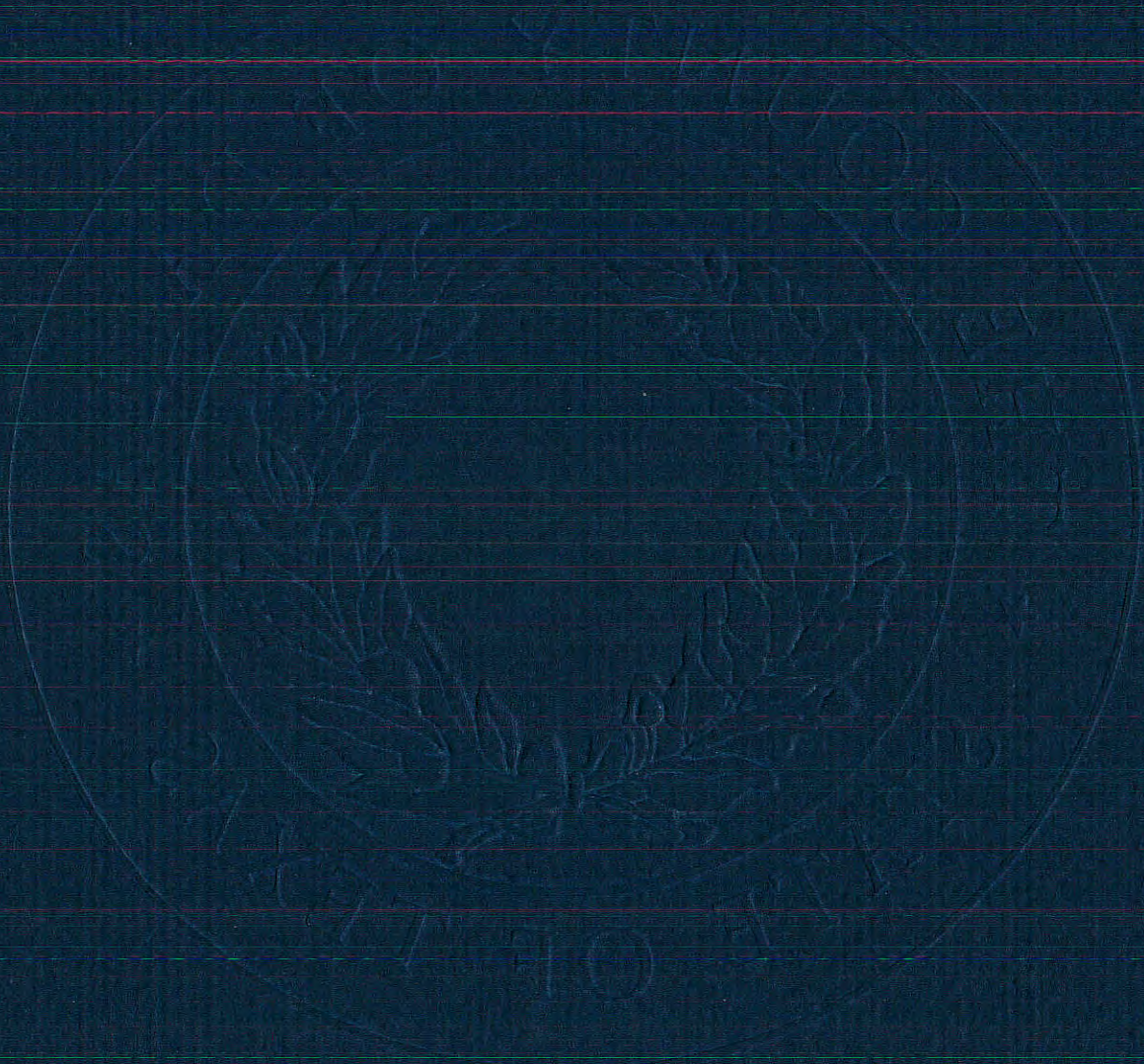


**COMPREHENSIVE ANNUAL FINANCIAL REPORT
DALLAS COUNTY, TEXAS**



**FOR THE YEAR ENDED
SEPTEMBER 30, 1997**

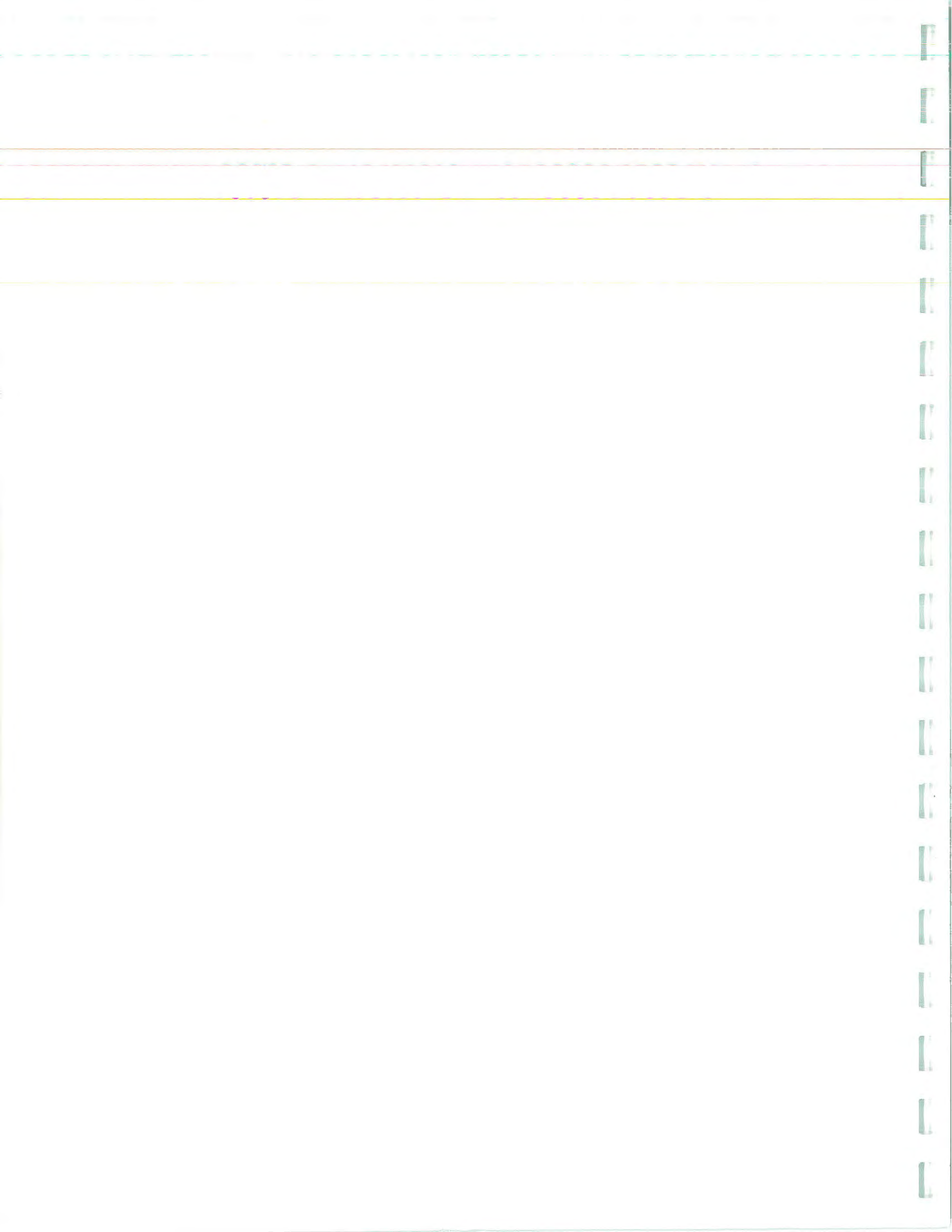


DALLAS COUNTY, TEXAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED SEPTEMBER 30, 1997

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, 1997

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	xvi
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, 1997

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

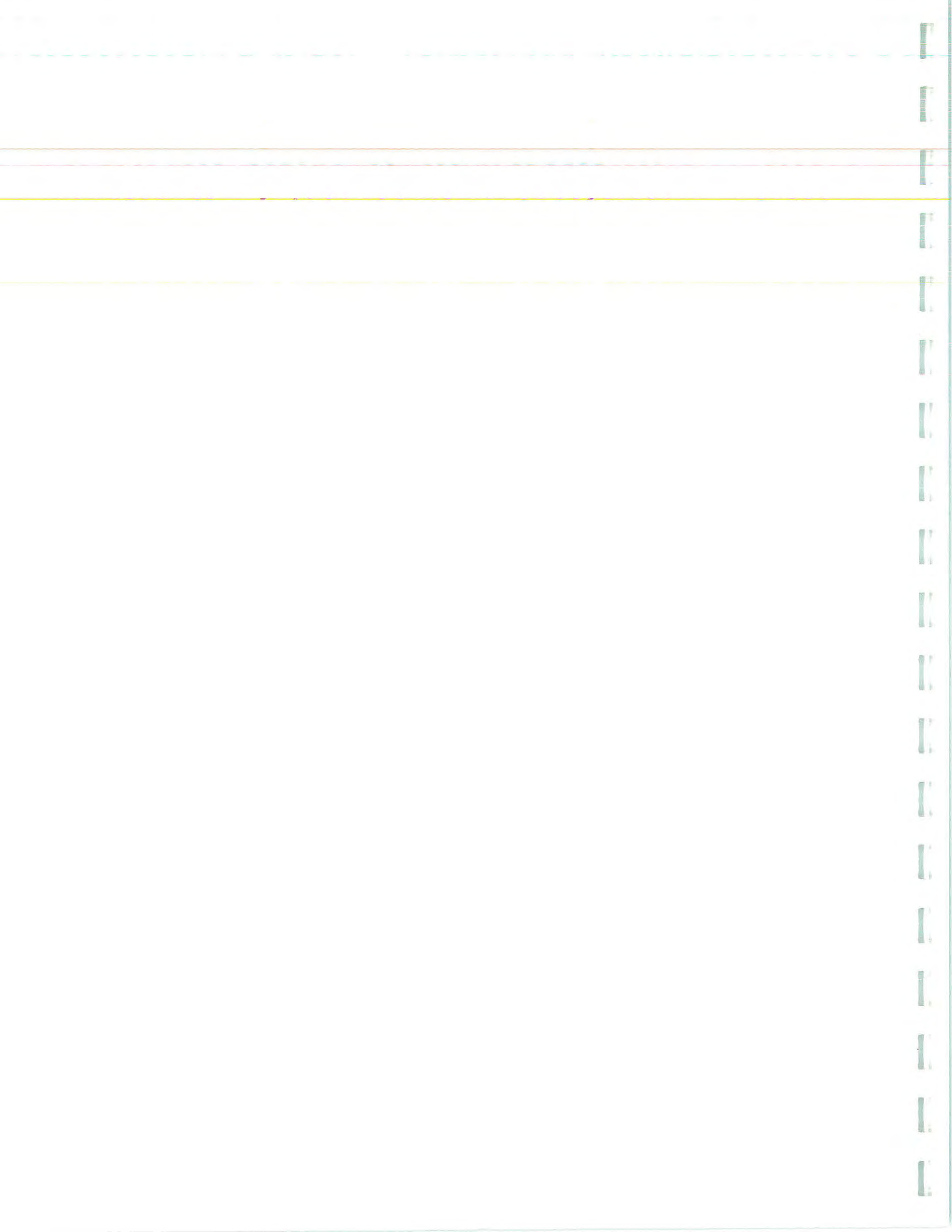
DALLAS COUNTY, TEXAS

Comprehensive Annual Financial Report
Fiscal Year Ended September 30, 1997

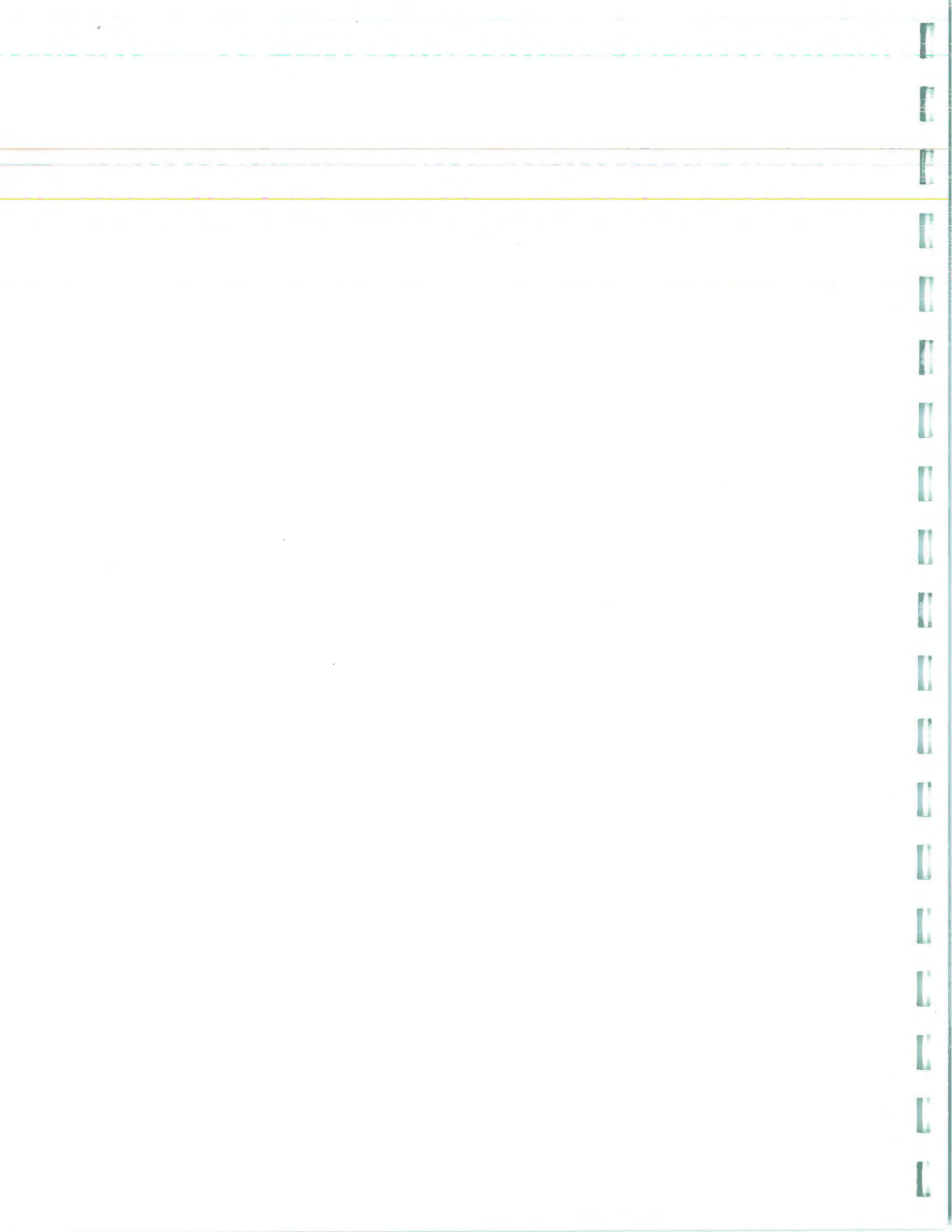
TABLE OF CONTENTS

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



INTRODUCTORY SECTION

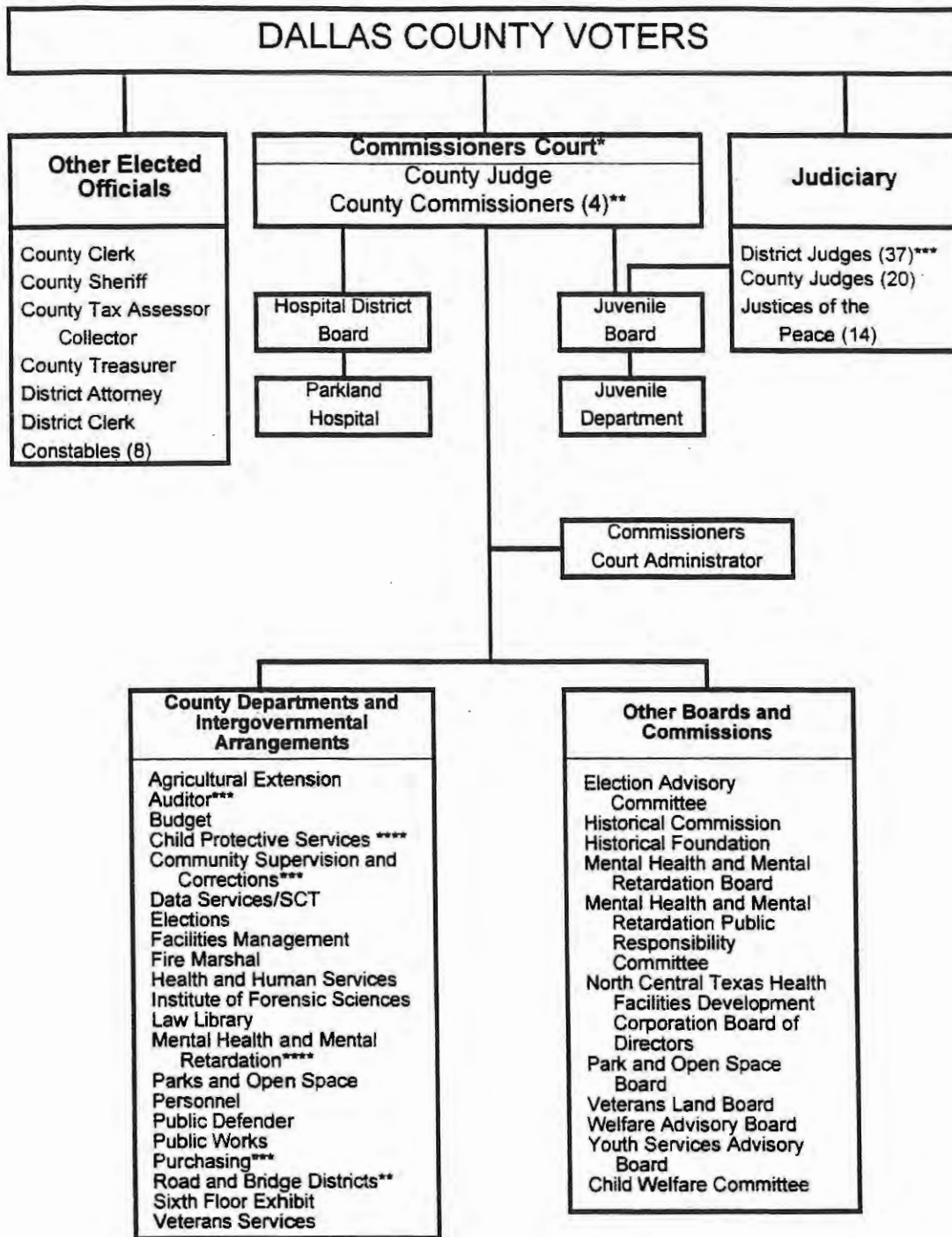


DALLAS COUNTY, TEXAS

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

February 25, 1998

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, 1997, 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 blended 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 H. 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 Dallas County Local Workforce Development Board, 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 is also centrally located within the United States. The County region was opened for settlement by the Mexican colonization laws and was included in an empresario grant before 1836, but actual settlement was delayed until 1841. The first Texas legislature created the County from parts of Robertson and Nacogdoches counties on March 30, 1846, and designated the town of Dallas (a post office since 1844) as temporary "seat of Justice." The act does not state whom the County's name honors; it probably was George M. Dallas, then vice president of the United States. Two elections were held in 1850 to fix the City of Dallas as the permanent county seat. The County encompasses an area of 900 square miles. The 1990 Census reported a population of 1,852,820. The County had an estimated 1997 population of 2,013,700.

Dallas first began building its diversified economy as an agricultural trade center in the mid-1800s and has since developed into the wholesale and retail market center for the entire southwest. Passage of the North American Free Trade Agreement ("NAFTA") has strengthened the metro area's trade sector. Dallas' strength as a trade center has allowed the finance, insurance and manufacturing industries to grow, building strong ties to petroleum by becoming the industry's banker. To date, Dallas remains the headquarters of many oil and gas companies.

The area's diversified industrial structure provided some protection to the economy against the mid-1980s oil bust. Although the national recession did not impact Dallas as much as the rest of the nation, employment growth remained slow. Recently, economic growth in Dallas has accelerated. As a result, the area remains a favorite for long-term development due in part to its transportation infrastructure, cost of doing business and work force.

The following paragraphs and tables contain statistical information pertaining to the County and areas which include the County, such as the Dallas/Fort Worth Consolidated Metropolitan Statistical Area, which consists of the Dallas/Fort Worth SMSA plus Hood and Wise Counties. Whenever available, Countywide information was used in lieu of city or multicounty information.

Top Private Employers

Over 138,000 businesses are located in the Dallas area. There are approximately 34,000 corporations with over 6,500 headquartered in the area. Below are the top 20 employers located within the Dallas/Fort Worth Consolidated Metropolitan Statistical Area, as reported by the Dallas Chamber of Commerce:

<u>Company</u>	<u>Product</u>	<u>Employees</u>
AMR Corp.	Airline Technology and Transportation Services	27,000
Texas Instruments, Inc.	Electronics	19,000
Dallas Public Schools	Public Independent School District	17,169
City of Dallas	Municipality	12,324
U.S. Postal Services	Federal Agency	12,000
Baylor Health Care System	Health Care to Dallas and North Texas	11,900
Electronic Data Systems	Information Technology Services	10,000
J.C. Penney Co., Inc.	Retail Sales	10,000
Kroger Co., Dallas Marketing Area, The	Grocery Store Chain	9,000
Tom Thumb Food and Pharmacy	Grocery Store Chain	9,000
Baylor University Medical Center	Healthcare and Medical Training	8,108
Columbia Healthcare	Healthcare Service	8,000
Southwestern Bell Telephone Company	Telephone Utility	7,749
GTE Corporation	Telecommunications	7,400
Minyard Food Stores, Inc.	Retail Grocery Store Chain	7,000
NationsBank Texas	Financial Services	7,000
Delta Airlines, Inc.	Commercial Airline	6,600
Bell Helicopter Textron, Inc.	Military and Commercial Vertical Flight Aircraft	6,300
AT&T Corporation	Global Telecommunications Corporation	6,000
Brinker International, Inc.	Restaurant Corporation	6,000

Source: Dallas Chamber of Commerce

Sales Taxes

The City of Dallas, along with 14 of its suburbs, pays an 8.25% retail sales tax comprised of a 6.25% state tax, a 1.00% local tax and a 1.00% Regional Transit Authority tax.

Income Taxes

Neither the State of Texas, the County nor any city in the County has a personal or corporate income tax.

Labor Force

Civilian Labor Force Estimates

	Annual				
	1997*	1996	1995	1994	1993
Dallas Metropolitan Statistical Area (Actual):					
Total civilian labor force	1,839,200	1,764,900	1,723,600	1,672,596	1,613,043
Total unemployment	70,700	62,000	79,700	88,472	95,179
Percent unemployed	3.8%	3.5%	4.6%	5.3%	5.9%
Total employment	1,768,500	1,702,900	1,643,900	1,584,124	1,517,864
State of Texas (Actual):					
Total civilian labor force	9,996,200	9,738,300	9,654,900	9,384,000	9,140,000
Total unemployment	534,200	474,200	590,600	604,000	641,800
Percent unemployed	5.3%	4.9%	6.1%	6.4%	7.0%
Total employment	9,462,000	9,264,100	9,064,300	8,780,000	8,499,000
United States (Actual):					
Total civilian labor force	137,459,000	135,016,000	132,008,000	131,061,800	128,040,000
Total unemployment	6,594,000	6,577,000	6,872,000	7,996,600	8,734,000
Percent unemployed	4.8%	4.9%	5.2%	6.1%	6.8%
Total employment	130,865,000	128,439,000	125,136,000	123,065,200	119,306,000

Source: Texas Employment Commission

* As of August 31, 1997

Fortune/Forbes 500 Companies

The Dallas/Fort Worth area is home to the headquarters of 14 of the nation's *Fortune* 500 companies and 20 of the nation's *Forbes* 500 companies. Many additional *Fortune* and *Forbes* 500 companies maintain U.S. administrative offices in the Dallas/Fort Worth area, although their corporate headquarters are located elsewhere.

Fortune 500 Headquarters in the Dallas/Fort Worth Area (Publicly Held Companies)

<u>Number</u>	<u>Company</u>	<u>Revenues</u> (\$ Millions)
1	Exxon	\$110,009.0
2	J.C. Penney Co., Inc.	21,419.0
3	AMR	16,910.0
4	Kimberly-Clark	13,788.6
5	Texas Instruments	13,128.0
6	Burlington Northern	6,183.0
7	Tandy Corporation	5,839.1
8	Texas Utilities	5,638.7
9	Dresser Industries	5,628.7
10	FoxMeyer Health	5,177.1
11	Central & South West Corporation	3,735.0
12	Centex	3,277.5
13	Southwest Airlines	2,872.8
14	CompUSA	2,813.1

Source: *Fortune*, April 29, 1996 - Revenues are as of 1994

MAJOR INITIATIVES

FOR THE YEAR

Juvenile Justice - The County and the Juvenile Board of the County were awarded \$3.6 million through the Texas Juvenile Probation Commission ("TJPC") to construct a secure post-adjudication juvenile facility. The agreement requires a 20-year commitment to build and operate a facility that complies with TJPC standards. The funding to operate the facility will be a normal part of the Juvenile Department's operation and should involve no greater cost than is currently incurred for residential placement.

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 continued to provide revenue to the County. The County also experienced a large increase in the number of Immigration and Naturalization System prisoners housed by the Sheriff in fiscal year 1997. Total earnings were \$9.7 million from holding non-County prisoners in fiscal year 1997.

Computer Technology - A data processing migration plan from a centralized mainframe computer system to a distributed open computing environment was approved in fiscal year 1995. Implementation of the Civil Courts Management module continued during fiscal year 1997. The operation is expected to go "live" in fiscal year 1998. A comprehensive assessment of the County's exposure to year 2000 issues was completed during the year. The County is now proceeding to replace, rebuild or convert each of the County's computer programs. Requests for Proposals were issued for a comprehensive financial system and an elections system. Implementation processes will begin in fiscal year 1998.

Public Works - The County has continued the Congestion Mitigation and Air Quality Improvement Program ("CMAQ") with the Texas Department of Transportation. The County has been responsible for the mitigation and remediation of any environmental problems associated with the development and construction of projects (logically grouped intersections). During fiscal year 1997, the County received reimbursements of \$3,412, which represents 80% of costs incurred.

Sale of Bonds - In fiscal year 1997, 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.

FOR THE FUTURE

Major Technology Fund - Beginning with the fiscal year 1998 budget, 0.5 cents of the tax rate will be dedicated to projects associated with the improvement of the County's outmoded computer systems. The County's outsourced computer department has produced a master plan and a multiyear budget intended to achieve the upgrade by replacing many large applications programs with state-of-the-art vendor-supported programs. In fiscal year 1998, the majority of the Major Technology Fund will be spent on year 2000 upgrades.

Certificate of Obligation ("CO") - The County strictly limits its issuance of COs. The Series 1997-B CO will include funding for a new voter registration and precinct-based counting system; Phase I of the upgrade to

the County's general ledger, payroll and purchasing systems; a visitor information center in the Old Red Courthouse; and other major architectural and engineering improvements.

Tax Abatements - The County Tax Abatement Policy is being reviewed for inclusion of "under-utilized" areas within the County. Eligibility criteria and abatement limits are being considered.

Child Protective Services - 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.

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 payments to the County in fiscal year 1997 were \$3.5 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, 1997, 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 1996</u>	<u>Percent of Increase (Decrease)</u>
Taxes	\$ 174,519	48.5 %	\$ 5,442	3.2 %
Highway license fees	28,070	7.8	(599)	(2.1)
Fines and forfeitures	12,857	3.6	975	8.2
Investments and rentals	19,991	5.6	2,630	15.1
Intergovernmental revenues	40,733	11.3	748	1.9
Charges for current services	76,444	21.2	7,870	11.5
Other revenues	7,206	2.0	(548)	(7.1)
Total	\$ 359,820	100.0 %	\$ 16,518	4.8 %

The large increase in tax revenues is due to favorable market conditions which contributed to a 4.7% increase in assessed values on the 1996 tax roll. Investments and rentals were also affected by the favorable market conditions. The charges for current services increased as a result of the County's continuing effort to receive compensation for services rendered.

Assessed valuations of \$107,875,664 for ad valorem taxes represent an increase of 6.8% from the 1996 valuations. The assessed valuations do not include amounts in dispute of \$241,842 in 1997 and \$307,288 in 1996.

Current tax collections for general governmental functions were 98.00% of the tax levy compared to 97.51% for the preceding year. The ratio of total collections (current and delinquent) to the current tax levy was 99.98%, an increase of .75% from the preceding year. Allocations of property tax by purpose for 1997 and the preceding two fiscal years are as follows (amounts per hundred dollars of assessed value):

<u>Purpose</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>
General Fund	\$.14910	\$.15570	\$.16154
Special Revenue Funds	.00690	.00380	.00206
Debt Service Funds	.04500	.05050	.05250
Total General Governmental Tax Rate	\$.20100	\$.21000	\$.21610

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, 1997, 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 1996</u>	<u>Percent of Increase (Decrease)</u>
General Government	\$128,870	35.7 %	\$11,460	9.8 %
Judicial	4,756	1.3	(239)	(4.8)
Public Safety	113,265	31.4	11,101	10.9
Streets and Highways	8,871	2.5	850	10.6
Health	27,412	7.6	1,558	6.0
Public Welfare	19,276	5.3	1,222	6.8
Debt Service	58,443	16.2	(1,599)	(2.7)
Other Expenditures	53	0.0	(8)	(13.1)
Total	\$360,946	100.0 %	\$24,345	7.2 %

The increase in general government expenditures is due primarily to increases in election expense, tax collecting costs and additional services. The increase in public safety is due to an increase in the number of prisoners housed in County jail facilities during fiscal year 1997.

Fund equity and other credits in the major operating funds were maintained at adequate levels. The General Fund balance of \$55,646 was up \$357 from last year, the Debt Service Funds balance of \$20,828 was up \$2,349 from the preceding year and the Special Revenue Funds balance of \$29,831 was down \$3,953 from last year.

General Fund Equity - The fund equity of the General Fund increased 0.6% in 1997. 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 2.7 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, 1997, the District received approximately 29% of its support from ad valorem taxes. While maintaining adequate reserve funds, the District was able to adopt a tax rate of \$.18577 per hundred dollars assessed valuation, a decrease of .00832 from 1996. Approximately 96.6% of the ad valorem taxes received is used to support the operations of the District. The remaining 3.4% 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 \$473,752 for the year ended September 30, 1997. Operating expenses for the fiscal year were \$539,612.

The District's long-term debt at September 30, 1997, is \$28,951, of which \$5,642 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, 1997, the County had unlimited tax and limited tax general obligation bonds outstanding in the amount of \$336,793. According to Texas statutes, the County has two debt limits. Bonds issued under Article 3, Section 52e of the Texas Constitution amount to \$186,145 and bonds issued under Article 722 of Vernon's Civil Statutes amount to \$150,648. The debt limits for the two authorizations are \$21,584,019 (25% of real property assessed valuation) and \$5,393,783 (5% of assessed valuation of all taxable property); therefore, the County has legal debt margins on general obligation debt of \$21,409,386 and \$5,252,451, 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 1997 totaled \$17,443 and were equal to revenues generated by 2.09 cents on the 1996 current tax rate.

During fiscal year 1997, the District invested a portion of its demand deposits in TexPool, which is a public funds investment pool sponsored by the Comptroller of Public Accounts and managed 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, 1997, the carrying amount of the District's investment in TexPool was \$54,073.

The District's investment policy includes purchases of U.S. Treasury and Agency securities. The carrying amount of such investments was \$181,722 at September 30, 1997.

The investments at September 30, 1997, for all County funds and the component unit consisted of the following:

U.S. Government Securities	\$ 322,849	75.7 %
Commercial Paper	37,750	8.8
Repurchase Agreements	<u>66,026</u>	<u>15.5</u>
Total	<u>\$ 426,625</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, 1997. 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 ("CAFR") for the fiscal year ended September 30, 1996. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

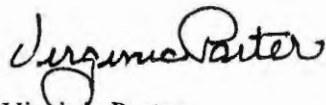
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The County has received a Certificate of Achievement for the last 16 consecutive years (fiscal years ended 1981 through 1996). We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

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, 1996

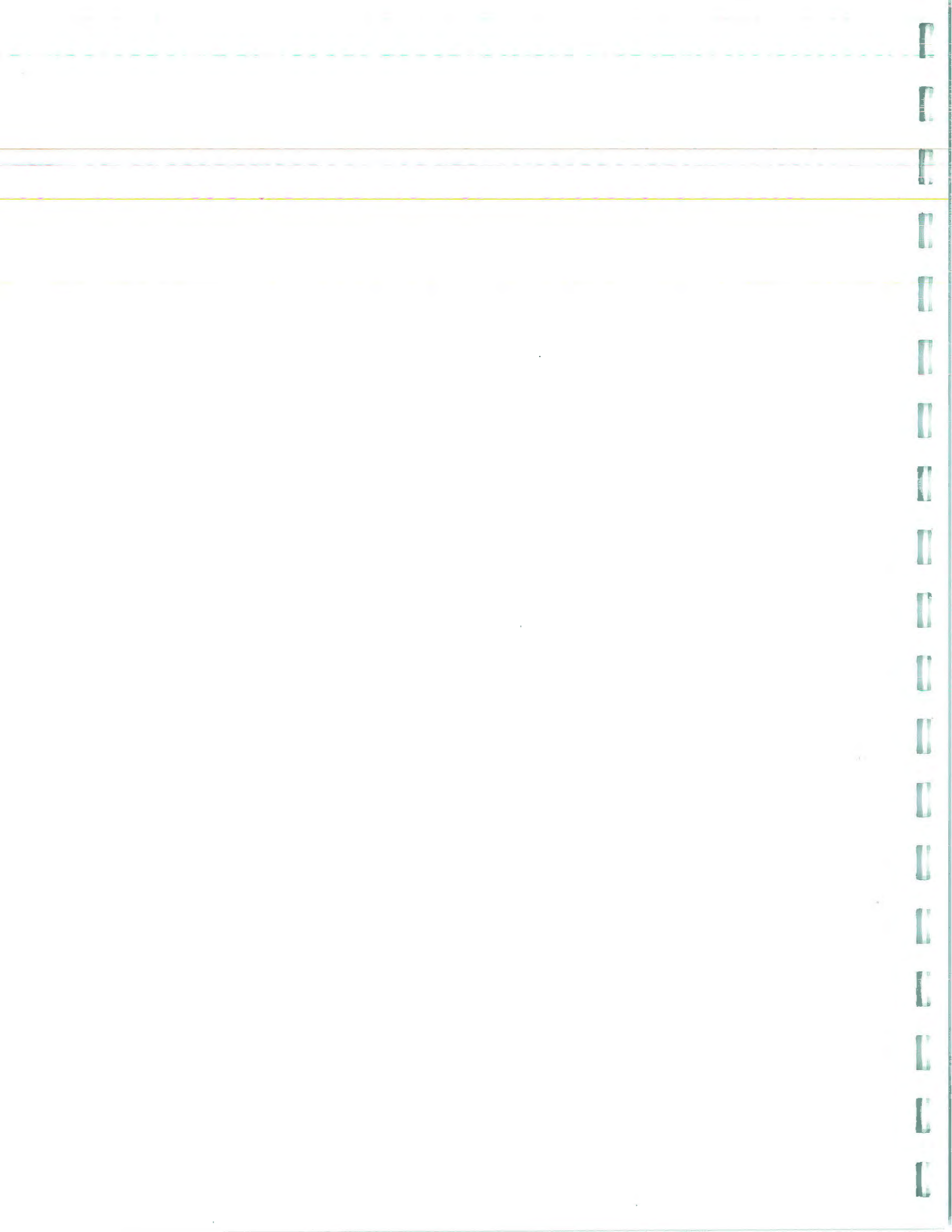
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



Linda K. Savitsky
President

Jeffrey L. Essler
Executive Director

FINANCIAL SECTION





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, 1997, 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. 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, 1997, 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.

Deloitte + Touche LLP

February 25, 1998

**Deloitte &
Touche LLP**



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, 1997
 (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	\$ 66,013	\$ 33,393	\$ 20,098	\$ 89,328	\$ 1,702
Deferred compensation investment	-	-	-	-	-
Receivables (net of allowances for uncollectibles of \$76,714 for primary government and \$42,609 for component unit):					
Taxes	134,462	6,149	40,867	-	-
Accounts	4,278	384	95	-	-
Accrued interest	950	4	692	-	-
Premium and deductions	-	-	-	-	140
Due from other funds	2,966	561	-	-	-
Due from other government units	5,201	4,507	-	3,586	-
Inventories	505	878	-	-	-
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>\$214,375</u>	<u>\$45,876</u>	<u>\$61,752</u>	<u>\$92,914</u>	<u>\$1,842</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)	
	General	General Long-	Primary		Reporting Entity	
	Fixed Assets	Term Debt	Government		September 30	
Agency					1997	1996
\$ 79,763	\$ -	\$ -	\$ 290,297	\$ 145,530	\$ 435,827	\$ 328,514
33,167	-	-	33,167	-	33,167	29,083
-	-	-	181,478	2,898	184,376	178,992
141	-	-	4,898	41,335	46,233	48,570
19	-	-	1,665	-	1,665	1,309
-	-	-	140	-	140	724
3	-	-	3,530	-	3,530	7,536
-	-	-	13,294	-	13,294	12,370
-	-	-	1,383	12,492	13,875	13,278
-	-	-	-	4,554	4,554	3,276
-	-	-	-	2,035	2,035	1,126
5,610	-	-	5,610	-	5,610	5,332
-	-	-	-	82,589	82,589	139,134
-	455,641	-	455,641	185,627	641,268	630,113
-	-	20,828	20,828	-	20,828	18,479
-	-	335,735	335,735	-	335,735	331,986
<u>\$ 118,703</u>	<u>\$ 455,641</u>	<u>\$ 356,563</u>	<u>\$ 1,347,666</u>	<u>\$ 477,060</u>	<u>\$ 1,824,726</u>	<u>\$ 1,749,822</u>

(Continued)

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

SEPTEMBER 30, 1997
 (in thousands of dollars)

	Governmental Fund Types				Proprietary Fund Type
	General	Special Revenue	Debt Service	Capital Projects	Internal Service
LIABILITIES, EQUITY AND OTHER CREDITS					
LIABILITIES:					
Accounts payable	\$ 19,961	\$ 3,018	\$ 13	\$ 710	\$ -
Other current liabilities	-	-	-	-	-
Compensated absences	160	-	-	-	-
Liability for workers' compensation	223	-	-	-	-
Arbitrage rebate	342	-	-	-	-
Fee office accounts payable	-	-	-	-	-
Accrued liabilities	-	-	-	-	101
Accrued interest payable	-	-	-	-	-
Due to other funds	7	14	1	2,926	-
Due to other governmental units	143	71	-	-	-
Deferred revenue	137,893	12,942	40,910	-	-
Current maturities of long-term debt	-	-	-	-	-
General obligation bonds payable	-	-	-	-	-
Revenue bonds payable	-	-	-	-	-
Capital lease obligations	-	-	-	-	-
Other long-term liabilities	-	-	-	-	-
Liability for future benefits	-	-	-	-	3,097
Deferred compensation benefits	-	-	-	-	-
TOTAL LIABILITIES	<u>158,729</u>	<u>16,045</u>	<u>40,924</u>	<u>3,636</u>	<u>3,198</u>
EQUITY AND OTHER CREDITS:					
Investments in general fixed assets	-	-	-	-	-
Retained earnings (deficit):					
Reserved for named activities by donors	-	-	-	-	-
Unreserved	-	-	-	-	(1,356)
Fund balances:					
Reserved for encumbrances	9,466	5,042	-	13,023	-
Reserved for inventory of supplies	-	878	-	-	-
Reserved for payroll, escrow and change funds	97	2	-	-	-
Reserved for arbitrage rebate	-	-	-	-	-
Reserved for debt service	357	-	20,179	-	-
Unreserved:					
Designated for subsequent budget periods	6,993	662	649	-	-
Undesignated	38,733	23,247	-	76,255	-
TOTAL EQUITY (DEFICIT) AND OTHER CREDITS	<u>55,646</u>	<u>29,831</u>	<u>20,828</u>	<u>89,278</u>	<u>(1,356)</u>
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	<u>\$214,375</u>	<u>\$45,876</u>	<u>\$61,752</u>	<u>\$92,914</u>	<u>\$ 1,842</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) Primary Government	Component Unit	Totals (Memorandum Only) Reporting Entity September 30	
	General	General Long-			1997	1996
	Fixed Assets	Term Debt				
Agency						
\$ 38,066	\$ -	\$ -	\$ 61,768	\$ 39,137	\$ 100,905	\$ 92,616
-	-	-	-	1,195	1,195	913
-	-	8,122	8,282	-	8,282	6,488
-	-	3,323	3,546	-	3,546	4,084
-	-	-	342	-	342	178
46,888	-	-	46,888	-	46,888	42,140
-	-	325	426	11,528	11,954	20,082
-	-	-	-	513	513	570
582	-	-	3,530	-	3,530	7,536
-	-	-	214	-	214	96
-	-	-	191,745	-	191,745	178,068
-	-	-	-	5,642	5,642	5,303
-	-	336,793	336,793	-	336,793	337,155
-	-	-	-	22,474	22,474	24,344
-	-	-	-	835	835	973
-	-	8,000	8,000	11,292	19,292	12,616
-	-	-	3,097	-	3,097	3,157
33,167	-	-	33,167	-	33,167	29,083
<u>118,703</u>	<u>-</u>	<u>356,563</u>	<u>697,798</u>	<u>92,616</u>	<u>790,414</u>	<u>765,402</u>
-	455,641	-	455,641	-	455,641	446,219
-	-	-	-	3,375	3,375	3,017
-	-	-	(1,356)	381,069	379,713	359,038
-	-	-	27,531	-	27,531	28,182
-	-	-	878	-	878	862
-	-	-	99	-	99	99
-	-	-	-	-	-	266
-	-	-	20,536	-	20,536	18,366
-	-	-	8,304	-	8,304	9,071
-	-	-	138,235	-	138,235	119,300
<u>-</u>	<u>455,641</u>	<u>-</u>	<u>649,868</u>	<u>384,444</u>	<u>1,034,312</u>	<u>984,420</u>
<u>\$ 118,703</u>	<u>\$ 455,641</u>	<u>\$ 356,563</u>	<u>\$ 1,347,666</u>	<u>\$ 477,060</u>	<u>\$ 1,824,726</u>	<u>\$ 1,749,822</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, 1997
 (in thousands of dollars)

	Governmental Fund Types				Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	September 30	
					1997	1996
REVENUES:						
Taxes	\$129,212	\$ 3,195	\$42,112	\$ -	\$174,519	\$ 169,077
Highway license fees	-	28,070	-	-	28,070	28,669
Licenses and permits	381	-	-	-	381	396
Fines and forfeiture	5,013	7,844	-	-	12,857	11,882
Investments and rentals	10,255	1,904	7,832	-	19,991	17,361
Intergovernmental revenues	4,249	36,481	3	-	40,733	39,985
Charges for current services	72,299	4,145	-	-	76,444	68,574
Miscellaneous	6,722	103	-	-	6,825	7,358
Total Revenues	228,131	81,742	49,947	-	359,820	343,302
EXPENDITURES:						
Current:						
General government	126,003	2,867	-	-	128,870	117,410
Judicial	-	4,756	-	-	4,756	4,995
Public safety	105,118	8,147	-	-	113,265	102,164
Streets and highways	-	8,871	-	-	8,871	8,021
Health	12,178	15,234	-	-	27,412	25,854
Public welfare	6,814	12,462	-	-	19,276	18,054
Libraries	53	-	-	-	53	61
Capital outlay	-	-	-	17,315	17,315	18,169
Debt service:						
Debt issuance cost	-	-	-	220	220	-
Principal retirement	-	-	41,005	-	41,005	41,655
Interest and fiscal agents fees	-	-	17,438	-	17,438	18,387
Total Expenditures	250,166	52,337	58,443	17,535	378,481	354,770
Excess (Deficiency) of Revenues Over (Under) Expenditures	(22,035)	29,405	(8,496)	(17,535)	(18,661)	(11,468)
OTHER FINANCING SOURCES (USES):						
Proceeds from refunding bonds	-	-	-	37,599	37,599	-
Proceeds from sale of bonds	-	-	-	38,600	38,600	4,170
Operating transfers in	24,888	2,417	10,845	-	38,150	38,112
Operating transfers out	(2,272)	(35,878)	-	-	(38,150)	(38,112)
Other	(224)	87	-	(601)	(738)	26
Payment to refunding bond escrow agent	-	-	-	(37,379)	(37,379)	-
Total Other Financing Sources (Uses)	22,392	(33,374)	10,845	38,219	38,082	4,196
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	357	(3,969)	2,349	20,684	19,421	(7,272)
FUND BALANCES AT BEGINNING OF FISCAL YEAR	55,289	33,784	18,479	68,594	176,146	183,024
CHANGE IN INVENTORY - PURCHASES METHOD	-	16	-	-	16	394
FUND BALANCES AT END OF FISCAL YEAR	\$ 55,646	\$ 29,831	\$20,828	\$ 89,278	\$195,583	\$ 176,146

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, 1997
(in thousands of dollars)

	General Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
REVENUES:			
Taxes	\$126,878	\$129,212	\$ 2,334
Highway license fees	-	-	-
Licenses and permits	350	381	31
Fines and forfeitures	3,800	5,013	1,213
Investments and rentals	9,712	10,255	543
Intergovernmental revenues	4,624	4,249	(375)
Charges for current services	69,561	72,299	2,738
Miscellaneous	7,105	6,722	(383)
Total revenues	<u>222,030</u>	<u>228,131</u>	<u>6,101</u>
EXPENDITURES:			
Current:			
General government	132,531	126,003	6,528
Judicial	-	-	-
Public safety	113,219	105,118	8,101
Streets and highways	-	-	-
Health	13,341	12,178	1,163
Public welfare	8,971	6,814	2,157
Libraries	67	53	14
Debt service:			
Principal retirement	-	-	-
Interest and fiscal agents fees	-	-	-
Total expenditures	<u>268,129</u>	<u>250,166</u>	<u>17,963</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(46,099)</u>	<u>(22,035)</u>	<u>24,064</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	24,480	24,888	408
Operating transfers out	(2,362)	(2,272)	90
Other	-	(224)	(224)
Total other financing sources (uses)	<u>22,118</u>	<u>22,392</u>	<u>274</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(23,981)</u>	<u>357</u>	<u>24,338</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	55,289	55,289	-
CHANGE IN INVENTORY - PURCHASES METHOD	-	-	-
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 31,308</u>	<u>\$ 55,646</u>	<u>\$ 24,338</u>

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

EXHIBIT A-3

Special Revenue Funds			Debt Service Funds			Totals (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ 3,133	\$ 3,195	\$ 62	\$ 41,311	\$ 42,112	\$ 801	\$ 171,322	\$ 174,519	\$ 3,197
27,236	28,070	834	-	-	-	27,236	28,070	834
-	-	-	-	-	-	350	381	31
8,107	7,844	(263)	-	-	-	11,907	12,857	950
1,766	1,904	138	5,140	7,832	2,692	16,618	19,991	3,373
65,640	36,481	(29,159)	2	3	1	70,266	40,733	(29,533)
3,983	4,145	162	-	-	-	73,544	76,444	2,900
343	103	(240)	-	-	-	7,448	6,825	(623)
<u>110,208</u>	<u>81,742</u>	<u>(28,466)</u>	<u>46,453</u>	<u>49,947</u>	<u>3,494</u>	<u>378,691</u>	<u>359,820</u>	<u>(18,871)</u>
4,061	2,867	1,194	-	-	-	136,592	128,870	7,722
5,801	4,756	1,045	-	-	-	5,801	4,756	1,045
17,386	8,147	9,239	-	-	-	130,605	113,265	17,340
17,983	8,871	9,112	-	-	-	17,983	8,871	9,112
25,779	15,234	10,545	-	-	-	39,120	27,412	11,708
21,044	12,462	8,582	-	-	-	30,015	19,276	10,739
-	-	-	-	-	-	67	53	14
-	-	-	41,005	41,005	-	41,005	41,005	-
-	-	-	17,490	17,438	52	17,490	17,438	52
<u>92,054</u>	<u>52,337</u>	<u>39,717</u>	<u>58,495</u>	<u>58,443</u>	<u>52</u>	<u>418,678</u>	<u>360,946</u>	<u>57,732</u>
<u>18,154</u>	<u>29,405</u>	<u>11,251</u>	<u>(12,042)</u>	<u>(8,496)</u>	<u>3,546</u>	<u>(39,987)</u>	<u>(1,126)</u>	<u>38,861</u>
2,417	2,417	-	10,845	10,845	-	37,742	38,150	408
(36,010)	(35,878)	132	-	-	-	(38,372)	(38,150)	222
-	(25)	(25)	-	-	-	-	(249)	(249)
<u>(33,593)</u>	<u>(33,486)</u>	<u>107</u>	<u>10,845</u>	<u>10,845</u>	<u>-</u>	<u>(630)</u>	<u>(249)</u>	<u>381</u>
(15,439)	(4,081)	11,358	(1,197)	2,349	3,546	(40,617)	(1,375)	39,242
32,872	32,872	-	18,209	18,209	-	106,370	106,370	-
-	16	16	-	-	-	-	16	16
<u>\$ 17,433</u>	<u>\$ 28,807</u>	<u>\$ 11,374</u>	<u>\$ 17,012</u>	<u>\$ 20,558</u>	<u>\$ 3,546</u>	<u>\$ 65,753</u>	<u>\$ 105,011</u>	<u>\$ 39,258</u>

(Continued)

This page left blank intentionally.

DALLAS COUNTY, TEXAS

EXHIBIT A-3COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUNDS--CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1997
(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	\$ 29,405
OTHER FINANCING SOURCES (USES)	
Exhibit A-3	(33,486)
Exhibit C-2:	
District Attorney - Special	157
District Attorney - Unadjudicated Forfeitures	(2)
District Attorney - Forfeiture - FN	(169)
District Attorney - Forfeiture - OL	<u>126</u>
Total other financing sources (uses) - Exhibit A-2	<u>(33,374)</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES - EXHIBIT A-2	(3,969)
FUND BALANCES AT BEGINNING OF FISCAL YEAR:	
Exhibit A-3	32,872
District Attorney - Special	122
District Attorney - Forfeiture - FN	276
District Attorney - Forfeiture - OL	496
District Attorney - Unadjudicated Forfeitures	6
District Attorney - Escrow - Auto Theft	4
District Attorney - Auto Theft	<u>8</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR - EXHIBIT A-2	33,784
CHANGE IN INVENTORY - PURCHASES METHOD	<u>16</u>
FUND BALANCES AT END OF FISCAL YEAR - EXHIBIT A-2	<u>\$ 29,831</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) - PROPRIETARY FUND TYPE AND
DISCRETELY PRESENTED COMPONENT UNIT

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

	Proprietary Fund Type	Component Unit	Total (Memorandum Only)	
			Reporting Entity	
			September 30	
	Internal Service		1997	1996
OPERATING REVENUES:				
Patient service revenue (net of charity, contractual allowances and provisions for uncollectible accounts of \$42,618 in 1997 and \$42,609 in 1996)	\$ -	\$ 365,184	\$ 365,184	\$ 353,913
Premiums and reimbursements	11,173	-	11,173	10,276
Other operating revenue	-	19,840	19,840	19,940
Total operating revenues	11,173	385,024	396,197	384,129
OPERATING EXPENSES:				
Salaries and wages	-	221,473	221,473	221,590
Supplies and other	-	183,468	183,468	168,220
Depreciation and amortization	-	23,617	23,617	20,720
Benefit payments	10,059	-	10,059	8,955
Administration	1,246	-	1,246	1,452
Provision for bad debts	-	111,054	111,054	76,741
Total operating expenses	11,305	539,612	550,917	497,678
OPERATING LOSS	(132)	(154,588)	(154,720)	(113,549)
NONOPERATING REVENUES (EXPENSES):				
Ad valorem tax support	-	161,738	161,738	155,146
Interest expense	-	(1,480)	(1,480)	(1,602)
Interest income and other	92	14,564	14,656	12,598
NET INCOME (LOSS)	(40)	20,234	20,194	52,593

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

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT A-4

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

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

	Proprietary Fund Type	Component Unit	Total (Memorandum Only)	
			Reporting Entity	
			September 30	
	Internal Service		1997	1996
OTHER EQUITY CHANGES:				
Donated assets and other	\$ -	\$ 481	\$ 481	\$ 346
Designated for future indigent care	-	-	-	-
Restricted funds activities:				
Contributions and investment income	-	2,594	2,594	1,790
Expenditures	-	(2,236)	(2,236)	(1,587)
Net restricted funds activities	-	358	358	203
Total other equity changes	-	839	839	549
RETAINED EARNINGS (DEFICIT)				
AT BEGINNING OF FISCAL YEAR	(1,316)	363,371	362,055	308,913
RETAINED EARNINGS (DEFICIT)				
AT END OF FISCAL YEAR	\$ (1,356)	\$ 384,444	\$ 383,088	\$ 362,055

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, 1997

(in thousands of dollars)

	Proprietary Fund Type	Component Unit	Totals (Memorandum Only)	
			Reporting Entity	
			September 30	
	Internal Service		1997	1996
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from patients	\$ -	\$ 369,122	\$ 369,122	\$ 312,143
Cash received from participants	11,683	-	11,683	9,588
Cash payments to suppliers for goods and services	-	(280,462)	(280,462)	(231,585)
Cash payments to employees for services	-	(221,473)	(221,473)	(221,590)
Cash payments for benefit claims	(10,118)	-	(10,118)	(9,749)
Cash payments for administrative fees	(1,256)	-	(1,256)	(1,435)
Other operating revenues	74	19,840	19,914	19,956
Net cash provided (used) in operating activities	383	(112,973)	(112,590)	(122,672)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Ad valorem tax support	-	161,457	161,457	156,436
Net cash provided by noncapital financing activities	-	161,457	161,457	156,436
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Transfers from temporarily restricted-disproportional share	-	-	-	14,670
Interest paid on bonds and equipment contracts	-	(1,723)	(1,723)	(2,015)
Purchase of property, plant and equipment	-	(25,171)	(25,171)	(23,056)
Repayment of long-term debt and capital lease obligations	-	(4,904)	(4,904)	(4,485)
Increase (decrease) in debt service reserves	-	-	-	149
Net cash used for capital and related financing activities	-	(31,798)	(31,798)	(14,737)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Purchase of investment securities	-	(6,126)	(6,126)	(40,785)
Interest and dividends on investments	92	13,638	13,730	11,009
Net cash provided (used) in investing activities	92	7,512	7,604	(29,776)
Net increase (decrease) in cash and cash equivalents	475	24,198	24,673	(10,749)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	1,227	22,199	23,426	34,175
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 1,702	\$ 46,397	\$ 48,099	\$ 23,426

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, 1997
(in thousands of dollars)

	Proprietary Fund Types	Component Unit	Totals	
			(Memorandum Only)	
			Reporting Entity	
			September 30	
	Internal Service		1997	1996
RECONCILIATION OF OPERATING INCOME (LOSS)				
TO NET CASH USED BY OPERATING				
ACTIVITIES:				
Operating loss	\$ (132)	\$ (154,588)	\$ (154,720)	\$ (113,549)
Adjustments to reconcile operating loss to				
net cash provided (used) in operating activities:				
Provision for bad debts	-	111,054	111,054	76,741
Depreciation	-	23,617	23,617	20,720
Loss on disposal of assets	-	303	303	718
Changes in operating assets and liabilities:				
(Decrease) increase in other current liabilities	-	282	282	67
(Decrease) increase in other long-term liabilities	-	4,676	4,676	(1,975)
(Increase) decrease in accounts receivable	584	(107,116)	(106,532)	(70,523)
(Increase) in supplies and other assets	-	(452)	(452)	(1,913)
Decrease (increase) in due from restricted fund	-	(290)	(290)	(647)
Increase (decrease) in due to third-party reimbursement programs	-	974	974	3,709
(Decrease) increase in accounts payable and accrued expenses	-	(3,862)	(3,862)	1,763
Other	(69)	12,429	12,360	(37,783)
Net cash provided (used) in operating activities	<u>\$ 383</u>	<u>\$ (112,973)</u>	<u>\$ (112,590)</u>	<u>\$ (122,672)</u>
SUPPLEMENTAL DISCLOSURES OF ACTIVITIES				
THAT AFFECT ASSETS OR LIABILITIES:				
Donated assets of \$481 and \$346 were received in 1997 and 1996, respectively.				
The District incurred obligations of \$1,306 in 1997, pursuant to capital leasing agreements.				
RECONCILIATION OF CASH, INVESTMENTS AND				
CASH EQUIVALENTS FOR COMPONENT UNIT:				
Cash and cash equivalents, Exhibit A-5		\$ 46,397		
Investments		99,133		
Cash, investments and cash equivalents not				
available for operations:				
Restricted assets		82,589		
Parkland Foundation		<u>4,554</u>		
TOTAL CASH, INVESTMENTS AND CASH EQUIVALENTS		<u>\$ 232,673</u>		

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

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 1997
(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, 1997, 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, 1997
(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 Dallas County Local Workforce Development Board, 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:
1. 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, 1997

(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 nonbudgetary 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, 1997
(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 at September 30, 1997, consist of amounts held by the Foundation. 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, 1997
(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, 1997, and became due October 1, 1997 have been assessed to finance the budget of the fiscal year beginning October 1, 1997 and, accordingly, have been reflected as deferred revenue and taxes receivable in the combined financial statements at September 30, 1997.
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, 1997
(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 and the Parking Garage Revenue Debt Service 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, 1997
(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, 1997, 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, 1997
(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.

- i. 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 N).

- 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 1996 financial statements have been reclassified to conform with 1997 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, 1997
(in thousands of dollars)

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

Property, plant and equipment at September 30, 1997, are summarized as follows:

Land and improvements	\$ 12,811
Buildings	251,053
Fixtures and equipment	120,623
Equipment under capital lease	<u>1,575</u>
	386,062
Accumulated depreciation and amortization	<u>(210,933)</u>
	175,129
Construction in process	<u>10,498</u>
Property, plant and equipment, net	<u><u>\$ 185,627</u></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 1997 was \$1,666, of which \$186 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 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. At September 30, 1997, resources were also set aside for the disproportionate share programs.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997
(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 15% and 26%, respectively, in 1997 and 14% and 31%, respectively, in 1996.

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 1994 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, 1997
(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 1997; 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, 1997
(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 1997, the County invested in U.S. government securities, commercial paper and security repurchase agreements.

Deposits - At September 30, 1997, the carrying amount of the County's demand and time deposits was \$45,394. The \$52,538 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	\$ 141,127	\$ -	\$ -	\$ 141,127	\$ 141,711
Commercial papers	37,750	-	-	37,750	37,750
Security repurchase agreements	<u>66,026</u>	-	-	<u>66,026</u>	<u>66,026</u>
	<u>\$ 244,903</u>	<u>\$ -</u>	<u>\$ -</u>	244,903	245,487
Investment in deferred compensation funds				<u>33,167</u>	<u>33,167</u>
				<u>\$ 278,070</u>	<u>\$ 278,654</u>

II. Discretely Presented Component Unit

Deposits - The District invests a portion of its available cash and assets limited as to use in TexPool, which is a local government investment pool sponsored by the Texas Comptroller of Public Accounts and managed by the Texas Treasury Safekeeping Trust Company. TexPool's portfolio consists of U.S. Treasury bills and

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997
(in thousands of dollars)

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

notes, U.S. Government agency notes, collateralized certificates of deposit, repurchase agreements and mutual funds. At September 30, 1997 and 1996, the carrying amount of the District's investment in TexPool was \$54,073 and \$25,133, respectively.

Investments - The District's investment policy includes purchasing U.S. Treasury and Agency securities. The carrying amounts of such investments totaled \$181,722 and \$186,838 at September 30, 1997 and 1996, respectively. The District's investments are categorized in the same manner as that described above for the Primary Government.

	Category			Carrying Amount	Market Value
	1	2	3		
U.S. government securities	<u>\$ 181,722</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 181,722</u>	<u>\$ 182,125</u>
				<u>\$ 181,722</u>	<u>\$ 182,125</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 levy years 1991 through 1995, and the Jury Fund was combined with the General Fund for 1997 and subsequent tax levies.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997

(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, 1997, was \$.19179 per \$100; therefore, the County had a tax margin of \$.60821 per \$100 and could have raised up to \$508,648 of additional taxes from the net assessed valuation of \$83,630,393 before reaching the limit.

Property taxes receivable at September 30, 1997, are reported net of an allowance for uncollectible taxes of \$17,648.

II. Discrete Component Unit

The District received approximately 29% in 1997 of its total revenues from ad valorem taxes. These funds were used as follows:

	<u>1997</u>
Percentage used to support operations	28%
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 (INVESTMENTS) LIMITED AS TO USE OR RESTRICTED (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, 1997.

Designated for capital uses	\$ 69,296
Debt service under bond indenture	7,302
Other	5,991
	<hr/>
Total	82,589
	<hr/>
Less current portion	(3,605)
	<hr/>
Net of current portion	<u>\$ 78,984</u>

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997
(in thousands of dollars)

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

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 that 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--CHANGES IN REVENUE RECOGNITION METHOD FOR DISPROPORTIONATE SHARE FUNDS

The Disproportionate Share programs have been created by the State of Texas to provide additional federal matching funds. Under program guidelines, the District may use the funds to benefit the indigent in either the immediate or future years.

Effective October 1, 1996, the District began recognizing all funds received under the Disproportionate Share programs as general fund revenue when received, as such accounting provides better matching of current revenues and expenses. Prior to October 1996, receipts were recorded as increases in the Restricted--Disproportionate Share Fund balance.

NOTE G--FIXED ASSETS

A summary of changes in general fixed assets follows:

	<u>Land</u>	<u>Buildings</u>	Improvements Other Than <u>Buildings</u>	<u>Equipment</u>	<u>Total</u>
Balance, October 1, 1996	\$ 30,741	\$ 350,371	\$ 1,528	\$ 63,579	\$ 446,219
Additions	636	5,772	-	5,830	12,238
Deletions	-	-	-	(2,816)	(2,816)
Balance, September 30, 1997	<u>\$ 31,377</u>	<u>\$ 356,143</u>	<u>\$ 1,528</u>	<u>\$ 66,593</u>	<u>\$ 455,641</u>

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997

(in thousands of dollars)

NOTE H--LONG-TERM DEBT

I. Primary Government

The long-term debt of the County consists of the following at September 30, 1997:

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	\$ 1,025
Road and Bridge Refunding Bonds, Series 1985A:				
Capital Appreciation Bonds	8.90-9.25	1986	2005	21,592
Permanent Improvement Refunding Bonds, Series 1985B:				
Capital Appreciation Bonds	8.85-9.10	1986	1998	4,552
Road Bonds, Series 1988A	6.90-8.75	1988	1998	2,730
Permanent Improvement Bonds, Series 1988B	7.00-8.875	1988	1998	2,620
Permanent Improvement Bonds, Series 1988C	Floating	1988	2008	19,250
Road Refunding Bonds Series 1991A:				
Current Interest Bonds	5.00-6.50	1991	2004	4,875
Capital Appreciation Bonds	6.60	1991	2002	1,884
Permanent Improvement Refunding Bonds, Series 1991B	5.00-6.60	1991	2006	14,565
Road and Refunding Bonds, Series 1992:				
Current Interest Bonds	5.625-7.625	1992	2012	27,390
Capital Appreciation Bonds	6.10	1992	1998	2,927
Permanent Improvement and Refunding Bonds, Series 1992A	5.625-7.625	1992	2012	22,310
Road Refunding Bonds, Series 1993A:				
Current Interest Bonds	2.40-5.25	1993	2009	29,915
Capital Appreciation Bonds	5.55-5.75	1993	2007	10,777
Permanent Improvement Refunding Bonds Series 1993B	2.40-5.30	1993	2009	47,530
Certificates of Obligation, Series 1993C	2.60-4.25	1993	1998	865
Certificates of Obligation, Series 1994	4.00-6.00	1994	2001	3,770
Road Bonds, Series 1995	5.25-7.00	1995	2015	32,400
Certificates of Obligation, Series 1995B	4.50-6.50	1995	2002	6,290
Certificates of Obligation, Series 1996	4.50-6.50	1996	2003	3,570
Road Bonds, Series 1996	5.00-5.50	1996	2017	35,000
Certificates of Obligation, Series 1996A	4.15-6.15	1996	2004	3,600
Road Refunding Bonds, Series 1997:				
Current Interest Bonds	3.85-4.75	1997	2009	15,120
Capital Appreciation Bonds	4.625	1997	2002	1,536
Permanent Improvement Refunding Bonds, Series 1997A	3.85-5.75	1997	2009	20,700
Total general obligation debt (bonded debt)				<u>\$336,793</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 \$54,715.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997
(in thousands of dollars)

NOTE H--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 1994, 1995 and 1996, is \$342 at September 30, 1997.

Changes in Long-Term Debt--A summary of long-term debt transactions for the year ended September 30, 1997, follows:

	Primary Government	
	General Obligation Bonds	Other Long-Term Obligations
Principal balance, October 1, 1996	\$ 333,920	\$ 16,545
Amounts issued or incurred in fiscal 1997	75,956	5,824
Appreciation on capital appreciation bonds	3,202	
Amounts retired in fiscal year	(41,005)	(2,599)
Amount defeased by refunding	(35,280)	
Principal balance, September 30, 1997	\$ 336,793	\$ 19,770

Other long-term obligations are composed of compensated absences, workers' compensation, accrued liabilities and contingent liabilities for litigation and grant refunds.

Bonds Authorized but Unissued-- At September 30, 1997, the County has authorized but unissued Road Bonds of \$74,645.

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 \$42,150 at September 30, 1997.

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

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997
(in thousands of dollars)

NOTE H--LONG-TERM DEBT--Continued

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 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, 1997.

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, 1997.

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 \$84,405 at September 30, 1997.

On September 17, 1997, the County issued \$36,325 in General Obligation Bonds with interest rates ranging from 3.85% to 4.75% to advance refund \$2,100 of outstanding Permanent Improvement Bonds, Series 1987B; \$15,625 of Road Improvement and Refunding Bonds, Series 1992; and \$17,555 of Permanent Improvement and Refunding Bonds, Series 1992A with interest rates ranging from 5.625% to 8.0%. The net proceeds of \$37,443 (after payment of underwriting fees and other issuance costs plus additional receipts of \$150 for accrued interest, \$1,031 for premium on capital appreciation bonds and \$245 for premium on Permanent Improvement 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, those bonds are considered to be defeased, and the liability for these bonds has been removed from the General Long-Term Debt

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997
(in thousands of dollars)

NOTE H--LONG-TERM DEBT--Continued

Account Group. The County is contingently liable for debt service requirements of the refunded issues in the principal amount of \$35,280 at September 30, 1997.

The County advance refunded a portion of the 1987B, 1992 and 1992A Series bonds to reduce its total debt service payments over the next 12 years by \$2,274 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1,733.

Contractual Maturities--The annual requirements to amortize debt outstanding plus interest payments of approximately \$113,523 as of September 30, 1997, 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>
1998	\$ 57,066
1999	50,881
2000	47,490
2001	42,621
2002	37,723
2003-2007	143,656
2008-2012	54,784
2013-2017	<u>16,095</u>
	450,316
Less applicable interest	<u>(113,523)</u>
Principal due	<u>\$ 336,793</u>

The Debt Service Funds have \$20,828 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, 1997, there were five series of single family revenue bonds outstanding, with an aggregate principal amount payable of \$88,951.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997
(in thousands of dollars)

NOTE H--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, 1997:

Revenue bonds:		
Series 1992, with interest from 5.875% to 7.875% payable semiannually, principal payable annually from 1993 to 2001		\$ 1,045
Series 1994, with interest from 5% to 5.40% payable semiannually, principal payable annually from 1995 to 2006		23,624
General obligation bonds:		
Series 1993, with interest from 3% to 4.2% payable semiannually, principal payable annually from 1994 to 1998		3,150
Capital leases		<u>1,132</u>
Total component unit long-term debt		28,951
Less current maturities		<u>(5,642)</u>
		<u>\$ 23,309</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, 1997, follows:

	<u>Revenue Bonds</u>	<u>General Obligation Bonds</u>	<u>Obligations Under Capital Leases</u>
Principal balance, October 1, 1996	\$ 26,716	\$ 6,166	\$ 973
Amounts issued or incurred in fiscal 1997	-	-	1,306
Amounts retired in fiscal 1997	<u>(2,047)</u>	<u>(3,016)</u>	<u>(1,147)</u>
Principal balance, September 30, 1997	<u>\$ 24,669</u>	<u>\$ 3,150</u>	<u>\$ 1,132</u>
Comprised of:			
Amounts due in one year	\$ 2,195	\$ 3,150	\$ 320
Amounts due after one year	<u>22,474</u>	<u>-</u>	<u>812</u>
	<u>\$ 24,669</u>	<u>\$ 3,150</u>	<u>\$ 1,132</u>

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997
(in thousands of dollars)

NOTE H--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. At September 30, 1997, 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 defease all the outstanding General Obligation Bonds (Series 1980, 1982, 1982A and 1984) when due or callable. At September 30, 1997, there were \$6,600 of these defeased bonds remaining outstanding.

Contractual Maturities--The annual requirements to amortize debt outstanding plus interest payments of approximately \$7,525 as of September 30, 1997, follow:

<u>Years ending September 30,</u>	Component Unit	
	<u>General Obligation and Revenue Bond Debt</u>	<u>Obligations Under Capital Leases</u>
1998	\$ 6,716	\$ 377
1999	3,508	374
2000	3,516	374
2001	3,526	150
2002	3,544	30
2003-2006	14,361	-
	35,171	1,305
Less applicable interest	(7,352)	(173)
Principal due	<u>\$27,819</u>	<u>\$ 1,132</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, 1997
(in thousands of dollars)

NOTE I--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, 1997, were:

<u>Fund Description</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$2,966	\$ 7
Special Revenue Funds:		
Road and Bridge	557	
HIV Grant	1	
Grants Fund	1	
Historical Exhibit		2
Child Support-Special	2	11
Appellate Justice System		1
Debt Service Funds:		
Countywide General Obligation		1
Capital Project Funds:		
Permanent Improvement Bonds, 1995		79
Road Bonds, 1988		257
Road Bonds, 1995		1,050
Road Bonds, 1996		1,540
Agency Funds:		
Payroll		5
Community Supervision and Corrections		20
Justices of the Peace	2	
Constables	1	
Tax Assessor and Collector		557
	<u>\$3,530</u>	<u>\$3,530</u>

NOTE J--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, 1997
(in thousands of dollars)

NOTE J--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 K--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. Members 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 their age and years of service equals 80 or more. A member

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997

(in thousands of dollars)

NOTE K--RETIREMENT COMMITMENTS--Continued

is 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 1996 was \$158,031, and the County's contributions were based on a covered payroll of \$153,371. 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			
	Amount	Total	Normal Cost	Prior Service
Employee contributions	\$ 10,736	7.0 %	N/A	N/A
Employer contributions	10,735	7.0	5.45 %	1.55 %

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, 1997
(in thousands of dollars)

NOTE K--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, 1996. Significant actuarial assumptions used to compute the actuarially determined contribution requirements in that valuation are the same as those used to compute the pension benefit obligation. 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 104.8% of book value as of December 31, 1996.

Pension Benefit Obligation:	
Annuitants currently receiving benefits	\$ 48,039
Terminated employees	42,786
Current employees:	
Accumulated employee contributions including allocated investment earnings	117,669
Employer-financed - vested	119,301
Employer-financed - nonvested	<u>25,022</u>
Total	352,817
Net assets available for benefits, at book value	<u>362,580</u>
Assets in excess of pension benefit obligation	<u>\$ 9,763</u>
Amortization period	0.0 years

The funded ratio, the portion of the pension benefit obligation that is fully funded, is 102.8% 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.

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997
(in thousands of dollars)

NOTE K--RETIREMENT COMMITMENTS--Continued

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, 1997, were approximately \$10,249. The County has no liability in any actuarial deficiency which might occur.

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
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 %
1996	362,580	352,817	102.8 %	9,763	153,371	6.4 %	10,735	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, 1997, was \$189,163, and the District's total payroll was approximately \$210,523. Membership in the Plan as of January 1, 1997, comprised the following:

<u>Group</u>	<u>Members</u>
Retirees and beneficiaries currently receiving benefits	362
Vested terminated employees	1,098
Active employees:	
Fully vested	2,439
Nonvested	3,794

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

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997
(in thousands of dollars)

NOTE K--RETIREMENT COMMITMENTS--Continued

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.

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 8.50% per year compounded annually; (b) projected salary increases ranging from 4.5% to 6.9% per year compounded annually depending on years of service, averaging 5.3% in the aggregate (4.3% for inflation and 1.0% 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>1997</u>	<u>1996</u>
Retirees and beneficiaries currently receiving benefits	\$ 15,055	\$ 13,322
Terminated employees not receiving benefits	17,482	12,432
Current employees:		
Accumulated employee contributions including allocated investment income	44,352	39,510
Employer-financed - vested	20,248	20,617
Employer-financed - nonvested	15,407	15,688
	<u>112,544</u>	<u>101,569</u>
Total pension benefit obligation		
	<u>112,544</u>	<u>101,569</u>
Net assets available for benefits, at market value	<u>113,702</u>	<u>101,226</u>
(Unfunded) assets in excess of pension benefit obligation	<u>\$ 1,158</u>	<u>\$ (343)</u>

DALLAS COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS--Continued

SEPTEMBER 30, 1997
(in thousands of dollars)

NOTE K--RETIREMENT COMMITMENTS--Continued

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 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, 1997 and 1996, \$8,243 and \$7,728, respectively, of employee contributions (4.5% of covered payroll) were made in accordance with the established contribution requirements described above. The District contributed \$1,743 to the Plan during the year ended September 30, 1997, in accordance with contribution requirements determined by the January 1, 1997, actuarial valuation. These contributions consisted of \$1,184 for normal cost and \$559 for amortization of the unfunded actuarial accrued liability, and represented 1.3% 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) Assets in Excess of Pension Benefit Obligation</u>	<u>Annual Covered Payroll</u>	<u>(Unfunded) Assets in Excess of Pension Benefit Obligation as a Percentage of Covered Payroll</u>	<u>Employer Contributions</u>	<u>Employer Contributions as a Percentage of Covered Payroll</u>
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 %
1997	113,702	112,544	101.0 %	1,158	189,163	0.6 %	1,743	0.9 %

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, 1997
(in thousands of dollars)

NOTE K--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	\$ 48,039	\$ 15,055	\$ 63,094
Terminated employees	42,786	17,482	60,268
Current employees:			
Accumulated employee contributions, including allocated investment earnings	117,669	44,352	162,021
Employer-financed - vested	119,301	20,248	139,549
Employer-financed - nonvested	<u>25,022</u>	<u>15,407</u>	<u>40,429</u>
 Total	 352,817	 112,544	 465,361
 Net assets available for benefits	 <u>362,580</u>	 <u>113,702</u>	 <u>476,282</u>
 Assets in excess of pension benefit obligation	 <u>\$ 9,763</u>	 <u>\$ 1,158</u>	 <u>\$ 10,921</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, 1997, was \$111,187, and the District's total payroll was \$210,523. 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, 1997, were \$5,077 from the District and \$5,077 from employees or 5% of covered payroll. The required contribution by the District for 1997 has been reduced by \$98, 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, 1997
(in thousands of dollars)

NOTE L--LEASES - DISCRETELY PRESENTED COMPONENT UNIT

The District leases facilities and equipment under operating leases that expire over periods of up to eight years. Renewal and purchase options are available on certain of these leases. At September 30, 1997, future minimum rental payments applicable to the operating leases were as follows:

1998	\$ 1,699
1999	908
2000	785
2001	617
2002	131
Thereafter	<u>2,061</u>
Total	<u>\$ 6,201</u>

Rental expense for all operating leases was approximately \$4,866 and \$4,746 in 1997 and 1996, 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 \$3,753 at September 30, 1997.

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

1998	\$ 1,808
1999	1,794
2000	1,548
2001	1,068
2002	602
Thereafter	<u>1,959</u>
Total	<u>\$ 8,779</u>

NOTE M--DEFICIT RETAINED EARNINGS

The Dallas County Internal Service Fund has a deficit at September 30, 1997, of \$1,356. The 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, 1997
(in thousands of dollars)

NOTE N--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 \$223) is reported as a liability of the general fund. The balance of \$3,323 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 1997, a total of \$11,374 was paid in benefits and administrative costs compared to \$11,184 in fiscal year 1996. The medical claims liability includes \$859 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, 1997
(in thousands of dollars)

NOTE N--RISK MANAGEMENT -- Continued

Changes in the medical and workers' compensation claims liability amounts in fiscal years 1997 and 1996 follow:

	<u>Beginning Liability</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claims Payments</u>	<u>Ending Liability</u>
1996 Medical	\$3,951	\$8,955	\$9,749	\$3,157
1997 Medical	3,157	10,058	10,118	3,097
1996 Workers' Compensation	\$3,100	\$2,845	\$1,861	\$4,084
1997 Workers' Compensation	4,084	1,579	2,117	3,546

II. Discretely Presented Component Unit

The liabilities described below as of September 30, 1997, 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 amount provided for the estimated liability is based on studies prepared by an independent actuary for settlement of claims.

To obtain coverage, employees authorize payroll withholdings to pay contributions for individual and dependent coverage. Claims are 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, 1997
(in thousands of dollars)

NOTE N-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 1996 and 1997 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:				
1996	\$5,861	\$1,343	\$(1,093)	\$6,111
1997	6,111	2,366	(1,757)	6,720
Employee health care liability:				
1996	\$1,725	\$7,693	\$(6,101)	\$3,317
1997	3,317	5,018	(6,515)	1,820
Workers' compensation liability:				
1996	\$3,989	\$1,276	\$(1,009)	\$4,256
1997	4,256	1,261	(894)	4,623

NOTE O--SUBSEQUENT EVENT

On November 7, 1997, the County sold \$8,000 of Series 1997B Combination Tax and Revenue 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, 1997
(in thousands of dollars)

NOTE P--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. A contingent liability of \$3,000 in the General Long-Term Debt Account Group has been established to cover the possible return of previously received grant funding.

Several lawsuits that could affect the County's financial position are in various stages of litigation. A contingent liability of \$5,000 has been established in the General Long-Term Debt Account Group to provide coverage for the estimated maximum cost to the County. 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.

NOTE Q--NEW ACCOUNTING PRONOUNCEMENTS

In November 1994 and March 1997, GASB Statement No. 27, "Accounting for Pensions by State and Local Employers," and GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and External Investments Pool," respectively, were issued. These pronouncements will be effective for the District's fiscal year ended September 30, 1998. The County and the District have not yet determined the impact on their financial statements of adopting these statements.

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, 1997 AND 1996
(in thousands of dollars)

	<u>1997</u>	<u>1996</u>
ASSETS:		
Cash and investments	\$ 66,013	\$ 61,731
Receivables (net of allowances for uncollectibles of \$12,410):		
Taxes	134,462	130,669
Accounts	4,278	2,184
Accrued interest	950	665
Due from other funds	2,966	5,409
Due from other governmental units	5,201	4,298
Inventories	505	376
	<u> </u>	<u> </u>
TOTAL ASSETS	<u>\$ 214,375</u>	<u>\$ 205,332</u>
LIABILITIES AND FUND BALANCES:		
LIABILITIES:		
Accounts payable	\$ 19,961	\$ 17,896
Compensated absences	160	190
Liability for workers' compensation	223	325
Arbitrage rebate	342	178
Due to other funds	7	100
Due to other governmental units	143	25
Deferred revenue	137,893	131,329
	<u> </u>	<u> </u>
TOTAL LIABILITIES	<u>158,729</u>	<u>150,043</u>
FUND BALANCES:		
Reserved for encumbrances	9,466	11,509
Reserved for payroll, escrow and change funds	97	97
Reserved for debt service	357	266
Unreserved:		
Designated for subsequent budget periods	6,993	6,482
Undesignated	38,733	36,935
	<u> </u>	<u> </u>
TOTAL FUND BALANCES	<u>55,646</u>	<u>55,289</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 214,375</u>	<u>\$ 205,332</u>

DALLAS COUNTY, TEXAS

EXHIBIT B-2COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GENERAL FUNDFISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996
(in thousands of dollars)

	<u>1997</u>	<u>1996</u>
REVENUES:		
Taxes	\$ 129,212	\$ 126,197
Licenses and permits	381	396
Fines and forfeitures	5,013	3,935
Investments and rentals	10,255	9,753
Intergovernmental revenues	4,249	9,041
Charges for current services	72,299	64,703
Miscellaneous	<u>6,722</u>	<u>7,226</u>
Total Revenues	<u>228,131</u>	<u>221,251</u>
EXPENDITURES:		
Current:		
General government	126,003	115,850
Public safety	105,118	95,559
Health	12,178	11,687
Public welfare	6,814	9,817
Libraries	<u>53</u>	<u>61</u>
Total expenditures	<u>250,166</u>	<u>232,974</u>
EXCESS OF REVENUES (UNDER) EXPENDITURES	<u>(22,035)</u>	<u>(11,723)</u>
OTHER FINANCING SOURCES (USES):		
Operating transfers in	24,888	25,647
Operating transfers out	(2,272)	(1,420)
Other	<u>(224)</u>	<u>(534)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>22,392</u>	<u>23,693</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER EXPENDITURES AND OTHER USES	357	11,970
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>55,289</u>	<u>43,319</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 55,646</u>	<u>\$ 55,289</u>

DALLAS COUNTY, TEXAS

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

FISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996

(in thousands of dollars)

	1997		Variance Favorable (Unfavorable)
	Budget	Actual	
REVENUES:			
Taxes	\$ 126,878	\$ 129,212	\$ 2,334
Licenses and permits	350	381	31
Fines and forfeitures	3,800	5,013	1,213
Investments and rentals	9,712	10,255	543
Intergovernmental revenues	4,624	4,249	(375)
Charges for current services	69,561	72,299	2,738
Miscellaneous	7,105	6,722	(383)
Total Revenues	222,030	228,131	6,101
EXPENDITURES:			
General Government:			
Salaries	76,067	72,099	3,968
Allowances	103	99	4
Operating	53,905	52,288	1,617
Property	2,456	1,517	939
Total General Government	132,531	126,003	6,528
Public Safety:			
Salaries	80,444	78,914	1,530
Allowances	112	112	-
Operating	29,598	23,989	5,609
Property	3,065	2,103	962
Total Public Safety	113,219	105,118	8,101
Health:			
Salaries	6,169	5,910	259
Allowances	58	48	10
Operating	6,971	6,121	850
Property	143	99	44
Total Health	13,341	12,178	1,163
Public Welfare:			
Salaries	2,995	2,950	45
Allowances	28	24	4
Operating	5,916	3,826	2,090
Property	32	14	18
Total Public Welfare	8,971	6,814	2,157

EXHIBIT B-3

1996		
<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
\$125,698	\$126,197	\$ 499
300	396	96
3,188	3,935	747
8,842	9,753	911
5,773	9,041	3,268
63,436	64,703	1,267
8,259	7,226	(1,033)
<u>215,496</u>	<u>221,251</u>	<u>5,755</u>
72,586	69,650	2,936
111	104	7
47,078	44,537	2,541
2,985	1,559	1,426
<u>122,760</u>	<u>115,850</u>	<u>6,910</u>
75,331	72,855	2,476
102	79	23
27,853	21,539	6,314
2,469	1,086	1,383
<u>105,755</u>	<u>95,559</u>	<u>10,196</u>
5,543	5,509	34
52	37	15
7,026	6,123	903
82	18	64
<u>12,703</u>	<u>11,687</u>	<u>1,016</u>
2,901	2,756	145
23	20	3
10,636	7,037	3,599
37	4	33
<u>13,597</u>	<u>9,817</u>	<u>3,780</u>

(Continued)

DALLAS COUNTY, TEXAS

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

FISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996
(in thousands of dollars)

	1997		Variance Favorable (Unfavorable)
	<u>Budget</u>	<u>Actual</u>	
Libraries:			
Salaries	\$ 8	\$ 8	\$ -
Operating	31	25	6
Property	28	20	8
Total Libraries	<u>67</u>	<u>53</u>	<u>14</u>
TOTAL EXPENDITURES	<u>268,129</u>	<u>250,166</u>	<u>17,963</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(46,099)</u>	<u>(22,035)</u>	<u>24,064</u>
OTHER FINANCING SOURCES (USES):			
Operating transfers in	24,480	24,888	408
Operating transfers out	(2,362)	(2,272)	90
Other	-	(224)	(224)
TOTAL FINANCING SOURCES (USES)	<u>22,118</u>	<u>22,392</u>	<u>274</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(23,981)</u>	<u>357</u>	<u>24,338</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>55,289</u>	<u>55,289</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 31,308</u>	<u>\$ 55,646</u>	<u>\$24,338</u>

EXHIBIT B-3

1996		
<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
\$ 10	\$ 8	\$ 2
32	31	1
<u>25</u>	<u>22</u>	<u>3</u>
<u>67</u>	<u>61</u>	<u>6</u>
<u>254,882</u>	<u>232,974</u>	<u>21,908</u>
<u>(39,386)</u>	<u>(11,723)</u>	<u>27,663</u>
25,647	25,647	-
(1,632)	(1,420)	212
<u>-</u>	<u>(534)</u>	<u>(534)</u>
<u>24,015</u>	<u>23,693</u>	<u>(322)</u>
(15,371)	11,970	27,341
<u>43,319</u>	<u>43,319</u>	<u>-</u>
<u>\$ 27,948</u>	<u>\$ 55,289</u>	<u>\$27,341</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.

Major Technology - used to account for monies received from ad valorem taxes that are dedicated to improvement of the County's computer systems.

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, 1997
(in thousands of dollars)

	<u>Road and Bridge</u>	<u>Jury</u>	<u>Permanent Improvement</u>	<u>Law Library</u>
ASSETS:				
Cash and investments	\$24,202	\$ 229	\$1,034	\$1,228
Receivables:				
Taxes - current	-	168	1,740	-
Less allowance for uncollectibles	<u>-</u>	<u>(137)</u>	<u>(51)</u>	<u>-</u>
Net taxes receivable	-	31	1,689	-
Accounts	17,816	29	-	922
Less allowance for uncollectibles	<u>(17,810)</u>	<u>(26)</u>	<u>-</u>	<u>(811)</u>
Net accounts receivable	6	3	-	111
Accrued interest	-	-	-	-
Due from other funds	557	-	-	-
Due from other governmental units	95	-	-	-
Inventories	<u>878</u>	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u><u>\$25,738</u></u>	<u><u>\$ 263</u></u>	<u><u>\$2,723</u></u>	<u><u>\$1,339</u></u>
LIABILITIES AND FUND BALANCES:				
LIABILITIES:				
Accounts payable	\$ 758	\$ 8	\$ 29	\$ 30
Due to other funds	-	-	-	-
Due to other governmental units	71	-	-	-
Deferred revenue	<u>6</u>	<u>30</u>	<u>1,687</u>	<u>111</u>
TOTAL LIABILITIES	835	38	1,716	141
FUND BALANCES:				
Reserved for encumbrances	3,755	79	848	97
Reserved for inventory of supplies	878	-	-	-
Reserved for escrow and change funds	-	2	-	-
Unreserved:				
Designated for subsequent budget periods	652	4	2	-
Undesignated	<u>19,618</u>	<u>140</u>	<u>157</u>	<u>1,101</u>
TOTAL FUND EQUITY	<u><u>24,903</u></u>	<u><u>225</u></u>	<u><u>1,007</u></u>	<u><u>1,198</u></u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$25,738</u></u>	<u><u>\$ 263</u></u>	<u><u>\$2,723</u></u>	<u><u>\$1,339</u></u>

EXHIBIT C-1

<u>Parking Garage Revenue</u>	<u>HIV Grant</u>	<u>Grants</u>	<u>Major Technology</u>	<u>District Attorney Special</u>	<u>District Attorney Forfeiture - FN</u>	<u>District Attorney Forfeiture - OL</u>	<u>District Attorney Unadjudicated Forfeitures</u>
\$458	\$ -	\$4,329	\$ -	\$279	\$107	\$622	\$4
-	-	-	4,497	-	-	-	-
-	-	-	(68)	-	-	-	-
-	-	-	4,429	-	-	-	-
25	7	14	-	-	-	-	-
-	-	-	-	-	-	-	-
25	7	14	-	-	-	-	-
4	-	-	-	-	-	-	-
-	1	1	-	-	-	-	-
-	505	3,907	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$487</u>	<u>\$513</u>	<u>\$8,251</u>	<u>\$4,429</u>	<u>\$279</u>	<u>\$107</u>	<u>\$622</u>	<u>\$4</u>
\$ 26	\$479	\$1,672	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	6,573	4,429	-	-	-	-
26	479	8,245	4,429	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
4	-	-	-	-	-	-	-
457	34	6	-	279	107	622	4
461	34	6	-	279	107	622	4
<u>\$487</u>	<u>\$513</u>	<u>\$8,251</u>	<u>\$4,429</u>	<u>\$279</u>	<u>\$107</u>	<u>\$622</u>	<u>\$4</u>

(Continued)

DALLAS COUNTY, TEXAS

COMBINING BALANCE SHEETS - SPECIAL REVENUE FUNDS

SEPTEMBER 30, 1997
(in thousands of dollars)

	District Attorney Forfeiture - <u>Auto Theft</u>	District Attorney Escrow - <u>Auto Theft</u>	<u>Historical Commission</u>
ASSETS:			
Cash and investments	\$ 8	\$ 4	\$ 37
Receivables:			
Taxes - current	-	-	-
Less allowance for uncollectibles	<u>-</u>	<u>-</u>	<u>-</u>
Net taxes receivable	<u>-</u>	<u>-</u>	<u>-</u>
Accounts	-	-	-
Less allowance for uncollectibles	<u>-</u>	<u>-</u>	<u>-</u>
Net accounts receivable	<u>-</u>	<u>-</u>	<u>-</u>
Accrued interest	-	-	-
Due from other funds	-	-	-
Due from other governmental units	-	-	-
Inventories	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 8</u>	<u>\$ 4</u>	<u>\$ 37</u>
LIABILITIES AND FUND BALANCES:			
LIABILITIES:			
Accounts payable	\$ -	\$ -	\$ -
Due to other funds	-	-	-
Due to other governmental units	-	-	-
Deferred revenue	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES	<u>-</u>	<u>-</u>	<u>-</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>37</u>
TOTAL FUND EQUITY	<u>8</u>	<u>4</u>	<u>37</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 8</u>	<u>\$ 4</u>	<u>\$ 37</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>1997</u>	<u>1996</u>
\$ 443	\$ 11	\$ 148	\$ 250	\$ 33,393	\$ 30,934
-	-	-	-	6,405	3,400
-	-	-	-	(256)	(237)
-	-	-	-	6,149	3,163
-	65	645	294	19,817	18,078
-	-	(527)	(259)	(19,433)	(16,874)
-	65	118	35	384	1,204
-	-	-	-	4	-
-	2	-	-	561	2,017
-	-	-	-	4,507	4,223
-	-	-	-	878	862
<u>\$ 443</u>	<u>\$ 78</u>	<u>\$ 266</u>	<u>\$ 285</u>	<u>\$ 45,876</u>	<u>\$ 42,403</u>
\$ 4	\$10	\$ -	\$ 2	\$ 3,018	\$ 2,482
2	11	-	1	14	2,366
-	-	-	-	71	71
-	-	71	35	12,942	3,700
<u>6</u>	<u>21</u>	<u>71</u>	<u>38</u>	<u>16,045</u>	<u>8,619</u>
194	16	3	50	5,042	4,490
-	-	-	-	878	862
-	-	-	-	2	2
-	-	-	-	662	2,476
<u>243</u>	<u>41</u>	<u>192</u>	<u>197</u>	<u>23,247</u>	<u>25,954</u>
<u>437</u>	<u>57</u>	<u>195</u>	<u>247</u>	<u>29,831</u>	<u>33,784</u>
<u>\$ 443</u>	<u>\$ 78</u>	<u>\$ 266</u>	<u>\$ 285</u>	<u>\$ 45,876</u>	<u>\$ 42,403</u>

DALLAS COUNTY, TEXAS

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

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

	Road and <u>Bridge</u>	<u>Jury</u>	Permanent <u>Improvement</u>	Law <u>Library</u>
REVENUES:				
Taxes	\$ -	\$ 1,561	\$ 1,634	\$ -
Highway license fees	28,070	-	-	-
Fines and forfeitures	7,844	-	-	-
Investments and rentals	1,031	-	-	59
Intergovernmental revenues	1,976	-	-	-
Charges for current services	8	266	-	771
Miscellaneous	83	-	-	-
Total revenues	<u>39,012</u>	<u>1,827</u>	<u>1,634</u>	<u>830</u>
EXPENDITURES:				
Current:				
General government	-	-	781	-
Judicial	-	1,822	-	622
Public safety	-	-	-	-
Streets and highways	8,871	-	-	-
Health	-	-	-	-
Public welfare	-	-	-	-
Total expenditures	<u>8,871</u>	<u>1,822</u>	<u>781</u>	<u>622</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>30,141</u>	<u>5</u>	<u>853</u>	<u>208</u>
OTHER FINANCING SOURCES (USES):				
Transfer to Child Support-Special Fund	-	-	-	-
Transfer to General Fund	(24,376)	-	-	-
Transfer to Debt Service Funds	(10,641)	-	-	-
Transfer from General Fund	-	-	-	13
Transfer from Alternative Dispute Resolution Fund	-	-	-	-
Other	-	-	-	-
Total other financing sources (uses)	<u>(35,017)</u>	<u>-</u>	<u>-</u>	<u>13</u>
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(4,876)	5	853	221
FUND BALANCES AT BEGINNING OF FISCAL YEAR	29,763	220	154	977
CHANGE IN INVENTORY - PURCHASES METHOD	<u>16</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 24,903</u>	<u>\$ 225</u>	<u>\$ 1,007</u>	<u>\$ 1,198</u>

EXHIBIT C-2

<u>Parking Garage Revenue</u>	<u>HIV Grant</u>	<u>Grants</u>	<u>District Attorney Special</u>	<u>District Attorney Forfeiture - FN</u>	<u>District Attorney Forfeiture - OL</u>	<u>District Attorney Unadjudicated Forfeitures</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
746	19	-	-	-	-	-
-	9,718	24,787	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>746</u>	<u>9,737</u>	<u>24,787</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
137	-	-	-	-	-	-
-	-	1,004	-	-	-	-
-	-	7,508	-	-	-	-
-	-	-	-	-	-	-
-	10,037	5,197	-	-	-	-
-	-	12,462	-	-	-	-
<u>137</u>	<u>10,037</u>	<u>26,171</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>609</u>	<u>(300)</u>	<u>(1,384)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
(450)	-	-	-	-	-	-
(204)	-	-	-	-	-	-
-	-	1,389	-	-	-	-
-	-	-	-	-	-	-
<u>(28)</u>	<u>1</u>	<u>-</u>	<u>157</u>	<u>(169)</u>	<u>126</u>	<u>(2)</u>
<u>(682)</u>	<u>1</u>	<u>1,389</u>	<u>157</u>	<u>(169)</u>	<u>126</u>	<u>(2)</u>
(73)	(299)	5	157	(169)	126	(2)
534	333	1	122	276	496	6
-	-	-	-	-	-	-
<u>\$ 461</u>	<u>\$ 34</u>	<u>\$ 6</u>	<u>\$279</u>	<u>\$ 107</u>	<u>\$622</u>	<u>\$ 4</u>

(Continued)

DALLAS COUNTY, TEXAS

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

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

	District Attorney Forfeiture - Auto Theft	District Attorney Escrow - Auto Theft	Historical Commission	Historical Exhibit
REVENUES:				
Taxes	\$ -	\$ -	\$ -	\$ -
Highway license fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Investments and rentals	-	-	1	26
Intergovernmental revenues	-	-	-	-
Charges for current services	-	-	-	1,871
Miscellaneous	-	-	18	2
	<u>-</u>	<u>-</u>	<u>19</u>	<u>1,899</u>
Total revenues	-	-	19	1,899
EXPENDITURES:				
Current:				
General government	-	-	13	1,936
Judicial	-	-	-	-
Public safety	-	-	-	-
Streets and highways	-	-	-	-
Health	-	-	-	-
Public welfare	-	-	-	-
	<u>-</u>	<u>-</u>	<u>13</u>	<u>1,936</u>
Total expenditures	-	-	13	1,936
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>6</u>	<u>(37)</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	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	-	-	-	-
EXCESS OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	-	-	6	(37)
FUND BALANCES AT BEGINNING OF FISCAL YEAR	8	4	31	474
CHANGE IN INVENTORY - PURCHASES METHOD	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$8</u>	<u>\$4</u>	<u>\$37</u>	<u>\$ 437</u>

EXHIBIT C-2

Child Support - Special	Alternative Dispute Resolution	Appellate Justice System	Totals	
			September 30,	
			1997	1996
\$ -	\$ -	\$ -	\$ 3,195	\$ 1,681
-	-	-	28,070	28,669
-	-	-	7,844	7,947
5	5	12	1,904	1,801
-	-	-	36,481	30,940
487	503	239	4,145	3,871
-	-	-	103	17
<u>492</u>	<u>508</u>	<u>251</u>	<u>81,742</u>	<u>74,926</u>
-	-	-	2,867	1,560
822	342	144	4,756	4,995
639	-	-	8,147	6,605
-	-	-	8,871	8,021
-	-	-	15,234	14,167
-	-	-	12,462	8,237
<u>1,461</u>	<u>342</u>	<u>144</u>	<u>52,337</u>	<u>43,585</u>
<u>(969)</u>	<u>166</u>	<u>107</u>	<u>29,405</u>	<u>31,341</u>
-	(145)	-	(145)	(145)
-	-	(62)	(24,888)	(25,647)
-	-	-	(10,845)	(10,900)
870	-	-	2,272	1,420
145	-	-	145	145
<u>2</u>	<u>-</u>	<u>-</u>	<u>87</u>	<u>530</u>
<u>1,017</u>	<u>(145)</u>	<u>(62)</u>	<u>(33,374)</u>	<u>(34,597)</u>
48	21	45	(3,969)	(3,256)
9	174	202	33,784	36,646
-	-	-	16	394
<u>\$ 57</u>	<u>\$ 195</u>	<u>\$247</u>	<u>\$ 29,831</u>	<u>\$ 33,784</u>

DALLAS COUNTY, TEXAS

EXHIBIT C-3

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDSFISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996
(in thousands of dollars)

Road and Bridge	1997			1996		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Highway license fees	\$ 27,236	\$ 28,070	\$ 834	\$ 25,236	\$ 28,669	\$ 3,433
Fines and forfeitures	8,107	7,844	(263)	6,560	7,947	1,387
Intergovernmental revenues	29	1,976	1,947	577	2,189	1,612
Charges for current services	8	8	-	8	8	-
Investments and rentals	825	1,031	206	925	841	(84)
Miscellaneous	333	83	(250)	6	11	5
Total revenues	<u>36,538</u>	<u>39,012</u>	<u>2,474</u>	<u>33,312</u>	<u>39,665</u>	<u>6,353</u>
EXPENDITURES:						
Streets and highways:						
Salaries	4,756	4,116	640	4,647	4,255	392
Allowances	23	23	-	22	22	-
Operating	7,014	2,626	4,388	5,042	2,600	2,442
Property	6,190	2,106	4,084	4,253	1,144	3,109
Total expenditures	<u>17,983</u>	<u>8,871</u>	<u>9,112</u>	<u>13,964</u>	<u>8,021</u>	<u>5,943</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>18,555</u>	<u>30,141</u>	<u>11,586</u>	<u>19,348</u>	<u>31,644</u>	<u>12,296</u>
OTHER FINANCING SOURCES (USES):						
Transfer to Debt Service Funds	(10,600)	(10,641)	(41)	(10,693)	(10,693)	-
Transfer to General Fund	(24,549)	(24,376)	173	(23,915)	(23,915)	-
Other	-	-	-	-	459	459
Total other financial sources (uses)	<u>(35,149)</u>	<u>(35,017)</u>	<u>132</u>	<u>(34,608)</u>	<u>(34,149)</u>	<u>459</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(16,594)</u>	<u>(4,876)</u>	<u>11,718</u>	<u>(15,260)</u>	<u>(2,505)</u>	<u>12,755</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	29,763	29,763	-	31,874	31,874	-
CHANGE IN INVENTORY - PURCHASES METHOD	-	16	16	-	394	394
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 13,169</u>	<u>\$ 24,903</u>	<u>\$11,734</u>	<u>\$ 16,614</u>	<u>\$ 29,763</u>	<u>\$13,149</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, 1997 AND 1996
(in thousands of dollars)

<u>Jury</u>	1997			1996		
	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
REVENUES:						
Ad valorem taxes	\$ 1,539	\$ 1,561	\$ 22	\$ 1,659	\$ 1,680	\$ 21
Charges for current services	235	266	31	185	268	83
Total revenues	<u>1,774</u>	<u>1,827</u>	<u>53</u>	<u>1,844</u>	<u>1,948</u>	<u>104</u>
EXPENDITURES:						
Judicial:						
Salaries	603	515	88	504	503	1
Operating	1,374	1,295	79	1,355	1,311	44
Property	17	12	5	11	9	2
Total expenditures	<u>1,994</u>	<u>1,822</u>	<u>172</u>	<u>1,870</u>	<u>1,823</u>	<u>47</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(220)	5	225	(26)	125	151
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>220</u>	<u>220</u>	<u>-</u>	<u>95</u>	<u>95</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ -</u>	<u>\$ 225</u>	<u>\$225</u>	<u>\$ 69</u>	<u>\$ 220</u>	<u>\$151</u>

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996
(in thousands of dollars)

<u>Permanent Improvement</u>	1997			1996		
	<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	<u>\$ 1,594</u>	<u>\$ 1,634</u>	<u>\$ 40</u>	<u>\$ 2</u>	<u>\$ 1</u>	<u>\$ (1)</u>
Total revenues	<u>1,594</u>	<u>1,634</u>	<u>40</u>	<u>2</u>	<u>1</u>	<u>(1)</u>
EXPENDITURES:						
General government: Property	<u>1,748</u>	<u>781</u>	<u>967</u>	<u>348</u>	<u>197</u>	<u>151</u>
Total expenditures	<u>1,748</u>	<u>781</u>	<u>967</u>	<u>348</u>	<u>197</u>	<u>151</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(154)</u>	<u>853</u>	<u>1,007</u>	<u>(346)</u>	<u>(196)</u>	<u>150</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>154</u>	<u>154</u>	<u>-</u>	<u>350</u>	<u>350</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ -</u>	<u>\$ 1,007</u>	<u>\$ 1,007</u>	<u>\$ 4</u>	<u>\$ 154</u>	<u>\$ 150</u>

(Continued)

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

FISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996

(in thousands of dollars)

<u>Law Library</u>	1997			1996		
	<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	\$ 40	\$ 59	\$ 19	\$ 40	\$ 48	\$ 8
Charges for current services	732	771	39	749	745	(4)
Total revenues	772	830	58	789	793	4
EXPENDITURES:						
Judicial:						
Salaries	320	241	79	309	251	58
Operating	540	374	166	538	355	183
Property	84	7	77	71	15	56
Total expenditures	944	622	322	918	621	297
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(172)	208	380	(129)	172	301
OTHER FINANCING SOURCES (USES):						
Transfer from general fund	13	13	-	12	12	-
Total other financing sources (uses)	13	13	-	12	12	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND USES	(159)	221	380	(117)	184	301
FUND BALANCES AT BEGINNING OF FISCAL YEAR	977	977	-	793	793	-
FUND BALANCES AT END OF FISCAL YEAR	\$ 818	\$ 1,198	\$380	\$ 676	\$977	\$301

(Continued)

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

FISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996

(in thousands of dollars)

	1997			1996		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>Parking Garage Revenue</u>						
REVENUES:						
Investments and rentals	\$ 826	\$ 746	\$ (80)	\$ 871	\$ 822	\$ (49)
EXPENDITURES:						
General government:						
Property	<u>137</u>	<u>137</u>	<u>-</u>	<u>137</u>	<u>116</u>	<u>21</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>689</u>	<u>609</u>	<u>(80)</u>	<u>734</u>	<u>706</u>	<u>(28)</u>
OTHER FINANCING SOURCES (USES):						
Transfer to general fund	(450)	(450)	-	(450)	(450)	-
Transfer to debt service funds	(204)	(204)	-	(207)	(207)	-
Other	<u>-</u>	<u>(28)</u>	<u>(28)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing uses	<u>(654)</u>	<u>(682)</u>	<u>(28)</u>	<u>(657)</u>	<u>(657)</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES	35	(73)	(108)	77	49	(28)
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>534</u>	<u>534</u>	<u>-</u>	<u>485</u>	<u>485</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 569</u>	<u>\$ 461</u>	<u>\$ (108)</u>	<u>\$ 562</u>	<u>\$ 534</u>	<u>\$ (28)</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, 1997 AND 1996
(in thousands of dollars)

HIV Grant	1997			1996		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Intergovernmental revenues	\$ 18,000	\$ 9,718	\$ (8,282)	\$ 17,500	\$ 9,941	\$ (7,559)
Investments and rentals	-	19	19	-	22	22
Total revenues	<u>18,000</u>	<u>9,737</u>	<u>(8,263)</u>	<u>17,500</u>	<u>9,963</u>	<u>(7,537)</u>
EXPENDITURES:						
Health:						
Salaries	687	408	279	770	460	310
Allowances	-	-	-	1	-	1
Operating	15,144	9,600	5,544	14,299	9,164	5,135
Property	43	29	14	35	25	10
Total expenditures	<u>15,874</u>	<u>10,037</u>	<u>5,837</u>	<u>15,105</u>	<u>9,649</u>	<u>5,456</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	2,126	(300)	(2,426)	2,395	314	(2,081)
OTHER FINANCING SOURCES (USES):						
Other	-	1	1	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>1</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	2,126	(299)	(2,425)	2,395	314	(2,081)
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>333</u>	<u>333</u>	<u>-</u>	<u>19</u>	<u>19</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 2,459</u>	<u>\$ 34</u>	<u>\$(2,425)</u>	<u>\$ 2,414</u>	<u>\$ 333</u>	<u>\$(2,081)</u>

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996
(in thousands of dollars)

<u>Grants</u>	1997			1996		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES:						
Intergovernmental revenues	\$ 47,611	\$ 24,787	\$ (22,824)	\$ 47,054	\$ 18,810	\$ (28,244)
Total revenues	47,611	24,787	(22,824)	47,054	18,810	(28,244)
EXPENDITURES:						
Judicial:						
Salaries	1,035	853	182	1,733	972	761
Allowances	2	1	1	2	1	1
Operating	214	150	64	346	220	126
Property	88	-	88	100	12	88
	1,339	1,004	335	2,181	1,205	976
Public safety:						
Salaries	8,029	3,587	4,442	5,828	2,892	2,936
Allowances	91	25	66	29	26	3
Operating	5,349	3,019	2,330	5,473	2,887	2,586
Property	3,244	877	2,367	2,008	170	1,838
	16,713	7,508	9,205	13,338	5,975	7,363
Health:						
Salaries	4,945	2,988	1,957	4,553	3,073	1,480
Allowances	143	79	64	158	96	62
Operating	4,588	1,967	2,621	2,511	1,280	1,231
Property	229	163	66	140	69	71
	9,905	5,197	4,708	7,362	4,518	2,844
Public welfare:						
Salaries	3,595	1,918	1,677	3,034	1,795	1,239
Allowances	16	5	11	16	6	10
Operating	11,549	8,630	2,919	12,530	6,134	6,396
Property	5,884	1,909	3,975	806	302	504
	21,044	12,462	8,582	16,386	8,237	8,149
Total expenditures	49,001	26,171	22,830	39,267	19,935	19,332

(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, 1997 AND 1996
(in thousands of dollars)

<u>Grants</u>	1997			1996		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	\$ (1,390)	\$ (1,384)	\$ 6	\$ 7,787	\$ (1,125)	\$ (8,912)
OTHER FINANCING SOURCES (USES):						
Transfer from general fund	1,389	1,389	-	694	694	-
Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(6)</u>	<u>(6)</u>
Other other financing sources (uses)	<u>1,389</u>	<u>1,389</u>	<u>-</u>	<u>694</u>	<u>688</u>	<u>(6)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(1)	5	6	8,481	(437)	(8,918)
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>1</u>	<u>1</u>	<u>-</u>	<u>438</u>	<u>438</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ 6</u>	<u>\$8,919</u>	<u>\$ 1</u>	<u>\$(8,918)</u>

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996
(in thousands of dollars)

	1997			1996		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable Unfavorable
<u>Residential Facility</u>						
REVENUES:						
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenues	-	-	-	-	-	-
EXPENDITURES:						
General government:						
Salaries	-	-	-	-	-	-
Operating	-	-	-	-	-	-
Total expenditures	-	-	-	-	-	-
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-	-	-
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)	-
FUND BALANCES AT BEGINNING OF FISCAL YEAR	-	-	-	63	63	-
FUND BALANCES AT END OF FISCAL YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(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, 1997 AND 1996
(in thousands of dollars)

<u>Historical Commission</u>	1997			1996		
	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUES:						
Investments and rentals	\$ 3	\$ 1	\$ (2)	\$ 2	\$ 3	\$ 1
Intergovernmental revenues	-	-	-	-	-	-
Miscellaneous	-	18	18	-	1	1
Total revenues	<u>3</u>	<u>19</u>	<u>16</u>	<u>2</u>	<u>4</u>	<u>2</u>
EXPENDITURES:						
General government operating	<u>30</u>	<u>13</u>	<u>17</u>	<u>38</u>	<u>11</u>	<u>27</u>
Total expenditures	<u>30</u>	<u>13</u>	<u>17</u>	<u>38</u>	<u>11</u>	<u>27</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(27)	6	33	(36)	(7)	29
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>31</u>	<u>31</u>	-	<u>38</u>	<u>38</u>	-
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 4</u>	<u>\$ 37</u>	<u>\$ 33</u>	<u>\$ 2</u>	<u>\$ 31</u>	<u>\$ 29</u>

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996
(in thousands of dollars)

<u>Historical Exhibit</u>	1997			1996		
	<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	\$ 45	\$ 26	\$ (19)	\$ 60	\$ 40	\$ (20)
Charges for current services	1,800	1,871	71	1,210	1,627	417
Miscellaneous	10	2	(8)	15	5	(10)
Total revenues	<u>1,855</u>	<u>1,899</u>	<u>44</u>	<u>1,285</u>	<u>1,672</u>	<u>387</u>
EXPENDITURES:						
General government operating	<u>2,146</u>	<u>1,936</u>	<u>210</u>	<u>1,236</u>	<u>1,236</u>	<u>-</u>
Total expenditures	<u>2,146</u>	<u>1,936</u>	<u>210</u>	<u>1,236</u>	<u>1,236</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(291)</u>	<u>(37)</u>	<u>254</u>	<u>49</u>	<u>436</u>	<u>387</u>
OTHER FINANCING SOURCES (USES):						
Transfer to general fund	-	-	-	(1,137)	(1,137)	-
Transfer to debt service	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,137)</u>	<u>(1,137)</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(291)</u>	<u>(37)</u>	<u>254</u>	<u>(1,088)</u>	<u>(701)</u>	<u>387</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>474</u>	<u>474</u>	<u>-</u>	<u>1,175</u>	<u>1,175</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 183</u>	<u>\$ 437</u>	<u>\$254</u>	<u>\$ 87</u>	<u>\$ 474</u>	<u>\$387</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, 1997 AND 1996
(in thousands of dollars)

Child Support-Special	1997			1996		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:						
Investments and rentals	\$ 7	\$ 5	\$ (2)	\$ 9	\$ 6	\$ (3)
Charges for current services	<u>493</u>	<u>487</u>	<u>(6)</u>	<u>561</u>	<u>495</u>	<u>(66)</u>
Total revenues	<u>500</u>	<u>492</u>	<u>(8)</u>	<u>570</u>	<u>501</u>	<u>(69)</u>
EXPENDITURES:						
Judicial:						
Salaries	813	793	20	781	769	12
Allowances	5	3	2	5	3	2
Operating	23	17	6	25	20	5
Property	<u>10</u>	<u>9</u>	<u>1</u>	<u>1</u>	<u>1</u>	<u>-</u>
Total judicial	<u>851</u>	<u>822</u>	<u>29</u>	<u>812</u>	<u>793</u>	<u>19</u>
Public safety:						
Salaries	404	385	19	369	368	1
Operating	268	254	14	321	262	59
Property	<u>1</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total public safety	<u>673</u>	<u>639</u>	<u>34</u>	<u>690</u>	<u>630</u>	<u>60</u>
Total expenditures	<u>1,524</u>	<u>1,461</u>	<u>63</u>	<u>1,502</u>	<u>1,423</u>	<u>79</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,024)</u>	<u>(969)</u>	<u>55</u>	<u>(932)</u>	<u>(922)</u>	<u>10</u>
OTHER FINANCING SOURCES (USES):						
Transfer from general fund	870	870	-	714	714	-
Transfer from alternative dispute resolution fund	145	145	-	145	145	-
Other	<u>-</u>	<u>2</u>	<u>2</u>	<u>-</u>	<u>(1)</u>	<u>(1)</u>
Total other financing sources (uses)	<u>1,015</u>	<u>1,017</u>	<u>2</u>	<u>859</u>	<u>858</u>	<u>(1)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(9)	48	57	(73)	(64)	9
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>(9)</u>	<u>9</u>	<u>-</u>	<u>73</u>	<u>73</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ -</u>	<u>\$ 57</u>	<u>\$ 57</u>	<u>\$ -</u>	<u>\$ 9</u>	<u>\$ 9</u>

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996
(in thousands of dollars)

<u>Alternative Dispute Resolution</u>	1997			1996		
	<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	\$ 5	\$ 5	\$ -	\$ 6	\$ 5	\$ (1)
Charges for current services	<u>490</u>	<u>503</u>	<u>13</u>	<u>480</u>	<u>504</u>	<u>24</u>
Total revenues	<u>495</u>	<u>508</u>	<u>13</u>	<u>486</u>	<u>509</u>	<u>23</u>
EXPENDITURES:						
Judicial:						
Salaries	49	49	-	49	48	1
Operating	295	293	2	281	255	26
Property	<u>3</u>	<u>-</u>	<u>3</u>	<u>3</u>	<u>-</u>	<u>3</u>
Total expenditures	<u>347</u>	<u>342</u>	<u>5</u>	<u>333</u>	<u>303</u>	<u>30</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>148</u>	<u>166</u>	<u>18</u>	<u>153</u>	<u>206</u>	<u>53</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	3	21	18	8	61	53
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>174</u>	<u>174</u>	<u>-</u>	<u>113</u>	<u>113</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 177</u>	<u>\$ 195</u>	<u>\$ 18</u>	<u>\$ 121</u>	<u>\$ 174</u>	<u>\$ 53</u>

(Continued)

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS -- CONTINUEDFISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996
(in thousands of dollars)

<u>Appellate Justice System</u>	1997			1996		
	<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	\$ 15	\$ 12	\$ (3)	\$ 16	\$ 14	\$ (2)
Charges for current services	<u>225</u>	<u>239</u>	<u>14</u>	<u>218</u>	<u>224</u>	<u>6</u>
Total revenues	<u>240</u>	<u>251</u>	<u>11</u>	<u>234</u>	<u>238</u>	<u>4</u>
EXPENDITURES:						
Judicial - operating	205	130	75	210	116	94
Property	<u>121</u>	<u>14</u>	<u>107</u>	<u>238</u>	<u>134</u>	<u>104</u>
Total expenditures	<u>326</u>	<u>144</u>	<u>182</u>	<u>448</u>	<u>250</u>	<u>198</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(86)</u>	<u>107</u>	<u>193</u>	<u>(214)</u>	<u>(12)</u>	<u>202</u>
OTHER FINANCING (USES):						
Transfer to general fund	<u>(62)</u>	<u>(62)</u>	<u>-</u>	<u>(82)</u>	<u>(82)</u>	<u>-</u>
Total other financing (uses)	<u>(62)</u>	<u>(62)</u>	<u>-</u>	<u>(82)</u>	<u>(82)</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(148)</u>	<u>45</u>	<u>193</u>	<u>(296)</u>	<u>(94)</u>	<u>202</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>202</u>	<u>202</u>	<u>-</u>	<u>296</u>	<u>296</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 54</u>	<u>\$247</u>	<u>\$193</u>	<u>\$ -</u>	<u>\$202</u>	<u>\$202</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.

COMBINING BALANCE SHEETS - DEBT SERVICE FUNDS

SEPTEMBER 30, 1997
(in thousands of dollars)

	Countywide General Obligation	Parking Garage Reserve	Parking Garage Contingency	Totals	
				September 30, 1997	1996
<u>ASSETS</u>					
CASH AND INVESTMENTS	\$ 19,828	\$ 210	\$ 60	\$ 20,098	\$ 18,262
RECEIVABLES:					
Taxes	45,848	-	-	45,848	48,451
Less allowance for uncollectibles	<u>(4,981)</u>	<u>-</u>	<u>-</u>	<u>(4,981)</u>	<u>(5,908)</u>
Net taxes receivable	<u>40,867</u>	<u>-</u>	<u>-</u>	<u>40,867</u>	<u>42,543</u>
Accounts	95	-	-	95	105
ACCRUED INTEREST	<u>692</u>	<u>-</u>	<u>-</u>	<u>692</u>	<u>609</u>
TOTAL ASSETS	<u>\$ 61,482</u>	<u>\$ 210</u>	<u>\$ 60</u>	<u>\$ 61,752</u>	<u>\$ 61,519</u>
<u>LIABILITIES AND FUND BALANCES</u>					
LIABILITIES:					
Accounts payable	\$ 13	\$ -	\$ -	\$ 13	\$ -
Deferred revenue	40,910	-	-	40,910	43,039
Due to other funds	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
TOTAL LIABILITIES	<u>40,924</u>	<u>-</u>	<u>-</u>	<u>40,924</u>	<u>43,040</u>
FUND BALANCES:					
Reserved for debt service	19,909	210	60	20,179	18,366
Unreserved - designated for subsequent budget periods	<u>649</u>	<u>-</u>	<u>-</u>	<u>649</u>	<u>113</u>
TOTAL FUND BALANCES	<u>20,558</u>	<u>210</u>	<u>60</u>	<u>20,828</u>	<u>18,479</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 61,482</u>	<u>\$ 210</u>	<u>\$ 60</u>	<u>\$ 61,752</u>	<u>\$ 61,519</u>

DALLAS COUNTY, TEXAS

EXHIBIT D-2

COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
DEBT SERVICE FUNDSFISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

	Countywide General Obligation	Parking Garage Revenue and General Obligation	Parking Garage Reserve	Parking Garage Contingency	Totals September 30, 1997 1996	
REVENUES:						
Ad valorem taxes	\$42,112	\$ -	\$ -	\$ -	\$42,112	\$41,199
Investments and rentals	7,832	-	-	-	7,832	5,807
Intergovernmental revenues	3	-	-	-	3	4
Miscellaneous	-	-	-	-	-	115
Total revenues	<u>49,947</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,947</u>	<u>47,125</u>
EXPENDITURES:						
Principal retirement	40,865	140	-	-	41,005	41,655
Interest	17,329	64	-	-	17,393	18,345
Fiscal agent fees	45	-	-	-	45	42
Total expenditures	<u>58,239</u>	<u>204</u>	<u>-</u>	<u>-</u>	<u>58,443</u>	<u>60,042</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(8,292)</u>	<u>(204)</u>	<u>-</u>	<u>-</u>	<u>(8,496)</u>	<u>(12,917)</u>
OTHER FINANCING SOURCES (USES):						
Transfer from Road and Bridge Fund	10,641	-	-	-	10,641	10,693
Transfer from Parking Garage Revenue Fund	-	204	-	-	204	207
Other	-	-	-	-	-	1
Total other financing sources (uses)	<u>10,641</u>	<u>204</u>	<u>-</u>	<u>-</u>	<u>10,845</u>	<u>10,901</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>2,349</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,349</u>	<u>(2,016)</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>18,209</u>	<u>-</u>	<u>210</u>	<u>60</u>	<u>18,479</u>	<u>20,495</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$20,558</u>	<u>\$ -</u>	<u>\$210</u>	<u>\$60</u>	<u>\$20,828</u>	<u>\$18,479</u>

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - DEBT SERVICE FUNDSFISCAL YEARS ENDED SEPTEMBER 30, 1997 AND 1996
(in thousands of dollars)

<u>Countywide General Obligation</u>	1997			1996		
	<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	\$ 41,311	\$ 42,112	\$ 801	\$ 40,925	\$ 41,199	\$ 274
Investments and rentals	5,140	7,832	2,692	5,828	5,807	(21)
Intergovernmental revenues	2	3	1	2	4	2
Miscellaneous	-	-	-	220	115	(105)
Total revenues	<u>46,453</u>	<u>49,947</u>	<u>3,494</u>	<u>46,975</u>	<u>47,125</u>	<u>150</u>
EXPENDITURES:						
Principal retirement	40,865	40,865	-	41,520	41,520	-
Interest	17,329	17,329	-	18,273	18,273	-
Fiscal agent fees	97	45	52	102	42	60
Total expenditures	<u>58,291</u>	<u>58,239</u>	<u>52</u>	<u>59,895</u>	<u>59,835</u>	<u>60</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(11,838)</u>	<u>(8,292)</u>	<u>3,546</u>	<u>(12,920)</u>	<u>(12,710)</u>	<u>210</u>
OTHER FINANCING SOURCES (USES):						
Transfer from Road and Bridge Fund	10,641	10,641	-	10,753	10,693	(60)
Transfer from Historical Fund	-	-	-	-	-	-
Other	-	-	-	-	1	1
Total other financing sources (uses)	<u>10,641</u>	<u>10,641</u>	<u>-</u>	<u>10,753</u>	<u>10,694</u>	<u>(59)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>(1,197)</u>	<u>2,349</u>	<u>3,546</u>	<u>(2,167)</u>	<u>(2,016)</u>	<u>151</u>
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>18,209</u>	<u>18,209</u>	<u>-</u>	<u>20,225</u>	<u>20,225</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 17,012</u>	<u>\$ 20,558</u>	<u>\$ 3,546</u>	<u>\$ 18,058</u>	<u>\$ 18,209</u>	<u>\$ 151</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, 1997 AND 1996
(in thousands of dollars)

	1997			1996		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>Parking Garage Revenue and General Obligation</u>						
EXPENDITURES:						
Principal retirement	\$ 140	\$ 140	\$ -	\$ 135	\$ 135	\$ -
Interest	64	64	-	72	72	-
Total expenditures	<u>204</u>	<u>204</u>	<u>-</u>	<u>207</u>	<u>207</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(204)</u>	<u>(204)</u>	<u>-</u>	<u>(207)</u>	<u>(207)</u>	<u>-</u>
OTHER FINANCING SOURCES:						
Transfer from Parking Garage Revenue Fund	<u>204</u>	<u>204</u>	<u>-</u>	<u>207</u>	<u>207</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER SOURCES OVER (UNDER) EXPENDITURES	-	-	-	-	-	-
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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, 1995 and 1996 - 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, 1996 and 1996A - used to finance certain equipment purchases and capital improvements to County facilities.

Permanent Improvement Refunding Bonds Fund, Series 1997A - used to provide funds to refund portions of the County's Limited Tax Permanent Improvement and Refunding Bonds Series 1992A, and Limited Tax Permanent Improvement Bonds, Series 1987B.

Unlimited Tax Road Refunding Bonds Series 1997 - used to provide funds to refund Road Improvement and Refunding Bonds, Series 1992.

DALLAS COUNTY, TEXAS

COMBINING BALANCE SHEETS - CAPITAL PROJECTS FUNDS

SEPTEMBER 30, 1997
(in thousands of dollars)

	Certificates of Indebtedness								Permanent Improvement Bonds			
	Certificates of Obligation											
	1986	1990	1991	1993	1994	1995	1996	1996A	1976	1977	1985	1988
ASSETS												
CASH AND INVESTMENTS	\$98	\$31	\$8	\$187	\$533	\$3,666	\$1,136	\$1,437	\$9	\$1	\$474	\$1,360
DUE FROM OTHER FUNDS	-	-	-	-	-	-	-	-	-	-	-	-
DUE FROM OTHER GOVERNMENTAL UNITS:												
State	-	-	-	-	-	-	-	-	-	-	-	-
Local	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	<u>\$98</u>	<u>\$31</u>	<u>\$8</u>	<u>\$187</u>	<u>\$533</u>	<u>\$3,666</u>	<u>\$1,136</u>	<u>\$1,437</u>	<u>\$9</u>	<u>\$1</u>	<u>\$474</u>	<u>\$1,360</u>
LIABILITIES AND FUND EQUITY												
LIABILITIES:												
Accounts payable	\$ -	\$ 8	\$-	\$ -	\$ -	\$ 6	\$ 9	\$ -	\$-	\$-	\$ -	\$ 339
Due to other funds	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	-	8	-	-	-	6	9	-	-	-	-	339
FUND BALANCES:												
Reserved for encumbrances	96	-	2	127	83	925	170	203	-	-	406	705
Unreserved - undesignated	2	23	6	60	450	2,735	957	1,234	9	1	68	316
TOTAL FUND BALANCES	<u>98</u>	<u>23</u>	<u>8</u>	<u>187</u>	<u>533</u>	<u>3,660</u>	<u>1,127</u>	<u>1,437</u>	<u>9</u>	<u>1</u>	<u>474</u>	<u>1,021</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$98</u>	<u>\$31</u>	<u>\$8</u>	<u>\$187</u>	<u>\$533</u>	<u>\$3,666</u>	<u>\$1,136</u>	<u>\$1,437</u>	<u>\$9</u>	<u>\$1</u>	<u>\$474</u>	<u>\$1,360</u>

EXHIBIT E-1

Permanent Improvement Bonds			Road Bonds								Totals	
1992	1993	1995	1969	1977	1985	1988	1992	1993	1995	1996	September 30, 1997	1996
\$1,029	\$12	\$1,857	\$ -	\$ 719	\$2,582	\$4,706	\$7,789	\$16	\$27,182	\$34,496	\$89,328	\$69,909
-	-	-	-	-	-	-	-	-	-	-	-	27
-	-	-	103	-	-	-	-	-	-	-	103	103
-	-	-	-	1,232	107	771	750	-	307	316	3,483	3,746
<u>\$1,029</u>	<u>\$12</u>	<u>\$1,857</u>	<u>\$103</u>	<u>\$1,951</u>	<u>\$2,689</u>	<u>\$5,477</u>	<u>\$8,539</u>	<u>\$16</u>	<u>\$27,489</u>	<u>\$34,812</u>	<u>\$92,914</u>	<u>\$73,785</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 35	\$ -	\$ 297	\$ 16	710	\$ 2,195
-	-	79	-	-	-	257	-	-	1,050	1,540	2,926	2,996
-	-	79	-	-	-	257	35	-	1,347	1,556	3,636	5,191
459	-	-	-	74	559	1,637	3,059	-	4,096	422	13,023	12,183
570	12	1,778	103	1,877	2,130	3,583	5,445	16	22,046	32,834	76,255	56,411
<u>1,029</u>	<u>12</u>	<u>1,778</u>	<u>103</u>	<u>1,951</u>	<u>2,689</u>	<u>5,220</u>	<u>8,504</u>	<u>16</u>	<u>26,142</u>	<u>33,256</u>	<u>89,278</u>	<u>68,594</u>
<u>\$1,029</u>	<u>\$12</u>	<u>\$1,857</u>	<u>\$103</u>	<u>\$1,951</u>	<u>\$2,689</u>	<u>\$5,477</u>	<u>\$8,539</u>	<u>\$16</u>	<u>\$27,489</u>	<u>\$34,812</u>	<u>\$92,914</u>	<u>\$73,785</u>

DALLAS COUNTY, TEXAS

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

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

	Certificates of Indebtedness												
	Certificates of Obligation								Permanent Improvement Bonds				
	1986	1990	1991	1993	1994	1995	1996	1996A	1976	1977	1985	1988	1992
EXPENDITURES:													
Capital outlay	\$ 326	\$ 130	\$ 30	\$ 73	\$ 270	\$ 1,666	\$ 1,488	\$2,163	\$-	\$-	\$ 18	\$ 949	\$ 422
Debt issuance cost	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	<u>326</u>	<u>130</u>	<u>30</u>	<u>73</u>	<u>270</u>	<u>1,666</u>	<u>1,488</u>	<u>2,163</u>	-	-	<u>18</u>	<u>949</u>	<u>422</u>
OTHER FINANCING SOURCES (USES):													
Proceeds from sale of bonds	-	-	-	-	-	-	-	3,600	-	-	-	-	-
Proceeds from refunding bonds	-	-	-	-	-	-	-	-	-	-	-	-	-
Payment to refunding bond escrow agent	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	(22)	(5)	5	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>(22)</u>	<u>(5)</u>	<u>5</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,600</u>	-	-	-	-	-
EXCESS (DEFICIENCY) OF OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	(348)	(135)	(25)	(73)	(270)	(1,666)	(1,488)	1,437	-	-	(18)	(949)	(422)
FUND BALANCES AT BEGINNING OF FISCAL YEAR	<u>446</u>	<u>158</u>	<u>33</u>	<u>260</u>	<u>803</u>	<u>5,326</u>	<u>2,615</u>	-	<u>9</u>	<u>1</u>	<u>492</u>	<u>1,970</u>	<u>1,451</u>
FUND BALANCES AT END OF FISCAL YEAR	<u>\$ 98</u>	<u>\$ 23</u>	<u>\$ 8</u>	<u>\$ 187</u>	<u>\$ 533</u>	<u>\$ 3,660</u>	<u>\$ 1,127</u>	<u>\$1,437</u>	<u>\$9</u>	<u>\$1</u>	<u>\$474</u>	<u>\$1,021</u>	<u>\$1,029</u>

Permanent Improvement Bonds			Road Bonds									Totals	
1993	1995	1997A	1969	1977	1985	1988	1992	1993	1995	1996	1997	September 30, 1997	1996
\$ -	\$ 169	\$ -	\$ -	\$ (147)	\$ (58)	\$2,553	\$ 1,215	\$ -	\$ 4,304	\$ 1,744	\$ -	\$17,315	\$ 18,169
-	-	129	-	-	-	-	-	-	-	-	91	220	-
-	169	129	-	(147)	(58)	2,553	1,215	-	4,304	1,744	91	17,535	18,169
-	-	-	-	-	-	-	-	-	-	35,000	-	38,600	4,170
-	-	20,700	-	-	-	-	-	-	-	-	15,625	36,325	-
-	-	(20,571)	-	-	-	-	-	-	-	-	(15,534)	(36,105)	-
-	-	-	-	-	(150)	-	69	-	(498)	-	-	(601)	29
-	-	129	-	-	(150)	-	69	-	(498)	35,000	91	38,219	4,199
-	(169)	-	-	147	(92)	(2,553)	(1,146)	-	(4,802)	33,256	-	20,684	(13,970)
12	1,947	-	103	1,804	2,781	7,773	9,650	16	30,944	-	-	68,594	82,564
<u>\$12</u>	<u>\$1,778</u>	<u>\$ -</u>	<u>\$103</u>	<u>\$1,951</u>	<u>\$2,689</u>	<u>\$5,220</u>	<u>\$ 8,504</u>	<u>\$16</u>	<u>\$26,142</u>	<u>\$33,256</u>	<u>\$ -</u>	<u>\$89,278</u>	<u>\$ 68,594</u>

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.

Job Training Partnership Act (JTPA) Fund - used to account for federally funded JTPA program.

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, 1997
(in thousands of dollars)

	<u>Administrative Funds</u>		
	<u>Payroll</u>	<u>Escrow</u>	<u>Bail Bond</u>
ASSETS:			
Cash and investments	\$342	\$96	\$ 610
Deferred compensation investments	-	-	-
Accounts receivable	-	-	-
Accrued interest	-	-	-
Due from other funds	-	-	-
Restricted assets - bail bond collateral	-	-	<u>5,610</u>
 TOTAL ASSETS	 <u>\$342</u>	 <u>\$96</u>	 <u>\$6,220</u>
LIABILITIES:			
Accounts payable:			
Administrative	\$337	\$96	\$6,220
Grants	-	-	-
Departmental special	-	-	-
 Total accounts payable	 <u>337</u>	 <u>96</u>	 <u>6,220</u>
Fee office accounts payable	-	-	-
Due to other funds	5	-	-
Deferred compensation benefits	-	-	-
 TOTAL LIABILITIES	 <u>\$342</u>	 <u>\$96</u>	 <u>\$6,220</u>

EXHIBIT F-1

<u>Grant Funds</u>		<u>Fee Office Funds</u>			
<u>Juvenile Probation Commission</u>	<u>Job Training Partnership</u>	<u>State Report</u>	<u>County Clerk</u>	<u>District Clerk</u>	<u>Sheriff</u>
\$ 111	\$ 4	\$ 943	\$ 17,518	\$ 18,968	\$ 726
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 111</u>	<u>\$ 4</u>	<u>\$ 943</u>	<u>\$ 17,518</u>	<u>\$ 18,968</u>	<u>\$ 726</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
111	4	-	-	-	-
-	-	-	-	-	-
<u>111</u>	<u>4</u>	-	-	-	-
-	-	943	17,518	18,968	726
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 111</u>	<u>\$ 4</u>	<u>\$ 943</u>	<u>\$ 17,518</u>	<u>\$ 18,968</u>	<u>\$ 726</u>

(Continued)

DALLAS COUNTY, TEXAS

COMBINING BALANCE SHEETS - ALL AGENCY FUNDS -- CONTINUED

SEPTEMBER 30, 1997
(in thousands of dollars)

	Fee Office Funds			Work Release Special	Housing Finance Corporation - 1993 Refunding	Juvenile Department Child Support
	Community Supervision and Corrections	Justices of the Peace	Constables			
ASSETS:						
Cash and investments	\$7,631	\$1,000	\$73	\$15	\$239	\$380
Deferred compensation investments	-	-	-	-	-	-
Accounts receivable	46	-	-	-	-	-
Accrued interest	-	-	-	-	-	-
Due from other funds	-	2	1	-	-	-
Restricted assets - bail bond collateral	-	-	-	-	-	-
TOTAL ASSETS	<u>\$7,677</u>	<u>\$1,002</u>	<u>\$74</u>	<u>\$15</u>	<u>\$239</u>	<u>\$380</u>
LIABILITIES:						
Accounts payable:						
Administrative	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants	-	-	-	-	-	-
Departmental special	-	-	-	15	239	380
Total accounts payable	<u>-</u>	<u>-</u>	<u>-</u>	<u>15</u>	<u>239</u>	<u>380</u>
Fee office accounts payable	7,657	1,002	74	-	-	-
Due to other funds	20	-	-	-	-	-
Deferred compensation benefits	-	-	-	-	-	-
TOTAL LIABILITIES	<u>\$7,677</u>	<u>\$1,002</u>	<u>\$74</u>	<u>\$15</u>	<u>\$239</u>	<u>\$380</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, 1997	1996
\$231	\$5,520	\$3	\$100	\$25,253	\$ -	\$ 79,763	\$ 76,529
-	-	-	-	-	33,167	33,167	29,083
-	-	-	-	95	-	141	94
1	-	-	-	18	-	19	35
-	-	-	-	-	-	3	83
-	-	-	-	-	-	5,610	5,332
<u>\$232</u>	<u>\$5,520</u>	<u>\$3</u>	<u>\$100</u>	<u>\$25,366</u>	<u>\$33,167</u>	<u>\$118,703</u>	<u>\$111,156</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,653	\$ 6,130
-	-	-	-	-	-	115	105
<u>232</u>	<u>5,520</u>	<u>3</u>	<u>100</u>	<u>24,809</u>	<u>-</u>	<u>31,298</u>	<u>31,625</u>
<u>232</u>	<u>5,520</u>	<u>3</u>	<u>100</u>	<u>24,809</u>	<u>-</u>	<u>38,066</u>	<u>37,860</u>
-	-	-	-	-	-	46,888	42,140
-	-	-	-	557	-	582	2,073
-	-	-	-	-	33,167	33,167	29,083
<u>\$232</u>	<u>\$5,520</u>	<u>\$3</u>	<u>\$100</u>	<u>\$25,366</u>	<u>\$33,167</u>	<u>\$118,703</u>	<u>\$111,156</u>

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

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

	Balance October 1, <u>1996</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1997</u>
ASSETS:				
Cash and investments	\$ 76,529	\$3,191,011	\$3,187,777	\$ 79,763
Deferred compensation investments	29,083	6,731	2,647	33,167
Accounts receivable	94	141	94	141
Accrued interest	35	19	35	19
Due from other funds	83	3	83	3
Restricted assets - bail bond collateral	5,332	471	193	5,610
TOTAL ASSETS	<u>\$ 111,156</u>	<u>\$3,198,376</u>	<u>\$3,190,829</u>	<u>\$ 118,703</u>
LIABILITIES:				
ADMINISTRATIVE:				
Payroll deductions payable	\$ 332	\$ 7	\$ 2	\$ 337
Payable to the City of Grand Prairie	29	-	-	29
Payable to bail bondsmen	5,702	518	-	6,220
Other payables	67	-	-	67
Total administrative accounts payable	<u>6,130</u>	<u>525</u>	<u>2</u>	<u>6,653</u>
Due to other funds	<u>5</u>	<u>-</u>	<u>-</u>	<u>5</u>
GRANTS:				
Payable to the State of Texas	105	6	-	111
Accounts payable	-	24	20	4
Total grants accounts payable	<u>105</u>	<u>30</u>	<u>20</u>	<u>115</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-2

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

	Balance October 1, <u>1996</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1997</u>
FEE OFFICE:				
Payable to the State of Texas	\$ 762	\$ 181	\$ -	\$ 943
Payable to District Adult Probation Department	7,349	1,415	1,107	7,657
Payable to fee officers	<u>34,029</u>	<u>4,611</u>	<u>352</u>	<u>38,288</u>
Total fee office accounts payable	<u>42,140</u>	<u>6,207</u>	<u>1,459</u>	<u>46,888</u>
Due to other funds	<u>52</u>	<u>20</u>	<u>52</u>	<u>20</u>
DEPARTMENTAL SPECIAL:				
Accounts payable	9,131	346	1,721	7,756
Payable to taxing units	<u>22,494</u>	<u>1,640</u>	<u>592</u>	<u>23,542</u>
Total departmental special accounts payable	<u>31,625</u>	<u>1,986</u>	<u>2,313</u>	<u>31,298</u>
Due to other funds	2,016	557	2,016	557
Deferred compensation benefits	<u>29,083</u>	<u>6,731</u>	<u>2,647</u>	<u>33,167</u>
TOTAL LIABILITIES	<u>\$111,156</u>	<u>\$16,056</u>	<u>\$8,509</u>	<u>\$118,703</u>

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDSFISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

<u>Administrative Fund - Payroll</u>	Balance October 1, <u>1996</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1997</u>
ASSETS:				
Cash and investments	\$ 337	\$ 617,257	\$ 617,252	\$ 342
TOTAL ASSETS	<u>\$ 337</u>	<u>\$ 617,257</u>	<u>\$ 617,252</u>	<u>\$ 342</u>
LIABILITIES:				
Accounts payable - administrative	\$ 332	\$ 7	\$ 2	\$ 337
Due to other funds	<u>5</u>	<u>-</u>	<u>-</u>	<u>5</u>
TOTAL LIABILITIES	<u>\$ 337</u>	<u>\$ 7</u>	<u>\$ 2</u>	<u>\$ 342</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

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

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

<u>Administrative Fund - Escrow</u>	Balance October 1, 1996	<u>Additions</u>	<u>Deductions</u>	Balance September 30, 1997
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)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

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

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

<u>Grant Fund - Juvenile Probation Commission</u>	Balance October 1, 1996	Additions	Deductions	Balance September 30, 1997
ASSETS:				
Cash and investments	<u>\$ 105</u>	<u>\$ 81</u>	<u>\$ 75</u>	<u>\$ 111</u>
TOTAL ASSETS	<u>\$ 105</u>	<u>\$ 81</u>	<u>\$ 75</u>	<u>\$ 111</u>
LIABILITIES:				
Accounts payable - grants	<u>\$ 105</u>	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ 111</u>
TOTAL LIABILITIES	<u>\$ 105</u>	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ 111</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

<u>Fee Office Fund - State Reports</u>	Balance October 1, <u>1996</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1997</u>
ASSETS:				
Cash and investments	\$ 814	\$ 242,224	\$ 242,095	\$ 943
TOTAL ASSETS	<u>\$ 814</u>	<u>\$ 242,224</u>	<u>\$ 242,095</u>	<u>\$ 943</u>
LIABILITIES:				
Fee office accounts payable	\$ 762	\$ 181	\$ -	\$ 943
Due to other funds	<u>52</u>	<u>-</u>	<u>52</u>	<u>-</u>
TOTAL LIABILITIES	<u>\$ 814</u>	<u>\$ 181</u>	<u>\$ 52</u>	<u>\$ 943</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

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

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

<u>Fee Office Fund - District Clerk</u>	Balance October 1, 1996	<u>Additions</u>	<u>Deductions</u>	Balance September 30, 1997
ASSETS:				
Cash and investments	<u>\$ 15,137</u>	<u>\$ 778,728</u>	<u>\$ 774,897</u>	<u>\$ 18,968</u>
TOTAL ASSETS	<u>\$ 15,137</u>	<u>\$ 778,728</u>	<u>\$ 774,897</u>	<u>\$ 18,968</u>
LIABILITIES:				
Fee office accounts payable	<u>\$ 15,137</u>	<u>\$ 3,832</u>	<u>\$ 1</u>	<u>\$ 18,968</u>
TOTAL LIABILITIES	<u>\$ 15,137</u>	<u>\$ 3,832</u>	<u>\$ 1</u>	<u>\$ 18,968</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

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

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

Fee Office Fund - <u>Community Supervision and Corrections</u>	Balance October 1, <u>1996</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1997</u>
ASSETS:				
Cash and investments	\$ 7,266	\$ 648,606	\$ 648,241	\$ 7,631
Accounts receivable	-	46	-	46
Due from other funds	<u>83</u>	<u>-</u>	<u>83</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 7,349</u>	<u>\$ 648,652</u>	<u>\$ 648,324</u>	<u>\$ 7,677</u>
LIABILITIES:				
Fee office accounts payable	\$ 7,349	\$ 1,415	\$ 1,107	\$ 7,657
Due to other funds	<u>-</u>	<u>20</u>	<u>-</u>	<u>20</u>
TOTAL LIABILITIES	<u>\$ 7,349</u>	<u>\$ 1,435</u>	<u>\$ 1,107</u>	<u>\$ 7,677</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

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

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

<u>Fee Office Fund - Constables</u>	Balance October 1, 1996	<u>Additions</u>	<u>Deductions</u>	Balance September 30, 1997
ASSETS:				
Cash and investments	\$ 57	\$ 664	\$ 648	\$ 73
Due from other funds	-	1	-	1
TOTAL ASSETS	<u>\$ 57</u>	<u>\$ 665</u>	<u>\$ 648</u>	<u>\$ 74</u>
LIABILITIES:				
Fee office accounts payable	\$ 57	\$ 21	\$ 4	\$ 74
TOTAL LIABILITIES	<u>\$ 57</u>	<u>\$ 21</u>	<u>\$ 4</u>	<u>\$ 74</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

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

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

Departmental Special Fund - <u>Housing Finance Corporation - 1993 Refunding</u>	Balance October 1, <u>1996</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1997</u>
ASSETS:				
Cash and investments	<u>\$ 601</u>	<u>\$ 61,513</u>	<u>\$ 61,875</u>	<u>\$ 239</u>
TOTAL ASSETS	<u>\$ 601</u>	<u>\$ 61,513</u>	<u>\$ 61,875</u>	<u>\$ 239</u>
LIABILITIES:				
Accounts payable - departmental special	<u>\$ 601</u>	<u>\$ 109</u>	<u>\$ 471</u>	<u>\$ 239</u>
TOTAL LIABILITIES	<u>\$ 601</u>	<u>\$ 109</u>	<u>\$ 471</u>	<u>\$ 239</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

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

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

<u>Departmental Special Fund - Housing Finance Corporation - 1994 Refunding</u>	Balance October 1, <u>1996</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1997</u>
ASSETS:				
Cash and investments	\$ 220	\$ 11,827	\$ 11,816	\$ 231
Accrued interest	<u>-</u>	<u>1</u>	<u>-</u>	<u>1</u>
TOTAL ASSETS	<u>\$ 220</u>	<u>\$ 11,828</u>	<u>\$ 11,816</u>	<u>\$ 232</u>
LIABILITIES:				
Accounts payable - departmental special	<u>\$ 220</u>	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ 232</u>
TOTAL LIABILITIES	<u>\$ 220</u>	<u>\$ 12</u>	<u>\$ -</u>	<u>\$ 232</u>

(Continued)

DALLAS COUNTY, TEXAS

EXHIBIT F-3

STATEMENTS OF CHANGES IN ASSETS AND LIABILITIES -
ALL AGENCY FUNDS -- CONTINUEDFISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

<u>Departmental Special Fund - Youth Village</u>	Balance October 1, <u>1996</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1997</u>
ASSETS:				
Cash and investments	<u>\$ 3</u>	<u>\$ 6</u>	<u>\$ 6</u>	<u>\$ 3</u>
TOTAL ASSETS	<u>\$ 3</u>	<u>\$ 6</u>	<u>\$ 6</u>	<u>\$ 3</u>
LIABILITIES:				
Accounts payable - departmental special	<u>\$ 3</u>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 3</u>
TOTAL LIABILITIES	<u>\$ 3</u>	<u>\$ 1</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, 1997
(in thousands of dollars)

<u>Departmental Special Fund - Tax Assessor and Collector</u>	Balance October 1, <u>1996</u>	<u>Additions</u>	<u>Deductions</u>	Balance September 30, <u>1997</u>
ASSETS:				
Cash and investments	\$25,458	\$207,625	\$207,830	\$25,253
Accounts receivable	94	95	94	95
Accrued interest	<u>35</u>	<u>18</u>	<u>35</u>	<u>18</u>
TOTAL ASSETS	<u>\$25,587</u>	<u>\$207,738</u>	<u>\$207,959</u>	<u>\$25,366</u>
LIABILITIES:				
Accounts payable - departmental special	\$23,571	\$ 1,830	\$ 592	\$24,809
Due to other funds	<u>2,016</u>	<u>557</u>	<u>2,016</u>	<u>557</u>
TOTAL LIABILITIES	<u>\$25,587</u>	<u>\$ 2,387</u>	<u>\$ 2,608</u>	<u>\$25,366</u>

(Continued)

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 CHANGES IN GENERAL FIXED ASSETS

FISCAL YEAR ENDED SEPTEMBER 30, 1997
(in thousands of dollars)

	Changes by Function and Activity			Balance September 30, 1997
	Balance October 1, 1996	Additions	Deductions	
General government	\$ 140,665	\$ 8,043	\$ 3,489	\$ 145,219
Public safety	275,530	5,612	1,934	279,208
Streets and highways	15,688	1,543	606	16,625
Health	9,645	415	235	9,825
Public welfare	1,742	333	264	1,811
Schools	6	-	-	6
Libraries	2,943	4	-	2,947
Total before transfers	446,219	15,950	6,528	455,641
LESS - transfers	-	(3,712)	(3,712)	-
TOTAL	\$446,219	\$12,238	\$ 2,816	\$455,641

Changes by Asset Types and Source

	Changes by Asset Types and Source				Total
	Land	Buildings	Improvements Other Than Buildings	Machinery and Equipment	
BALANCE, OCTOBER 1, 1996	\$ 30,741	\$ 350,371	\$ 1,528	\$ 63,579	\$ 446,219
Add:					
Expenditures from County Funds:					
General	324	119	-	2,709	3,152
Road and bridge	-	-	-	1,384	1,384
Permanent improvement	50	533	-	-	583
Law library	-	-	-	4	4
Capital projects	262	4,377	-	1,505	6,144
Other funds	-	743	-	228	971
Total additions	636	5,772	-	5,830	12,238
Deduct:					
Assets sold or otherwise disposed of	-	-	-	(2,816)	(2,816)
BALANCE, SEPTEMBER 30, 1997	\$ 31,377	\$356,143	\$ 1,528	\$ 66,593	\$455,641

This page left blank intentionally.

STATISTICAL SECTION

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>
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
1997	86,336,077	86,577,918	21,539,587	21,539,588

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>
\$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
107,875,664		108,117,506	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	Major Technology Fund	Permanent Improvement Fund
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
1997	0.14910		0.00500	0.00190

Tax levies (1)
(in thousands of dollars)

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
1997	134,112		\$ 4,502	1,699

Legal limitation note (2):

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>0.01771</u>
	<u>\$ 1.71771</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>
0.05145	0.15100	0.13710	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
0.04500	0.20100	0.18577	0.38677
\$ 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
40,480	180,793	167,221	348,014

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) 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>
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	331,162	98.00	6,708
1997	348,014(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 1997 tax roll are incomplete until the end of the fiscal tax year, June 30, 1998.

Source: Dallas County financial records.

TABLE 3

<u>Total Collections</u>	<u>Percentage of Total Collections to Tax Levies</u>
\$ 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
337,870	99.98

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>
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
1997	2,013,700	107,875,664,180	336,793,000	20,828,000

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>
\$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
315,965,000	0.00293	157

DALLAS COUNTY, TEXAS

TABLE 5

TOP TEN TAXPAYERS

SEPTEMBER 30, 1997
(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>
Texas Instruments	Manufacturer of electronic equipment	\$1,421,230	1.32%
Southwestern Bell Telephone Company	Telephone utility	1,242,626	1.15
Texas Utilities Electric Company	Electric utility	1,083,954	1.01
Crescent Corp.	Real estate	759,632	0.71
GTE	Telephone utility	541,463	0.50
Southwest Airlines	Airline	453,908	0.42
Metropolitan	Insurance	368,398	0.34
Northrop Grumman	Defense/Aeronautics	273,030	0.25
Columbus Realty Trust	Real estate	272,227	0.25
MCI	Telephone utility	<u>238,847</u>	<u>0.22</u>
TOTAL		<u>\$6,655,315</u>	<u>6.17%</u>

Note: Estimated amounts based on 1997 appraisal roll.

Source: Dallas County Tax Assessor-Collector.

REVENUES FROM SELECTED SOURCES - ALL GOVERNMENTAL FUND TYPES -
LAST TEN YEARS

SEPTEMBER 30, 1997
(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>
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
1997	174,519	28,451	12,857	19,991	40,733	76,444	352,995

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, 1997
(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>
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
1997	133,626	113,265	8,871	27,412	19,276

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>
\$ 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
53	17,315	58,443	375,973

DALLAS COUNTY, TEXAS

TABLE 8

RATIO OF ANNUAL DEBT SERVICE FOR GENERAL OBLIGATION BONDED DEBT TO
TOTAL EXPENDITURES - ALL GOVERNMENTAL FUND TYPES - LAST TEN YEARS

SEPTEMBER 30, 1997

(in thousands of dollars)

<u>Year</u>	<u>Total Expenditures</u>	<u>Debt Service</u>	<u>Debt Service as Percent of Total</u>
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
1997	377,247	58,443	15.49

Source: Dallas County financial records.

COMPUTATION OF LEGAL DEBT MARGIN
PRIMARY GOVERNMENT

SEPTEMBER 30, 1997
(in thousands of dollars)

ASSESSED VALUATION OF REAL PROPERTY		\$ 86,336,077
ASSESSED VALUATION OF ALL TAXABLE PROPERTY		<u>107,875,664</u>
BONDS ISSUED UNDER ARTICLE 3, SECTION 52, OF THE TEXAS CONSTITUTION:		
Debt limit, one-fourth of real property assessed valuation		21,584,019
Amount of debt applied to debt limit:		
Bonded debt	\$ 186,145	
Less debt service funds - appropriation for future debt payments	<u>11,512</u>	
Total amount of debt applicable to debt limit		<u>174,633</u>
LEGAL DEBT MARGIN, BONDS ISSUED UNDER ARTICLE 3, SECTION 52, OF THE TEXAS CONSTITUTION		<u>21,409,386</u>
BONDS ISSUED UNDER TEXAS GENERAL LAWS:		
Debt limit, five percent of assessed valuation of all taxable property		5,393,783
Amount of debt applied to debt limit:		
Bonded debt	150,648	
Less debt service funds - appropriation for future debt payments	<u>9,316</u>	
Total amount of debt applicable to debt limit		<u>141,332</u>
LEGAL DEBT MARGIN, BONDS ISSUED UNDER TEXAS GENERAL LAWS		<u>\$ 5,252,451</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, 1997

<u>Official Title</u>	<u>Incumbent</u>	<u>Amounts of</u>	
		<u>Salary</u>	<u>Surety Bond</u>
County Judge	Lee Jackson <i>1.03 = 99,411</i>	\$ 96,516.00 <i>x 1.11 = 110,346</i>	\$ 5,000
Commissioner, Precinct 1	Jimmy L. Jackson	79,536.00	5,000
Commissioner, Precinct 2	Michael E. Cantrell	79,536.00	5,000
Commissioner, Precinct 3	John Wiley Price	79,536.00	5,000
Commissioner, Precinct 4	Kenneth A. Mayfield	79,536.00	5,000
County Auditor	Virginia Porter	90,228.00	5,000
County Treasurer	Bill Melton	76,980.00	25,000
Assessor-Collector of Taxes	David Childs	76,980.00	200,000(a)
County Clerk	Earl C. Bullock, Jr.	76,980.00	500,000
District Attorney	John Vance <i>x 1.03 = 211,400</i>	117,612.00 <i>x 1.11 = 134,465</i>	5,000(b)
District Clerk	William R. Long	76,980.00	100,000
Sheriff	James C. Bowles <i>97,542 x 1.11</i>	87,876.00	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, 1997

<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	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 (\$25,000 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	9/96 to 9/97	U.S. Fire Insurance
7,139	Schedule	3/95 to 3/98	U.S. Fire Insurance
11,815	16,500,000	7/95 to 7/98	National Surety Corp.
9,115	6,629,065	1/94 to 11/97	Royal Insurance
105,394	449,958,703	11/95 to 11/98	Firemans' Fund
11,815	16,500,000	3/95 to 3/98	National Surety Corp.
116,735	Statutory	1/97 to 1/98	U.S. Fire Insurance
80,000	-	9/97 to 9/98	Self-insured; Willis Rollinson Inc., Third-Party Administrator
552,365	-	1/97 to 12/97	Blue Cross

DALLAS COUNTY, TEXAS

TABLE 12

COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT

SEPTEMBER 30, 1997
(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	09/30/97	\$ 315,965	100.0 %	\$ 315,965
Hospital District	09/30/97	755	100.0	755
Water Control and Improvement District No. 6	09/30/97	5,843	100.0	5,843
Independent school districts:				
Carrollton-Farmers Branch	08/31/97	133,570	81.8	109,260
Cedar Hill	08/31/97	41,539	100.0	41,539
Coppell	08/31/97	92,560	100.0	92,560
Dallas	08/31/97	386,785	100.0	386,785
DeSoto	08/31/97	31,082	100.0	31,082
Duncanville	08/31/97	32,744	100.0	32,744
Ferris	08/31/97	4,120	8.0	330
Garland	08/31/97	205,019	100.0	205,019
Grand Prairie	08/31/97	86,890	100.0	86,890
Grapevine	08/31/97	131,763	0.1	13
Highland Park	08/31/97	31,864	100.0	31,864
Irving	08/31/97	93,470	100.0	93,470
Lancaster	08/31/97	20,399	100.0	20,399
Mesquite	08/31/97	179,780	100.0	179,780
Richardson	08/31/97	100,353	100.0	100,353
Wilmer-Hutchins	08/31/97	5,959	100.0	5,959
Total independent school districts		<u>1,577,897</u>		<u>1,418,047</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, 1997 (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	09/30/97	\$ 29,679	100.0 %	\$ 29,679
Balch Springs	09/30/97	9,425	100.0	9,425
Carrollton	09/30/97	93,512	64.7	60,502
Cedar Hill	09/30/97	8,508	98.3	8,363
Coppell	09/30/97	46,313	98.9	45,804
Dallas	09/30/97	664,354	97.1	645,088
DeSoto	09/30/97	33,334	100.0	33,334
Duncanville	09/30/97	22,598	100.0	22,598
Farmers Branch	09/30/97	27,085	100.0	27,085
Garland	09/30/97	113,798	100.0	113,798
Glenn Heights	09/30/97	85	72.4	62
Grand Prairie	09/30/97	56,640	55.9	31,662
Highland Park	09/30/97	176	100.0	176
Hutchins	09/30/97	3,389	100.0	3,389
Irving	09/30/97	80,846	100.0	80,846
Lancaster	09/30/97	14,055	100.0	14,055
Mesquite	09/30/97	71,234	100.0	71,234
Richardson	09/30/97	71,046	86.7	61,597
Rowlett	09/30/97	22,442	85.8	19,255
Sachse	09/30/97	890	93.5	832
Seagoville	09/30/97	2,312	99.6	2,303
University Park	09/30/97	2,841	100.0	2,841
Wilmer	09/30/97	595	100.0	595
Total cities and towns	09/30/97	<u>1,375,157</u>		<u>1,284,523</u>
TOTAL		<u>\$3,275,617</u>		<u>\$3,025,133</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>
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
1997	1,280	450	830

(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>	
\$ 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
140	64	204	4.07

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>
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
1996	362,580	352,817	102.8	9,763

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>
\$ 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
153,371	6.4	10,735	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, 1987
 (As Required by GASB No. 5)

Calendar Year	Revenue by Source		
	<u>Employer Contribution</u>	<u>Employee Contributions</u>	<u>Investment Income</u>
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	2,441,565	7,772,943	16,784,910
1996	2,300,207	8,170,157	7,483,435

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, 1996.

Source: Dallas County Hospital District.

TABLE 15

<u>Expense by Type</u>				<u>Employer</u>
<u>Benefit</u> <u>Payments</u>	<u>Administrative</u> <u>Expenses</u>	<u>Refunds of</u> <u>Employee</u> <u>Contributions</u>	<u>Purchase of</u> <u>Annuities for</u> <u>Retirees</u>	<u>Contribution as</u> <u>as Percentage of</u> <u>Covered Payroll</u>
\$ 179,894	\$ 2,667	\$ 791,363	\$ 239,212	2.7%
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
1,395,094	652,856	2,870,357	-	1.4
1,584,399	613,489	3,142,594	-	1.3

DALLAS COUNTY, TEXAS

DISCRETE COMPONENT UNIT
 PROGRESS OF DEFINED BENEFIT PENSION PLAN
 TEN-YEAR HISTORICAL TREND BEGINNING JANUARY 1, 1988
 (in thousands of dollars) (As Required by GASB No. 5)

<u>Fiscal 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>
1988	\$ 27,447	\$ 20,568	133.4%	\$ 6,879
1989	31,762	27,581	115.2	4,181
1990	36,494	34,154	106.9	2,340
1991	42,052	45,420	92.6	(3,368)
1992	52,271	57,059	91.6	(4,788)
1993	61,741	67,726	91.2	(5,985)
1994	73,629	79,982	92.1	(6,353)
1995	78,361	92,472	84.7	(14,111)
1996	101,226	101,569	99.7	(343)
1997	113,702	112,544	101.0	1,158

Source: Dallas County Hospital District

TABLE 16

<u>Annual Covered Payroll</u>	<u>(Unfunded) Assets in Excess of Pension Benefit Obligation as a Percentage of Covered Payroll</u>
\$ 74,102	9.3 %
70,015	6.0
82,415	2.8
93,899	(3.6)
109,635	(4.4)
141,100	(4.2)
158,328	(4.0)
170,729	(8.3)
184,262	(0.2)
189,163	0.6

This page left blank intentionally.

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>
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
1997	108,117,506	2,289,520

Source: Dallas County Central Appraisal District.

DALLAS COUNTY, TEXAS

TABLE 18

TAX RATES FOR GOVERNMENTAL UNITS
WITH OVERLAPPING DEBT

<u>Name</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>	<u>1991</u>	<u>1990</u>	<u>1989</u>	<u>1988</u>
Dallas County	.20100	.21000	.21610	.20240	.20240	.20240	.17682	.16881	.16250	.15102
Hospital District	.18577	.19409	.19959	.19959	.20271	.20696	.19796	.17500	.15301	.13710
Community College Distri	.05000	.05206	.05206	.05206	.05210	.04935	.04648	.04310	.04030	.03892
<u>School Districts</u>										
Carrollton	1.49610	1.46190	1.43290	1.43210	1.44250	1.42060	1.33040	0.99740	0.92470	0.84700
Cedar Hill	1.76000	1.75000	1.75000	1.63000	1.65000	1.73000	1.50000	1.26300	1.14000	1.04000
Coppell	1.60000	1.60000	1.59500	1.54500	1.54500	1.52520	1.39240	0.93500	0.93500	0.86000
Dallas	1.46053	1.46053	1.41810	1.41813	1.41800	1.29330	1.10000	0.97350	0.81850	0.71250
DeSoto	1.69000	1.64860	1.61860	1.61860	1.61360	1.61360	1.51800	1.43500	1.34500	1.11000
Duncanville	1.64000	1.60680	1.60680	1.57240	1.55760	1.44240	1.19000	1.04000	0.89000	0.81000
Ferris	1.53000	1.50000	1.50000	1.50000	1.44000	1.44860	1.43340	1.23000	1.23000	1.20000
Garland	1.48720	1.44280	1.44280	1.44280	1.37840	1.39360	1.24000	1.16000	1.04000	0.96500
Grand Prairie	1.46780	1.46780	1.46780	1.46780	1.46780	1.42800	1.42800	1.18000	1.12000	0.99000
Grapevine	1.53779	1.46700	1.46910	1.47910	1.41920	1.39000	1.22140	1.05000	0.96000	0.90000
Highland Park	1.54010	1.61310	1.60450	1.66040	1.68040	1.42420	1.35300	0.68990	0.59740	0.51820
Hutchins	1.46450	1.70700	1.72100	1.74470	1.75000	1.80400	1.71000	1.35000	1.31000	1.22000
Irving	1.64840	1.66340	1.63860	1.56960	1.55460	1.49490	1.36460	1.13070	1.03320	0.87090
Lancaster	1.69930	1.69930	1.69990	1.69990	1.66880	1.62250	1.65000	1.48710	1.48000	1.20540
Mesquite	1.53000	1.50000	1.50000	1.50000	1.46000	1.45760	1.36240	1.18000	0.94000	0.84000
Richardson	1.60000	1.56980	1.56980	1.56980	1.56980	1.50960	1.37740	1.12400	1.04200	0.95900
Sunnyvale	-	1.20500	1.22200	1.24200	1.26140	1.26140	1.16620	0.67500	0.64000	0.60000
<u>Cities and Towns</u>										
Addison	.44750	.45500	.51770	.52450	.52710	.53380	.48730	.48730	.36000	.36000
Balch Springs	.59000	.59241	.59625	.60211	.58630	.55000	.55340	.55340	.55340	.55340
Carrollton	.60430	.60430	.60430	.57830	.57830	.58660	.55400	.55400	.55000	.51000
Cedar Hill	.64269	.66130	.65289	.64220	.64220	.61390	.56900	.48740	.42060	.37080
Cockrell Hill	.70432	.73996	.71538	.70064	.66830	.64270	.62920	.60000	.60000	.49000
Coppell	.66860	.66860	.66950	.66950	.68950	.69950	.67300	.63500	.56000	.56000
Dallas	.65160	.67220	.65260	.67440	.67440	.67440	.62970	.62970	.58330	.53720
DeSoto	.61139	.62860	.58860	.64850	.63000	.61000	.57000	.50000	.47000	.43000
Duncanville	.71800	.72000	.72190	.85480	.85800	.83610	.78000	.74450	.64900	.59000
Farmers Branch	.44000	.44000	.44000	.44000	.44000	.44000	.40000	.40000	.40000	.40000
Garland	.63360	.63360	.63360	.63360	.61910	.59900	.58320	.55610	.53690	.52660
Glenn Heights	.83000	.84830	.84830	.85000	.85000	.68000	.65000	.61000	.57580	.52000
Grand Prairie	.67999	.69560	.69560	.69560	.69560	.64090	.62260	.61950	.58740	.54540
Highland Park	.29700	.29700	.29700	.29710	.29250	.28290	.26970	.26500	.25220	.22000
Hutchins	.54793	.57115	.57115	.57120	.57110	.57160	.55440	.53980	.49200	.46740
Irving	.49300	.50860	.50570	.52210	.52210	.50500	.47550	.45300	.43900	.40890
Lancaster	.55170	.55170	.55170	.67170	.67170	.67170	.61330	.55250	.51220	.47740
Mesquite	.48148	.54148	.54148	.52830	.51000	.47000	.57000	.53000	.51000	.51000
Richardson	.44385	.44385	.44385	.45390	.45390	.41000	.39280	.39280	.39280	.34320
Rowlett	.62000	.60500	.60500	.57320	.57320	.56550	.53020	.49780	.43930	.43930
Sachse	.67470	.66450	.64950	.64950	.65000	.60100	.55500	.50000	.50000	.45000
Seagoville	.55176	.55408	.53634	.52660	.60020	.58390	.53770	.49850	.48220	.44470
Sunnyvale	.35739	.35739	.35233	.34390	.34980	.35980	.25430	.21120	.22200	.20970
University Park	.45995	.46137	.46581	.47730	.49620	.48520	.46870	.45250	.43500	.39400
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, 1997 6,561

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
							1997	2,013,700

Elections (b):

	1993	1994	1995	1996	1997
	<u>General</u>	<u>General</u>	<u>General</u>	<u>General</u>	<u>General</u>
Registered voters	920,048	862,138	938,651	1,059,853	1,109,916
Number of votes cast	94,464	465,078	54,461	562,439	85,464
Percentage of registered voters voting	10.27%	53.94%	5.80%	53.07%	7.70%

Miles of maintained roads, 1997 (c) (excludes federal and state highways and city streets):

Paved streets, bridges and culverts	1,604.33
Earth and gravel streets, bridges and culverts	<u>1.56</u>
Total	1,605.89

Climate, 1997 (d):

Altitude	450 - 750 feet	
Rainfall (inches):		
Normal	33.70	
Actual	40.37	
Temperature (F):	High	Low
Normal average	76.3	54.6
Actual average	75.9	57.3

Data Sources:

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

(Continued)

DALLAS COUNTY, TEXAS

TABLE 19

MISCELLANEOUS STATISTICAL DATA--CONTINUED

County of Dallas:

Total assets, all Dallas area banks - 1997 (e)	\$91,931,000,000
Total consumption of natural gas mcf - 1997 (f)	68,962,578

Radio and Television (g):

Radio stations	55
Television stations	15

Colleges and Universities (g)

27

FEE OFFICE FACTS (h)

	<u>1995</u>	<u>1996</u>	<u>1997</u>
Justice of the Peace Courts:			
Employees	83	97	114
Cases	164,161	185,633	216,304
Budget	\$3,709,323	\$3,831,849	\$4,076,701
Fee income	\$1,037,198	\$1,038,579	\$1,126,845
Fine income	\$1,823,231	\$2,415,944	\$3,519,620
County Treasurer:			
Employees	17	16	17
Total receipts	\$18,574,087,917	\$19,502,990,029	\$28,718,820,079
Total disbursements	\$18,287,240,727	\$19,444,460,741	\$28,389,810,860
Investment earnings	\$14,244,462	\$14,658,569	\$17,443,447
Budget charges	\$668,482	\$669,083	\$771,449
Fee income	\$208,552	\$308,457	\$453,191

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>1995</u>	<u>1996</u>	<u>1997</u>
Constables:			
Employees	186	199	202
Civil process	134,753	136,192	136,895
Budget charges	\$7,384,902	\$7,622,701	\$7,810,127
Fee income	\$5,377,997	\$5,445,674	\$5,620,941
District Clerk:			
Employees	210	205	239
Civil process cases	50,741	54,756	50,306
Criminal cases	25,374	26,282	27,576
Jurors	109,632	109,524	108,187
Budget charges	\$7,138,739	\$7,168,056	\$7,422,707
Fee income	\$4,342,915	\$4,386,235	\$4,420,030
Assessor-Collector of Taxes:			
Employees	214	227	227
Ad valorem assessment notices issued	709,118	713,836	711,479
Motor vehicle registrations	1,641,000	2,080,723	2,068,548
Budget charges	\$7,211,675	\$7,431,038	\$7,873,270
Collections	\$805,318,022	\$960,740,973	\$1,003,974,674
County Clerk:			
Employees	167	174	183
Marriage licenses	19,257	19,609	20,923
Civil suits	9,954	10,461	11,864
Probate cases	8,069	8,451	9,208
Criminal cases	82,552	78,045	69,449
Budget charges	\$6,628,426	\$6,353,449	\$6,549,915
Fee income	\$7,448,086	\$8,424,339	\$8,073,623
Sheriff:			
Employees	1,713	1,805	1,890
Daily average in county jail	7,202	6,380	6,880
Persons booked	121,571	108,012	108,108
Civil process cases	10,822	10,682	8,985
Budget charges	\$67,224,036	\$62,868,556	\$69,815,339
Fee income	\$ 3,251,388	\$4,711,456	\$3,319,972
Average food cost per person per day	\$2.19	\$1.77	\$1.96

Data Sources:

(h) Dallas County financial records

(Continued)

DALLAS COUNTY, TEXAS

TABLE 19

MISCELLANEOUS STATISTICAL DATA--CONTINUED

Dallas County Schools (i)

Changes in cash balances for the year ended August 31, 1997:

	Balance September 1, <u>1996</u>	<u>Receipts</u>	<u>Disbursements</u>	Balance August 31, <u>1997</u>
Operating account	\$ (128,290)	\$54,738,485	\$52,218,124	\$ 2,392,071
Consolidated payroll account	40,000	20,496,950	20,496,950	40,000
Investments	<u>12,020,065</u>	<u>13,463,996</u>	<u>6,742,230</u>	<u>18,741,831</u>
 Total	 <u>\$11,931,775</u>	 <u>\$88,699,431</u>	 <u>\$79,457,304</u>	 <u>\$21,173,902</u>

Data Sources:

(i) Dallas County School District.