$1,919, of which \$318 was capitalized.

- q. Restricted Funds-Discretely Presented Component Unit--Upon receipt, contributions, grants and other revenues restricted by donors for specific purposes are added to restricted funds of the District. Each restricted fund has an administrator who is responsible for monitoring the income and expense and for ensuring that the fund's assets are being used for the purpose stated. The Parkland Foundation, a nonprofit corporation established in 1986, is combined as part of the restricted funds because the District is deemed to have control of the Foundation since the majority of the Foundation's Board of Directors is appointed by the District's Board of Managers. Due to the diverse management of funds by various program administrators, the District does not include restricted funds in its statement of cash flows.
- r. Assets (Investments) Limited as to Use or Restricted-Discretely Presented Component Unit--Resources are set aside for board-designated purposes, the terms of bond agreements or self-insurance arrangements and disproportionate share program restrictions.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE A--GENERAL STATEMENT AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--
Continued

- s. Third-Party Reimbursement Programs--Discretely Presented Component Unit--The District has agreements with third-party payors that provide for reimbursement to the District at amounts different from its established rates. Contractual adjustments under third-party reimbursement programs represent the difference between the District's established rates for services and the amounts reimbursed by third-party payors. The District's more significant third-party payors are the Medicare and Medicaid programs, which accounted for gross charges of 14% and 31%, respectively, in 1996 and 13% and 32%, respectively, in 1995.

In accordance with provisions of the Medicare and Medicaid programs, inpatient services to Medicare and Medicaid beneficiaries are paid at prospectively determined rates per discharge based on a patient classification system utilizing clinical, diagnostic and other factors. Outpatient services are generally reimbursed on a cost reimbursement methodology. Additionally, the District receives cost-based reimbursement from Medicare for certain costs, as defined by the Medicare program, including kidney acquisition, medical education and bad debts. Effective October 1, 1991, the Medicare program changed its method of paying capital costs from a cost-based reimbursement system to a prospectively determined rate per discharge. The full effect of this change is being phased in over a ten-year transition period.

Cost reimbursable items are reimbursed to the District at a tentative rate, with final settlement determined after submission of annual cost reports by the District, which are subject to audit by the intermediary prior to final settlement. Any differences between final audited settlements and amounts accrued at the end of the prior reporting period are included currently in the statement of revenues and expenses as an adjustment to the appropriate allowance account. The District's cost reports have been finalized by the fiscal intermediary through 1992 for Medicare and through 1993 for Medicaid.

- t. Vacation and Sick Leave--Discretely Presented Component Unit--Accrued vacation leave and accrued sick leave are recorded as expenses and liabilities as the benefits accrue to the employees.

NOTE B--LEGAL COMPLIANCE BUDGETS

The budget law of the State of Texas provides that "the amounts budgeted for the current expenditures from the various funds of the County shall not exceed the balances in said funds plus the anticipated revenues for the current year for which the budget is made as estimated by the County Auditor." In addition, the law provides that the Commissioners Court "may, upon proper application, transfer an existing budget surplus during the year to a budget of like kind and fund but no such transfer shall increase the total of the budget."

Each year, all departments submit to the Budget Officer requests for appropriation. These requests are reviewed, compiled and presented to the Commissioners Court for approval. The Commissioners Court conducts departmental budget reviews, adjusts budget requests to final form and conducts a public hearing in

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE B--LEGAL COMPLIANCE BUDGETS--Continued

the County Administration Building. One copy of the proposed budget must be filed with the County Clerk and one with the County Auditor. Copies must be available to the public. The Commissioners Court must provide for the public hearing on the budget on some date within seven calendar days after the filing of the budget and prior to October 31 of the current fiscal year. The approved budget must be filed with the County Clerk and County Auditor.

According to the budget laws of the State of Texas, expenditures may not legally exceed the amount appropriated in each fund. The County controls appropriations at the category level (i.e., salaries, allowances, operations and property) for each department within the General and Special Revenue Funds of the County. All Debt Service Funds' expenditures for principal and interest on long-term debt are considered to be in the operations category. Appropriation transfers may be made between categories or departments only with the approval of the Commissioners Court. Such transfers were made during fiscal year 1996; however, no transfer increased the total budget of any fund nor was the budget of any fund impaired by these transfers. The budget figures presented in this report reflect the budget as amended for all appropriation transfers processed during the fiscal year. More comprehensive accounting of activity on the budgetary basis is provided in a separate report which is available for public inspection in the office of the Dallas County Auditor, 500 Elm Street, Room 407, Dallas, Texas 75202-3504.

NOTE C--DEPOSITS, INVESTMENTS AND INVESTMENT POLICIES

I. Primary Government

The County's demand deposits and bank certificates of deposit are fully covered by collateral held by the County's agent, Federal Reserve Bank of Dallas, in the County's name. The collateral is comprised of U.S. Treasury bills, notes and bonds; Federal National Mortgage Association issues; Federal Farm Credit Bank issues; Federal Home Loan Bank issues; Student Loan Marketing Association issues; Federal Home Loan Mortgage Corporation, Federal National Mortgage Association and Government National Mortgage Association pools; Federal National Mortgage Association REMIC CMOs; Federal Home Loan Mortgage Pools REMIC CMOs; obligations of states, counties, cities and other political subdivisions of any state with a rating of A or better; surety bonds rated in the two highest categories for claims paying ability; and Federal Deposit Insurance Corporation ("FDIC") insurance. The County's collateral agreement requires the market value of securities held by its agent to exceed the total amount of cash and investments held by its depository bank at all times.

The County's investment policies are in accordance with the laws of the State of Texas. The policies identify authorized investments and investment terms, collateral requirements and safekeeping requirements for collateral.

The County is authorized by statute and by depository contract to invest in "security repurchase agreements." A security repurchase agreement is a simultaneous agreement to buy, hold for a specified time and then sell

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE C--DEPOSITS, INVESTMENTS AND INVESTMENT POLICIES--Continued

back at a future date U.S. government securities, direct obligations of the United States, obligations of principal and interest which are guaranteed by the United States or direct obligations of, or participation certificates guaranteed by, the Federal Intermediate Credit Banks, Federal Land Banks, Federal National Mortgage Association, Federal Home Loan Banks or Banks for Cooperatives.

During 1996, the County invested in U.S. government securities, commercial paper and security repurchase agreements.

Deposits--At September 30, 1996, the carrying amount of the County's demand and time deposits was \$85,469. The \$107,046 bank balance was covered by federal depository insurance or collateralized with securities held by the Federal Reserve Bank of Dallas in the name of the County. The deposits consist of cash and cash equivalents of all funds.

Cash and cash equivalents include amounts in demand deposits as well as short-term investments.

Investments--The County's investments are categorized as either (1) insured or registered or for which the securities are held by the County's agent in the name of the County, (2) uninsured and unregistered for which the securities are held by the counterparty's trust department or agent in the name of the County, or (3) uninsured and unregistered for which the securities are held by the counterparty or by its trust department or agent but not in the name of the County.

	Category			Carrying Amount	Market Value
	<u>1</u>	<u>2</u>	<u>3</u>		
U.S. government securities	\$ 64,696	\$ -	\$ -	\$ 64,696	\$ 65,682
Commercial papers	28,416	-	-	28,416	28,495
Security repurchase agreements	80,011	-	-	80,011	80,011
	<u>\$ 173,123</u>	<u>\$ -</u>	<u>\$ -</u>	173,123	174,188
Investment in deferred compensation funds				<u>29,083</u>	<u>29,083</u>
				<u>\$ 202,206</u>	<u>\$ 203,271</u>

II. Discretely Presented Component Unit

Deposits - The District places its demand deposits in TexPool, which is a local government investment pool created by the Texas State Treasurer and managed by the Texas Treasury Safekeeping Trust Company. TexPool's portfolio consists of U.S. Treasury bills and notes, U.S. Government agency notes, collateralized

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE C--DEPOSITS, INVESTMENTS AND INVESTMENT POLICIES--Continued

certificates of deposit and repurchase agreements. At September 30, 1996 and 1995, the carrying amount of the District's investment in TexPool was \$25,494 and \$31,887, respectively.

Investments - The District's investment policy includes purchasing U.S. Treasury and Agency securities. The carrying amounts of such investments totaled \$186,838 and \$121,078 at September 30, 1996 and 1995, respectively. The District's investments are categorized in the same manner as that described above for the Primary Government.

	Category			Carrying Amount	Market Value
	<u>1</u>	<u>2</u>	<u>3</u>		
U.S. government securities	<u>\$ 186,838</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 186,838</u>	<u>\$ 186,615</u>
				<u>\$ 186,838</u>	<u>\$ 186,615</u>

NOTE D--PROPERTY TAXES

I. Primary Government

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied prior to September 30, are due on October 1 and are delinquent after January 31. The County bills and collects its own property taxes and those for the District, the Community College District, the School Equalization Fund, the City of Buckingham, the City of Cockrell Hill, the City of Duncanville, the Duncanville Independent School District (ISD) and the County Education District (CED) of the Duncanville ISD, the City of Farmers Branch, the City of Grand Prairie, the Grand Prairie ISD and CED, the Town of Highland Park, the Highland Park ISD and CED, Irving Flood Control Districts I and III, the City of Lancaster, the Lancaster ISD and CED, City of Rowlett, City of Seagoville, Levee Districts 4, 8 and 14, the City of University Park, the Westchester Public Improvement District, the City of Wilmer, and Whispering Oaks Improvement Districts. The County and the District are the only entities controlled by the Commissioners Court; the County acts only as an intermediary in the collection and distribution of property taxes to the other entities.

Collections of the property taxes and subsequent remittances to the proper entities are accounted for in the Tax Assessor/Collector's Agency Fund. Tax collections are recorded in this agency fund according to the levy year for which the taxes are collected. Tax collections deposited for the County are distributed on a monthly basis to the General, Jury, Permanent Improvement and Debt Service Funds of the County. This distribution is based upon the tax rate established for each fund by order of the Commissioners Court for the tax year for which the collections are made. No tax levy was required for the Permanent Improvement Fund in fiscal years 1991 through 1995.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE D--PROPERTY TAXES--Continued

The County is authorized by the tax laws of the State of Texas to levy taxes up to \$.80 per \$100 of assessed valuation for general governmental services and the payment of principal and interest on certain permanent improvement long-term debt. Taxes may be levied in unlimited amounts for the payment of principal and interest on road bond long-term debt issued under Article 3, Section 52 of the Texas Constitution. The combined tax rate to finance general governmental services and the payment of principal and interest on limited tax long-term debt for the year ended September 30, 1996, was \$.20836 per \$100; therefore, the County had a tax margin of \$.59164 per \$100 and could have raised up to \$470,268 of additional taxes from the net assessed valuation of \$79,485,483 before reaching the limit.

Property taxes receivable at September 30, 1996, are reported net of an allowance for uncollectible taxes of \$21,665.

II. Discrete Component Unit

The District received approximately 31% in 1996 of its total revenues from ad valorem taxes. These funds were used as follows:

	<u>1996</u>
Percentage used to support operations	30%
Percentage used for debt service on General Obligation bonds	1

Current taxes are received beginning in October of each year and become delinquent after January 31. Ad valorem tax revenue is recognized ratably over the fiscal year for which taxes are assessed.

NOTE E--ASSETS LIMITED AS TO USE AND RESTRICTED-DISPROPORTIONATE SHARE
(DISCRETELY PRESENTED COMPONENT UNIT)

Assets (investments) limited as to use or restricted consist of the following funds which are all investments in U.S. Treasury and agencies obligations at September 30, 1996.

Disproportionate share	\$ 88,728
Designated for capital uses	37,768
Debt service under bond indenture	7,229
Other	<u>5,409</u>
Total assets limited as to use	139,134
Less current portion	<u>(92,260)</u>
Net of current portion	<u>\$ 46,874</u>

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE E--ASSETS LIMITED AS TO USE AND RESTRICTED-DISPROPORTIONATE SHARE
(DISCRETELY PRESENTED COMPONENT UNIT)--Continued

Disproportionate Share - The 1995 Disproportionate Share program was created in fiscal year 1994. During the period September 1994 to August 1995, the District received \$42,389 from this program. To date, the District has used \$33,888 and allocated the remaining funds to future periods.

The 1996 Disproportionate Share program was created in fiscal year 1995. During the period September 1995 to August 1996, the District received \$76,428 from the program. The District has delayed the allocation of the funds to future periods.

The 1997 Disproportionate Share program was created in fiscal year 1996. During the period from September 1996 to August 1997, the District expects to receive approximately \$61,900. The District has delayed the allocation of the funds to future periods.

Designated for Capital Uses - Assets limited as to use designated for capital uses represents unexpended funds designated by the Board of Managers for additions to property, plant and equipment.

Debt Service Under Bond Indenture - Assets limited as to use under bond indenture represent those assets which are encumbered by covenants in the revenue and general obligation bond indentures. The use of these funds is restricted to the payment of obligations arising from the bond issues, including costs of construction.

Other - Other assets limited as to use include funds designated by the Board of Managers to fund the District's self-insurance programs.

NOTE F--FIXED ASSETS

A summary of changes in general fixed assets follows:

	<u>Land</u>	<u>Buildings</u>	<u>Improvements Other Than Buildings</u>	<u>Equipment</u>	<u>Total</u>
Balance, October 1, 1995	\$ 30,426	\$ 345,595	\$ 1,528	\$ 60,861	\$ 438,410
Additions	315	4,776	-	4,755	9,846
Deletions	-	-	-	(2,037)	(2,037)
Balance, September 30, 1996	<u>\$ 30,741</u>	<u>\$ 350,371</u>	<u>\$ 1,528</u>	<u>\$ 63,579</u>	<u>\$ 446,219</u>

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE G--LONG-TERM DEBT

I. Primary Government

The long-term debt of the County consists of the following at September 30, 1996:

General Long-Term Debt Account Group General Obligation Debt (Bonded Debt)

<u>Description</u>	<u>Interest Rates (%)</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Bonds Outstanding</u>
Parking Garage, Series 1968	5.50 %	1968	2003	\$ 1,165
Road and Bridge Refunding Bonds, Series 1985A:				
Capital Appreciation Bonds	8.90-9.25	1986	2005	19,771
Permanent Improvement Refunding Bonds, Series 1985B:				
Capital Appreciation Bonds	8.85-9.10	1986	1998	9,133
Road Bonds, Series 1987A	8.25	1987	1997	820
Permanent Improvement Bonds, Series 1987B	6.00-8.00	1987	2007	5,470
Road Bonds, Series 1988A	6.90-8.75	1988	1998	5,460
Permanent Improvement Bonds, Series 1988B	7.00-8.875	1988	1998	5,240
Permanent Improvement Bonds, Series 1988C	Floating	1988	2008	21,000
Certificates of Obligation, Series 1990	6.30-8.30	1990	1997	480
Road Refunding Bonds Series 1991A:				
Current Interest Bonds	5.00-6.50	1991	2004	5,100
Capital Appreciation Bonds	6.60	1991	2002	1,765
Permanent Improvement Refunding Bonds, Series 1991B	5.00-6.60	1991	2006	15,320
Road and Refunding Bonds, Series 1992:				
Current Interest Bonds	5.625-7.625	1992	2012	44,980
Capital Appreciation Bonds	6.10	1992	1998	2,756
Permanent Improvement and Refunding Bonds, Series 1992A	5.625-7.625	1992	2012	41,855
Road Refunding Bonds, Series 1993A:				
Current Interest Bonds	2.40-5.25	1993	2009	42,280
Capital Appreciation Bonds	5.55-5.75	1993	2007	10,195
Permanent Improvement Refunding Bonds Series 1993B	2.40-5.30	1993	2009	48,805
Certificates of Obligation, Series 1993C	2.60-4.25	1993	1998	1,700
Certificates of Obligation, Series 1994	4.00-6.00	1994	2001	4,710
Road Bonds, Series 1995	5.25-7.00	1995	2015	34,050
Certificates of Obligation, Series 1995B	4.50-6.50	1995	2002	7,695
Certificates of Obligation, Series 1996	4.50-6.50	1996	2003	4,170
Total general obligation debt (bonded debt)				<u>\$333,920</u>

Capital appreciation bonds, which accrue and compound interest from their date of delivery to yield the rates per annum set forth above, were issued in the original principal amount of \$25,162 and will be payable serially with the total maturity amount of \$63,936.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE G--LONG-TERM DEBT--Continued

Arbitrage Rebate Liabilities--The Tax Recovery Act of 1986 established regulations for the rebate to the federal government of arbitrage earnings on certain local governmental bonds issued after December 31, 1985, and all local governmental bonds issued after August 31, 1986. Issuing governments must calculate any rebate due on an annual basis and remit the amount due at least every five years. The County's cumulative rebate amount, which is recorded as a liability in the general fund for bonds issued in 1995 and 1996, is \$178 at September 30, 1996.

Changes in Long-Term Debt--A summary of long-term debt transactions for the year ended September 30, 1996, follows:

	<u>Primary Government</u>	
	<u>General</u>	<u>Other</u>
	<u>Obligation</u>	<u>Long-Term</u>
	<u>Bonds</u>	<u>Obligations</u>
Principal balance, October 1, 1995	\$ 368,012	\$ 16,335
Amounts issued or incurred in fiscal 1996	4,170	1,387
Appreciation on capital appreciation bonds	3,393	-
Amounts retired in fiscal year	<u>(41,655)</u>	<u>(1,177)</u>
Principal balance, September 30, 1996	<u>\$ 333,920</u>	<u>\$ 16,545</u>

Bonds Authorized but Unissued--At September 30, 1996, the County has authorized but unissued Road Bonds of \$109,645.

General Obligation Bonds Advance Refunding--On November 19, 1985, the County issued \$188,858 of refunding bonds for the defeasance of \$238,695 of outstanding general obligation debt. The proceeds of the sale, combined with a \$35,399 advance payment by the County, have been placed in an irrevocable escrow account and invested in a manner that will provide amounts sufficient for the future payment of principal and interest on the issues being refunded. Accordingly, the County is contingently liable for debt service requirements of the refunded issues in the principal amount of \$53,870 at September 30, 1996.

On March 14, 1991, the County issued \$26,175 in General Obligation Bonds with interest rates ranging from 5.0% to 6.6% to advance refund \$24,985 of outstanding 1985 series bonds with interest rates ranging from 5.7% to 9.30%. The net proceeds of \$26,623 (after payment of underwriting fees and other issuance costs plus additional receipts of \$127 for accrued interest and \$826 for premium on capital appreciation bonds) plus \$990 from the fiscal year 1991 debt service accounts were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the portion of the 1985 Series bonds which was refunded. As a result, this portion of the 1985 Series bonds is considered to be defeased, and the liability

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE G--LONG-TERM DEBT--Continued

for these bonds has been removed from the General Long-Term Debt Account Group. The County is contingently liable for debt service requirements of the refunded issues in the principal amount of \$15,610 at September 30, 1996.

The County advance refunded a portion of the 1985 Series bonds to reduce its total debt service payments over the next 14 years by \$481 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$793.

On March 24, 1992, the County sold \$33,520 in General Obligation Bonds with interest rates ranging from 5.85% to 7.625% to advance refund \$33,190 of outstanding Road Bonds, Series 1986A; Road Bonds, Series 1988A; Permanent Improvement Bonds, Series 1986B; and Permanent Improvement Bonds, Series 1988B. The net proceeds of \$34,560 (after payment of underwriting fees and other issuance costs plus additional receipts of \$162 for accrued interest and \$1,118 for premium on capital appreciation bonds) plus \$1,258 from the Debt Service Fund were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the bonds which were refunded. As a result, this bonded debt is considered to be defeased, and the liability for the bonds has been removed from the General Long-Term Debt Account Group. The County is contingently liable for debt service requirements of the refunded issues in the principal amount of \$32,915 at September 30, 1996.

The County advance refunded the bond issues identified in the preceding paragraph to reduce its total future debt service payments by \$1,017 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1,210.

On May 20, 1993, the County sold \$110,340 in General Obligation Bonds with interest rates ranging from 2.6% to 5.3% to advance refund \$104,490 of outstanding Road Bonds, Series 1986A; Road Bonds, Series 1987A; Road Bonds, Series 1988A; Road Refunding Bonds, Series 1985A; Permanent Improvement Bonds, Series 1986B; Permanent Improvement Bonds, Series 1987B; Permanent Improvement Bonds, Series 1988B; Permanent Improvement Refunding Bonds, Series 1991B; and Certificates of Obligation, Series 1990. The net proceeds of \$116,327 (after payment of underwriting fees and other issuance costs plus additional receipts of \$475 for accrued interest and \$7,090 for premium on capital appreciation bonds) were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the bonds which were refunded. As a result, this bonded debt is considered to be defeased, and the liability for the bonds has been removed from the General Long-Term Debt Account Group. The County is contingently liable for debt service requirements of the refunded issues in the principal amount of \$96,175 at September 30, 1996.

The County advance refunded the bond issues identified in the preceding paragraph to reduce its total future debt service payments by \$4,324 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$5,091.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996

(in thousands of dollars)

NOTE G--LONG-TERM DEBT--Continued

Contractual Maturities--The annual requirements to amortize debt outstanding plus interest payments of approximately \$134,053 as of September 30, 1996, follow. Due to the nature of the obligations for compensated absences, workers compensation liability and the cumulative arbitrage rebate liability, annual requirements to amortize such obligations are not determinable and have not been included in the following summary:

<u>Years ending September 30</u>	<u>General Long-Term Debt Account Group General Obligation Debt</u>
1997	\$ 57,275
1998	55,720
1999	48,416
2000	45,227
2001	40,098
2002-2006	152,299
2007-2011	57,149
2012-2021	<u>11,789</u>
	467,973
Less applicable interest	<u>(134,053)</u>
Principal due	<u>\$ 333,920</u>

The Debt Service Funds have \$18,479 available to service the general long-term bond retirement.

There are a number of limitations and restrictions contained in the various bond indentures. The County is in compliance with all significant limitations and restrictions.

Conduit Debt--The Housing Finance Corporation issues single family revenue bonds to provide financial assistance to qualified home owners. As of September 30, 1996, there were five series of single family revenue bonds outstanding, with an aggregate principal amount payable of \$63,965.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE G--LONG-TERM DEBT--Continued

II. Discretely Presented Component Unit

Long-term debt expected to be paid by the District consists of the following at September 30, 1996:

Revenue bonds:	
Series 1992, with interest from 5.875% to 7.875% payable semiannually, principal payable annually from 1993 to 2001	\$ 1,265
Series 1994, with interest from 5% to 5.40% payable semiannually, principal payable annually from 1995 to 2006	25,451
General obligation bonds:	
Series 1993, with interest from 3% to 4.2% payable semiannually, principal payable annually from 1994 to 1998	6,166
Capital leases	<u>973</u>
Total component unit long-term debt	33,855
Less current maturities	<u>(5,303)</u>
	<u><u>\$28,552</u></u>

Gross revenues (excluding ad valorem taxes) are pledged as collateral on all revenue bond series debt.

Changes in Long-Term Debt--A summary of long-term debt transactions for the year ended September 30, 1996, follows:

	Revenue <u>Bonds</u>	General Obligation <u>Bonds</u>	Obligations Under <u>Capital Leases</u>	Notes <u>Payable</u>
Principal balance, October 1, 1995	\$28,634	\$ 9,051	\$ 609	\$ 46
Amounts issued or incurred in fiscal 1996	-	-	1,102	-
Amounts retired in fiscal 1996	<u>(1,918)</u>	<u>(2,885)</u>	<u>(738)</u>	<u>(46)</u>
Principal balance, September 30, 1996	<u>\$26,716</u>	<u>\$ 6,166</u>	<u>\$ 973</u>	<u>\$ -</u>
Comprised of:				
Amounts due in one year	\$ 2,075	\$ 3,015	\$ 213	\$ -
Amounts due after one year	<u>24,641</u>	<u>3,151</u>	<u>760</u>	<u>-</u>
	<u>\$26,716</u>	<u>\$ 6,166</u>	<u>\$ 973</u>	<u>\$ -</u>

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE G--LONG-TERM DEBT--Continued

Advance Refundings--In March 1994, proceeds of the Revenue Bonds Series 1994 were deposited with a trustee sufficient to defease \$20,195 and \$4,860 of the Revenue Bonds Series 1986 and 1992, respectively, with maturities in 1997 through 2006 and 2002 through 2012, respectively. The defeasance resulted in the recognition of an accounting loss of \$991 for the year ended September 30, 1994. However, the advance refunding of the Revenue Bonds Series 1986 and 1992 reduced the District's aggregate debt service payments by \$2,944 over the aforementioned period and obtained an economic gain (difference between the present values of the old and new debt service payments) of \$1,251. At September 30, 1996, there were \$4,860 of the Series 1992 Bonds remaining outstanding; the Series 1986 bonds have been fully paid.

Certain proceeds of the General Obligation Bonds Series 1985 were deposited with a trustee in sufficient amounts to extinguish all the defeased General Obligation Bonds (Series 1980, 1982, 1982A and 1984) when due or callable. At September 30, 1996, there were \$6,600 of these defeased bonds remaining outstanding.

Contractual Maturities--The annual requirements to amortize debt outstanding plus interest payments of approximately \$5,632 as of September 30, 1996, follow:

<u>Years ending September 30,</u>	<u>Component Unit</u>	
	<u>General Obligation and Revenue Bond Debt</u>	<u>Obligations Under Capital Leases</u>
1997	\$ 6,697	\$ 283
1998	6,715	274
1999	3,508	269
2000	3,516	268
2001	3,526	52
2002-2006	<u>14,379</u>	<u>-</u>
	38,341	1,146
Less applicable interest	<u>(5,459)</u>	<u>(173)</u>
Principal due	<u>\$32,882</u>	<u>\$ 973</u>

The District is in compliance with all significant limitations and restrictions contained in the various bond indentures.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE H--INTERFUND RECEIVABLE AND PAYABLE BALANCES

Generally accepted accounting principles require disclosure, as part of the combined financial statements, of individual fund interfund receivable and payable balances. Such balances at September 30, 1996, were:

<u>Fund Description</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 5,409	\$ 100
Special Revenue Funds:		
Road and Bridge	2,016	
HIV Grant		1
Grants Fund	1	2,287
Residential Facility		63
Historical Exhibit		3
Child Support-Special		11
Appellate Justice System		1
Debt Service Funds		
Countywide General Obligation		1
Capital Project Funds:		
Road Bonds, 1977		312
Certificates of Obligation, 1986	22	
Certificates of Obligation, 1990	5	
Certificates of Obligation, 1991		5
Road Bonds, 1985		98
Road Bonds, 1992		944
Road Bonds, 1995		1,637
Agency Funds:		
Payroll		5
State Reports		52
Community Supervision and Corrections	83	
Tax Assessor and Collector		2,016
	<u>\$ 7,536</u>	<u>\$ 7,536</u>

NOTE I--DEFERRED COMPENSATION PLAN

The County makes available to its employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457. The plan, available to all regular County employees, permits the deferral of a portion of gross salary until future years. Participation in the plan is optional. The deferred compensation is not available to the employees until termination, retirement, death or unforeseeable emergency.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE I--DEFERRED COMPENSATION PLAN--Continued

All amounts of compensation deferred under the plan; all property and rights purchased with those amounts; and all income attributable to those amounts, property or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the County (without being restricted to the provisions of benefits under the plan), subject only to the claims of the County's general creditors. Participants' rights under the plan are equal to those of general creditors of the County in an amount equal to the fair market value of the deferred account for each participant.

The County has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor. The County believes it is very unlikely that plan assets will ever be used to satisfy claims of general creditors.

Investments are managed by the plan's trustee under one of several investment options or a combination thereof. The choice of the investment option(s) is made by the participant (e.g., fixed, growth, income, aggressive growth, stock, etc.).

NOTE J--RETIREMENT COMMITMENTS

I. Primary Government

TCDRS Plan--The County provides pension, disability and death benefits for all of its full-time employees through a nontraditional, joint contributory, defined contribution plan in the statewide Texas County and District Retirement System (the "TCDRS"), one of over 450 plans administered by the TCDRS, an agent multiple-employer public employee retirement system. It is the opinion of the TCDRS management that the plans in the TCDRS are substantially defined contribution plans, but the County has elected to provide additional voluntary disclosure to help foster a better understanding of some of the nontraditional characteristics of the plan.

Under the state law governing the TCDRS, the contribution rate of the County is a fixed percent equal to the contribution rate paid by the employee member, which currently is 7%, as adopted by the Commissioners Court. This rate is not actuarially determined and is one of the rates that can be adopted in accordance with the TCDRS Act. However, the plan of benefits adopted by the Commissioners Court at the time of plan inception or when benefit increases were adopted was limited by statute to what the actuary determined could be adequately financed by the commitment of the County to contribute the same amount as the employees. The statute specified that the actuary's determination was based on a maximum period for amortizing the unfunded pension benefit obligation of 30 years.

The plan provisions are adopted by the Commissioners Court within the options available in the state statutes governing the TCDRS. A member can retire at age 60 and above with ten or more years of service, with 30 years regardless of age, or when the sum of his age and years of service equals 80 or more. A member is

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE J--RETIREMENT COMMITMENTS--Continued

vested after ten years but must leave his accumulated contributions in the plan. If a member withdraws his personal contributions in a lump sum, he is not entitled to any amounts contributed by the employer.

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and County-financed monetary credits, with interest. The level of these monetary credits is adopted by the Commissioners Court conditioned by the actuarial constraints imposed by statute that the resulting benefits can be expected to be adequately financed by the commitment of the County to contribute the same amount as the member employees contribute. The County's current benefit plan provides for employer-financed monetary credits for service since the plan began of 210% of the employee's accumulated contributions and for employer-financed monetary credits for service before the plan began of 150% of a theoretical amount equal to twice what would have been contributed by the employee, with interest, prior to establishment of the plan. At retirement, the benefit is calculated as if the sum of the employee's accumulated contributions and the employer-financed monetary credits was used to purchase an annuity within TCDRS.

Payroll and Contribution Information--The County's total payroll in calendar year 1995 was \$154,951, and the County's contributions were based on a covered payroll of \$150,914. Employer and employee contributions for the year were made as required and are detailed below. Employee contributions may include the purchase of credits for military or legislative service or the buy-back of previously forfeited service credit. There were no related-party transactions.

	Contribution Rates			
	<u>Amount</u>	<u>Total</u>	<u>Normal Cost</u>	<u>Prior Service</u>
Employee contributions	\$ 10,564	7.0 %	N/A	N/A
Employer contributions	10,559	7.0	5.40 %	1.60 %

Voluntary Additional Disclosures--Even though the substance of the County's plan is not to provide a defined benefit in some form, some additional voluntary disclosure is appropriate due to the nontraditional (for a defined contribution plan) existence of an unfunded pension benefit obligation in earlier years and employer-financed monetary credits in excess of 100% of the employee's personal contributions. Part of the County's 7% contribution, the normal, is to fund the currently accruing monetary credits, while the remaining portion is available to amortize any unfunded pension benefit obligation which may arise in the future. The plan had an initial unfunded pension benefit obligation due to the monetary credits granted by the County for services rendered before the plan began and might later have an unfunded pension benefit obligation through adverse experience.

GASB Statement No. 5 defines pension benefit obligation as a standardized disclosure measure of the actuarial present value of pension benefits, adjusted for the effects of projected salary increases, estimated to be payable in the future as a result of employee service to date. The measure is intended to help users assess

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE J--RETIREMENT COMMITMENTS--Continued

the funding status of public employee pension plans, assess progress made in accumulating sufficient assets to pay benefits when due and make comparisons among public employee pension plans.

The pension benefit obligation shown below is similar in nature to the standardized disclosure measure required by GASB Statement No. 5 for defined benefit plans except that there is no need to project salary increases since the benefit credits earned for service to date are not dependent upon future salaries. The calculations were made as part of the annual actuarial valuation as of December 31, 1995. Because of the money-purchase nature of the plan, the interest rate assumptions, currently 9% and 7% per year with a weighted average of 8%, do not have as much impact on the results as they do for a defined benefit plan. An annual rate of 9% is used for calculating the actuarial liability and normal cost contribution rate. For accumulating existing monetary credits after the valuation date, an annual rate of 7% is assumed, 2% lower than the 9% assumption in recognition of the statutory interest allocation method. Market value of assets is not determined separately for each plan, but the market value of assets for TCDRS as a whole was 111.0% of book value as of December 31, 1995.

Pension Benefit Obligation:	
Annuitants currently receiving benefits	\$ 43,491
Terminated employees	37,433
Current employees:	
Accumulated employee contributions including allocated investment earnings	111,582
Employer-financed - vested	111,192
Employer-financed - nonvested	<u>23,945</u>
Total	327,643
Net assets available for benefits, at book value	<u>334,970</u>
Assets in excess of pension benefit obligation	<u>\$ 7,327</u>
Amortization period	0.0 years

The funded ratio, the portion of the pension benefit obligation that is fully funded, is 102.2% for the County. A funded ratio of 100% or more indicates that the pension benefit obligation is fully funded and the plan has no amortization period.

The County's monthly matching contribution constitutes the total cost to the County of participation in the TCDRS. Total County contributions for the year ended September 30, 1996, were approximately \$13,211. The County has no liability in any actuarial deficiency which might occur.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE J--RETIREMENT COMMITMENTS--Continued

Three-year historical trend information presenting the progress in accumulating sufficient assets to pay benefits when due is presented in the following table:

Calendar Year	Net Assets Available for Benefits	Pension Benefit Obligation	Percentage Funded	Assets in Excess of Pension Benefit Obligation	Annual Covered Payroll	Assets in Excess of Pension Benefit Obligation as a Percentage of Covered Payroll	Employer Contributions	Employer Contributions as a Percentage of Covered Payroll
1993	\$282,315	\$279,667	100.9 %	\$2,648	\$139,537	1.9 %	\$ 9,768	7.0 %
1994	310,304	305,554	101.6 %	4,750	149,914	3.2 %	10,494	7.0 %
1995	334,970	327,643	102.2 %	7,327	150,914	4.9 %	10,559	7.0 %

Ten-year historical trend information presenting the progress in accumulating sufficient assets to pay benefits when due is presented in Table 14 of this CAFR.

II. Discretely Presented Component Unit

Defined Benefit Plan--The District maintains a single-employer, defined benefit pension plan (the "Plan"), which covers substantially all of its full-time employees. The payroll for employees covered by the Plan for the year ended September 30, 1996, was \$184,262, and the District's total payroll was approximately \$205,905. Membership in the Plan as of January 1, 1996, comprised the following:

Group	Members
Retirees and beneficiaries currently receiving benefits	334
Vested terminated employees	827
Active employees:	
Fully vested	2,279
Nonvested	4,195

Employees are required to contribute 4.5% of their annual salary to the Plan. The District is required by the Plan to contribute the remaining amounts necessary to fund the Plan using actuarial methods.

Employees attaining the age of 65 who have completed five or more years of service are entitled to annual benefits of 1.25% of their final average annual earnings for each year of service prior to 1982 and 2.5% of their final average earnings for each year of earnings after 1981 up to a maximum of 60% of final average earnings. The Plan permits early retirement at a reduced benefit at age 55 provided the employee has completed five years of service.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE J--RETIREMENT COMMITMENTS--Continued

If an employee terminates his or her employment with the District prior to the completion of five years of service, the employee is entitled to a refund of his or her contribution plus 5% interest compounded annually. After the completion of five years of service, upon termination, the employee is entitled to the pension accrued to the date of termination, payable commencing at his or her normal retirement date or at the age of 55 upon early retirement.

The amount shown below as the "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases estimated to be payable in the future as a result of employee service to date. This measure is the actuarial present value of credited projected benefits and is intended to (i) help users assess the Plan's funding status on a going-concern basis, (ii) assess progress being made in accumulating sufficient assets to pay benefits when due and (iii) allow for comparisons among public employee retirement plans.

The pension benefit obligation was determined as part of an actuarial valuation of the Plan as of January 1, 1996. The January 1, 1995, actuarial valuation is included below for comparative purposes. Significant actuarial assumptions used in determining the pension benefit obligation include (a) a rate of return on the investment of present and future assets of 8.25% per year compounded annually; (b) projected salary increases ranging from 4.0% to 6.6% per year compounded annually depending on years of service, averaging 5.1% in the aggregate (4.0% for inflation and 1.1% for seniority/merit increases); and (c) the assumption that benefits will not increase after retirement.

<u>Pension Benefit Obligation</u>	<u>January 1,</u>	
	<u>1996</u>	<u>1995</u>
Retirees and beneficiaries currently receiving benefits	\$ 13,322	\$ 10,655
Terminated employees not receiving benefits	12,432	11,039
Current employees:		
Accumulated employee contributions including allocated investment income	39,510	34,028
Employer-financed - vested	20,617	29,644
Employer-financed - nonvested	<u>15,688</u>	<u>7,106</u>
Total pension benefit obligation	101,569	92,472
Net assets available for benefits, at market value	<u>101,226</u>	<u>78,361</u>
(Unfunded) assets in excess of pension benefit obligation	<u>\$ (343)</u>	<u>\$ (14,111)</u>

The District's funding policy is to make periodic actuarially determined employer contributions in amounts designed to accumulate sufficient assets to pay benefits when due. The contributions are determined using

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE J--RETIREMENT COMMITMENTS--Continued

the projected unit credit actuarial cost method and are equal to the normal cost plus an amount required to amortize the unfunded actuarial accrued liability, if any, as of the valuation date over a period of 30 years under a level percent-of-pay approach.

During the years ended September 30, 1996 and 1995, \$7,728 and \$7,620, respectively, of employee contributions (4.5% of covered payroll) were made in accordance with the established contribution requirements described above. The District contributed \$2,302 to the Plan during the year ended September 30, 1996, in accordance with contribution requirements determined by the January 1, 1996, actuarial valuation. These contributions consisted of \$2,006 for normal cost and \$296 for amortization of the unfunded actuarial accrued liability, and represented 1.4% of covered payroll for the year.

<u>Fiscal Year</u>	<u>Net Assets Available for Benefits</u>	<u>Pension Benefit Obligation</u>	<u>Percentage Funded</u>	<u>(Unfunded) Pension Benefit Obligation</u>	<u>Annual Covered Payroll</u>	<u>(Unfunded) Pension Benefit Obligation as a Percentage of Covered Payroll</u>	<u>Employer Contributions</u>	<u>Employer Contributions as a Percentage of Covered Payroll</u>
1994	\$ 73,629	\$ 79,982	92.1 %	\$ (6,353)	\$158,328	(4.0)%	\$2,103	1.3 %
1995	78,361	92,472	84.7 %	(14,111)	170,729	(8.3)%	2,346	1.4 %
1996	101,226	101,569	99.7 %	(343)	184,262	(0.2)%	2,302	1.3 %

Ten-year historical trend information presenting the progress in accumulating sufficient assets to pay benefits when due is presented in Table 16 of this CAFR.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE J--RETIREMENT COMMITMENTS--Continued

All Defined Benefit Plans - Funding Status--Combined funding status for the County and District defined benefit plans is as follows:

<u>Pension Benefit Obligation</u>	<u>TCDRS</u>	<u>District</u>	<u>Total</u>
Annuitants currently receiving benefits	\$ 43,491	\$ 13,322	\$ 56,813
Terminated employees	37,433	12,432	49,865
Current employees:			
Accumulated employee contributions, including allocated investment earnings	111,582	39,510	151,092
Employer-financed - vested	111,192	20,617	131,809
Employer-financed - nonvested	<u>23,945</u>	<u>15,688</u>	<u>39,633</u>
 Total	 327,643	 101,569	 429,212
 Net assets available for benefits	 <u>334,970</u>	 <u>101,226</u>	 <u>436,196</u>
 (Unfunded) assets in excess of pension benefit obligation	 <u>\$ 7,327</u>	 <u>\$ (343)</u>	 <u>\$ 6,984</u>

Defined Contribution Plan--The District also maintains a voluntary defined contribution plan covering all employees with at least one year of service. The payroll for employees covered by the plan for the year ended September 30, 1996, was \$107,716, and the District's total payroll was \$205,905. Eligible employees can choose to contribute from 2% to 6% of their base salary. The District will match employees' contributions 100%. Employees are fully vested at all times in their voluntary contributions plus earnings thereon. Vesting in the District's matching contributions is based on years of service. After one year of service, employees vest at the rate of 20% per year for five years. Should an employee terminate prior to vesting completely in the District's contributions, the unvested portion can be used to reduce matching contributions in the aggregate in the following year. Contributions for the year ended September 30, 1996, were \$4,596 from the District and \$4,596 from employees or 4% and 4%, respectively, of covered payroll. The required contribution by the District for 1996 has been reduced by \$99, representing forfeitures of prior District contributions and related investment income for nonvested employees withdrawing from the plan upon termination.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE K--LEASES - DISCRETELY PRESENTED COMPONENT UNIT

The District leases facilities and equipment under operating leases that expire over periods of up to five years. Renewal and purchase options are available on certain of these leases. At September 30, 1996, future minimum rental payments applicable to the operating leases were as follows:

1997	\$3,543
1998	1,534
1999	701
2000	617
2001	617
Thereafter	<u>2,192</u>
Total	<u>\$9,204</u>

Rental expense for all operating leases was approximately \$4,745 and \$4,343 in 1996 and 1995, respectively.

The District is also a lessor primarily of land and parking space under operating leases. Renewal options are available on certain of these leases. The land and the parking garage are carried at a cost of \$1,559 and \$8,887, respectively. The accumulated depreciation on the parking garage is \$3,377 at September 30, 1996.

Minimum future rentals to be received under operating leases are as follows:

1997	\$ 1,829
1998	1,819
1999	1,794
2000	1,548
2001	1,068
Thereafter	<u>2,561</u>
Total	<u>\$ 10,619</u>

NOTE L--DEFICIT RETAINED EARNINGS

The Dallas County Internal Service Fund was established as a self-supporting internal service fund to provide group hospitalization, medical and dental benefits to County employees and dependents. The fund also contains flexible spending accounts for employees for eligible medical and dependent care expenses. Increased premiums and reduced benefit levels for future years are intended to provide sufficient funding for payment of all obligations.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE M--RISK MANAGEMENT

I. Primary Government

The County has elected to self-insure against the risks arising from tort claims, workers' compensation benefits due employees who are injured while on duty, losses of funds by theft or mysterious disappearances in all fee offices of the County (with the exception of the Tax Office and County Treasurer's Office), and any and all other claims asserted by employees and/or third parties against the County arising out of the normal conduct of County business. The County has also chosen to be a reimbursing employer under the unemployment compensation program administered by the Texas Employment Commission.

The County's workers' compensation self-insurance program provides medical and indemnity payments as required by law for on-the-job related injuries. The portion of the liability to be paid from expendable available financial resources (amounting to \$325) is reported as a liability of the general fund. The balance of \$3,759 is reported in the GLTDAG. The third-party administrator for the program, Willis-Rollinson, Inc., monitors the filing of claims, verifies the legitimacy and processes payments to the injured employees. The County replenishes the account as payments are processed. Since the County's policy requires claims to be filed within 24 hours of accident, the liability includes no incurred but not reported claims.

The Group Health Insurance Internal Service Fund was established to account for the County's group health, life, accidental death and dismemberment insurance. The county provides insurance benefits from this fund through its third-party administrator, Blue Cross/Blue shield of Texas. The County pays certain amounts of premiums for employees into the fund and allows employees to select additional benefits for them and their dependents with premiums paid by the employees.

Premiums are paid into the Internal Service Fund by all other funds. Contracted insurance providers receive disbursements from the Fund based on monthly enrollment and premium calculations. All funds are available to pay claims, claim reserves and administrative costs of the programs. During fiscal year 1996, a total of \$11,184 was paid in benefits and administrative costs compared to \$10,216 in fiscal year 1995. The medical claims liability includes \$811 of incurred but not reported claims. The County has stop-loss coverage with its third-party administrator for individual claims in excess of \$100 and aggregate stop-loss of \$3,000.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE M--RISK MANAGEMENT -- Continued

Changes in the medical and workers' compensation claims liability amounts in fiscal years 1996 and 1995 follow:

	<u>Beginning Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Ending Liability</u>
1995 Medical	\$3,543	\$9,387	\$8,979	\$3,951
1996 Medical	3,951	8,955	9,749	3,157
1995 Workers' Compensation	\$ -0-	\$5,155	\$2,055	\$3,100
1996 Workers' Compensation	3,100	2,845	1,861	4,084

II. Discretely Presented Component Unit

The liabilities described below as of September 30, 1996, are based on requirements that a liability for claims be reported if it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated. These liabilities include estimates for both reported claims and incurred but not reported claims. As a result of settled claims, the frequency of new claims and other economic and social factors, claims liabilities are reevaluated periodically.

Hospital Professional Liability and General Liability - The District is involved in certain legal actions and claims arising in the ordinary course of operations. The District records estimated self-insurance costs for medical malpractice and general liabilities as other long-term liabilities. The amounts provided for funding and the estimated liability are based on studies prepared by an independent actuary for settlement of claims limited to \$100 per claim and \$300 per occurrence in accordance with the limited liability provisions of the Texas Tort Claim Act. The funding is discounted at a 6% annual rate.

Employee Health Care Benefit Liability - The District manages a self-insurance program that provides for the payment of employee health claims. The District records estimated self-insurance costs for health claims as current liabilities. The program does not provide for specific excess of loss reinsurance for any one accident or occurrence. The amounts provided for the estimated liabilities are based on claims experience.

To obtain coverage, employees authorized payroll withholdings to pay contributions for individual and dependent coverage. Claims were paid by a third-party administrator acting on behalf of the District. The administrative contract between the District and the third-party administrator is renewable annually, and administrative fees are included in the contractual provisions.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE M--RISK MANAGEMENT -- Continued

Workers' Compensation Liability - The District manages a self-insurance plan for workers' compensation benefits. The District records estimated self-insurance costs for workers' compensation as current liabilities. The amounts provided for funding and the estimated liability are based on studies prepared by an independent actuary for settlement of claims. The funding is discounted at a 6% annual rate.

Changes in the Hospital Professional Liability and General Liability, Employee Health Care Benefit Liability and Workers' Compensation Liability amounts in fiscal 1995 and 1996 were as follows:

	<u>Beginning Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Ending Liability</u>
Hospital professional and general liability:				
1995	\$5,259	\$1,738	\$(1,136)	\$5,861
1996	5,861	1,343	(1,093)	6,111
Employee health care liability:				
1995	\$1,324	\$4,672	\$(4,271)	\$1,725
1996	1,725	7,693	(6,101)	3,317
Workers' compensation liability:				
1995	\$3,854	\$1,126	\$ (991)	\$3,989
1996	3,989	1,279	(1,009)	4,256

NOTE N--SUBSEQUENT EVENT

On October 15, 1996, the County sold another installment of the \$215,080 general obligation bonds authorized by the voters in 1991. The total bonds sold amounted to \$35,000 for financing County road improvements and left a remaining authorized but unissued balance of \$74,645. The County also sold \$3,600 in Certificates of Obligation to finance equipment purchases and capital improvements to County facilities. The County continued to receive favorable interest rates on the borrowing because of its outstanding credit ratings.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1996
(in thousands of dollars)

NOTE O--COMMITMENTS AND CONTINGENCIES

I. Primary Government

The County has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. In the opinion of management of the County, disallowed costs, if any, would not be material.

The Commissioners Court has reached an agreed settlement on the class action suit filed on behalf of various bail bondsmen in Dallas County. The County's total liability is limited to \$3,000 instead of the original judgment of almost \$28,000. A contingent liability of \$6,000 has been established in the General Long-Term Debt Account Group to provide for this settlement and a number of cases pending with smaller judgment amounts.

There are other lawsuits and claims in which the County is involved. Based upon the representations of the District Attorney and legal counsels for the Commissioners Court, management believes that potential claims, if any, against the County resulting from such litigation would not materially affect the financial position of the County.

This page left blank intentionally.

COMBINING, INDIVIDUAL FUND AND ACCOUNT
GROUP FINANCIAL STATEMENTS AND SCHEDULES

This page left blank intentionally.

DALLAS COUNTY, TEXAS

GENERAL FUND

The General Fund is used to account for resources not required to be accounted for in another fund.

DALLAS COUNTY, TEXAS

EXHIBIT B-1

COMPARATIVE BALANCE SHEETS - GENERAL FUND

SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

	<u>1996</u>	<u>1995</u>
ASSETS:		
Cash and investments	\$ 61,731	\$ 49,531
Receivables (net of allowances for uncollectibles of \$42,003):		
Taxes	130,669	127,229
Accounts	2,184	3,180
Accrued interest	665	559
Due from other funds	5,409	3,074
Due from other governmental units	4,298	4,759
Inventories	376	129
	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 205,332</u>	<u>\$ 188,461</u>
LIABILITIES AND FUND BALANCES:		
LIABILITIES:		
Accounts payable	\$ 17,896	\$ 15,136
Compensated absences	190	165
Liability for workers' compensation	325	494
Arbitrage rebate	178	-
Due to other funds	100	5
Due to other governmental units	25	103
Deferred revenue	131,329	129,239
	<u> </u>	<u> </u>
TOTAL LIABILITIES	<u>150,043</u>	<u>145,142</u>
FUND BALANCES:		
Reserved for encumbrances	11,509	10,020
Reserved for payroll, escrow and change funds	97	82
Reserved for debt service	266	251
Unreserved:		
Designated for subsequent budget periods	6,482	6,483
Undesignated	36,935	26,483
	<u> </u>	<u> </u>
TOTAL FUND BALANCES	<u>55,289</u>	<u>43,319</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 205,332</u>	<u>\$ 188,461</u>

DALLAS COUNTY, TEXAS

EXHIBIT B-2

COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GENERAL FUNDFISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

	<u>1996</u>	<u>1995</u>
REVENUES:		
Taxes	\$ 126,197	\$ 105,409
Licenses and permits	396	326
Fines and forfeitures	3,935	3,177
Investments and rentals	9,753	9,047
Intergovernmental revenues	9,041	37,462
Charges for current services	64,703	36,624
Miscellaneous	<u>7,226</u>	<u>12,189</u>
Total Revenues	<u>221,251</u>	<u>204,234</u>
EXPENDITURES:		
Current:		
General government	115,850	112,303
Public safety	95,559	100,333
Health	11,687	11,297
Public welfare	9,817	11,773
Libraries	<u>61</u>	<u>92</u>
Total expenditures	<u>232,974</u>	<u>235,798</u>
EXCESS OF REVENUES (UNDER) EXPENDITURES	<u>(11,723)</u>	<u>(31,564)</u>
OTHER FINANCING SOURCES (USES):		
Operating transfers in	25,647	22,702
Operating transfers out	(1,420)	(1,481)
Other	<u>(534)</u>	<u>2,962</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>23,693</u>	<u>24,183</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	11,970	(7,381)
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>43,319</u>	<u>50,700</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 55,289</u>	<u>\$ 43,319</u>

DALLAS COUNTY, TEXAS

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL FUND

FISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995

(in thousands of dollars)

	1996		Variance Favorable (Unfavorable)
	Budget	Actual	
REVENUES:			
Taxes	\$125,698	\$126,197	\$ 499
Licenses and permits	300	396	96
Fines and forfeitures	3,188	3,935	747
Investments and rentals	8,842	9,753	911
Intergovernmental revenues	5,773	9,041	3,268
Charges for current services	63,436	64,703	1,267
Miscellaneous	8,259	7,226	(1,033)
Total Revenues	215,496	221,251	5,755
EXPENDITURES:			
General Government:			
Salaries	72,586	69,650	2,936
Allowances	111	104	7
Operating	47,078	44,537	2,541
Property	2,985	1,559	1,426
Total General Government	122,760	115,850	6,910
Public Safety:			
Salaries	75,331	72,855	2,476
Allowances	102	79	23
Operating	27,853	21,539	6,314
Property	2,469	1,086	1,383
Total Public Safety	105,755	95,559	10,196
Health:			
Salaries	5,543	5,509	34
Allowances	52	37	15
Operating	7,026	6,123	903
Property	82	18	64
Total Health	12,703	11,687	1,016
Public Welfare:			
Salaries	2,901	2,756	145
Allowances	23	20	3
Operating	10,636	7,037	3,599
Property	37	4	33
Total Public Welfare	13,597	9,817	3,780

EXHIBIT B-3

1995		
<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
\$105,269	\$105,409	\$ 140
300	326	26
2,946	3,177	231
7,864	9,047	1,183
41,670	37,462	(4,208)
36,208	36,624	416
9,362	12,189	2,827
<u>203,619</u>	<u>204,234</u>	<u>615</u>
69,917	68,167	1,750
125	111	14
43,391	42,834	557
3,000	1,191	1,809
116,433	112,303	4,130
78,135	75,209	2,926
110	59	51
27,489	24,464	3,025
1,006	601	405
106,740	100,333	6,407
5,766	5,740	26
57	48	9
6,302	5,495	807
58	14	44
12,183	11,297	886
3,159	2,997	162
26	22	4
10,099	8,728	1,371
59	26	33
13,343	11,773	1,570

(Continued)

DALLAS COUNTY, TEXAS

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL FUND -- CONTINUED

FISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995

(in thousands of dollars)

	1996		Variance Favorable (Unfavorable)
	Budget	Actual	
Libraries:			
Salaries	\$ 10	\$ 8	\$ 2
Operating	32	31	1
Property	25	22	3
Total Libraries	67	61	6
TOTAL EXPENDITURES	254,882	232,974	21,908
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(39,386)	(11,723)	27,663
OTHER FINANCING SOURCES (USES):			
Operating transfers in	25,647	25,647	-
Operating transfers out	(1,632)	(1,420)	212
Other	-	(534)	(534)
TOTAL FINANCING SOURCES (USES)	24,015	23,693	(322)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(15,371)	11,970	27,341
FUND BALANCES AT BEGINNING OF FISCAL YEAR	43,319	43,319	-
FUND BALANCES AT END OF FISCAL YEAR	\$ 27,948	\$ 55,289	\$27,341

EXHIBIT B-3

1995		
<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
\$ 8	\$ 8	\$ -
61	59	2
<u>28</u>	<u>25</u>	<u>3</u>
<u>97</u>	<u>92</u>	<u>5</u>
<u>248,796</u>	<u>235,798</u>	<u>12,998</u>
<u>(45,177)</u>	<u>(31,564)</u>	<u>13,613</u>
22,849	22,702	(147)
(1,690)	(1,481)	209
<u>-</u>	<u>2,962</u>	<u>2,962</u>
<u>21,159</u>	<u>24,183</u>	<u>3,024</u>
(24,018)	(7,381)	16,637
<u>50,700</u>	<u>50,700</u>	<u>-</u>
<u>\$ 26,682</u>	<u>\$ 43,319</u>	<u>\$16,637</u>

This page left blank intentionally.

DALLAS COUNTY, TEXAS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes. The following are the County's Special Revenue Funds:

Road and Bridge - used to account for the receipt and disbursement of funds designated for construction and maintenance of County roads and bridges other than specific improvement programs for which road bonds are issued.

Jury Fund - used to account for the receipt of jury fees and the payment of direct jury-related expenditures.

Permanent Improvement Fund - receives an allocation of ad valorem taxes for building maintenance and construction of permanent improvements.

Law Library Fund - used to account for a statutory fee from each civil case filed in a County or District Court that is restricted to the establishment and maintenance of a law library for the use of the judges and litigants of the County.

Parking Garage Revenue Fund - used to account for monies received from the operation of the County-owned parking garage.

HIV Grant - used to account for funds received from federal and state governments to provide relief for individuals who are currently ill or are family members of individuals who are currently ill with the AIDS virus.

Grants Funds - used to account for programs supported by grants-in-aid from various agencies and/or governmental units.

Residential Facility Fund - used to account for proceeds from Community Supervision, the State Pardons and Parole Board and rentals from former State prisoners who are being assisted in the integration into society.

District Attorney Special Fund - used to account for funds to be used at the discretion of the District Attorney.

District Attorney Forfeiture Funds - used to account for money and property forfeited in criminal seizures. Funds are to be used for criminal justice.

Historical Commission - used to account for donations and other funds received for the preservation of historical landmarks.

Historical Exhibit Fund - used to account for proceeds from the John F. Kennedy Sixth Floor Exhibit.

Child Support-Special Fund - used to account for the operations of the Child Support and Family Court Services under the jurisdiction of the Dallas County District Judges.

Alternative Dispute Resolution Fund - used to account for filing fees imposed on civil court cases for the purpose of funding a system for the peaceable and expeditious resolution of citizen disputes.

Appellate Justice System Fund - used to account for fees collected on civil cases filed in the County for the purpose of assisting the court of appeals, including costs incurred by a county within the judicial district.

DALLAS COUNTY, TEXAS

COMBINING BALANCE SHEETS - SPECIAL REVENUE FUNDS

SEPTEMBER 30, 1996
(in thousands of dollars)

	<u>Road and Bridge</u>	<u>Jury</u>	<u>Permanent Improvement</u>	<u>Law Library</u>
ASSETS:				
Cash and investments	\$26,914	\$ 236	\$ 154	\$990
Receivables:				
Taxes - current	-	1,727	1,673	-
Less allowance for uncollectibles	-	(211)	(26)	-
Net taxes receivable	<u>-</u>	<u>1,516</u>	<u>1,647</u>	<u>-</u>
Accounts	17,871	9	-	2
Less allowance for uncollectibles	<u>(16,874)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net accounts receivable	<u>997</u>	<u>9</u>	<u>-</u>	<u>2</u>
Accrued interest	-	-	-	-
Due from other funds	2,016	-	-	-
Due from other governmental units	-	-	-	-
Inventories	<u>862</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u><u>\$30,789</u></u>	<u><u>\$1,761</u></u>	<u><u>\$1,801</u></u>	<u><u>\$992</u></u>
LIABILITIES AND FUND BALANCES:				
LIABILITIES:				
Accounts payable	\$ 415	\$ 28	\$ -	\$ 15
Due to other funds	-	-	-	-
Due to other governmental units	71	-	-	-
Deferred revenue	<u>540</u>	<u>1,513</u>	<u>1,647</u>	<u>-</u>
TOTAL LIABILITIES	<u>1,026</u>	<u>1,541</u>	<u>1,647</u>	<u>15</u>
FUND BALANCES:				
Reserved for encumbrances	3,983	43	150	167
Reserved for inventory of supplies	862	-	-	-
Reserved for escrow and change funds	-	2	-	-
Unreserved:				
Designated for subsequent budget periods	2,473	3	-	-
Undesignated	<u>22,445</u>	<u>172</u>	<u>4</u>	<u>810</u>
TOTAL FUND EQUITY	<u>29,763</u>	<u>220</u>	<u>154</u>	<u>977</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$30,789</u></u>	<u><u>\$1,761</u></u>	<u><u>\$1,801</u></u>	<u><u>\$992</u></u>

EXHIBIT C-1

<u>Parking Garage Revenue</u>	<u>HIV Grant</u>	<u>Grants</u>	<u>Residential Facility</u>	<u>District Attorney Special</u>	<u>District Attorney Forfeiture - FN</u>	<u>District Attorney Forfeiture - OL</u>	<u>District Attorney Unadjudicated Forfeitures</u>
\$ 601	\$ 297	\$ -	\$ 63	\$ 122	\$ 276	\$ 496	\$ 6
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	11	8	-	-	-	-	-
-	-	-	-	-	-	-	-
-	11	8	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	1	-	-	-	-	-
-	892	3,331	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 601</u>	<u>\$ 1,200</u>	<u>\$ 3,340</u>	<u>\$ 63</u>	<u>\$ 122</u>	<u>\$ 276</u>	<u>\$ 496</u>	<u>\$ 6</u>
\$ 67	\$ 866	\$ 1,052	\$ -	\$ -	\$ -	\$ -	\$ -
-	1	2,287	63	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>67</u>	<u>867</u>	<u>3,339</u>	<u>63</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
534	333	1	-	122	276	496	6
<u>534</u>	<u>333</u>	<u>1</u>	<u>-</u>	<u>122</u>	<u>276</u>	<u>496</u>	<u>6</u>
<u>\$ 601</u>	<u>\$ 1,200</u>	<u>\$ 3,340</u>	<u>\$ 63</u>	<u>\$ 122</u>	<u>\$ 276</u>	<u>\$ 496</u>	<u>\$ 6</u>

(Continued)

DALLAS COUNTY, TEXAS

COMBINING BALANCE SHEETS - SPECIAL REVENUE FUNDS

SEPTEMBER 30, 1996
(in thousands of dollars)

	District Attorney Forfeiture - <u>Auto Theft</u>	District Attorney Escrow - <u>Auto Theft</u>	Historical <u>Commission</u>
ASSETS:			
Cash and investments	\$ 8	\$ 4	\$ 34
Receivables:			
Taxes - current	-	-	-
Less allowance for uncollectibles	-	-	-
Net taxes receivable	-	-	-
Accounts	-	-	-
Less allowance for uncollectibles	-	-	-
Net accounts receivable	-	-	-
Accrued interest	-	-	-
Due from other funds	-	-	-
Due from other governmental units	-	-	-
Inventories	-	-	-
TOTAL ASSETS	<u>\$ 8</u>	<u>\$ 4</u>	<u>\$ 34</u>
LIABILITIES AND FUND BALANCES:			
LIABILITIES:			
Accounts payable	\$ -	\$ -	\$ 3
Due to other funds	-	-	-
Due to other governmental units	-	-	-
Deferred revenue	-	-	-
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>3</u>
FUND BALANCES:			
Reserved for encumbrances	-	-	-
Reserved for inventory of supplies	-	-	-
Reserved for escrow and change funds	-	-	-
Unreserved:			
Designated for subsequent budget periods	-	-	-
Undesignated	<u>8</u>	<u>4</u>	<u>31</u>
TOTAL FUND EQUITY	<u>8</u>	<u>4</u>	<u>31</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 8</u>	<u>\$ 4</u>	<u>\$ 34</u>

EXHIBIT C-1

<u>Historical Exhibit</u>	<u>Child Support - Special</u>	<u>Alternative Dispute Resolution</u>	<u>Appellate Justice System</u>	<u>Totals</u>	
				<u>September 30,</u>	
				<u>1996</u>	<u>1995</u>
\$ 376	\$ 21	\$ 126	\$ 210	\$ 30,934	\$ 36,156
-	-	-	-	3,400	1,827
-	-	-	-	(237)	(199)
-	-	-	-	3,163	1,628
101	28	48	-	18,078	17,258
-	-	-	-	(16,874)	(15,690)
101	28	48	-	1,204	1,568
-	-	-	-	-	10
-	-	-	-	2,017	5
-	-	-	-	4,223	4,541
-	-	-	-	862	468
<u>\$ 477</u>	<u>\$ 49</u>	<u>\$ 174</u>	<u>\$ 210</u>	<u>\$ 42,403</u>	<u>\$ 44,376</u>
\$ -	\$29	\$ -	\$ 7	\$ 2,482	\$ 1,902
3	11	-	1	2,366	3,278
-	-	-	-	71	71
-	-	-	-	3,700	2,479
3	40	-	8	8,619	7,730
-	9	3	135	4,490	3,732
-	-	-	-	862	468
-	-	-	-	2	2
-	-	-	-	2,476	479
474	-	171	67	25,954	31,965
474	9	174	202	33,784	36,646
<u>\$ 477</u>	<u>\$ 49</u>	<u>\$ 174</u>	<u>\$ 210</u>	<u>\$ 42,403</u>	<u>\$ 44,376</u>

DALLAS COUNTY, TEXAS

COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - SPECIAL REVENUE FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

	Road and Bridge	Jury	Permanent Improvement	Law Library
REVENUES:				
Taxes	\$ -	\$ 1,680	\$ 1	\$ -
Highway license fees	28,669	-	-	-
Fines and forfeitures	7,947	-	-	-
Investments and rentals	841	-	-	48
Intergovernmental revenues	2,189	-	-	-
Charges for current services	8	268	-	745
Miscellaneous	11	-	-	-
Total revenues	<u>39,665</u>	<u>1,948</u>	<u>1</u>	<u>793</u>
EXPENDITURES:				
Current:				
General government	-	-	197	-
Judicial	-	1,823	-	621
Public safety	-	-	-	-
Streets and highways	8,021	-	-	-
Health	-	-	-	-
Public welfare	-	-	-	-
Total expenditures	<u>8,021</u>	<u>1,823</u>	<u>197</u>	<u>621</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>31,644</u>	<u>125</u>	<u>(196)</u>	<u>172</u>
OTHER FINANCING SOURCES (USES):				
Transfer to Child Support-Special Fund	-	-	-	-
Transfer to General Fund	(23,915)	-	-	-
Transfer to Debt Service Funds	(10,693)	-	-	-
Transfer from General Fund	-	-	-	12
Transfer from Alternative Dispute Resolution Fund	-	-	-	-
Other	459	-	-	-
Total other financing sources (uses)	<u>(34,149)</u>	<u>-</u>	<u>-</u>	<u>12</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(2,505)	125	(196)	184
FUND BALANCES AT BEGINNING OF FISCAL YEAR	31,874	95	350	793
CHANGE IN INVENTORY - PURCHASES METHOD	<u>394</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 29,763</u>	<u>\$ 220</u>	<u>\$ 154</u>	<u>\$ 977</u>

<u>Parking Garage Revenue</u>	<u>HIV Grant</u>	<u>Grants</u>	<u>Residential Facility</u>	<u>District Attorney Special</u>	<u>District Attorney Forfeiture - FN</u>	<u>District Attorney Forfeiture - OL</u>	<u>District Attorney Unadjudicated Forfeitures</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
822	22	-	-	-	-	-	-
-	9,941	18,810	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>822</u>	<u>9,963</u>	<u>18,810</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
116	-	-	-	-	-	-	-
-	-	1,205	-	-	-	-	-
-	-	5,975	-	-	-	-	-
-	-	-	-	-	-	-	-
-	9,649	4,518	-	-	-	-	-
-	-	8,237	-	-	-	-	-
<u>116</u>	<u>9,649</u>	<u>19,935</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>706</u>	<u>314</u>	<u>(1,125)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
(450)	-	-	(63)	-	-	-	-
(207)	-	-	-	-	-	-	-
-	-	694	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	(6)	-	56	(60)	95	(18)
<u>(657)</u>	<u>-</u>	<u>688</u>	<u>(63)</u>	<u>56</u>	<u>(60)</u>	<u>95</u>	<u>(18)</u>
49	314	(437)	(63)	56	(60)	95	(18)
485	19	438	63	66	336	401	24
-	-	-	-	-	-	-	-
<u>\$ 534</u>	<u>\$ 333</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$122</u>	<u>\$276</u>	<u>\$496</u>	<u>\$ 6</u>

(Continued)

DALLAS COUNTY, TEXAS

COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - SPECIAL REVENUE FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

	District Attorney Forfeiture - Auto Theft	District Attorney Escrow - Auto Theft	District Attorney Forfeiture - Matching Funds
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Highway license fees	-	-	-
Fines and forfeitures	-	-	-
Investments and rentals	-	-	-
Intergovernmental revenues	-	-	-
Charges for current services	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:			
Current:			
General government	-	-	-
Judicial	-	-	-
Public safety	-	-	-
Streets and highways	-	-	-
Health	-	-	-
Public welfare	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):			
Transfer to Child Support-Special Fund	-	-	-
Transfer to General Fund	-	-	-
Transfer to Debt Service Funds	-	-	-
Transfer from General Fund	-	-	-
Transfer from Alternative Dispute Resolution Fund	-	-	-
Other	6	-	(1)
Total other financing sources (uses)	<u>6</u>	<u>-</u>	<u>(1)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	6	-	(1)
FUND BALANCES AT BEGINNING OF FISCAL YEAR	2	4	1
CHANGE IN INVENTORY - PURCHASES METHOD	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 8</u>	<u>\$ 4</u>	<u>\$ -</u>

EXHIBIT C-2

<u>Historical Commission</u>	<u>Historical Exhibit</u>	<u>Child Support - Special</u>	<u>Alternative Dispute Resolution</u>	<u>Appellate Justice System</u>	<u>Totals</u>	
					<u>September 30,</u>	
					<u>1996</u>	<u>1995</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,681	\$ 1,551
-	-	-	-	-	28,669	25,863
-	-	-	-	-	7,947	6,337
3	40	6	5	14	1,801	1,957
-	-	-	-	-	30,940	30,345
-	1,627	495	504	224	3,871	3,641
<u>1</u>	<u>5</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17</u>	<u>175</u>
<u>4</u>	<u>1,672</u>	<u>501</u>	<u>509</u>	<u>238</u>	<u>74,926</u>	<u>69,869</u>
11	1,236	-	-	-	1,560	2,035
-	-	793	303	250	4,995	4,750
-	-	630	-	-	6,605	5,637
-	-	-	-	-	8,021	7,236
-	-	-	-	-	14,167	14,768
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,237</u>	<u>8,164</u>
<u>11</u>	<u>1,236</u>	<u>1,423</u>	<u>303</u>	<u>250</u>	<u>43,585</u>	<u>42,590</u>
<u>(7)</u>	<u>436</u>	<u>(922)</u>	<u>206</u>	<u>(12)</u>	<u>31,341</u>	<u>27,279</u>
-	-	-	(145)	-	(145)	(145)
-	(1,137)	-	-	(82)	(25,647)	(22,502)
-	-	-	-	-	(10,900)	(4,406)
-	-	714	-	-	1,420	1,281
-	-	145	-	-	145	145
<u>-</u>	<u>-</u>	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>530</u>	<u>(879)</u>
<u>-</u>	<u>(1,137)</u>	<u>858</u>	<u>(145)</u>	<u>(82)</u>	<u>(34,597)</u>	<u>(26,506)</u>
(7)	(701)	(64)	61	(94)	(3,256)	773
38	1,175	73	113	296	36,646	36,115
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>394</u>	<u>(242)</u>
<u>\$ 31</u>	<u>\$ 474</u>	<u>\$ 9</u>	<u>\$ 174</u>	<u>\$202</u>	<u>\$ 33,784</u>	<u>\$ 36,646</u>

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDSFISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

Road and Bridge	1996			1995		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Highway license fees	\$ 25,236	\$ 28,669	\$ 3,433	\$ 25,239	\$ 25,863	\$ 624
Fines and forfeitures	6,560	7,947	1,387	5,118	6,337	1,219
Intergovernmental revenues	577	2,189	1,612	574	1,443	869
Charges for current services	8	8	-	9	8	(1)
Investments and rentals	925	841	(84)	650	949	299
Miscellaneous	6	11	5	6	58	52
Total revenues	<u>33,312</u>	<u>39,665</u>	<u>6,353</u>	<u>31,596</u>	<u>34,658</u>	<u>3,062</u>
EXPENDITURES:						
Streets and highways:						
Salaries	4,647	4,255	392	4,300	4,236	64
Allowances	22	22	-	19	19	-
Operating	5,042	2,600	2,442	4,635	2,717	1,918
Property	4,253	1,144	3,109	2,227	264	1,963
Total expenditures	<u>13,964</u>	<u>8,021</u>	<u>5,943</u>	<u>11,181</u>	<u>7,236</u>	<u>3,945</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>19,348</u>	<u>31,644</u>	<u>12,296</u>	<u>20,415</u>	<u>27,422</u>	<u>7,007</u>
OTHER FINANCING SOURCES (USES):						
Transfer to Debt Service Funds	(10,693)	(10,693)	-	(3,809)	(3,809)	-
Transfer to General Fund	(23,915)	(23,915)	-	(18,651)	(21,971)	(3,320)
Other	-	459	459	-	(182)	(182)
Total other financial sources (uses)	<u>(34,608)</u>	<u>(34,149)</u>	<u>459</u>	<u>(22,460)</u>	<u>(25,962)</u>	<u>(3,502)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(15,260)</u>	<u>(2,505)</u>	<u>12,755</u>	<u>(2,045)</u>	<u>1,460</u>	<u>3,505</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	31,874	31,874	-	30,656	30,656	-
CHANGE IN INVENTORY - PURCHASES METHOD	-	394	394	-	(242)	(242)
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 16,614</u>	<u>\$ 29,763</u>	<u>\$13,149</u>	<u>\$ 28,611</u>	<u>\$ 31,874</u>	<u>\$ 3,263</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT C-3

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUED

FISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

Jury	1996			1995		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Ad valorem taxes	\$ 1,659	\$ 1,680	\$ 21	\$ 1,460	\$ 1,480	\$ 20
Occupation taxes	-	-	-	78	69	(9)
Charges for current services	185	268	83	80	88	8
Total revenues	1,844	1,948	104	1,618	1,637	19
EXPENDITURES:						
Judicial:						
Salaries	504	503	1	479	474	5
Operating	1,355	1,311	44	1,284	1,217	67
Property	11	9	2	6	2	4
Total expenditures	1,870	1,823	47	1,769	1,693	76
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(26)	125	151	(151)	(56)	95
FUND BALANCES AT BEGINNING OF FISCAL YEAR	95	95	-	151	151	-
FUND BALANCES AT END OF FISCAL YEAR	\$ 69	\$ 220	\$ 151	\$ -	\$ 95	\$ 95

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

<u>Permanent Improvement</u>	1996			1995		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES:						
Ad valorem taxes	\$ 2	\$ 1	\$ (1)	\$ 3	\$ 2	\$ (1)
Miscellaneous	-	-	-	-	1	1
Total revenues	<u>2</u>	<u>1</u>	<u>(1)</u>	<u>3</u>	<u>3</u>	<u>-</u>
EXPENDITURES:						
General government: Property	<u>348</u>	<u>197</u>	<u>151</u>	<u>719</u>	<u>370</u>	<u>349</u>
Total expenditures	<u>348</u>	<u>197</u>	<u>151</u>	<u>719</u>	<u>370</u>	<u>349</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(346)	(196)	150	(716)	(367)	349
OTHER FINANCING SOURCES (USES):						
Transfer from general fund	-	-	-	30	30	-
Total other financing sources (uses)	-	-	-	30	30	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND USES	(346)	(196)	150	(686)	(337)	349
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>350</u>	<u>350</u>	-	<u>687</u>	<u>687</u>	-
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 4</u>	<u>\$ 154</u>	<u>\$150</u>	<u>\$ 1</u>	<u>\$ 350</u>	<u>\$349</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT C-3

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

Law Library	1996			1995		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Investments and rentals	\$ 40	\$ 48	\$ 8	\$ 19	\$ 40	\$ 21
Charges for current services	749	745	(4)	756	777	21
Total revenues	789	793	4	775	817	42
EXPENDITURES:						
Judicial:						
Salaries	309	251	58	303	265	38
Operating	538	355	183	620	347	273
Property	71	15	56	145	10	135
Total expenditures	918	621	297	1,068	622	446
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(129)	172	301	(293)	195	488
OTHER FINANCING SOURCES (USES):						
Transfer from general fund	12	12	-	15	15	-
Other	-	-	-	-	(6)	(6)
Total other financing sources (uses)	12	12	-	15	9	(6)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND USES	(117)	184	301	(278)	204	482
FUND BALANCES AT BEGINNING OF FISCAL YEAR	793	793	-	589	589	-
FUND BALANCES AT END OF FISCAL YEAR	\$ 676	\$977	\$301	\$ 311	\$793	\$482

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

	1996			1995		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>Parking Garage Revenue</u>						
REVENUES:						
Investments and rentals	\$ 871	\$ 822	\$(49)	\$ 858	\$ 859	\$ 1
EXPENDITURES:						
General government:						
Property	<u>137</u>	<u>116</u>	<u>21</u>	<u>166</u>	<u>144</u>	<u>22</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>734</u>	<u>706</u>	<u>(28)</u>	<u>692</u>	<u>715</u>	<u>23</u>
OTHER FINANCING SOURCES (USES):						
Transfer to general fund	(450)	(450)	-	(450)	(450)	-
Transfer to debt service funds	<u>(207)</u>	<u>(207)</u>	<u>-</u>	<u>(203)</u>	<u>(203)</u>	<u>-</u>
Total other financing uses	<u>(657)</u>	<u>(657)</u>	<u>-</u>	<u>(653)</u>	<u>(653)</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES	77	49	(28)	39	62	23
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>485</u>	<u>485</u>	<u>-</u>	<u>423</u>	<u>423</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 562</u>	<u>\$ 534</u>	<u>\$(28)</u>	<u>\$ 462</u>	<u>\$ 485</u>	<u>\$23</u>

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

HIV Grant	1996			1995		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Intergovernmental revenues	\$ 17,500	\$ 9,941	\$ (7,559)	\$ 18,500	\$ 9,129	\$ (9,371)
Investments and rentals	-	22	22	-	17	17
Total revenues	<u>17,500</u>	<u>9,963</u>	<u>(7,537)</u>	<u>18,500</u>	<u>9,146</u>	<u>(9,354)</u>
EXPENDITURES:						
Health:						
Salaries	770	460	310	1,026	493	533
Allowances	1	-	1	4	-	4
Operating	14,299	9,164	5,135	16,915	8,690	8,225
Property	35	25	10	18	9	9
Total expenditures	<u>15,105</u>	<u>9,649</u>	<u>5,456</u>	<u>17,963</u>	<u>9,192</u>	<u>8,771</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,395	314	(2,081)	537	(46)	(583)
OTHER FINANCING SOURCES (USES):						
Other	-	-	-	-	(10)	(10)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(10)</u>	<u>(10)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	2,395	314	(2,081)	537	(56)	(593)
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>19</u>	<u>19</u>	<u>-</u>	<u>75</u>	<u>75</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 2,414</u>	<u>\$ 333</u>	<u>\$(2,081)</u>	<u>\$ 612</u>	<u>\$ 19</u>	<u>\$ (593)</u>

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

Grants	1996			1995		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Intergovernmental revenues	\$47,054	\$ 18,810	\$ (28,244)	\$44,523	\$ 19,769	\$ (24,754)
Miscellaneous	-	-	-	-	32	32
Total revenues	<u>47,054</u>	<u>18,810</u>	<u>(28,244)</u>	<u>44,523</u>	<u>19,801</u>	<u>(24,722)</u>
EXPENDITURES:						
Judicial:						
Salaries	1,733	972	761	2,000	942	1,058
Allowances	2	1	1	2	-	2
Operating	346	220	126	397	214	183
Property	100	12	88	107	19	88
	<u>2,181</u>	<u>1,205</u>	<u>976</u>	<u>2,506</u>	<u>1,175</u>	<u>1,331</u>
Public safety:						
Salaries	5,828	2,892	2,936	4,607	2,293	2,314
Allowances	29	26	3	117	57	60
Operating	5,473	2,887	2,586	5,037	2,124	2,913
Property	2,008	170	1,838	1,916	529	1,387
	<u>13,338</u>	<u>5,975</u>	<u>7,363</u>	<u>11,677</u>	<u>5,003</u>	<u>6,674</u>
Health:						
Salaries	4,553	3,073	1,480	7,989	4,222	3,767
Allowances	158	96	62	259	119	140
Operating	2,511	1,280	1,231	3,406	1,177	2,229
Property	140	69	71	123	58	65
	<u>7,362</u>	<u>4,518</u>	<u>2,844</u>	<u>11,777</u>	<u>5,576</u>	<u>6,201</u>
Public welfare:						
Salaries	3,034	1,795	1,239	2,219	1,587	632
Allowances	16	6	10	14	2	12
Operating	12,530	6,134	6,396	13,041	6,534	6,507
Property	806	302	504	566	41	525
	<u>16,386</u>	<u>8,237</u>	<u>8,149</u>	<u>15,840</u>	<u>8,164</u>	<u>7,676</u>
Total expenditures	<u>39,267</u>	<u>19,935</u>	<u>19,332</u>	<u>41,800</u>	<u>19,918</u>	<u>21,882</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT C-3

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUED

FISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

	1996			1995		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Grants</u>						
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$7,787	\$ (1,125)	\$ (8,912)	\$2,723	\$ (117)	\$ (2,840)
OTHER FINANCING SOURCES (USES):						
Transfer from general fund	694	694	-	690	467	(223)
Other	-	(6)	(6)	-	(6)	(6)
Other other financing sources (uses)	<u>694</u>	<u>688</u>	<u>(6)</u>	<u>690</u>	<u>461</u>	<u>(229)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	8,481	(437)	(8,918)	3,413	344	(3,069)
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>438</u>	<u>438</u>	<u>-</u>	<u>94</u>	<u>94</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$8,919</u>	<u>\$ 1</u>	<u>\$(8,918)</u>	<u>\$3,507</u>	<u>\$ 438</u>	<u>\$(3,069)</u>

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUED

FISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

	1996			1995		
	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	<u>Budget</u>	<u>Actual</u>	Variance Favorable Unfavorable
<u>Residential Facility</u>						
REVENUES:						
Miscellaneous	\$ -	\$ -	\$ -	\$ 75	\$ 68	\$ (7)
Total revenues	-	-	-	75	68	(7)
EXPENDITURES:						
General government:						
Salaries	-	-	-	45	39	6
Operating	-	-	-	320	281	39
Total expenditures	-	-	-	365	320	45
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	(290)	(252)	38
OTHER FINANCING SOURCES (USES):						
Transfer to General Fund	(63)	(63)	-	-	-	-
Total other financial sources (uses)	(63)	(63)	-	-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES	(63)	(63)	-	(290)	(252)	38
FUND BALANCES AT BEGINNING OF FISCAL YEAR	63	63	-	315	315	-
FUND BALANCES AT END OF FISCAL YEAR	\$ -	\$ -	\$ -	\$ 25	\$ 63	\$ 38

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT C-3

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUED

FISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

<u>Historical Commission</u>	1996			1995		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES:						
Investments and rentals	\$ 2	\$ 3	\$ 1	\$ 2	\$ 2	\$ -
Intergovernmental revenues	-	-	-	-	4	4
Miscellaneous	-	1	1	-	-	-
Total revenues	<u>2</u>	<u>4</u>	<u>2</u>	<u>2</u>	<u>6</u>	<u>4</u>
EXPENDITURES:						
General government operating	<u>38</u>	<u>11</u>	<u>27</u>	<u>36</u>	<u>4</u>	<u>32</u>
Total expenditures	<u>38</u>	<u>11</u>	<u>27</u>	<u>36</u>	<u>4</u>	<u>32</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(36)	(7)	29	(34)	2	36
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>38</u>	<u>38</u>	-	<u>36</u>	<u>36</u>	-
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 2</u>	<u>\$31</u>	<u>\$29</u>	<u>\$ 2</u>	<u>\$38</u>	<u>\$36</u>

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

<u>Historical Exhibit</u>	1996			1995		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES:						
Investments and rentals	\$ 60	\$ 40	\$ (20)	\$ 34	\$ 60	\$ 26
Charges for current services	1,210	1,627	417	1,200	1,559	359
Miscellaneous	15	5	(10)	15	16	1
Total revenues	<u>1,285</u>	<u>1,672</u>	<u>387</u>	<u>1,249</u>	<u>1,635</u>	<u>386</u>
EXPENDITURES:						
General government operating	<u>1,236</u>	<u>1,236</u>	<u>-</u>	<u>1,609</u>	<u>1,197</u>	<u>412</u>
Total expenditures	<u>1,236</u>	<u>1,236</u>	<u>-</u>	<u>1,609</u>	<u>1,197</u>	<u>412</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>49</u>	<u>436</u>	<u>387</u>	<u>(360)</u>	<u>438</u>	<u>798</u>
OTHER FINANCING SOURCES (USES):						
Transfer to general fund	(1,137)	(1,137)	-	-	-	-
Transfer to debt service	-	-	-	(394)	(394)	-
Total other financing sources (uses)	<u>(1,137)</u>	<u>(1,137)</u>	<u>-</u>	<u>(394)</u>	<u>(394)</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1,088)	(701)	387	(754)	44	798
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>1,175</u>	<u>1,175</u>	<u>-</u>	<u>1,131</u>	<u>1,131</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 87</u>	<u>\$ 474</u>	<u>\$387</u>	<u>\$ 377</u>	<u>\$ 1,175</u>	<u>\$798</u>

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

<u>Child Support-Special</u>	1996			1995		
	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUES:						
Investments and rentals	\$ 9	\$ 6	\$ (3)	\$ 7	\$ 9	\$ 2
Charges for current services	561	495	(66)	469	481	12
Total revenues	<u>570</u>	<u>501</u>	<u>(69)</u>	<u>476</u>	<u>490</u>	<u>14</u>
EXPENDITURES:						
Judicial:						
Salaries	781	769	12	788	756	32
Allowances	5	3	2	6	4	2
Operating	25	20	5	23	19	4
Property	1	1	-	14	14	-
Total judicial	<u>812</u>	<u>793</u>	<u>19</u>	<u>831</u>	<u>793</u>	<u>38</u>
Public safety:						
Salaries	369	368	1	373	357	16
Operating	321	262	59	278	276	2
Property	-	-	-	1	1	-
Total public safety	<u>690</u>	<u>630</u>	<u>60</u>	<u>652</u>	<u>634</u>	<u>18</u>
Total expenditures	<u>1,502</u>	<u>1,423</u>	<u>79</u>	<u>1,483</u>	<u>1,427</u>	<u>56</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(932)</u>	<u>(922)</u>	<u>10</u>	<u>(1,007)</u>	<u>(937)</u>	<u>70</u>
OTHER FINANCING SOURCES (USES):						
Transfer from general fund	714	714	-	769	769	-
Transfer from alternative dispute resolution fund	145	145	-	145	145	-
Other	-	(1)	(1)	-	3	3
Total other financing sources (uses)	<u>859</u>	<u>858</u>	<u>(1)</u>	<u>914</u>	<u>917</u>	<u>3</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(73)</u>	<u>(64)</u>	<u>9</u>	<u>(93)</u>	<u>(20)</u>	<u>73</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>73</u>	<u>73</u>	<u>-</u>	<u>93</u>	<u>93</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ -</u>	<u>\$ 9</u>	<u>\$ 9</u>	<u>\$ -</u>	<u>\$ 73</u>	<u>\$ 73</u>

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

<u>Alternative Dispute Resolution</u>	1996			1995		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES:						
Investments and rentals	\$ 6	\$ 5	\$ (1)	\$ 2	\$ 5	\$ 3
Charges for current services	<u>480</u>	<u>504</u>	<u>24</u>	<u>474</u>	<u>501</u>	<u>27</u>
Total revenues	<u>486</u>	<u>509</u>	<u>23</u>	<u>476</u>	<u>506</u>	<u>30</u>
EXPENDITURES:						
Judicial:						
Salaries	49	48	1	48	47	1
Operating	281	255	26	260	254	6
Property	<u>3</u>	<u>-</u>	<u>3</u>	<u>3</u>	<u>-</u>	<u>3</u>
Total expenditures	<u>333</u>	<u>303</u>	<u>30</u>	<u>311</u>	<u>301</u>	<u>10</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>153</u>	<u>206</u>	<u>53</u>	<u>165</u>	<u>205</u>	<u>40</u>
OTHER FINANCING SOURCES (USES):						
Transfer to Child Support-Special Fund	<u>(145)</u>	<u>(145)</u>	<u>-</u>	<u>(145)</u>	<u>(145)</u>	<u>-</u>
Total other financing sources (uses)	<u>(145)</u>	<u>(145)</u>	<u>-</u>	<u>(145)</u>	<u>(145)</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	8	61	53	20	60	40
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>113</u>	<u>113</u>	<u>-</u>	<u>53</u>	<u>53</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 121</u>	<u>\$ 174</u>	<u>\$ 53</u>	<u>\$ 73</u>	<u>\$ 113</u>	<u>\$ 40</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT C-3

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

<u>Appellate Justice System</u>	1996			1995		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES:						
Investments and rentals	\$ 16	\$ 14	\$ (2)	\$ 12	\$ 16	\$ 4
Charges for current services	<u>218</u>	<u>224</u>	<u>6</u>	<u>218</u>	<u>227</u>	<u>9</u>
Total revenues	<u>234</u>	<u>238</u>	<u>4</u>	<u>230</u>	<u>243</u>	<u>13</u>
EXPENDITURES:						
Judicial - operating	210	116	94	203	145	58
Property	<u>238</u>	<u>134</u>	<u>104</u>	<u>234</u>	<u>21</u>	<u>213</u>
Total expenditures	<u>448</u>	<u>250</u>	<u>198</u>	<u>437</u>	<u>166</u>	<u>271</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(214)</u>	<u>(12)</u>	<u>202</u>	<u>(207)</u>	<u>77</u>	<u>284</u>
OTHER FINANCING (USES):						
Transfer to general fund	<u>(82)</u>	<u>(82)</u>	<u>-</u>	<u>(81)</u>	<u>(81)</u>	<u>-</u>
Total other financing (uses)	<u>(82)</u>	<u>(82)</u>	<u>-</u>	<u>(81)</u>	<u>(81)</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(296)</u>	<u>(94)</u>	<u>202</u>	<u>(288)</u>	<u>(4)</u>	<u>284</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>296</u>	<u>296</u>	<u>-</u>	<u>300</u>	<u>300</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ -</u>	<u>\$202</u>	<u>\$202</u>	<u>\$ 12</u>	<u>\$296</u>	<u>\$284</u>

This page left blank intentionally.

DALLAS COUNTY, TEXAS

DEBT SERVICE FUNDS

The Debt Service Funds are used to account for the accumulation of resources and the subsequent disbursement of such resources to pay principal and interest on general long-term debt. The following are the County's Debt Service Funds:

Countywide General Obligation - used to account for the accumulation of ad valorem taxes, interest earnings and other revenues and the subsequent disbursements to pay principal and interest on Countywide general obligation long-term debt.

Parking Garage Revenue and General Obligation - used to receive transfers from Parking Garage revenues and to pay principal and interest on Parking Garage long-term debt.

Parking Garage Reserve Fund - used to fund balance of Parking Garage debt payment if Parking Garage revenues are insufficient to cover debt payment.

Parking Garage Contingency Fund - used to fund balance of Parking Garage debt payment if such balance remains after depletion of Parking Garage Reserve Fund.

DALLAS COUNTY, TEXAS

EXHIBIT D-1

COMBINING BALANCE SHEETS - DEBT SERVICE FUNDS

SEPTEMBER 30, 1996
(in thousands of dollars)

	Countywide General Obligation	Parking Garage Reserve	Parking Garage Contingency	Totals	
				September 30, 1996	1995
<u>ASSETS</u>					
CASH AND INVESTMENTS	\$ 17,992	\$ 210	\$ 60	\$ 18,262	\$ 20,084
RECEIVABLES:					
Taxes	48,451	-	-	48,451	46,633
Less allowance for uncollectibles	<u>(5,908)</u>	<u>-</u>	<u>-</u>	<u>(5,908)</u>	<u>(5,128)</u>
Net taxes receivable	<u>42,543</u>	<u>-</u>	<u>-</u>	<u>42,543</u>	<u>41,505</u>
Accounts	105	-	-	105	66
ACCRUED INTEREST	<u>609</u>	<u>-</u>	<u>-</u>	<u>609</u>	<u>322</u>
TOTAL ASSETS	<u>\$ 61,249</u>	<u>\$ 210</u>	<u>\$ 60</u>	<u>\$ 61,519</u>	<u>\$ 61,977</u>
<u>LIABILITIES AND FUND BALANCES</u>					
LIABILITIES:					
Deferred revenue	\$ 43,039	\$ -	\$ -	\$ 43,039	\$ 41,480
Due to other funds	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>2</u>
TOTAL LIABILITIES	<u>43,040</u>	<u>-</u>	<u>-</u>	<u>43,040</u>	<u>41,482</u>
FUND BALANCES:					
Reserved for debt service	18,096	210	60	18,366	20,148
Unreserved - designated for subsequent budget periods	<u>113</u>	<u>-</u>	<u>-</u>	<u>113</u>	<u>347</u>
TOTAL FUND BALANCES	<u>18,209</u>	<u>210</u>	<u>60</u>	<u>18,479</u>	<u>20,495</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 61,249</u>	<u>\$ 210</u>	<u>\$ 60</u>	<u>\$ 61,519</u>	<u>\$ 61,977</u>

DALLAS COUNTY, TEXAS

EXHIBIT D-2

COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
DEBT SERVICE FUNDSFISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

	Countywide General Obligation	Parking Garage Revenue and General Obligation	Parking Garage Reserve	Parking Garage Contingency	Totals	
					September 30, 1996	1995
REVENUES:						
Ad valorem taxes	\$ 41,199	\$ -	\$ -	\$ -	\$ 41,199	\$ 45,071
Investments and rentals	5,807	-	-	-	5,807	6,153
Intergovernmental revenues	4	-	-	-	4	3
Miscellaneous	115	-	-	-	115	-
Total revenues	<u>47,125</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,125</u>	<u>51,227</u>
EXPENDITURES:						
Principal retirement	41,520	135	-	-	41,655	39,445
Interest	18,273	72	-	-	18,345	17,365
Fiscal agent fees	42	-	-	-	42	114
Total expenditures	<u>59,835</u>	<u>207</u>	<u>-</u>	<u>-</u>	<u>60,042</u>	<u>56,924</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(12,710)</u>	<u>(207)</u>	<u>-</u>	<u>-</u>	<u>(12,917)</u>	<u>(5,697)</u>
OTHER FINANCING SOURCES (USES):						
Transfer from Road and Bridge Fund	10,693	-	-	-	10,693	3,809
Transfer from Historical Fund	-	-	-	-	-	394
Transfer from Parking Garage Revenue Fund	-	207	-	-	207	203
Other	1	-	-	-	1	(1)
Total other financing sources (uses)	<u>10,694</u>	<u>207</u>	<u>-</u>	<u>-</u>	<u>10,901</u>	<u>4,405</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(2,016)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,016)</u>	<u>(1,292)</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>20,225</u>	<u>-</u>	<u>210</u>	<u>60</u>	<u>20,495</u>	<u>21,787</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 18,209</u>	<u>\$ -</u>	<u>\$ 210</u>	<u>\$ 60</u>	<u>\$ 18,479</u>	<u>\$ 20,495</u>

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - DEBT SERVICE FUNDSFISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

Countywide General Obligation	1996			1995		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Ad valorem taxes	\$ 40,925	\$ 41,199	\$ 274	\$ 44,671	\$ 45,071	\$ 400
Investments and rentals	5,828	5,807	(21)	4,018	6,153	2,135
Intergovernmental revenues	2	4	2	1	3	2
Miscellaneous	220	115	(105)	-	-	-
Total revenues	<u>46,975</u>	<u>47,125</u>	<u>150</u>	<u>48,690</u>	<u>51,227</u>	<u>2,537</u>
EXPENDITURES:						
Principal retirement	41,520	41,520	-	39,320	39,320	-
Interest	18,273	18,273	-	17,287	17,287	-
Fiscal agent fees	102	42	60	147	114	33
Total expenditures	<u>59,895</u>	<u>59,835</u>	<u>60</u>	<u>56,754</u>	<u>56,721</u>	<u>33</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(12,920)</u>	<u>(12,710)</u>	<u>210</u>	<u>(8,064)</u>	<u>(5,494)</u>	<u>2,570</u>
OTHER FINANCING SOURCES (USES):						
Transfer from Road and Bridge Fund	10,753	10,693	(60)	3,809	3,809	-
Transfer from Historical Fund	-	-	-	394	394	-
Other	-	1	1	-	(1)	(1)
Total other financing sources (uses)	<u>10,753</u>	<u>10,694</u>	<u>(59)</u>	<u>4,203</u>	<u>4,202</u>	<u>(1)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(2,167)</u>	<u>(2,016)</u>	<u>151</u>	<u>(3,861)</u>	<u>(1,292)</u>	<u>2,569</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>20,225</u>	<u>20,225</u>	<u>-</u>	<u>21,517</u>	<u>21,517</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 18,058</u>	<u>\$ 18,209</u>	<u>\$ 151</u>	<u>\$ 17,656</u>	<u>\$ 20,225</u>	<u>\$ 2,569</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT D-3

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - DEBT SERVICE FUNDS -- CONTINUED

FISCAL YEARS ENDED SEPTEMBER 30, 1996 AND 1995
(in thousands of dollars)

	1996			1995		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>Parking Garage Revenue and General Obligation</u>						
EXPENDITURES:						
Principal retirement	\$ 135	\$ 135	\$ -	\$ 125	\$ 125	\$ -
Interest	72	72	-	78	78	-
Total expenditures	207	207	-	203	203	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(207)	(207)	-	(203)	(203)	-
OTHER FINANCING SOURCES:						
Transfer from Parking Garage Revenue Fund	207	207	-	203	203	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES	-	-	-	-	-	-
FUND BALANCES AT BEGINNING OF FISCAL YEAR	-	-	-	-	-	-
FUND BALANCES AT END OF FISCAL YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

This page left blank intentionally.

DALLAS COUNTY, TEXAS

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for proceeds from bond issues specifically designated for capital expenditures. The following are the County's Capital Projects Funds:

Certificates of Obligation Fund, Series 1986 - used to account for certificates of obligation proceeds for constructing and equipping jail facilities.

Permanent Improvement Bond Fund, Series 1976 - used to account for proceeds from bonds issued for the renovation of various County buildings.

Permanent Improvement Bond Funds, Series 1977, 1985, 1988 and 1995 - used to account for proceeds from bond issues for construction and/or renovation of the criminal courts building, courthouse, jail facilities, office buildings and various County buildings, in addition to the acquisition and improvement of open-space land.

Road Bond Funds, Series 1969, 1977, 1985, 1988, 1992, 1993 and 1995 - used to account for proceeds from bonds issued for the purchase of right-of-way and subsequent construction of roads and bridges throughout the County.

Certificates of Obligation Fund, Series 1990 - used to account for certificates of obligation proceeds for criminal justice vehicles, open-space and various building improvements.

Certificates of Obligation Fund, Series 1991 - used to account for certificates of obligation proceeds for law enforcement and public service vehicles, purchase of land for a fire station, construction and repair of buildings, purchase of equipment and engineering costs associated with the public works involved.

Permanent Improvement Bond Fund, Series 1992 - used to account for proceeds from bonds issued to purchase buildings to house the health and human services departments, to secure land for and construct a consolidated juvenile justice facility and to acquire open-space park land.

Permanent Improvement Refunding Bond Fund, Series 1993 - used to account for the defeasance of debt from a portion of the 1991 Permanent Improvement Refunding Bonds, the 1990 Tax and Revenue Certificates of Obligation, and the 1986, 1987 and 1988 Permanent Improvement Bonds.

Combination Tax and Revenue Certificates of Obligation, Series 1993 - used to account for certificates of obligation proceeds for constructing building improvements, acquiring a voice response system and other improvements to the County communications system, purchasing law enforcement and public service vehicles, purchasing various equipment items, and renovations to the Sixth Floor Museum exhibit.

Certificates of Obligation Fund, Series 1994 - used to account for certificates of obligation proceeds to pay contractual obligations to be incurred for renovations, improvements and additions to various County facilities.

Certificates of Obligation Fund, Series 1995 and 1996 - used to finance certain equipment purchases and capital improvements to County facilities.

DALLAS COUNTY, TEXAS

COMBINING BALANCE SHEETS - CAPITAL PROJECTS FUNDS

SEPTEMBER 30, 1996
(in thousands of dollars)

	Certificates of Indebtedness										
	Certificates of Obligation							Permanent Improvement Bonds			
	1986	1990	1991	1993	1994	1995	1996	1976	1977	1985	1988
ASSETS											
CASH AND INVESTMENTS	\$424	\$153	\$38	\$260	\$ 991	\$5,447	\$2,684	\$9	\$1	\$492	\$1,970
DUE FROM OTHER FUNDS	22	5	-	-	-	-	-	-	-	-	-
DUE FROM OTHER GOVERNMENTAL UNITS:											
State	-	-	-	-	-	-	-	-	-	-	-
Local	-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$446	\$158	\$38	\$260	\$ 991	\$5,447	\$2,684	\$9	\$1	\$492	\$1,970
LIABILITIES AND FUND EQUITY											
LIABILITIES:											
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 188	\$ 121	\$ 69	\$-	\$-	\$ -	\$ -
Due to other funds	-	-	5	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	-	-	5	-	188	121	69	-	-	-	-
FUND BALANCES:											
Reserved for encumbrances	19	67	8	148	304	1,596	564	-	-	424	103
Unreserved - undesignated	427	91	25	112	499	3,730	2,051	9	1	68	1,867
TOTAL FUND BALANCES	446	158	33	260	803	5,326	2,615	9	1	492	1,970
TOTAL LIABILITIES AND FUND BALANCES	\$446	\$158	\$38	\$260	\$ 991	\$5,447	\$2,684	\$9	\$1	\$492	\$1,970

EXHIBIT E-1

Permanent Improvement Bonds			Road Bonds							Totals	
1992	1993	1995	1969	1977	1985	1988	1992	1993	1995	September 30, 1996	1995
\$1,614	\$12	\$1,947	\$ -	\$ 984	\$2,622	\$7,002	\$10,920	\$16	\$32,323	69,909	\$81,825
-	-	-	-	-	-	-	-	-	-	27	27
-	-	-	103	-	-	-	-	-	-	103	103
-	-	-	-	1,232	257	771	681	-	805	3,746	2,081
<u>\$1,614</u>	<u>\$12</u>	<u>\$1,947</u>	<u>\$103</u>	<u>\$2,216</u>	<u>\$2,879</u>	<u>\$7,773</u>	<u>\$11,601</u>	<u>\$16</u>	<u>\$33,128</u>	<u>\$73,785</u>	<u>\$84,036</u>
\$ 163	\$ -	\$ -	\$ -	\$ 100	\$ -	\$ -	\$ 1,007	\$ -	\$ 547	2,195	\$ 1,445
-	-	-	-	312	98	-	944	-	1,637	2,996	27
<u>163</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>412</u>	<u>98</u>	<u>-</u>	<u>1,951</u>	<u>-</u>	<u>2,184</u>	<u>5,191</u>	<u>1,472</u>
906	-	-	-	81	289	48	4,150	-	3,476	12,183	18,045
<u>545</u>	<u>12</u>	<u>1,947</u>	<u>103</u>	<u>1,723</u>	<u>2,492</u>	<u>7,725</u>	<u>5,500</u>	<u>16</u>	<u>27,468</u>	<u>56,411</u>	<u>64,519</u>
<u>1,451</u>	<u>12</u>	<u>1,947</u>	<u>103</u>	<u>1,804</u>	<u>2,781</u>	<u>7,773</u>	<u>9,650</u>	<u>16</u>	<u>30,944</u>	<u>68,594</u>	<u>82,564</u>
<u>\$1,614</u>	<u>\$12</u>	<u>\$1,947</u>	<u>\$103</u>	<u>\$2,216</u>	<u>\$2,879</u>	<u>\$7,773</u>	<u>\$11,601</u>	<u>\$16</u>	<u>\$33,128</u>	<u>\$73,785</u>	<u>\$84,036</u>

DALLAS COUNTY, TEXAS

COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
CAPITAL PROJECTS FUNDS

SEPTEMBER 30, 1996
(in thousands of dollars)

	Certificates of Indebtedness									
	Certificates of Obligation							Permanent Improvement Bonds		
	1986	1990	1991	1993	1994	1995	1996	1976	1977	1985
EXPENDITURES:										
Capital outlay	\$ -	\$ 130	\$ 52	\$ 375	\$1,230	\$1,904	\$ 1,555	\$-	\$ -	\$ 88
Total expenditures	-	130	52	375	1,230	1,904	1,555	-	-	88
OTHER FINANCING SOURCES (USES):										
Proceeds from sale	-	-	-	-	-	-	4,170	-	-	-
Other	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	4,170	-	-	-
EXCESS (DEFICIENCY) OF OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	(130)	(52)	(375)	(1,230)	(1,904)	2,615	-	-	(88)
FUND BALANCES AT BEGINNING OF FISCAL YEAR	446	288	85	635	2,033	7,230	-	9	1	580
FUND BALANCES AT END OF FISCAL YEAR	\$446	\$ 158	\$ 33	\$ 260	\$ 803	\$5,326	\$ 2,615	\$9	\$ 1	\$492

EXHIBIT E-2

Permanent Improvement Bonds				Road Bonds							Totals	
1988	1992	1993	1995	1969	1977	1985	1988	1992	1993	1995	September 30, 1996	1995
\$ 24	\$ 1,320	\$ -	\$ -	\$ -	\$ 409	\$ 1,799	\$ 470	\$ 5,852	\$ -	\$ 2,961	\$18,169	\$ 24,077
24	1,320	-	-	-	409	1,799	470	5,852	-	2,961	18,169	24,077
-	-	-	-	-	-	-	-	-	-	-	4,170	44,800
-	-	-	-	-	22	-	-	7	-	-	29	1,373
-	-	-	-	-	22	-	-	7	-	-	4,199	46,173
(24)	(1,320)	-	-	-	(387)	(1,799)	(470)	(5,845)	-	(2,961)	(13,970)	22,096
1,994	2,771	12	1,947	103	2,191	4,580	8,243	15,495	16	33,905	82,564	60,468
\$1,970	\$ 1,451	\$12	\$1,947	\$103	\$1,804	\$ 2,781	\$7,773	\$ 9,650	\$16	\$30,944	\$68,594	\$ 82,564

This page left blank intentionally.

DALLAS COUNTY, TEXAS

AGENCY FUNDS

Agency Funds are used to account for assets held by the County in an agency capacity for individuals, private organizations, other governmental units and/or other funds. The following are the County's Agency Funds:

Payroll Fund - a clearing fund used to account for transfers of salary expense from budgetary funds and the issuance of paychecks to individual employees.

Escrow Fund - used to account for miscellaneous amounts temporarily held for other individuals or entities.

Bail Bond Fund - used to account for amounts held as securities for licensed bail bondsmen.

Juvenile Probation Commission Fund - used to receive and hold Juvenile Probation Commission monies until expenditures qualifying for reimbursement are made from the operating fund.

State Reports Fund - used to account for state fees collected by the County and subsequently disbursed to the State.

County Clerk, District Clerk, Sheriff, Justices of the Peace and Constables Fee Funds - used to account for monies received with ultimate disposition of receipts to be determined at a future date.

Community Supervision and Corrections - used to account for the activities of a State agency with funds in the County depository.

Work Release Special Fund - used to account for funds in the Criminal Justice System work release program for probationers.

Housing Finance Corporation - 1993 Refunding - used to account for monies received as a result of refunding of 1983 Mortgage Revenue Bonds issued by Dallas County Housing Finance Corporation.

Juvenile Department Child Support - used to account for money held for other parties in the child support program in accordance with court orders.

Housing Financial Corporation - 1994 Refunding - used to account for monies received as a result of refunding 1984 Mortgage Revenue Bonds issued by Dallas County Housing Financing Corporation.

Community Supervision and Corrections Special - used to account for the receipt and distribution of restitution payments made by probationers.

Youth Village - used to account for donated money to be used for the benefit of youths temporarily housed in the facility.

District Attorney Check Collection - used to account for monies received to replace fraudulent checks which have been turned over to the District Attorney for collection.

Tax Assessor-Collector - used to account for initial receipt and distribution to proper parties of taxes and fees collected for various entities of government.

Deferred Compensation Fund - used to account for assets held for employees in accordance with the provisions of Internal Revenue Service Code 457.

DALLAS COUNTY, TEXAS

COMBINING BALANCE SHEETS - ALL AGENCY FUNDS

SEPTEMBER 30, 1996
(in thousands of dollars)

	Administrative Funds		
	<u>Payroll</u>	<u>Escrow</u>	<u>Bail Bond</u>
ASSETS:			
Cash and investments	\$337	\$96	\$ 370
Deferred compensation investments	-	-	-
Accounts receivable	-	-	-
Accrued interest	-	-	-
Due from other funds	-	-	-
Restricted assets - bail bond collateral	-	-	5,332
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$337</u>	<u>\$96</u>	<u>\$5,702</u>
LIABILITIES:			
Accounts payable:			
Administrative	\$332	\$96	\$5,702
Grants	-	-	-
Departmental special	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total accounts payable	<u>332</u>	<u>96</u>	<u>5,702</u>
Fee office accounts payable	-	-	-
Due to other funds	5	-	-
Deferred compensation benefits	-	-	-
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	<u>\$337</u>	<u>\$96</u>	<u>\$5,702</u>

EXHIBIT F-1

<u>Grant Fund</u> <u>Juvenile</u> <u>Probation</u> <u>Commission</u>	<u>Fee Office Funds</u>			
	<u>State</u> <u>Report</u>	<u>County</u> <u>Clerk</u>	<u>District</u> <u>Clerk</u>	<u>Sheriff</u>
\$105	\$814	\$17,557	\$15,137	\$483
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$105</u>	<u>\$814</u>	<u>\$17,557</u>	<u>\$15,137</u>	<u>\$483</u>
\$ -	\$ -	\$ -	\$ -	\$ -
105	-	-	-	-
-	-	-	-	-
<u>105</u>	-	-	-	-
-	762	17,557	15,137	483
-	52	-	-	-
-	-	-	-	-
<u>\$105</u>	<u>\$814</u>	<u>\$17,557</u>	<u>\$15,137</u>	<u>\$483</u>

(Continued)

DALLAS COUNTY, TEXAS

COMBINING BALANCE SHEETS - ALL AGENCY FUNDS -- CONTINUED

SEPTEMBER 30, 1996
(in thousands of dollars)

	Fee Office Funds			Work Release Special	Housing	Juvenile
	Community Supervision and Corrections	Justices of the Peace	Constables		Finance Corporation - 1993 Refunding	Department Child Support
ASSETS:						
Cash and investments	\$7,266	\$795	\$57	\$15	\$601	\$346
Deferred compensation investments	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-
Accrued interest	-	-	-	-	-	-
Due from other funds	83	-	-	-	-	-
Restricted assets - bail bond collateral	-	-	-	-	-	-
TOTAL ASSETS	<u>\$7,349</u>	<u>\$795</u>	<u>\$57</u>	<u>\$15</u>	<u>\$601</u>	<u>\$346</u>
LIABILITIES:						
Accounts payable:						
Administrative	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants	-	-	-	-	-	-
Departmental special	-	-	-	15	601	346
Total accounts payable	-	-	-	15	601	346
Fee office accounts payable	7,349	795	57	-	-	-
Due to other funds	-	-	-	-	-	-
Deferred compensation benefits	-	-	-	-	-	-
TOTAL LIABILITIES	<u>\$7,349</u>	<u>\$795</u>	<u>\$57</u>	<u>\$15</u>	<u>\$601</u>	<u>\$346</u>

EXHIBIT F-1

Departmental Special Funds

Housing Finance Corporation - 1994 Refunding	Community Supervision and Corrections Special	Youth Village	District Attorney Check Collection	Tax Assessor- Collector	Deferred Compen- sation	Totals	
						September 30, 1996	1995
\$220	\$6,735	\$3	\$134	\$25,458	\$ -	\$ 76,529	\$ 79,393
-	-	-	-	-	29,083	29,083	26,131
-	-	-	-	94	-	94	67
-	-	-	-	35	-	35	32
-	-	-	-	-	-	83	221
-	-	-	-	-	-	5,332	4,920
<u>\$220</u>	<u>\$6,735</u>	<u>\$3</u>	<u>\$134</u>	<u>\$25,587</u>	<u>\$29,083</u>	<u>\$111,156</u>	<u>\$110,764</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,130	\$ 5,736
-	-	-	-	-	-	105	30
<u>220</u>	<u>6,735</u>	<u>3</u>	<u>134</u>	<u>23,571</u>	<u>-</u>	<u>31,625</u>	<u>39,446</u>
220	6,735	3	134	23,571	-	37,860	45,212
-	-	-	-	-	-	42,140	39,406
-	-	-	-	2,016	-	2,073	15
-	-	-	-	-	29,083	29,083	26,131
<u>\$220</u>	<u>\$6,735</u>	<u>\$3</u>	<u>\$134</u>	<u>\$25,587</u>	<u>\$29,083</u>	<u>\$111,156</u>	<u>\$110,764</u>

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	\$ 79,393	\$3,657,690	\$3,660,554	\$ 76,529
Deferred compensation investments	26,131	4,831	1,879	29,083
Accounts receivable	67	27	-	94
Accrued interest	32	35	32	35
Due from other funds	221	83	221	83
Restricted assets - bail bond collateral	4,920	739	327	5,332
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$110,764</u>	<u>\$3,663,405</u>	<u>\$3,663,013</u>	<u>\$111,156</u>
LIABILITIES:				
ADMINISTRATIVE:				
Payroll deductions payable	\$ 291	\$ 46	\$ 5	\$ 332
Payable to the City of Grand Prairie	29	-	-	29
Payable to bail bondsmen	5,349	414	61	5,702
Other payables	67	-	-	67
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total administrative accounts payable	<u>5,736</u>	<u>460</u>	<u>66</u>	<u>6,130</u>
Due to other funds	<u>5</u>	<u>-</u>	<u>-</u>	<u>5</u>
GRANTS:				
Payable to the State of Texas	<u>30</u>	<u>75</u>	<u>-</u>	<u>105</u>
Total grants accounts payable	<u>30</u>	<u>75</u>	<u>-</u>	<u>105</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-2

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996

(in thousands of dollars)

	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
FEE OFFICE:				
Payable to the State of Texas	\$ 655	\$ 2,818	\$ 2,711	\$ 762
Payable to District Adult Probation Department	6,277	1,782	710	7,349
Payable to fee officers	<u>32,474</u>	<u>4,559</u>	<u>3,004</u>	<u>34,029</u>
Total fee office accounts payable	<u>39,406</u>	<u>9,159</u>	<u>6,425</u>	<u>42,140</u>
Due to other funds	<u>10</u>	<u>52</u>	<u>10</u>	<u>52</u>
DEPARTMENTAL SPECIAL:				
Accounts payable	7,469	33,170	31,508	9,131
Payable to taxing units	<u>31,977</u>	<u>446</u>	<u>9,929</u>	<u>22,494</u>
Total departmental special accounts payable	<u>39,446</u>	<u>33,616</u>	<u>41,437</u>	<u>31,625</u>
Due to other funds	-	2,016	-	2,016
Deferred compensation benefits	<u>26,131</u>	<u>4,831</u>	<u>1,879</u>	<u>29,083</u>
TOTAL LIABILITIES	<u><u>\$ 110,764</u></u>	<u><u>\$ 50,209</u></u>	<u><u>\$ 49,817</u></u>	<u><u>\$ 111,156</u></u>

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Administrative Fund - Payroll</u>	Balance October 1, 1995	<u>Additions</u>	<u>Deductions</u>	Balance September 30, 1996
ASSETS:				
Cash and investments	\$ 296	\$ 605,359	\$ 605,318	\$ 337
TOTAL ASSETS	<u>\$ 296</u>	<u>\$ 605,359</u>	<u>\$ 605,318</u>	<u>\$ 337</u>
LIABILITIES:				
Accounts payable - administrative	\$ 291	\$ 46	\$ 5	\$ 332
Due to other funds	<u>5</u>	<u>-</u>	<u>-</u>	<u>5</u>
TOTAL LIABILITIES	<u>\$ 296</u>	<u>\$ 46</u>	<u>\$ 5</u>	<u>\$ 337</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Administrative Fund - Escrow</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	<u>\$ 96</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 96</u>
TOTAL ASSETS	<u>\$ 96</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 96</u>
LIABILITIES:				
Accounts payable - administrative	<u>\$ 96</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 96</u>
TOTAL LIABILITIES	<u>\$ 96</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 96</u>

(Continued)

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Administrative Fund - Bail Bond</u>	Balance October 1, 1995	Additions	Deductions	Balance September 30, 1996
ASSETS:				
Cash and investments	\$ 429	\$ 173	\$ 232	\$ 370
Restricted assets - bail bond collateral	<u>4,920</u>	<u>739</u>	<u>327</u>	<u>5,332</u>
TOTAL ASSETS	<u>\$ 5,349</u>	<u>\$ 912</u>	<u>\$ 559</u>	<u>\$ 5,702</u>
LIABILITIES:				
Accounts payable - administrative	<u>\$ 5,349</u>	<u>\$ 414</u>	<u>\$ 61</u>	<u>\$ 5,702</u>
TOTAL LIABILITIES	<u>\$ 5,349</u>	<u>\$ 414</u>	<u>\$ 61</u>	<u>\$ 5,702</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Grant Fund - Juvenile Probation Commission</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	<u>\$ 30</u>	<u>\$ 820</u>	<u>\$ 745</u>	<u>\$ 105</u>
TOTAL ASSETS	<u><u>\$ 30</u></u>	<u><u>\$ 820</u></u>	<u><u>\$ 745</u></u>	<u><u>\$ 105</u></u>
LIABILITIES:				
Accounts payable - grants	\$ 30	\$ 75	\$ -	\$ 105
Due to other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES	<u><u>\$ 30</u></u>	<u><u>\$ 75</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 105</u></u>

(Continued)

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Fee Office Fund - State Reports</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	<u>\$ 657</u>	<u>\$ 161,449</u>	<u>\$ 161,292</u>	<u>\$ 814</u>
TOTAL ASSETS	<u>\$ 657</u>	<u>\$ 161,449</u>	<u>\$ 161,292</u>	<u>\$ 814</u>
LIABILITIES:				
Fee office accounts payable	<u>\$ 655</u>	<u>\$ 2,818</u>	<u>\$ 2,711</u>	<u>\$ 762</u>
Due to other funds	<u>2</u>	<u>52</u>	<u>2</u>	<u>52</u>
TOTAL LIABILITIES	<u>\$ 657</u>	<u>\$ 2,870</u>	<u>\$ 2,713</u>	<u>\$ 814</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Fee Office Fund - County Clerk</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	<u>\$ 18,697</u>	<u>\$ 831,439</u>	<u>\$ 832,579</u>	<u>\$ 17,557</u>
TOTAL ASSETS	<u>\$ 18,697</u>	<u>\$ 831,439</u>	<u>\$ 832,579</u>	<u>\$ 17,557</u>
LIABILITIES:				
Fee office accounts payable	<u>\$ 18,697</u>	<u>\$ 1,568</u>	<u>\$ 2,708</u>	<u>\$ 17,557</u>
TOTAL LIABILITIES	<u>\$ 18,697</u>	<u>\$ 1,568</u>	<u>\$ 2,708</u>	<u>\$ 17,557</u>

(Continued)

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Fee Office Fund - District Clerk</u>	<u>Balance October 1, 1995</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 1996</u>
ASSETS:				
Cash and investments	<u>\$ 12,727</u>	<u>\$ 1,461,440</u>	<u>\$ 1,459,030</u>	<u>\$ 15,137</u>
TOTAL ASSETS	<u>\$ 12,727</u>	<u>\$ 1,461,440</u>	<u>\$ 1,459,030</u>	<u>\$ 15,137</u>
LIABILITIES:				
Fee office accounts payable	<u>\$ 12,727</u>	<u>\$ 2,410</u>	<u>\$ -</u>	<u>\$ 15,137</u>
TOTAL LIABILITIES	<u>\$ 12,727</u>	<u>\$ 2,410</u>	<u>\$ -</u>	<u>\$ 15,137</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Fee Office Fund - Sheriff</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	<u>\$ 333</u>	<u>\$ 14,139</u>	<u>\$ 13,989</u>	<u>\$ 483</u>
TOTAL ASSETS	<u>\$ 333</u>	<u>\$ 14,139</u>	<u>\$ 13,989</u>	<u>\$ 483</u>
LIABILITIES:				
Fee office accounts payable	<u>\$ 333</u>	<u>\$ 416</u>	<u>\$ 266</u>	<u>\$ 483</u>
TOTAL LIABILITIES	<u>\$ 333</u>	<u>\$ 416</u>	<u>\$ 266</u>	<u>\$ 483</u>

(Continued)

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

Fee Office Fund - <u>Community Supervision and Corrections</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	\$6,280	\$252,302	\$251,316	\$7,266
Accrued interest	5	-	5	-
Due from other funds	-	83	-	83
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$6,285</u>	<u>\$252,385</u>	<u>\$251,321</u>	<u>\$7,349</u>
LIABILITIES:				
Fee office accounts payable	\$6,277	\$ 1,782	\$ 710	\$7,349
Due to other funds	8	-	8	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES	<u>\$6,285</u>	<u>\$ 1,782</u>	<u>\$ 718</u>	<u>\$7,349</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Fee Office Fund - Justices of the Peace</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	\$ 683	\$ 844	\$ 732	\$ 795
Due from other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 683</u>	<u>\$ 844</u>	<u>\$ 732</u>	<u>\$ 795</u>
LIABILITIES:				
Fee office accounts payable	<u>\$ 683</u>	<u>\$ 130</u>	<u>\$ 18</u>	<u>\$ 795</u>
TOTAL LIABILITIES	<u>\$ 683</u>	<u>\$ 130</u>	<u>\$ 18</u>	<u>\$ 795</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Fee Office Fund - Constables</u>	Balance October 1, 1995	<u>Additions</u>	<u>Deductions</u>	Balance September 30, 1996
ASSETS:				
Cash and investments	<u>\$ 34</u>	<u>\$ 555</u>	<u>\$ 532</u>	<u>\$ 57</u>
TOTAL ASSETS	<u>\$ 34</u>	<u>\$ 555</u>	<u>\$ 532</u>	<u>\$ 57</u>
LIABILITIES:				
Fee office accounts payable	<u>\$ 34</u>	<u>\$ 35</u>	<u>\$ 12</u>	<u>\$ 57</u>
TOTAL LIABILITIES	<u>\$ 34</u>	<u>\$ 35</u>	<u>\$ 12</u>	<u>\$ 57</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

Departmental Special Fund - <u>Work Release Special</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	<u>\$ 14</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 15</u>
TOTAL ASSETS	<u>\$ 14</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 15</u>
LIABILITIES:				
Accounts payable - departmental special	<u>\$ 14</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 15</u>
TOTAL LIABILITIES	<u>\$ 14</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 15</u>

(Continued)

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Departmental Special Fund - Housing Finance Corporation - 1993 Refunding</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	\$ 2,927	\$ 82,605	\$ 84,931	\$ 601
Accrued interest	<u>9</u>	<u>-</u>	<u>9</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 2,936</u>	<u>\$ 82,605</u>	<u>\$ 84,940</u>	<u>\$ 601</u>
LIABILITIES:				
Accounts payable - departmental special	<u>\$ 2,936</u>	<u>\$ 109</u>	<u>\$ 2,444</u>	<u>\$ 601</u>
TOTAL LIABILITIES	<u>\$ 2,936</u>	<u>\$ 109</u>	<u>\$ 2,444</u>	<u>\$ 601</u>

(Continued)

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Departmental Special Fund - Juvenile Department Child Support</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	<u>\$ 326</u>	<u>\$28,056</u>	<u>\$28,036</u>	<u>\$ 346</u>
TOTAL ASSETS	<u>\$ 326</u>	<u>\$28,056</u>	<u>\$28,036</u>	<u>\$ 346</u>
LIABILITIES:				
Accounts payable - departmental special	<u>\$ 326</u>	<u>\$28,056</u>	<u>\$28,036</u>	<u>\$ 346</u>
TOTAL LIABILITIES	<u>\$ 326</u>	<u>\$28,056</u>	<u>\$28,036</u>	<u>\$ 346</u>

(Continued)

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Departmental Special Fund - Housing Finance Corporation - 1994 Refunding</u>	<u>Balance October 1, 1995</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 1996</u>
ASSETS:				
Cash and investments	<u>\$ 208</u>	<u>\$ 8,514</u>	<u>\$ 8,502</u>	<u>\$ 220</u>
TOTAL ASSETS	<u>\$ 208</u>	<u>\$ 8,514</u>	<u>\$ 8,502</u>	<u>\$ 220</u>
LIABILITIES:				
Accounts payable - departmental special	<u>\$ 208</u>	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ 220</u>
TOTAL LIABILITIES	<u>\$ 208</u>	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ 220</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Departmental Special Fund - Community Supervision and Collections Special</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	<u>\$2,905</u>	<u>\$6,753</u>	<u>\$2,923</u>	<u>\$6,735</u>
TOTAL ASSETS	<u>\$2,905</u>	<u>\$6,753</u>	<u>\$2,923</u>	<u>\$6,735</u>
LIABILITIES:				
Accounts payable - departmental special	<u>\$2,905</u>	<u>\$3,830</u>	<u>\$ -</u>	<u>\$6,735</u>
TOTAL LIABILITIES	<u>\$2,905</u>	<u>\$3,830</u>	<u>\$ -</u>	<u>\$6,735</u>

(Continued)

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Departmental Special Fund - Youth Village</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	<u>\$ 4</u>	<u>\$ 1</u>	<u>\$ 2</u>	<u>\$ 3</u>
TOTAL ASSETS	<u>\$ 4</u>	<u>\$ 1</u>	<u>\$ 2</u>	<u>\$ 3</u>
LIABILITIES:				
Accounts payable - departmental special	<u>\$ 4</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 3</u>
TOTAL LIABILITIES	<u>\$ 4</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 3</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Departmental Special Fund - District Attorney Check Collection</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	<u>\$ 49</u>	<u>\$ 189</u>	<u>\$ 104</u>	<u>\$ 134</u>
TOTAL ASSETS	<u>\$ 49</u>	<u>\$ 189</u>	<u>\$ 104</u>	<u>\$ 134</u>
LIABILITIES:				
Accounts payable - departmental special	<u>\$ 49</u>	<u>\$ 85</u>	<u>\$ -</u>	<u>\$ 134</u>
TOTAL LIABILITIES	<u>\$ 49</u>	<u>\$ 85</u>	<u>\$ -</u>	<u>\$ 134</u>

(Continued)

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUED

FISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Departmental Special Fund - Tax Assessor and Collector</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Cash and investments	\$ 32,698	\$ 203,051	\$ 210,291	\$ 25,458
Accounts receivable	67	27	-	94
Accrued interest	18	35	18	35
Due from other funds	<u>221</u>	<u>-</u>	<u>221</u>	<u>-</u>
TOTAL ASSETS	<u><u>\$ 33,004</u></u>	<u><u>\$ 203,113</u></u>	<u><u>\$ 210,530</u></u>	<u><u>\$ 25,587</u></u>
LIABILITIES:				
Accounts payable - departmental special	\$ 33,004	\$ 410	\$ 9,843	\$ 23,571
Due to other funds	<u>-</u>	<u>2,016</u>	<u>-</u>	<u>2,016</u>
TOTAL LIABILITIES	<u><u>\$ 33,004</u></u>	<u><u>\$ 2,426</u></u>	<u><u>\$ 9,843</u></u>	<u><u>\$ 25,587</u></u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1996
(in thousands of dollars)

Departmental Special Fund - <u>Deferred Compensation</u>	Balance October 1, <u>1995</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1996</u>
ASSETS:				
Restricted assets - investments	<u>\$ 26,131</u>	<u>\$ 4,831</u>	<u>\$ 1,879</u>	<u>\$ 29,083</u>
TOTAL ASSETS	<u>\$ 26,131</u>	<u>\$ 4,831</u>	<u>\$ 1,879</u>	<u>\$ 29,083</u>
LIABILITIES:				
Deferred compensation benefits	<u>\$ 26,131</u>	<u>\$ 4,831</u>	<u>\$ 1,879</u>	<u>\$ 29,083</u>
TOTAL LIABILITIES	<u>\$ 26,131</u>	<u>\$ 4,831</u>	<u>\$ 1,879</u>	<u>\$ 29,083</u>

This page left blank intentionally.

DALLAS COUNTY, TEXAS

GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets account group is used to account for fixed assets acquired by the County.

SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCE

SEPTEMBER 30, 1996
(in thousands of dollars)

GENERAL FIXED ASSETS:

Land	\$ 30,741
Buildings	350,371
Improvements other than buildings	1,528
Machinery and equipment	<u>63,579</u>

TOTAL GENERAL FIXED ASSETS \$ 446,219

INVESTMENT IN GENERAL FIXED ASSETS BY SOURCE:

Capital projects funds	\$ 353,845
Current revenues	91,197
Gifts	<u>1,177</u>

TOTAL INVESTMENT IN GENERAL FIXED ASSETS \$ 446,219

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS

FISCAL YEAR ENDED SEPTEMBER 30, 1996

(in thousands of dollars)

Changes by Function and Activity

	Balance October 1, 1995	Additions	Deductions	Balance September 30, 1996
General government	\$ 135,738	\$ 7,250	\$ (2,323)	\$ 140,665
Public safety	273,137	4,073	(1,680)	275,530
Streets and highways	15,310	1,106	(728)	15,688
Health	9,688	98	(141)	9,645
Public welfare	1,602	178	(38)	1,742
Schools	6	-	-	6
Libraries	2,929	16	(2)	2,943
Total before transfers	438,410	12,721	(4,912)	446,219
LESS - transfers	-	(2,875)	2,875	-
TOTAL	\$ 438,410	\$ 9,846	\$ (2,037)	\$ 446,219

Changes by Asset Types and Source

	Land	Buildings	Improvements Other Than Buildings	Machinery and Equipment	Total
BALANCE, OCTOBER 1	\$ 30,426	\$ 345,595	\$ 1,528	\$ 60,861	\$ 438,410
Add:					
Expenditures from County Funds:					
General	8	735	-	1,561	2,304
Road and bridge	-	-	-	944	944
Permanent improvement	-	191	-	5	196
Law library	-	-	-	11	11
Capital projects	307	3,799	-	1,924	6,030
Other funds	-	51	-	310	361
Gifts	-	-	-	-	-
Total additions	315	4,776	-	4,755	9,846
Deduct:					
Assets sold or otherwise disposed of	-	-	-	(2,037)	(2,037)
BALANCE, SEPTEMBER 30	\$ 30,741	\$ 350,371	\$ 1,528	\$ 63,579	\$ 446,219

This page left blank intentionally.

STATISTICAL SECTION

DALLAS COUNTY, TEXAS

ASSESSED VALUE AND ESTIMATED TRUE VALUE OF ALL TAXABLE PROPERTY -
 LAST TEN YEARS
 (in thousands of dollars)

<u>Year</u>	<u>Real Property</u>		<u>Personal Property</u>	
	<u>Assessed Value</u>	<u>Estimated True Value</u>	<u>Assessed Value</u>	<u>Estimated True Value</u>
1987	\$84,920,091	\$90,954,442	\$16,036,226	\$16,257,682
1988	85,552,000	88,803,817	16,566,410	16,685,749
1989	83,672,245	83,977,157	17,161,406	17,172,596
1990	81,486,795	82,083,974	17,547,621	17,547,621
1991	78,487,869	79,492,895	17,663,175	17,663,175
1992	74,412,681	75,159,313	18,312,400	18,312,400
1993	72,122,560	72,778,934	19,007,702	19,007,703
1994	73,502,664	74,184,153	18,881,430	18,881,430
1995	76,647,860	77,127,088	19,819,358	19,819,358
1996	80,238,089	80,545,377	20,732,381	20,732,381

Note: Assessed values shown in this table include amounts allowed for local option exemptions, homestead exemptions and disabled veterans exemptions. In 1974, the Dallas County Commissioners Court approved an allowance for homestead exemption for taxpayers over 65 years of age. In 1988, the Dallas County Commissioners Court approved a 20% allowance for homestead exemption for all taxpayers. The approved allowance for disabled veterans is \$1,500 for disabilities of 10% to 30%, \$2,000 for disabilities of 31% to 50%, \$2,500 for disabilities of 51% to 70%, and \$3,000 for disabilities greater than 70%.

The assessment date is January 1.

Source: Dallas County Tax Assessor-Collector.

TABLE 1

<u>Assessed Value</u>	<u>Total</u>	<u>Estimated True Value</u>	<u>Statutory Ratio of Assessed Value to True Value</u>
\$100,956,317		\$107,212,124	1.00
102,118,410		105,489,566	1.00
100,833,651		101,149,753	1.00
99,034,416		99,631,595	1.00
96,151,044		97,156,070	1.00
92,725,081		93,471,713	1.00
91,130,262		91,786,637	1.00
92,384,094		93,065,583	1.00
96,467,218		96,946,446	1.00
100,970,470		101,277,758	1.00

Note: The differences between assessed value and estimated true value are the result of property items whose values were in dispute at the time of certification of values by the Appraisal District.

DALLAS COUNTY, TEXAS

PROPERTY TAX RATES AND TAX LEVIES - LAST TEN YEARS

Year	General Fund Tax Rates (1)	Jury Fund	Permanent Improvement Fund
1987	0.08436	0.00112	0.00112
1988	0.09788	0.00105	0.00062
1989	0.10874	0.00159	0.00072
1990	0.11484	0.00182	0.00070
1991	0.12346	0.00191	
1992	0.13594	0.00186	
1993	0.13597	0.00183	
1994	0.14043	0.00197	
1995	0.16154	0.00206	
1996	0.15570	0.00180	0.00200

Tax levies (1)
(in thousands of dollars)

1987 (2)	\$ 75,194	\$ 980	\$ 980
1988	84,753	952	519
1989	92,471	1,352	612
1990	95,236	1,509	580
1991	98,688	1,527	
1992	104,284	1,429	
1993	102,135	1,368	
1994	106,843	1,494	
1995	128,350	1,631	
1996	130,208	1,510	1,668

Legal limitation note (3):

Original - Texas Constitution, Article 8, Section 9	\$ 0.80000
Additional authorized by voters - Texas Constitution	0.15000
Additional authorized by Article 4494 n.2	0.75000
Additional authorized by constitutional amendment, Article 3, Section 52 - limited only by annual requirements	<u>0.01821</u>
	<u>\$ 1.71821</u>

Legal limitation includes provision for debt service.

Taxes due: October 1

Taxes delinquent: January 31 year following levy

Tax lien and assessment date: January 1 year of levy

Taxes added to delinquent roll: July 1 year following levy

Discount allowed:

3% over 90 days before becoming delinquent

2% over 60 days before becoming delinquent

1% over 30 days before becoming delinquent

On June 19, 1989, the Dallas County Commissioners Court approved discontinuance of an allowance for a discount effective with the 1989 assessments.

Delinquent tax penalty and interest:

February of delinquent year - 6% penalty plus 1% interest

March of delinquent year - 7% penalty plus 2% interest

April of delinquent year - 8% penalty plus 3% interest

May of delinquent year - 9% penalty plus 4% interest

June of delinquent year - 10% penalty plus 5% interest

After July of delinquent year - 12% penalty plus 1% interest per month delinquent

TABLE 2

<u>Debt Service Funds</u>	<u>Total Primary Government</u>	<u>Component Unit</u>	<u>Total Reporting Entity</u>
0.04190	0.12850	0.1294	0.25794
0.05145	0.15100	0.1371	0.28812
0.05145	0.16250	0.15301	0.31551
0.05145	0.16881	0.17500	0.34381
0.05145	0.17682	0.19796	0.37478
0.06460	0.20240	0.20696	0.40936
0.06460	0.20240	0.20696	0.40936
0.06000	0.20240	0.19959	0.40199
0.05250	0.21610	0.19959	0.41569
0.05050	0.21000	0.19409	0.40409
\$ 37,330	\$114,484	\$115,095	\$229,579
44,498	130,722	118,674	249,396
43,753	138,188	130,101	268,289
42,667	139,992	145,105	285,097
41,127	141,342	158,221	299,563
49,564	155,277	158,756	314,033
48,529	152,032	155,439	307,471
45,660	153,997	151,840	305,837
41,724	171,705	158,566	330,271
42,238	175,624	162,307	337,931

Records of uncollected taxes are provided to the County's law firm under a contract authorized by the Commissioners Court in accordance with Sections 6.30 and 33.07 of the Property Tax Code of the State of Texas. A delinquent tax notice is mailed to the taxpayer not less than 30 or more than 60 days prior to July 1, the date at which unpaid accounts are placed with the law firm for collection. The taxpayer is notified by the law firm that his delinquent tax account has been placed for collection with them. If payment is not received within a reasonable period of time, the law firm will file suit for collection.

Tax levy figures are shown net of homestead exemption. Tax rates shown are amounts per hundred dollars of net assessed value.

- (1) Source: Dallas County financial records.
- (2) Figure for 1987 adjusted to reflect supplemental levy amounts.
- (3) Source: Civil Statutes of Texas.

DALLAS COUNTY, TEXAS

TAX LEVIES AND REPORTING ENTITY TAX COLLECTIONS - LAST TEN YEARS

(in thousands of dollars)

<u>Year</u>	<u>Tax Levies</u>	<u>Collections of Current Tax Levy During Fiscal Period (a)</u>	<u>Percentage of Tax Levy Collected During Fiscal Period (a)</u>	<u>Collections of Prior Year's Tax Levy During Fiscal Period (a)</u>
1987	\$229,579	\$ 217,492	94.70%	\$ 4,753
1988	249,396	245,578	98.50	3,349
1989	268,289	259,816	96.84	8,199
1990	285,097	276,378	96.94	6,292
1991	299,563	290,747	97.06	7,629
1992	314,033	303,865	96.76	6,929
1993	307,471	299,079	97.27	5,779
1994	305,837	297,790	97.37	5,426
1995	330,271	322,057	97.51	5,658
1996	337,931(b)			

Notes:

- (a) Tax collections begin October 1 of the year levied, and the fiscal period ends June 30 of the following calendar year.
- (b) Collections on the 1996 tax roll are incomplete until the end of the fiscal tax year, June 30, 1997.

Source: Dallas County financial records.

TABLE 3

<u>Total Collections</u>	<u>Percentage of Total Collections to Tax Levies</u>
\$ 222,245	96.81%
248,927	99.81
268,015	99.90
282,670	99.15
298,376	99.60
310,794	98.97
304,858	99.15
303,216	99.14
327,715	99.23

DALLAS COUNTY, TEXAS

RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE AND
NET BONDED DEBT PER CAPITA - LAST TEN YEARS

<u>Year</u>	<u>Estimated Population</u>	<u>Assessed Value</u>	<u>Gross Bonded Debt</u>	<u>Less Debt Service Funds</u>
1987	1,833,100	\$100,956,317,096	\$328,790,000	\$25,697,000
1988	1,820,650	102,118,410,151	453,330,000	26,473,000
1989	1,838,250	100,833,650,727	424,748,000	32,292,000
1990	1,852,810	99,034,415,882	394,970,000	31,593,000
1991	1,858,341	96,151,043,915	367,676,365	21,446,000
1992	1,873,850	92,725,081,175	409,570,000	19,232,000
1993	1,882,400	91,130,262,447	388,898,000	20,849,000
1994	1,913,395	92,384,094,273	359,200,000	21,787,000
1995	1,942,303	96,467,218,236	368,012,000	20,495,000
1996	1,959,281	100,970,470,200	333,920,000	18,479,000

Note: The information provided in this table excludes the bonded debt of the Enterprise Fund.

Source: Dallas County financial records.

TABLE 4

<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
\$303,093,000	0.00300	\$ 165
426,857,000	0.00418	234
392,456,000	0.00389	213
363,377,000	0.00367	196
346,230,365	0.00360	186
390,338,000	0.00421	208
368,049,000	0.00404	196
337,413,000	0.00365	176
347,517,000	0.00360	179
315,441,000	0.00312	161

DALLAS COUNTY, TEXAS

TABLE 5

TOP TEN TAXPAYERS

SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Name of Taxpayer</u>	<u>Type of Property</u>	<u>Total Assessed Valuation</u>	<u>Percent of Assessed Valuation</u>
Southwestern Bell Telephone Company	Telephone utility	\$ 1,242,626	1.23%
Texas Utilities Electric Company	Electric utility	1,077,804	1.07
Texas Instruments	Manufacturer of electronic equipment	932,978	0.92
GTE	Telephone utility	474,314	0.47
Southwest Airlines	Airline	449,066	0.44
Crescent Corp.	Real estate	350,214	0.35
Metropolitan	Insurance	283,318	0.28
MCI	Telephone utility	269,849	0.27
Vought/Loral	Defense/Aeronautics	239,800	0.24
IBM	Computers	<u>211,010</u>	<u>0.21</u>
TOTAL		<u>\$ 5,530,979</u>	<u>5.48%</u>

Note: Estimated amounts based on 1996 appraisal roll.

Source: Dallas County Tax Assessor-Collector.

DALLAS COUNTY, TEXAS

TABLE 6

REVENUES FROM SELECTED SOURCES - ALL GOVERNMENTAL FUND TYPES -
LAST TEN YEARSSEPTEMBER 30, 1996
(in thousands of dollars)

<u>Year</u>	<u>Property Taxes</u>	<u>Licenses, Fees and Permits</u>	<u>Fines and Forfeitures</u>	<u>Investments and Rentals</u>	<u>Inter-governmental Revenues</u>	<u>Charges for Current Services</u>	<u>Selected Sources Totals</u>
1987	\$ 108,023	\$ 8,177	\$ 7,035	\$ 25,052	\$ 19,367	\$ 47,429	\$ 215,083
1988	109,846	7,961	7,490	22,932	20,983	46,317	215,529
1989	129,819	7,529	10,183	32,761	23,993	43,858	248,143
1990	136,725	13,546	9,871	25,334	25,991	47,807	259,274
1991	138,153	15,587	9,237	23,083	29,672	46,539	262,271
1992	140,752	22,699	6,664	19,519	44,553	43,144	277,331
1993	152,983	24,159	7,304	16,001	61,928	40,523	302,898
1994	150,501	24,841	8,305	13,311	94,441	41,577	332,976
1995	152,031	26,189	9,514	17,157	67,810	40,265	312,966
1996	169,077	29,065	11,882	17,361	39,985	68,574	335,944

Note: This schedule does not include miscellaneous revenue items which generally are not budgeted or anticipated.

Source: Dallas County financial records.

DALLAS COUNTY, TEXAS

EXPENDITURES FOR SELECTED FUNCTIONS - ALL GOVERNMENTAL FUND TYPES -
LAST TEN YEARS

SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Streets and Highways</u>	<u>Health</u>	<u>Welfare</u>
1987	\$ 80,084	\$ 56,072	\$ 5,930	\$ 8,599	\$ 9,183
1988	85,337	59,381	6,452	10,138	8,982
1989	85,486	62,047	6,079	10,165	9,764
1990	93,721	69,989	6,906	12,335	13,653
1991	100,799	71,790	6,472	14,095	16,162
1992	111,300	78,513	7,347	16,356	14,821
1993	111,856	88,234	8,930	19,449	19,733
1994	118,158	106,929	7,076	25,378	25,759
1995	119,088	105,970	7,236	26,065	19,937
1996	122,405	102,164	8,021	25,854	18,054

Note: The General Government function in this table includes Judicial expenditures.

Source: Dallas County financial records.

TABLE 7

<u>Libraries</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Totals</u>
\$ 184	\$ 32,331	\$ 45,885	\$ 238,268
173	64,860	49,329	284,652
163	70,049	60,821	304,574
174	44,195	61,258	302,231
194	58,212	62,382	330,106
204	55,251	60,296	344,088
228	36,203	66,540	351,173
101	26,358	59,211	368,970
92	24,077	56,924	359,389
61	18,169	60,042	354,770

DALLAS COUNTY, TEXAS

TABLE 8

RATIO OF ANNUAL DEBT SERVICE FOR GENERAL OBLIGATION BONDED DEBT TO
TOTAL EXPENDITURES - ALL GOVERNMENTAL FUND TYPES - LAST TEN YEARSSEPTEMBER 30, 1996
(in thousands of dollars)

<u>Year</u>	<u>Total Expenditures</u>	<u>Debt Service</u>	<u>Debt Service as Percent of Total</u>
1987	\$ 238,268	\$ 45,885	19.26%
1988	284,652	49,329	17.33
1989	304,574	60,821	19.97
1990	302,231	61,258	20.27
1991	330,106	62,382	18.90
1992	344,088	60,296	17.52
1993	350,288	66,540	19.00
1994	368,970	59,211	16.05
1995	359,389	56,924	15.84
1996	354,770	60,042	16.92

Source: Dallas County financial records.

DALLAS COUNTY, TEXAS

TABLE 9

COMPUTATION OF LEGAL DEBT MARGIN
PRIMARY GOVERNMENT

SEPTEMBER 30, 1996
(in thousands of dollars)

ASSESSED VALUATION OF REAL PROPERTY		<u>\$ 80,238,089</u>
ASSESSED VALUATION OF ALL TAXABLE PROPERTY		<u>100,970,470</u>
BONDS ISSUED UNDER ARTICLE 3, SECTION 52, OF THE TEXAS CONSTITUTION:		
Debt limit, one-fourth of real property assessed valuation		20,059,522
Amount of debt applied to debt limit:		
Bonded debt	\$ 167,160	
Less debt service funds - appropriation for future debt payments	<u>9,251</u>	
Total amount of debt applicable to debt limit		<u>157,909</u>
LEGAL DEBT MARGIN, BONDS ISSUED UNDER ARTICLE 3, SECTION 52, OF THE TEXAS CONSTITUTION		<u>19,901,613</u>
BONDS ISSUED UNDER TEXAS GENERAL LAWS:		
Debt limit, five percent of assessed valuation of all taxable property		5,048,524
Amount of debt applied to debt limit:		
Bonded debt	166,760	
Less debt service funds - appropriation for future debt payments	<u>9,228</u>	
Total amount of debt applicable to debt limit		<u>157,532</u>
LEGAL DEBT MARGIN, BONDS ISSUED UNDER TEXAS GENERAL LAWS		<u>\$ 4,890,992</u>

As to bonds issued under Article 3, Section 52e of the Texas Constitution, counties "may issue bonds or otherwise lend its credit in any amount not to exceed one-fourth of the assessed valuation of the real property of such district or territory."

The pertinent section of Article 722 of Vernon's Civil Statutes is "the total indebtedness of any County for the purpose provided in this chapter, shall not be increased by any issue of bonds to a sum exceeding five percent of its said taxable values."

This page left blank intentionally.

DALLAS COUNTY, TEXAS

TABLE 10

SALARIES AND SURETY BONDS OF PRINCIPAL OFFICIALS

FISCAL YEAR ENDED SEPTEMBER 30, 1996

<u>Official Title</u>	<u>Incumbent</u>	<u>Amounts of</u>	
		<u>Salary</u>	<u>Surety Bond</u>
County Judge	Lee Jackson	\$ 93,708.00	\$ 5,000
Commissioner, Precinct 1	Jimmy L. Jackson	77,220.00	5,000
Commissioner, Precinct 2	Michael E. Cantrell	77,220.00	5,000
Commissioner, Precinct 3	John Wiley Price	77,220.00	5,000
Commissioner, Precinct 4	Kenneth A. Mayfield	77,220.00	5,000
County Auditor	Virginia Porter	90,228.00	5,000
County Treasurer	Bill Melton	74,736.00	25,000
Assessor-Collector of Taxes	David Childs	74,736.00	200,000(a)
County Clerk	Earl C. Bullock, Jr.	74,736.00	500,000
District Attorney	John Vance	114,192.00	5,000(b)
District Clerk	William R. Long	74,736.00	100,000
Sheriff	James C. Bowles	85,320.00	10,000

Note:

(a) Bonded to the County of Dallas	\$ 100,000
Bonded to the State of Texas	<u>100,000</u>
	<u>\$ 200,000</u>
(b) Bonded to the State of Texas	<u>\$ 5,000</u>

DALLAS COUNTY, TEXAS

SCHEDULE OF INSURANCE IN FORCE
PRIMARY GOVERNMENT

SEPTEMBER 30, 1996

<u>Type of Coverage</u>	<u>Property Covered</u>
Comprehensive	Boilers and machinery (\$25,000 deductible)
Theft, dishonesty and disappearance	Money and securities (\$500 deductible)
Losses while in depository	Money and securities
Theft, dishonesty and disappearance Tax Assessor-Collector (\$5,000 deductible)	Money, checks and securities (\$5,000 deductible) (a)
All risk	Telephone system (\$25,000 deductible)
Fire and theft	Contractors' equipment at Road & Bridge precincts (\$10,000 deductible)
Fire and extended coverage (all risk)	All County buildings and contents (\$500,000 deductible)
All risk	Data media and computer equipment (\$100,000 deductible)
All risk	Radio and television towers and equipment (\$5,000 deductible)
Workers' compensation	Certain grant-supported County district employees
Workers' compensation	Administration
Stop-loss insurance	County employees

(a) At peak periods, the maximum coverage at the Records Center is increased per special schedule up to a limit of \$525,000 during the period from October 31 through December 15.

(b) Scheduled by location.

TABLE 11

<u>Annual Premium</u>	<u>Amount of Coverage</u>	<u>Term</u>	<u>Carrier</u>
\$ 14,638	\$ 50,000,000	1/95 to 1/98	Lumbermans Mutual Casualty Company
4,105	Schedule	7/95 to 7/98	U.S. Fire Insurance
200	500,000	9/95 to 9/96	U.S. Fire Insurance
7,139	5,000 to 200,000 (b)	3/95 to 3/98	U.S. Fire Insurance
1,460	1,900,000	7/95 to 7/98	National Surety Corp.
9,115	6,629,065	1/94 to 11/97	Royal Insurance
88,679	384,558,955	11/95 to 11/98	Firemans' Fund
4,261	11,900,000	3/95 to 3/98	National Surety Corp.
1,800	659,000	1/94 to 1/97	Royal Insurance
162,490	Statutory	1/96 to 1/97	U.S. Fire Insurance
80,000	-	9/96 to 9/97	Self-insured; Willis Roilinson Inc., Third-Party Administrator
564,275	-	1/96 to 12/96	Blue Cross

DALLAS COUNTY, TEXAS

TABLE 12

COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT

SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Name</u>	<u>Indebtedness as of</u>	<u>Gross Debt Less Sinking Funds</u>	<u>Percentage of Debt Applicable to Dallas County</u>	<u>Dallas County's Share of Debt</u>
Dallas County	09/30/96	\$ 315,441	100.0 %	\$ 315,441
Hospital District	09/30/96	4,113	100.0	4,113
Water Control and Improvement District No. 6	09/30/96	6,439	100.0	6,439
Independent school districts:				
Carrollton-Farmers Branch	08/31/96	136,818	81.8	111,917
Cedar Hill	08/31/96	44,690	100.0	44,690
Coppell	08/31/96	90,958	100.0	90,958
Dallas	08/31/96	455,859	100.0	455,859
DeSoto	08/31/96	32,153	100.0	32,153
Duncanville	08/31/96	34,316	100.0	34,316
Ferris	08/31/96	4,825	8.0	386
Garland	08/31/96	201,912	100.0	201,912
Grand Prairie	08/31/96	96,317	100.0	96,317
Grapevine	08/31/96	134,602	0.1	135
Highland Park	08/31/96	31,069	100.0	31,069
Irving	08/31/96	103,222	100.0	103,222
Lancaster	08/31/96	23,452	100.0	23,452
Mesquite	08/31/96	183,092	100.0	183,092
Richardson	08/31/96	59,758	100.0	59,758
Wilmer-Hutchins	08/31/96	4,729	100.0	4,729
Total independent school districts		<u>1,637,772</u>		<u>1,473,965</u>

Source: Financial reports of governmental units which have overlapping debt.

(Continued)

DALLAS COUNTY, TEXAS

TABLE 12

COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT -- CONTINUED

SEPTEMBER 30, 1996
(in thousands of dollars)

<u>Name</u>	<u>Indebtedness as of</u>	<u>Gross Debt Less Sinking Funds</u>	<u>Percentage of Debt Applicable to Dallas County</u>	<u>Dallas County's Share of Debt</u>
Cities and towns:				
Addison	09/30/96	\$ 24,875	100.0 %	\$ 24,875
Balch Springs	09/30/96	10,001	100.0	10,001
Carrollton	09/30/96	94,545	64.7	61,171
Cedar Hill	09/30/96	8,664	98.3	8,517
Cockrell Hill	09/30/96	-	100.0	-
Coppell	09/30/96	39,748	98.9	39,311
Dallas	09/30/96	636,585	97.1	618,124
DeSoto	09/30/96	35,546	100.0	35,546
Duncanville	09/30/96	25,859	100.0	25,859
Farmers Branch	09/30/96	28,830	100.0	28,830
Garland	09/30/96	112,307	100.0	112,307
Glenn Heights	09/30/96	235	72.4	170
Grand Prairie	09/30/96	56,585	55.9	31,631
Highland Park	09/30/96	349	100.0	349
Hutchins	09/30/96	(124)	100.0	(124)
Irving	09/30/96	73,935	100.0	73,935
Lancaster	09/30/96	11,971	100.0	11,971
Mesquite	09/30/96	67,183	100.0	67,183
Richardson	09/30/96	84,011	86.7	72,838
Rowlett	09/30/96	18,908	85.8	16,223
Sachse	09/30/96	1,516	93.5	1,417
Seagoville	09/30/96	1,125	99.6	1,121
Sunnyvale	09/30/96	-	100.0	-
University Park	09/30/96	3,621	100.0	3,621
Wilmer	09/30/96	883	100.0	883
		<u>1,337,158</u>		<u>1,245,759</u>
Total cities and towns	09/30/96	<u>1,337,158</u>		<u>1,245,759</u>
TOTAL		<u>\$3,300,923</u>		<u>\$3,045,717</u>

Source: Financial reports of governmental units which have overlapping debt.

DALLAS COUNTY, TEXAS

REVENUE BOND COVERAGE - PARKING GARAGE
 LAST TEN YEARS
 (in thousands of dollars)

<u>Fiscal Year</u>	<u>Total Resources (1)</u>	<u>Operating Transfers</u>	<u>Net Resources Available for Debt Service</u>
1987	\$ 1,005	\$ 575	\$ 430
1988	1,030	625	405
1989	983	730	253
1990	643	340	303
1991	691	350	341
1992	890	405	485
1993	1,068	405	663
1994	1,215	450	765
1995	1,282	450	832
1996	1,307	450	857

(1) Includes undesignated fund balance at October 1.

Source: Dallas County financial records.

TABLE 13

<u>Debt Service Requirement</u>			<u>Coverage</u>
<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
\$ 85	\$ 123	\$ 208	2.07
90	119	209	1.94
95	114	209	1.21
100	109	209	1.45
105	103	208	1.64
110	97	207	2.34
115	91	206	3.22
120	85	205	3.73
125	78	203	4.10
135	72	207	4.14

DALLAS COUNTY, TEXAS

DALLAS COUNTY PARTICIPATION ANALYSIS OF FUNDING PROGRESS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM

LAST TEN YEARS

(in thousands of dollars) (As Required by GASB No. 5)

<u>Calendar Year</u>	<u>Net Assets Available For Benefits</u>	<u>Pension Benefit Obligation</u>	<u>Percentage Funded</u>	<u>(Unfunded) Assets in Excess of Pension Benefit Obligation</u>
1986	\$ 122,562	\$ 132,718	92.3%	\$(10,156)
1987	142,169	157,562	90.2	(15,393)
1988	162,298	178,712	90.8	(16,414)
1989	184,106	202,131	91.1	(18,025)
1990	206,119	201,385	102.4	4,734
1991	232,306	225,520	103.0	6,786
1992	257,621	249,024	103.5	8,597
1993	282,315	279,667	100.9	2,648
1994	310,304	305,554	101.6	4,750
1995	334,970	327,643	102.2	7,327

Source: Texas County and District Retirement System.

TABLE 14

<u>Annual Covered Payroll</u>	<u>(Unfunded) Assets in Excess of Pension Benefit Obligation as a Percentage of Covered Payroll</u>	<u>Annual County Contributions</u>	<u>Annual County Contributions as a Percentage of Covered Payroll</u>
\$ 95,808	(10.6)%	\$ 6,707	7.0%
103,707	(14.8)	7,260	7.0
107,324	(15.3)	7,520	7.0
109,409	(16.5)	7,665	7.0
120,343	3.9	8,424	7.0
128,100	5.3	8,967	7.0
134,500	6.4	9,415	7.0
139,537	1.9	9,768	7.0
149,914	3.2	10,494	7.0
150,914	4.9	10,559	7.0

DALLAS COUNTY, TEXAS

DISCRETE COMPONENT UNIT
 DEFINED BENEFIT PENSION PLAN REVENUES BY SOURCE AND EXPENSES BY TYPE -
 TEN-YEAR HISTORICAL TREND BEGINNING JANUARY 1, 1986
 (As Required by GASB No. 5)

Calendar Year	Revenue by Source		
	Employer Contribution	Employee Contributions	Investment Income
1986	\$2,700,000	\$2,393,955	\$1,480,209
1987	1,900,000	2,771,004	2,072,595
1988	-	3,088,621	2,536,420
1989	-	3,335,731	2,932,457
1990	-	3,984,145	3,356,752
1991	1,700,000	4,797,566	5,458,702
1992	1,650,000	5,799,089	4,048,769
1993	1,904,700	6,496,544	6,443,325
1994	2,441,034	7,216,513	1,617,683
1995	2,345,859	7,619,557	13,215,456

The above contributions are made in accordance with actuarial requirements.

The most recent audited financial statements of the defined benefit pension plan are as of December 31, 1995.

Source: Dallas County Hospital District.

TABLE 15

<u>Expense by Type</u>				<u>Employer Contribution as as Percentage of Covered Payroll</u>
<u>Benefit Payments</u>	<u>Administrative Expenses</u>	<u>Refunds of Employee Contributions</u>	<u>Purchase of Annuities for Retirees</u>	
\$ 63,514	\$ 16,486	\$1,012,762	\$1,051,194	5.1%
179,894	2,667	791,363	239,212	3.1
294,099	57,476	871,207	-	-
408,684	129,164	1,076,857	-	-
499,035	241,562	1,102,138	-	-
609,622	144,892	1,079,992	-	1.8
863,247	207,062	1,367,828	-	1.5
958,606	459,070	1,483,977	-	1.3
1,167,182	577,378	2,040,718	-	1.5
1,294,593	421,859	1,934,435	-	1.4

This page left blank intentionally.

DALLAS COUNTY, TEXAS

TABLE 17

PROPERTY VALUES AND NEW CONSTRUCTION -
LAST TEN YEARS
(in thousands of dollars)

<u>Year</u>	<u>Total Property Value</u>	<u>Total New Construction</u>
1987	\$ 107,212,124	\$ 2,737,510
1988	105,489,566	3,439,895
1989	101,149,753	1,314,052
1990	99,631,595	1,519,252
1991	97,156,070	1,617,873
1992	93,471,713	1,884,932
1993	91,786,637	974,903
1994	93,065,583	1,155,722
1995	96,946,446	1,427,470
1996	101,277,758	1,685,480

Source: Dallas County Central Appraisal District.

DALLAS COUNTY, TEXAS

TABLE 18

TAX RATES FOR GOVERNMENTAL UNITS
WITH OVERLAPPING DEBT

Name	1996	1995	1994	1993	1992	1991	1990	1989	1988	1987
Dallas County	.21000	.21610	.20240	.20240	.20240	.17682	.16881	.16250	.15102	.12854
Hospital District	.19409	.19959	.19959	.20271	.20696	.19796	.17500	.15301	.13710	.12940
Community College Distri	.05206	.05206	.05206	.05210	.04935	.04648	.04310	.04030	.03892	.03950
<u>School Districts</u>										
Carrollton	1.46190	1.43290	1.43210	1.44250	1.42060	1.33040	0.99740	0.92470	0.84700	0.80700
Cedar Hill	1.75000	1.75000	1.63000	1.65000	1.73000	1.50000	1.26300	1.14000	1.04000	1.23000
Coppell	1.60000	1.59500	1.54500	1.54500	1.52520	1.39240	0.93500	0.93500	0.86000	0.82000
Dallas	1.46053	1.41810	1.41813	1.41800	1.29330	1.10000	0.97350	0.81850	0.71250	0.63930
DeSoto	1.64860	1.61860	1.61860	1.61360	1.61360	1.51800	1.43500	1.34500	1.11000	1.06000
Duncanville	1.60680	1.60680	1.57240	1.55760	1.44240	1.19000	1.04000	0.89000	0.81000	0.78000
Ferris	1.50000	1.50000	1.50000	1.44000	1.44860	1.43340	1.23000	1.23000	1.20000	1.05000
Garland	1.44280	1.44280	1.44280	1.37840	1.39360	1.24000	1.16000	1.04000	0.96500	0.91000
Grand Prairie	1.46780	1.46780	1.46780	1.46780	1.42800	1.42800	1.18000	1.12000	0.99000	0.88500
Grapevine	1.46700	1.46910	1.47910	1.41920	1.39000	1.22140	1.05000	0.96000	0.90000	0.85000
Highland Park	1.61310	1.60450	1.66040	1.68040	1.42420	1.35300	0.68990	0.59740	0.51820	0.54380
Hutchins	1.70700	1.72100	1.74470	1.75000	1.80400	1.71000	1.35000	1.31000	1.22000	1.20000
Irving	1.66340	1.63860	1.56960	1.55460	1.49490	1.36460	1.13070	1.03320	0.87090	0.76090
Lancaster	1.69930	1.69990	1.69990	1.66880	1.62250	1.65000	1.48710	1.48000	1.20540	1.07000
Mesquite	1.50000	1.50000	1.50000	1.46000	1.45760	1.36240	1.18000	0.94000	0.84000	0.75000
Richardson	1.56980	1.56980	1.56980	1.56980	1.50960	1.37740	1.12400	1.04200	0.95900	0.95900
Sunnyvale	1.20500	1.22200	1.24200	1.26140	1.26140	1.16620	0.67500	0.64000	0.60000	0.63000
<u>Cities and Towns</u>										
Addison	.45500	.51770	.52450	.52710	.53380	.48730	.48730	.36000	.36000	.32000
Balch Springs	.59241	.59625	.60211	.58630	.55000	.55340	.55340	.55340	.55340	.49930
Carrollton	.60430	.60430	.57830	.57830	.58660	.55400	.55400	.55000	.51000	.51000
Cedar Hill	.66130	.65289	.64220	.64220	.61390	.56900	.48740	.42060	.37080	.35690
Cockrell Hill	.73996	.71538	.70064	.66830	.64270	.62920	.60000	.60000	.49000	.46000
Coppell	.66860	.66950	.66950	.68950	.69950	.67300	.63500	.56000	.56000	.56000
Dallas	.67220	.65260	.67440	.67440	.67440	.62970	.62970	.58330	.53720	.53720
DeSoto	.62860	.58860	.64850	.63000	.61000	.57000	.50000	.47000	.43000	.40000
Duncanville	.72000	.72190	.85480	.85800	.83610	.78000	.74450	.64900	.59000	.59000
Farmers Branch	.44000	.44000	.44000	.44000	.44000	.40000	.40000	.40000	.40000	.40000
Garland	.63360	.63360	.63360	.61910	.59900	.58320	.55610	.53690	.52660	.45640
Glenn Heights	.84830	.84830	.85000	.85000	.68000	.65000	.61000	.57580	.52000	.52000
Grand Prairie	.69560	.69560	.69560	.69560	.64090	.62260	.61950	.58740	.54540	.48970
Highland Park	.29700	.29700	.29710	.29250	.28290	.26970	.26500	.25220	.22000	.22500
Hutchins	.57115	.57115	.57120	.57110	.57160	.55440	.53980	.49200	.46740	.45900
Irving	.50860	.50570	.52210	.52210	.50500	.47550	.45300	.43900	.40890	.38940
Lancaster	.55170	.55170	.67170	.67170	.67170	.61330	.55250	.51220	.47740	.49240
Mesquite	.54148	.54148	.52830	.51000	.47000	.57000	.53000	.51000	.51000	.51000
Richardson	.44385	.44385	.45390	.45390	.41000	.39280	.39280	.39280	.34320	.32050
Rowlett	.60500	.60500	.57320	.57320	.56550	.53020	.49780	.43930	.43930	.41390
Sachse	.66450	.64950	.64950	.65000	.60100	.55500	.50000	.50000	.45000	.45000
Seagoville	.55408	.53634	.52660	.60020	.58390	.53770	.49850	.48220	.44470	.46600
Sunnyvale	.35739	.35233	.34390	.34980	.35980	.25430	.21120	.22200	.20970	.19780
University Park	.46137	.46581	.47730	.49620	.48520	.46870	.45250	.43500	.39400	.41360
Wilmer	.66000	.66000	.66000	.66000	.66000	.66000	.66000	.66000	.66000	.66000

Source: Financial reports of governmental units which have overlapping debt.

DALLAS COUNTY, TEXAS

TABLE 19

MISCELLANEOUS STATISTICAL DATA

Date of Incorporation 1846

Form of Government: A public corporation and political subdivision of the State of Texas

Number of County employees, September 30, 1996 6,365

Area - square miles 900

Population (a):	1850	2,743	1900	82,726	1950	614,799	1991	1,858,341
	1860	8,665	1910	135,748	1960	951,527	1992	1,873,850
	1870	13,314	1920	210,551	1970	1,327,321	1993	1,882,400
	1880	33,488	1930	325,691	1980	1,556,549	1994	1,913,395
	1890	67,042	1940	398,564	1990	1,852,810	1995	1,942,303
							1996	1,959,281

Elections (b):

	1992	1993	1994	1995	1996
	<u>General</u>	<u>General</u>	<u>General</u>	<u>General</u>	<u>General</u>
Registered voters	894,588	920,048	862,138	938,651	1,059,853
Number of votes cast	667,100	94,464	465,078	54,461	562,439
Percentage of registered voters voting	74.57%	10.27%	53.94%	5.80%	53.07%

Miles of maintained roads, 1996 (c) (excludes federal and state highways and city streets):

Paved streets, bridges and culverts	1,460.92
Earth and gravel streets, bridges and culverts	<u>1.56</u>
Total	1,462.48

Climate, 1996 (d):

Altitude	450 - 750 feet	
Rainfall (inches):		
Normal	33.70	
Actual	35.40	
Temperature (F):	High	Low
Normal average	76.3	54.6
Actual average	76.5	55.5

Data Sources:

- (a) Census Bureau
- (b) Elections Dept.
- (c) Public Works Dept.
- (d) Weather Bureau

(Continued)

MISCELLANEOUS STATISTICAL DATA--CONTINUED

County of Dallas:	
Total assets, all Dallas area banks - 1996 (e)	\$79,400,000,000
Total consumption of natural gas mcf - 1996 (f)	71,216,649

Radio and Television (g):	
Radio stations	50
Television stations	15

Colleges and Universities (g)	44
-------------------------------	----

FEE OFFICE FACTS (h)

	<u>1994</u>	<u>1995</u>	<u>1996</u>
Justice of the Peace Courts:			
Employees	88	83	97
Cases	148,743	164,161	185,633
Budget	\$3,621,887	\$3,709,323	\$3,831,849
Fee income	\$992,934	\$1,037,198	\$1,038,579
Fine income	\$1,855,735	\$1,823,231	\$2,415,944
County Treasurer:			
Employees	15	17	16
Total receipts	\$15,239,454,864	\$18,574,087,917	\$19,502,990,029
Total disbursements	\$15,118,232,515	\$18,287,240,727	\$19,444,460,741
Investment earnings	\$9,311,876	\$14,244,462	\$14,658,569
Budget charges	\$611,829	\$668,482	\$669,083
Fee income	\$181,038	\$208,552	\$308,457

Data Sources:

- (e) Federal Reserve
- (f) Lone Star Gas
- (g) Chamber of Commerce

(Continued)

DALLAS COUNTY, TEXAS

TABLE 19

MISCELLANEOUS STATISTICAL DATA
FEE OFFICE FACTS (h) -- CONTINUED

	<u>1994</u>	<u>1995</u>	<u>1996</u>
Constables:			
Employees	189	186	199
Civil process	129,883	134,753	136,192
Budget charges	\$7,119,592	\$7,384,902	\$7,622,701
Fee income	\$5,301,263	\$5,377,997	\$5,445,674
District Clerk:			
Employees	226	210	205
Civil process cases	48,058	50,741	54,756
Criminal cases	27,640	25,374	26,282
Jurors	103,269	109,632	109,524
Budget charges	\$7,192,464	\$7,138,739	\$7,168,056
Fee income	\$4,075,539	\$4,342,915	\$4,386,235
Assessor-Collector of Taxes:			
Employees	213	214	227
Ad valorem assessment notices issued	709,118	709,118	713,836
Motor vehicle registrations	1,641,409	1,641,000	2,080,723
Budget charges	\$7,225,743	\$7,211,675	\$7,431,038
Collections	\$772,591,012	\$805,318,022	\$960,740,973
County Clerk:			
Employees	171	167	174
Marriage licenses	18,888	19,257	19,609
Civil suits	9,879	9,954	10,461
Probate cases	7,942	8,069	8,451
Criminal cases	76,132	82,552	78,045
Budget charges	\$6,521,923	\$6,628,426	\$6,353,449
Fee income	\$8,009,653	\$7,448,086	\$8,424,339
Sheriff:			
Employees	1,816	1,713	1,805
Daily average in county jail	9,343	7,202	6,380
Persons booked	110,718	121,571	108,012
Civil process cases	13,305	10,822	10,682
Budget charges	\$70,512,814	\$67,224,036	\$62,868,556
Fee income	\$ 2,833,029	\$ 3,251,388	\$4,711,456
Average food cost per person per day	\$1.80	\$2.19	\$1.77

Data Sources:

(h) Dallas County financial records

(Continued)

MISCELLANEOUS STATISTICAL DATA--CONTINUED

Dallas County Schools (i)

Changes in cash balances for the year ended August 31, 1996:

	Balance September 1, <u>1995</u>	<u>Receipts</u>	<u>Disbursements</u>	Balance August 31, <u>1996</u>
Operating account	\$ 141,224	\$44,472,612	\$44,742,126	\$ (128,290)
Consolidated payroll account	40,000	14,171,267	14,171,267	40,000
Investments	<u>11,710,556</u>	<u>9,595,584</u>	<u>9,286,075</u>	<u>12,020,065</u>
Total	<u>\$11,891,780</u>	<u>\$68,239,463</u>	<u>\$68,199,468</u>	<u>\$11,931,775</u>

Data Sources:

(i) Dallas County School District.