

DALLAS COUNTY

FY 2026 Mid-Year Executive Briefing

Six Months Ended March 31, 2026

Reporting period ended March 31, 2026 (Unaudited)

Source: March Financial Statements dated May 1, 2026
March FY 2026 GL Transparency Report

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Executive Summary — The County is Stable; Overtime Needs Continued Focus

DALLAS COUNTY | FY 2026 | MID-YEAR

GF Budget \$852.5M | YTD Spending 45.9% | Revenue Collected 87.8% |

ADJUSTED BUDGET

\$852.5M

SPENT SO FAR

\$391.3M

REMAINING BUDGET

\$461.2M

REVENUE COLLECTED

\$727.4M

OVERTIME OVERAGE

\$16.6M

KEY TAKEAWAYS

Spending below mid-year pace (45.9% vs. 50% benchmark)

Revenues materially ahead due to property tax collection cycle

Countywide Overtime remains primary operational risk

Current Financial Position — Where We Stand at Mid-Year

DALLAS COUNTY | FY 2026 | MID-YEAR

Cash & Investments \$1.04B (+\$102M YoY) | GF Unreserved \$390.2M | Emergency Reserves \$83.5M | Strong Liquidity

CASH & INVESTMENTS

\$1.04B

GF UNRESERVED BALANCE

\$390.2M

EMERGENCY RESERVES

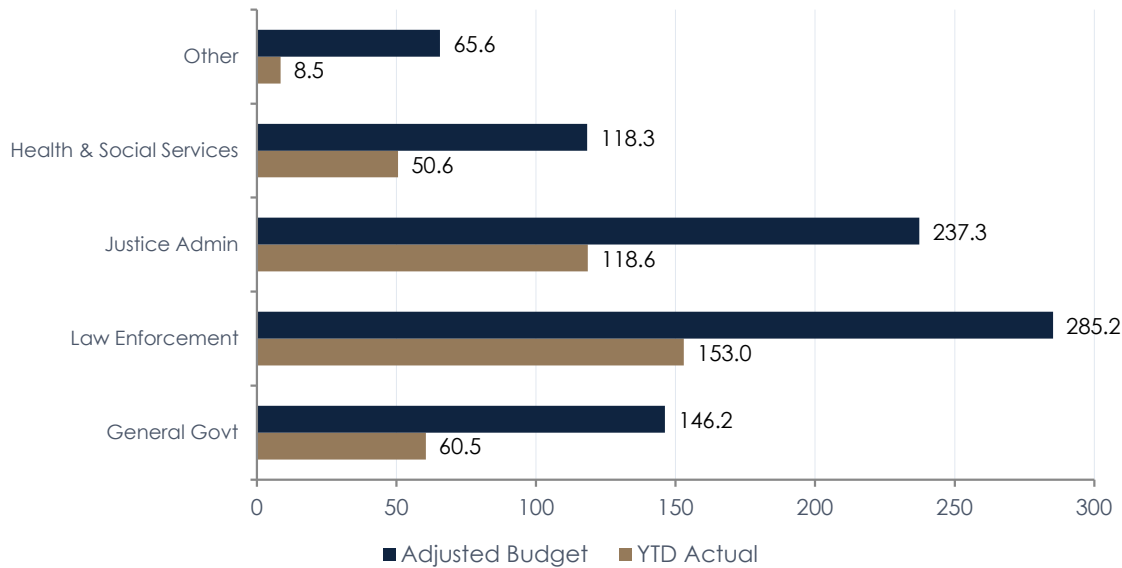
\$83.5M

TOTAL AVAILABLE

\$473.7M

Total Available = GF Unreserved Balance \$390.2M + Fund 12100 Emergency Reserves cash balance \$83.5M

General Fund — Budget vs. YTD Actual (\$M)



WHAT THIS MEANS

Cash & Investments **Strong liquidity**

Emergency Reserves **Intact — unspent**

Spending Pace **Slightly favorable**

Revenues **Performing ahead of pace**

Revenue Performance — Why Are We at 87.8% Collected at Mid-Year?

DALLAS COUNTY | FY 2026 | MID-YEAR

Property Tax 100.8% collected | Other revenue categories mixed; selected catch-up expected | Trends are favorable and recurring

APPROVED REVENUE BUDGET

\$828.3M

COLLECTED YTD

\$727.4M

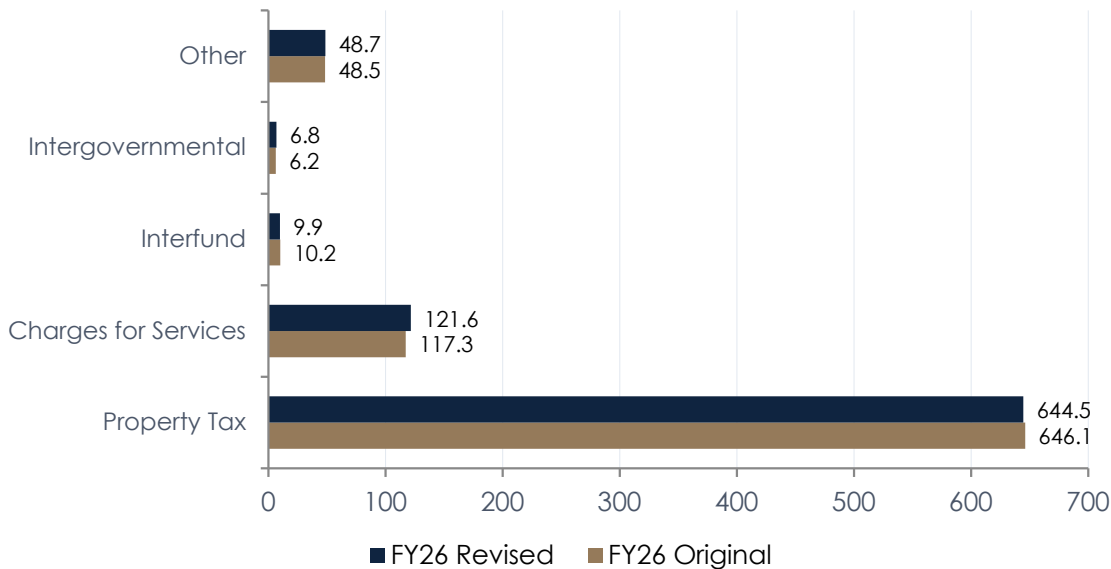
% COLLECTED

87.8%

REVISED REVENUE BUDGET

\$831.5M

Revenue by Category (\$M)



WHY REVENUE APPEARS HIGH AT MID-YEAR

Property taxes collected primarily Oct–Feb

Collection trend currently favorable

Year-end forecast remains conservative

YEAR-END FORECAST OUTLOOK

Property Tax	Recurring base — stable
Charges for Services	On pace
Reimbursements	Q3/Q4 catch-up expected
Revised GF Outlook	\$831.5M (+\$3.2M vs budget)

Expenditure Performance — Spending Below Pace, But Some Catch-Up Coming

DALLAS COUNTY | FY 2026 | MID-YEAR

GF spending at 45.9% vs. 50% year elapsed | ~\$35M timing favorable | Reserves & Contingency unspent (\$22.9M)

ADJUSTED BUDGET

\$852.5M

SPENT SO FAR

\$391.3M

% OF BUDGET USED

45.9%

WHY IS SPENDING BELOW 50%? — Top Favorable Timing Items

Category	Amount	Type	Will It Catch Up?
Reserves & Contingency (9940)	\$22.9M	POTENTIAL COVERAGE	No — designed for transfer
Facilities Operations (1022)	\$17.4M ₁	TIMING	Yes — capital projects activity expected in the second half of the year
Fleet Operations (1027)	\$7.0M ₁	TIMING	Yes — procurement activity expected in the second half of the year
Countywide Appropriations (9910)	\$12.3M ₁	TIMING	Yes — procurement activity expected in the second half of the year

1 Funds available per Auditor Exhibit C as of March 31, 2026

⚠️ Pressure Points: Law Enforcement — 53.6% used | Sheriff Overtime — 102.6% used | Election Operations — 82.7%

Sheriff Overtime — At the Current Rate, Year-End Overtime ≈ \$32.4M

DALLAS COUNTY | FY 2026 | MID-YEAR

FY 2026 OT budget \$15.8M | YTD already 102.6% used | Projected overage \$16.6M

FY 2026 OT BUDGET

\$15.8M

SPENT YTD

\$16.2M

% USED

102.6%

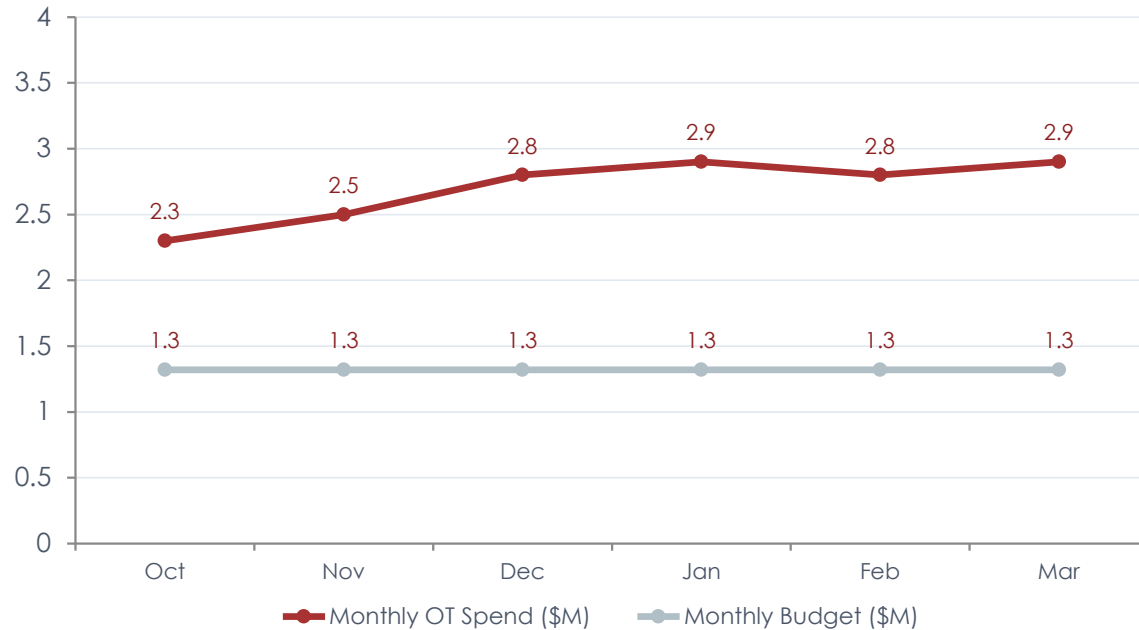
PROJECTED YEAR-END

\$32.4M

PROJECTED OVERAGE

\$16.6M

Monthly Overtime Spend vs. Budget (\$M)



Monthly trend sourced from transaction-level support in supplement.

YEAR-END FORECAST SCENARIOS

Scenario	Year-End Overtime	Overage
Best Case (-15%)	\$27.6M	\$11.8M
Expected (Run rate)	\$32.4M	\$16.6M
Risk Case (+5%)	\$34.1M	\$18.3M

Offset Strategy — Potential Coverage for Sheriff OT Pressure

DALLAS COUNTY | FY 2026 | MID-YEAR

Projected OT average \$16.6M | Reviewed coverage capacity ~\$27.2M | Transfer requires review and Court approval

OVERTIME COVERAGE PLAN

1 **Projected OT Pressure** **\$16.6M**
 Sheriff overtime overage at current run rate

2 **Reserves & Contingency** **\$22.9M**
 Court action required for transfer

3 **Remaining Gap** **COVERED**
 Reserves exceed the gap — \$6.3M buffer

OFFSET SOURCES

Offset Source	Available	Approval
Reserves & Contingency	\$22.9M	Court Action
General Fund Emergency Reserves Budget Line (9950)	\$4.3M	Court Action
REVIEWED CAPACITY TOTAL	\$27.2M	Required

Second Half Outlook — What to Expect Through September 30

DALLAS COUNTY | FY 2026 | MID-YEAR

Revenues largely received | Spending will accelerate in the second half of the year | Net position remains favorable

STRAIGHT-LINE YE SPEND

\$782.6M

STRAIGHT-LINE BELOW BUDGET

~\$70M
before second-half acceleration

PROJECTED OT OVERAGE

\$16.6M

MID-YEAR OUTLOOK

Stable Overall

SECOND HALF OUTLOOK BY AREA

Area	Outlook	Why
Property Tax	Stable	Most already collected; Most already collected; year-end projection remains conservative.
Law Enforcement	Elevated pressure	Continued OT pressure
General Government	Increased activity	Capital projects, fleet, election spend accelerating
Justice Administration	Monitor	Experience 2-3 months lag; may need additional funding in Q3/Q4
Health & Social Services	Accelerating	Community contracts pass-through activity in the second half of the year.
Other Revenue	Slight increase	Steady fees, grant reimbursements catch up
Other Operating	Possible reserve transfer if approved	Reserves available if needed

WATCH: OT burn rate | Vacancy savings realization | Encumbrance liquidation pace | Election cycle Q3-Q4 spend

APPENDIX

Detailed Support & Data Sources

Where every number comes from | Excel supplement provides full audit trail

Excel Supplement — Tab Index

- ▶ Executive Dashboard – KPI ribbon + findings
- ▶ Presentation Values – Slide-to-source mapping
- ▶ Budget to Actual Detail – Dept-level GF + Other Funds
- ▶ Revenue Support – Category detail with explanations
- ▶ Projection Logic – Method, formulas, assumptions
- ▶ Overage Analysis – Depts projected to exceed budget
- ▶ Low Spending Assumptions – Coverage vs. timing
- ▶ Law Enforcement Support – Full LE detail
- ▶ Overtime Support – Sheriff OT by cost center + scenarios

Source Documents

- ▶ County Auditor – March FY 2026 Monthly Financials
- ▶ Oracle Fusion GL Transparency Report (4,620 rows)
- ▶ Budget Office – FY 2026 Legally Adopted Budget
- ▶ County Auditor – FY 2026 Preliminary Revenue Projections Email
- ▶ Offset & Transfer Strategy – Coverage need + offsets
- ▶ Transaction Detail – Account-level support
- ▶ Data Quality Notes – Validation items + caveats
- ▶ Revised FY26 Revenue – Updated revenue outlook