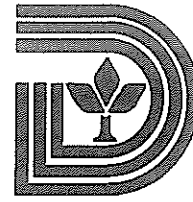


Memorandum

RECEIVED

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CITY SECRETARY
DALLAS, TEXAS



CITY OF DALLAS

DATE August 19, 2010

TO Members of the Budget, Finance & Audit Committee:
Ann Margolin, Vice-Chair, Vonciel Jones Hill, Delia D. Jasso, Ron Natinsky, David A. Neumann

SUBJECT **Budget, Finance & Audit Committee Meeting**
Tuesday, August 24, 2010, 9:30 – 11:30 a.m.
1500 Marilla Street, City Hall, Room 6ES, Dallas, Texas 75201

AGENDA

1. Consideration of minutes from the August 10, 2010 Budget, Finance and Audit Committee Meeting
2. Office of the City Auditor FY 2011 Audit Plan Craig D. Kinton, City Auditor
3. Sales Tax Compliance Review Services – Evaluation Results Craig D. Kinton, City Auditor
4. FY 2009 -10 Appropriations Adjustments Shelia Robinson, Assistant Director, Office of Financial Services
5. FY 2010 -11 Proposed Budget Reserve Levels Jeanne Chipperfield, Chief Financial Officer

FYI:

6. Quarterly Investment Report

A handwritten signature in cursive script, appearing to read "Jerry R. Allen".

Jerry R. Allen, Chair
Budget, Finance & Audit Committee

- C: Honorable Mayor & Members of the City Council
Mary K. Suhm, City Manager
Deborah A. Watkins, City Secretary
Tom P. Perkins, City Attorney
Craig D. Kinton, City Auditor
Ryan S. Evans, First Assistant City Manager
A.C. Gonzalez, Assistant City Manager
Jill A. Jordan, P.E., Assistant City Manager
Forest E. Turner, Assistant City Manager
Jeanne Chipperfield, Chief Financial Officer

A closed executive session may be held if the discussion concerns one of the following:

1. Contemplated or pending litigation or matter where legal advice is requested of the City Attorney. Section 551.071 of the Texas Open Meetings Act.
2. Personnel matters involving discussions of the qualifications for performance of identifiable individuals already employed or being considered for employment by the City. Section 551.074 of the Texas Open Meetings Act.
3. The deployment, or specific occasions for implementation of security personnel or devices. Section 551.074 of the Texas Open Meetings Act.
4. Discussions concerning sale or lease of real property, or negotiated contracts for donations to the City, when such discussions would have a detrimental effect on negotiating position of the City. Section 551.072 of the Texas Open Meetings Act.

**BUDGET, FINANCE, AND AUDIT COMMITTEE
DRAFT MEETING MINUTES
August 10, 2010**

The Council's Budget, Finance, and Audit Committee meetings are recorded. Agenda materials and audiotapes may be reviewed by contacting the City Manager's Office Staff Coordinator Laura L. Carrillo at 214-670-7804.

Meeting Date: August 10, 2010

Committee Members Present:

Jerry R. Allen, Chair, Ann Margolin, Vice – Chair, Vonciel Jones Hill, Delia D. Jasso, Ron Natinsky, David A. Neumann

Committee Members Absent:

None

Other Council members present who attended a partial or duration of the meeting:

None

Staff Members Present:

Jeanne Chipperfield, Laura Carrillo, Ade Williams, Edward Scott, Lance Sehorn, Mike Frosch, Chan Williams, Helendra Ruiz, Jeannie Eneh, Rhonn Ramirez, Worris Levine, Debra Johnson, Craig Kinton, Randall Hanks, Donna Lowe

Meeting called to order at 9:33 a.m.

AGENDA:

1. Consideration of Minutes from June 28, 2010 Budget, Finance, and Audit

Presenter(s):

Information Only:

Action Taken/Committee Recommendation(s):

Motion made by: Ron Natinsky

Motion seconded by: Ann Margolin

The motion passed unanimously

Follow up:

2. Communications Related to the FY 2009 Audit

Presenter(s): Ben Kohnle

Information Only: Yes

Action Taken/Committee Recommendation(s):

Motion made by:

Motion seconded by:

3. Auditing Services Evaluation Results

Presenter(s): Ade Williams

Information Only:

Action Taken/Committee Recommendation(s): A motion was made by the Budget, Finance & Audit Committee to move the Auditing Services Evaluation Results to full City council on August 18, 2010.

Motion made by: David A. Neumann

Motion seconded by: Ron Natinsky

The motion passed unanimously

Follow up:

4. **Office of the City Auditor FY 2010 Fourth Quarter Update**

Presenter(s): Craig Kinton

Information Only: Yes

Action Taken/Committee Recommendation(s):

Motion made by:

Motion seconded by:

5. **Nomination & Appointment of the City Auditor**

Presenter(s): Craig Kinton

Information Only:

Action Taken/Committee Recommendation(s): The Budget, Finance & Audit Committee made a motion to reappoint City Auditor, Craig D. Kinton to a Two-Year Term. This recommendation will go to full City council on August 25, 2010.

Motion made by: Ann Margolin

Motion seconded by: David A. Neumann

The motion passed unanimously

Follow up:

FYI Only:

6. **Commercial Property, Boiler & Machinery, Fine Arts, Crime and Aviation Insurance Policies**

Presenter(s): Jeanne Chipperfield

Information Only: Yes

Action Taken/Committee Recommendation(s):

Motion made by:

Motion seconded by:

Meeting adjourned at 11:03 a.m.

Memorandum



DATE: August 19, 2010

TO: Members of the Budget, Finance & Audit Committee:
Jerry R. Allen, Chair; Ann Margolin, Vice-Chair; Delia Jasso; Vonciel Jones Hill;
Ron Natinsky; David A. Neumann

SUBJECT: Office of the City Auditor's Fiscal Year 2011 Audit Plan

On Tuesday, August 24, 2010, the Office of the City Auditor will present the proposed Fiscal Year 2011 Audit Plan to the Budget, Finance & Audit Committee for consideration of recommendation for approval by the full City Council. The Council Agenda for Wednesday, September 22, 2010 will include an item to authorize the adoption of the Office of the City Auditor's Fiscal Year 2011 Audit Plan.

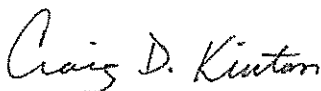
The Office of the City Auditor performs work for and under the direction of the Dallas City Council. The Fiscal Year 2011 Audit Plan is designed to satisfy responsibilities established by the Dallas City Charter, meet the needs of the City Council, and outline the services that the Office of the City Auditor plans to initiate and/or complete during Fiscal Year 2011.

The Office of the City Auditor's mission is to promote public trust and advance accountability by providing independent, objective, and useful professional services for the City of Dallas. The plan demonstrates the variety of services the Office of the City Auditor provides to address its mission and reflects the following Dallas City Council priorities:

- Public Safety
- Economic Vibrancy
- Clean, Healthy Environment
- Culture, Arts and Recreation
- Education
- E³ Government

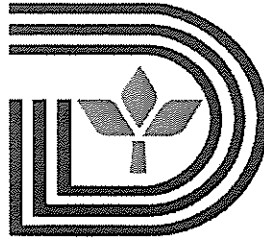
We respectfully present the Fiscal Year 2011 Audit Plan and request your support for a recommendation to the full City Council for approval of the plan.

Sincerely,



Craig D. Kinton
City Auditor

Attachment



CITY OF DALLAS

OFFICE OF THE CITY AUDITOR

**AUDIT PLAN
FISCAL YEAR 2011**

**CRAIG D. KINTON
CITY AUDITOR**



AUDIT PLAN FOR FISCAL YEAR 2011

The City of Dallas Office of the City Auditor (Office) performs work for and under the direction of the Dallas City Council. The Fiscal Year 2011 Audit Plan (Audit Plan) is designed to satisfy responsibilities established by the Dallas City Charter, meet the needs of the City Council, and outline the services that the Office plans to initiate and / or complete during Fiscal Year 2011.

The Office's mission is to promote public trust and advance accountability by providing independent, objective, and useful professional services for the City of Dallas. The Audit Plan demonstrates the variety of services the Office provides to address its mission and reflects the following Dallas City Council priorities:

- Public Safety
- Economic Vibrancy
- Clean, Healthy Environment
- Culture, Arts and Recreation
- Education
- E³ Government

This Audit Plan is a working document in that the City Auditor is authorized, when deemed necessary in his professional judgment, to amend the Audit Plan. The Dallas City Council will be notified in writing concerning additions to, deletions from, or other changes to this Audit Plan. The Audit Plan includes audits and attestation services, fraud detection and prevention services, and non-audit services.

AUDIT AND ATTESTATION SERVICES

The Office complies with generally accepted government auditing standards when performing audits and attestation engagements. These standards provide a framework for conducting high quality audits and attestation engagements with competence, integrity, objectivity, and independence.

Audits include:

- **Effectiveness, Economy, and Efficiency Audits**

Conducted to measure the extent to which a program is either achieving its goals and objectives or whether City departments are acquiring, protecting, and using their resources in the most productive manner to achieve program objectives.

- **Financial Audits**

Conducted to provide an independent report on whether an entity's financial information is presented fairly and in accordance with recognized criteria, provide users with statements concerning the reliability of information, and provide information about internal control, compliance with laws and regulations, and provisions of contracts and grant agreements as they relate to financial transactions, systems, and processes.

- **Special Audits**

Upon the death, resignation, removal, or expiration of the term of any officer of the City, other than the City Auditor, the City Auditor shall cause an audit and investigation of the accounts of such officer to be made and shall report to the City Manager and the Council.

Attestation engagements can cover a broad range of financial or non-financial objectives. An attestation engagement results in an examination, a review, or an agreed-upon procedures report on a subject matter or an assertion about a subject matter that is the responsibility of another party.

FRAUD, DETECTION AND PREVENTION SERVICES

The Office maintains a Hotline as a tool for the confidential reporting of allegations of fraud, waste, and abuse. The Office evaluates allegations, conducts investigations, and provides fraud training and support to City departments. Substantiated allegations of fraud are referred to law enforcement authorities and reported to the City Council and City management as required by the City Charter and Council Resolutions. Fraud investigations are conducted in accordance with Quality Standards for Investigations issued by the Council of the Inspectors General on Integrity and Efficiency.

NON-AUDIT SERVICES

The Office also provides non-audit services which are professional services that are not performed in accordance with generally accepted government auditing standards. These non-audit services include:

- **Grants Compliance Monitoring**

The Grants Compliance Group (Group) monitors the Consolidated Plan Grants (CDBG, HOME, ESG, HOPWA) and selected programs under the American Recovery and Reinvestment Act of 2009 (HPRP, CDBG, WAP)¹ for compliance with Federal, State, and Local regulations. The Group provides monitoring reports on internal controls/policies and procedures, compliance with laws and regulations and contract provisions. In addition, the Group provides an annual Technical Assistance Workshop to City staff and non-profit agencies personnel to reduce non-compliance findings.

¹ CDBG – Community Development Block Grant; HOME – HOME Investment Partnerships Program; ESG – Emergency Shelter Grant; HOPWA – Housing Opportunities for Persons with AIDS; HPRP – Homeless Prevention and Rapid Re-Housing; CDBG – Community Development Block Grant Recovery; WAP – Weatherization Assistance Program (State of Texas)

- **City Council Support**

The Office performs certain non-audit services to support the City Council. The City Auditor is authorized to conduct reviews or provide analytical support for individual Council Members, provided the request for assistance or analytical support will not impact the completion of the Audit Plan. If, in the judgment of the City Auditor, a request will impact completion of the Audit Plan, the City Auditor will request the Council Member to submit the request in writing for consideration and approval by the Budget, Finance & Audit Committee and the City Council as an amendment to the Audit Plan. All work products will be produced at the direction of the City Auditor.

- **Management Assistance**

The Office performs certain non-audit services at the request of management to assist in carrying out its responsibilities. These non-audit services may include, but are not limited to, providing technical advice, such as participating on committees, task forces, panels, and focus groups. The Office provides Management Assistance Services based on a written request, consideration of the impact on auditor independence, and execution of a memorandum of understanding between the City Auditor and the Department Director.

- **Employees' Retirement Fund Trustee**

Section 40-A.2. (c) of the Dallas City Code designates the City Auditor as a voting member of the Employees' Retirement Fund (ERF) Board of Trustees.

INDEPENDENCE DISCLOSURES

Generally accepted government auditing standards require the Office to disclose impairments to independence. The Office lacks independence in relation to any audit work that might be conducted at the ERF and in relation to the Office's responsibilities for Grants Compliance Monitoring. To the extent that audit and attestation engagements are performed in these two areas, the Office is not independent. The effects of these independence concerns on audit work will be clearly identified in any final reports, if applicable.

#	Department	Key Focus Area**	Description	Objectives
1	ATT	E ³ Government	Litigation Support	Provide litigation support services, as requested by the City Attorney
2	AVI	Economic Vibrancy	Aviation Regulatory Compliance	Determine whether the Department of Aviation has appropriately addressed regulatory issues / discrepancies noted in inspection and certification reports
3	BDPS	E ³ Government	Controls over Leased Equipment	Evaluate the adequacy of controls over leased office equipment to protect the confidentiality of government information.
4	BDPS	E ³ Government	Contract Compliance	Determine contractor compliance with contractual pricing provisions
5	BDPS	E ³ Government	Sole Source / Single Bid Procurements	Determine whether applicable purchasing rules have been followed for sole source or single bid procurements as required by Administrative Directive 4-5
6	Capital Projects	Capital Budget / Economic Vibrancy	Capital Programs	Review selected capital budget controls over expenditures, which may include: <ul style="list-style-type: none"> • Dallas Water Utilities • Streets and Thoroughfares
7	CIS	Public Safety	Disaster Recovery Plan	Evaluate the adequacy of the City's Disaster Recovery Plan and associated information technology / operations to continue to provide service in the event of a disaster
8	CCO / CTS	E ³ Government	Fines / Fees Processing and Effectiveness	Evaluate the efficiency, effectiveness, or adequacy of internal controls over collections, which may include: <ul style="list-style-type: none"> • Court Services • Permits and Fees • Sanitation Landfill Operations • Stormwater Billing
9	DFR	Public Safety	Fire Building Inspections	Evaluate compliance with regulations for fire building inspections

#	Department	Key Focus Area**	Description	Objectives
10	DPD	Public Safety	Drugs / Weapons Destructions	Ensure that confiscated drugs and weapons are destroyed in accordance with State law and City policies
11	EBS / CIS	E ³ Government	Fleet Management	Evaluate: <ul style="list-style-type: none"> • Controls over fuel usage • The reliability of vehicle information (mileage, number of gallons used, etc.) obtained through the Vehicle Data Modules (VDM)
12	ECO	Economic Vibrancy	Tax Increment Financing	Evaluate the adequacy of internal controls to determine compliance with Tax Increment Financing agreements
13	ECO	Economic Vibrancy	South Dallas Fair Park Trust Fund	Provide an annual audit of the Trust Fund and its operations as required by Council Resolution 06-1833
14	OFS	E ³ Government	Bond Statement Reviews	Review Preliminary and Final Bond Official Statements and provide an Attestation-Agreed Upon Procedures report to City management and to City Council
15	OFS	E ³ Government	Utility Franchise Fees	Evaluate the accuracy of payments from selected utility franchisees
16	OFS	E ³ Government	Revenue Estimates – Budgeted Revenues for Fiscal Year 2011-2012	Determine whether the City has effective processes to ensure reliable revenue estimates are included in the City Manager's proposed operating budget
17	Multiple	E ³ Government	American Recovery and Reinvestment Act of 2009 (ARRA)	Evaluate the City's compliance with ARRA requirements, which may include: <ul style="list-style-type: none"> • Accounting and distribution of stimulus funds • Transparency for funds used • Mitigating instances of fraud, waste, and abuse • Meeting performance, cost, and schedule goals • Measuring program outcomes

#	Department	Key Focus Area**	Description	Objectives
18	Multiple	E ³ Government	Special Audits	Conduct audits, in accordance with Chapter IX, Section 4 of the City Charter, of officers who vacate their offices due to death, resignation, removal, or expiration of term
19	Multiple	Public Safety	Emergency Management Operations and Business Continuity Plan	Evaluate whether the City's Emergency Management Operations' preparedness, including the Business Continuity Plan, can continue operating in the event of a disaster
20	Multiple	Multiple	Council Assistance	Provide audit and non-audit support services, as requested by individual Council members
21	Multiple	Multiple	Fraud Detection and Prevention	Evaluate allegations, conduct investigations, and educate employees
22	Multiple	Multiple	Management Assistance	Provide audit and non-audit assistance as requested by Management
23	Multiple	Multiple	Prior Audit Recommendations Follow-Up	Evaluate management implementation of prior audit recommendations

** The Fiscal Year 2011 Audit Plan (Audit Plan) is based on a risk assessment of City Services approved in the Fiscal Year 2009-2010 City of Dallas Budget. While this year's Audit Plan does not directly address Culture, Arts and Recreation, and Education, two of the City Council's FY 2011 Key Focus Areas, to the extent possible the Office will include these two Key Focus Areas in projects identified as "Multiple".

Memorandum



DATE: August 19, 2010

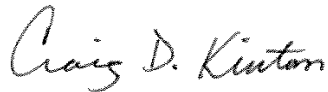
TO: Honorable Members of the Budget, Finance & Audit Committee –
Jerry R. Allen, Chair; Ann Margolin, Vice-Chair; Delia Jasso; Vonciel Jones Hill;
Ron Natinsky; David A. Neumann

SUBJECT: Presentation to the Budget, Finance & Audit Committee:
Sales Tax Compliance Review Services – Evaluation Results

I will provide a briefing to the members of the Budget, Finance & Audit Committee on Tuesday, August 24, 2010 regarding:

- Sales Tax Compliance Review Services – Evaluation Results

Sincerely,



Craig D. Kinton
City Auditor

Attachment

Budget, Finance & Audit Committee

Sales Tax Compliance Review Services – Evaluation Results

City of Dallas
Office of the City Auditor
August 24, 2010



Purpose

- To review the procurement process and results of the proposal evaluation for sales/use tax compliance review services
- Seek support of the Budget, Finance & Audit Committee for recommendation to Council to approve the contract for services

Background

- The Fiscal Year (FY) 2010 Audit Plan approved by the City Council included project objectives to ensure the City is receiving all applicable sales tax revenues
- The Budget, Finance & Audit Committee was briefed in April 2010 that the Office of the City Auditor was working with Business Development and Procurement Services (BDPS) on the issuance of a *Request for Qualifications* to seek qualified vendors to perform sales/use tax audits on a contingent fee basis
- The Budget, Finance & Audit Committee was briefed on August 10, 2010 that MuniServices had been selected as the most qualified vendor and that a contract was being negotiated

Procurement Timeline

<u>Activity</u>	<u>Date</u>
Advertising Dates	April 22 and April 29, 2010
Pre-Qualification Conference	May 3, 2010
Closing Date	May 19, 2010
Evaluation of Responses Completed	June 1, 2010
Request for Pricing Proposal	June 11, 2010
Contract Negotiations Begin	June 14, 2010
Budget, Finance & Audit Committee Briefing	August 24, 2010
Council Action (Proposed)	September 8, 2010

Responses to *Request for Qualifications*

- The City received responses from two firms:
 - Kasner & Associates
 - MuniServices, LLC

Multi-Departmental Evaluation Team

Evaluators

Daniel Oney

Carol Smith

Corrine Steeger

Department

Economic Development

Office of the City Auditor

Budget and Management
Services

Evaluation Criteria

Criteria

Weighting Factor

Overall Approach and Methodology	40%
Project Staffing	35%
Vendor Experience	15%
Client References	10%

Evaluation Results

Vendor	Overall Approach & Methodology (40%)	Project Staffing (35%)	Provider Experience (15%)	Client References (10%)	Total
Kasner & Associates	27	30	9	10	76
MuniServices, LLC	37	30	15	10	92

Scope of Work

- Detect and validate qualified business activity taking place within the City from which the City is not receiving sales/use tax revenue
- Assist businesses in filling returns and making payments for all open tax periods
- Assist businesses in correcting registration information for taxes that are being incorrectly reported to another jurisdiction
- Provide documentation to the state to secure the transfer of funds to the City that was reported in error to another jurisdiction
- Provide status reporting to keep the City aware of sales/use tax compliance review initiatives progress

Term of Service

Contract divided into three segments:

1. Initial Term – 3 years
 - Full services to City
 - 3, one-year extension options
2. Correction Period – 6 months
 - Final submissions and confirmation of corrections
3. Completion Period – 2 years
 - Complete billing for corrections made

Fee Schedule

- 30% Contingency Fee
 - Based on revenue received as a result of MuniServices' work

- Fee applied to:
 - All revenues corrected for any periods prior to the date of corrected allocations
 - First eight (8) consecutive reporting quarters following correction of the errors and confirmation of receipt of revenues by the City

Lowest Pricing Provision

- Vendor confirms that pricing is lowest currently offered to Texas Cities
- Agrees to lower pricing to City of Dallas if a lower price is offered to another Texas city during the term of this contract
- New rate would apply from date of offer to another city through remainder of contract



Recommendation

Support approval of consultant contract with MuniServices for Sales Tax Compliance Review Services

Questions?

City of Dallas
Office of the City Auditor
August 24, 2010



Memorandum



CITY OF DALLAS

Date August 20, 2010

To Members of the Budget, Finance, & Audit Committee:
Jerry R. Allen, Chair; Ann Margolin, Vice Chair; Vonciel Jones Hill;
Delia D. Jasso; Ron Natinsky; David A. Neumann

Subject FY 2009-10 Appropriation Adjustments

The Budget, Finance, and Audit Committee will be briefed on FY 2009-10 Appropriation Adjustments on Tuesday, August 24, 2010. Attached is a copy of the briefing for your review.

Sincerely,

A handwritten signature in cursive script that reads "Jeanne Chipperfield".

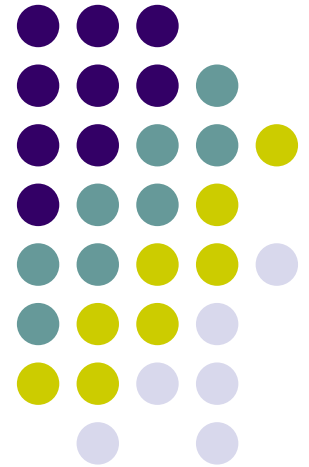
Jeanne Chipperfield
Chief Financial Officer

C: Honorable Mayor & Members of the City Council
Mary K. Suhm, City Manager
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FY2009-10 Appropriation Adjustments

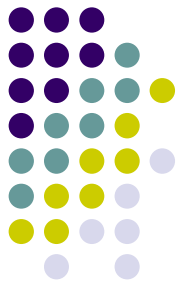
Budget, Finance, & Audit Committee
August 24, 2010





Purpose

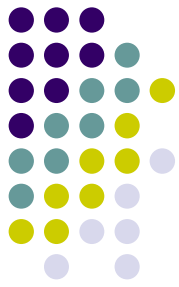
- Background
- Review process to determine necessary amendments
- Overview of Amendments
 - Operating Budget Ordinance
 - Capital Budget Ordinance
- Seek committee's recommendation of ordinance amendments on September 8th agenda



Background

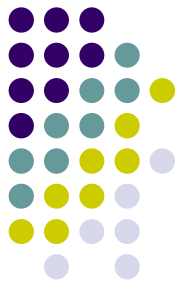
- Charter does not allow for the expenditure of City funds without sufficient appropriation
 - City Charter language (Chapter XI, Sec. 6):
 - No money shall be drawn from the city treasury, nor shall any obligation for the expenditure of money be incurred, except in pursuance of appropriation...
- Mid-year budget ordinance amendment estimates the appropriation required through 9-30-10 to ensure compliance with the Charter's budget requirements
- Any increases in costs are supported by
 - Reduction of other budgets
 - Use of excess revenues
 - Occasional use of available fund balance

Process



- Management closely monitors revenues and expenses throughout the fiscal year
 - Management adjusts spending to ensure there are revenues to cover projected costs
 - Financial position communicated to Council in monthly Financial Forecast Report
- Potential overruns and underruns are identified for adjustment in the ordinance
- Appropriation adjustments slightly exceed the forecast in order to establish reasonable contingency appropriations
 - Allows for unforeseen expenses which may occur late in the fiscal year, after the approval of the amendment
 - Ensures compliance with the Charter

Operating Budget Ordinance Amendments



- Increases total General Fund budget increases by \$3.6m
 - Redistributes appropriations from departments (8) with forecasted underruns to those departments (15) with forecasted or potential overruns for example:
 - Police – change in timing of recruit classes and unbudgeted fleet charges related to body shop work
 - Housing – expenses associated with closing of clinics
 - Mayor and Council – staff costs
 - City Attorney’s Office – staff costs
 - Non-Departmental – unemployment payments and contract wrecker expenses
 - Street Lighting – maintenance tariff increase
- Other Funds’ appropriation adjustments supported by increased revenues or available fund balances (5 funds)

Capital Budget Ordinance Amendments



- Ordinance decreases appropriations in FY 2009-10 capital budget due to smaller than anticipated March 2010 bond sale.



Recommendation

- Recommend approval of the attached ordinances amending the FY2009-10 Operating and Capital budgets on the September 8th agenda

ORDINANCE NO. _____

An ordinance amending Ordinance No. 27692 (2009-2010 FY Operating Budget Appropriation Ordinance) to make certain adjustments to fund appropriations for fiscal year 2009-10 for the maintenance and operation of various departments and activities and to authorize the city manager to implement those adjustments; providing a saving clause; and providing an effective date.

WHEREAS, on September 23, 2009, the city council passed Ordinance No. 27692, which adopted the operating budget appropriation ordinance for fiscal year 2009-2010; and

WHEREAS, shortages and excesses in various department and activity appropriations have created a need to adjust those appropriations; and

WHEREAS, the city council is authorized in accordance with Chapter XI, Section 4 of the Dallas City Charter to transfer an unencumbered balance of an appropriation made for the use of one department, division, or purpose to any other department, division, or purpose, upon the written recommendation of the city manager; and

WHEREAS, the city council is authorized in accordance with Chapter XI, Section 5 of the Dallas City Charter to appropriate, from time to time, excess revenues of the city to such uses as will not conflict with any uses for which such revenues specifically accrued; Now, therefore;

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

SECTION 1. That the list entitled “Departments and Activities – Proposed 2009-10” contained in Section 1 of Ordinance No. 27692 (2009-2010 FY Operating Budget Appropriation Ordinance), passed by the city council on September 23, 2009, is amended by making adjustments to fund appropriations for fiscal year 2009-10 for the maintenance and operation of various departments and activities, to read as follows:

<u>“DEPARTMENTS AND ACTIVITIES</u>	<u>PROPOSED</u> <u>2009-10</u>
Building Services	<u>26,580,085</u> [27,788,828]
Business Development and Procurement Services	<u>3,153,761</u> [3,304,039]
Central Appraisal Districts	3,354,985
City Attorney's Office	<u>10,847,432</u> [10,163,871]
City Auditor's Office	2,254,074
City Manager's Office	1,872,361
City Secretary's Office	<u>1,648,101</u> [1,381,142]
Civil Service	<u>1,302,822</u> [1,183,168]
Code Compliance	<u>28,561,244</u> [28,398,674]
City Controller’s Office	<u>7,329,250</u> [7,189,788]
Court and Detention Services	<u>11,281,020</u> [11,065,433]
Dallas County Tax Collection	553,952
Elections	* <u>1,302,791</u> [82,791]
Fire	<u>210,714,899</u> [201,251,978]
Housing/Community Services	<u>8,122,137</u> [7,425,252]
Human Resources	<u>3,176,643</u> [3,304,442]
Independent Audit	<u>845,334</u> [1,253,357]
Jail Contract - Lew Sterrett	7,222,495
Judiciary	<u>3,046,209</u> [2,856,399]
Library	<u>22,396,323</u> [22,044,165]
Mayor and Council	<u>3,812,801</u> [3,717,574]
Non-Departmental	<u>25,019,028</u> [22,068,079]
Office of Cultural Affairs	12,144,523
Office of Economic Development	** <u>2,633,436</u> [2,533,436]
Office of Financial Services	<u>1,624,982</u> [1,524,982]
Office of Management Services	*** <u>3,499,731</u> [3,249,731]
Park and Recreation	<u>66,369,354</u> [64,266,766]
Police	<u>418,677,246</u> [412,703,675]

* *This change was previously approved by Resolution Nos. 10-1714, 10-1715, and 10-1716.*

** *This change was previously approved by Resolution No. 09-2672.*

****This change was previously approved by Resolution No. 10-1202.*

Public Works and Transportation	14,580,381 [18,047,904]
Sanitation Services	74,461,456
Street Lighting	18,397,932 [16,976,591]
Street Services	27,711,227 [28,110,441]
Sustainable Development and Construction	1,535,462
Trinity Watershed Management	713,676 [1,644,792]
Contingency Reserve	200,000
Salary and Benefits Reserve	500,000 [2,917,550]
Liability Reserve/Claims Fund	7,304,528 [8,304,528]
GENERAL FUND TOTAL	<u>\$1,025,751,680</u> [1,018,358,684]

SECTION 2. That the list entitled “Trust Funds – Proposed 2009-10” contained in Section 1 of Ordinance No. 27692 (2009-2010 FY Operating Budget Appropriation Ordinance), passed by the city council on September 23, 2009, is amended by making adjustments to fund appropriations for fiscal year 2009-10 for the maintenance and operation of various departments and activities, to read as follows:

<u>“TRUST FUNDS</u>	<u>PROPOSED</u> <u>2009-10</u>
<u>Business Development and Procurement</u>	
Employee Morale Fund (0480)	821
<u>City Attorney’s Office</u>	
Employee Morale Fund (0481)	1,573
<u>City Auditor’s Office</u>	
Employee Morale Fund (0482)	743
<u>City Controller’s Office</u>	
Employee Morale Fund (0479)	533
<u>City Manager’s Office</u>	
Employee Morale Fund (0483)	541
<u>City Secretary’s Office</u>	
Belo Foundation (0428)	4,572
Employee Morale Fund (0484)	637
Summerlee Foundation (0427)	2,037

<u>Civil Service</u>	
Employee Morale Fund (0485)	637
<u>Convention and Event Services</u>	
Sports Arena Lease (0A71)	3,410,000
<u>Code Compliance</u>	
Demolition Fund (0011)	500,000
Employee Morale Fund (0486)	3,272
<u>Communication and Information Services</u>	
Employee Morale Fund (0909)	2,048
Public, Education, Government (PEG) Access (0560)	513,589
<u>Court and Detention Services</u>	
Employee Morale Fund (0902)	1,749
Municipal Court Technology Fund (0401)	1,868,778
<u>Equipment and Building Services</u>	
Cafeteria Fund (0268)	35,000
Employee Morale Fund (0917)	7,401 [3,595]
Fitness Center Fund (0323)	169,181
<u>Fire</u>	
DFD Fire Prevention (0S72)	6,061
Employee Morale Fund (0918)	12,401
Fireman's Donation (0235)	5,720
Paramedic Activity (0302)	4,862
Walmart Foundation (0236)	3,371
<u>Housing/Community Services</u>	
Alvin E. Moore Trust (0309)	71,470
Carrie S. Orleans Trust (0305)	100,000
Employee Morale Fund (0489)	4,562
MLKJC - Carrie S. Orleans Trust	9,809
TXU Energy Aid Trust (0312)	134,443
WDMPC Emergency Social Services Trust (0T04)	29,214
WDMC - Special Events Trust (0T04)	25,000
<u>Human Resources</u>	
Employee Morale Fund (0494)	1,010
<u>Judiciary</u>	
Employee Morale Fund (0490)	701
Juvenile Case Manager Fund (0396)	395,000

Library

Ayres Newton Family Fund (0204)	11,701
Book End Fund (0012)	104,384
Benjamin and Selma Parrill Trust (0716)	3,500
Central Library Gift and Donations (0214)	188,937
Children's Center Fund (0T22)	39,700
Dallas Theatre (0646)	11,260
Dye Fund (0207)	28,809
Employee Morale Fund (0903)	701
Genealogy Fund (0687)	37,955
Grant Information Services (0729)	118,228
Hammond Fund (0458)	9,760
Heldt Fund (0212)	14,906
Ida Green (0753)	41,065
Kahn Fund (0208)	245,665
Library Automation Endowment Acquisition Fund (0456)	247,747
<u>Library Endowment Fund (0450)</u>	<u>960,000</u>
Louie Bromberg Memorial Fund (0200)	2,257
Meadows Fund (0734)	19,927
Mossiker Fund (0219)	9,245
National Endowment for Humanities (0839)	8,105
O'Hare Memorial Fund (0203)	230
Pet Memorial Fund (0586)	768

Mayor and Council Office

Employee Morale Fund (0491)	725
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Office of Cultural Affairs

Employee Moral Fund (0904)	997
Majestic/Music Hall Trust (0338)	166,441

Office of Economic Development

Employee Morale Fund (0488)	812
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Office of Financial Services

Employee Morale Fund (0493)	178
<u>General Gifts and Donations Fund (0895)</u>	<u>50,000</u>

Office of Management Services

Employee Morale Fund (0492)	2,208
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Park and Recreation

<u>Arts Enrichment Program (0G43)</u>	<u>118,919</u>
Bachman Trust (0336)	42,702
Capital Gifts and Donations and Development (0530)	2,250,764

Community Fund - Anita Martinez (0926)	67,556
Community Fund - Arcadia (0941)	49,420
Community Fund - Arlington Park (0966)	14,750
Community Fund - Beckley Saner (0934)	7,750
Community Fund - Bachman (0967)	66,735
Community Fund - Campbell Green (0968)	243,259
Community Fund - Churchill (0969)	61,966
Community Fund - Cummings (0935)	21,832
Community Fund - Eloise Lundy (0936)	25,451
Community Fund - Exall (0929)	43,610
Community Fund - Exline (0946)	83,246
Community Fund - Fireside (0961)	20,301
Community Fund - Fretz (0970)	106,513
Community Fund - Fruitdale (0937)	17,098
Community Fund - Grauwyler (0923)	21,614
Community Fund - Harry Stone (0930)	144,748
Community Fund - I. Zaragoza (0933)	4,500
Community Fund - Janie C. Turner (0963)	12,674
Community Fund - Jaycee/Zaragoza (0927)	10,371
Community Fund - J. C. Phelps (0939)	13,165
Community Fund - Juanita J. Craft (0948)	15,921
Community Fund - K. B. Polk (0974)	18,917
Community Fund - Kidd Springs (0942)	76,423
Community Fund - Kiest (0943)	71,809
Community Fund - Kleberg/Rylie (0962)	42,277
Community Fund - Lake Highlands (0971)	39,990
Community Fund - Martin Weiss (0944)	21,345
Community Fund - M. L. King, Jr. (0949)	33,386
Community Fund - Nash/Davis (0928)	<u>50,985</u> [30,985]
Community Fund - Park in the Woods (0978)	12,389
Community Fund - Pike (0924)	3,206
Community Fund - Pleasant Oaks (0964)	44,809
Community Fund - Reverchon (0925)	67,631
Community Fund - Ridgewood (0931)	66,496
Community Fund - Samuell Grand (0932)	120,209
Community Fund - Singing Hills (0940)	57,803
Community Fund - Thurgood Marshall (0945)	29,797
Community Fund - Timberglen (0975)	48,315
Community Fund - Tommie M. Allen (0938)	37,199
Community Fund - Walnut Hill (0976)	17,043
Craddock Park Trust (0340)	557,050
Dallas Zoo Education (0358)	861,369
Dallas Zoo Trust (0337)	1,195,932
Employee Morale Fund (0956)	7,992

Fair Park Improvement Fund (0448)	1,449,125
Fair Park Special Maintenance Fund (0329)	141,697
Golf Improvement Trust (0332)	2,889,975
Golf Maintenance (0469)	168,666
Meadows Foundation (0348)	10,514
Meadows - Fair Security (0643)	2,614
MowMentum Park Improvement (0T80)	308,934
<u>Park and Recreation Athletic Maintenance (0349)</u>	<u>553,768</u>
Park and Recreation Beautification (0641)	622,216
Park Improvement Fund (0355)	600,000
Park Land Maintenance (0330)	1,421,516
Park Land Maintenance (0331)	20,318
Recreation Program Trust (0341)	1,719,307
Southern Skates Roller Rink (0327)	447,162
State Fair of Texas (0426)	10,818
Texas Forest Service Partnership (S166)	21,787
Texas Vietnam Veterans Memorial (0T82)	100,000
White Rock Endowment (0354)	123,127
<u>Police</u>	
Auto Theft Auction Revenue (0S2D)	54,330
Confiscated Monies - State (0411)	546,857
Confiscated Monies - Federal (0412)	4,495,440
Employee Morale Fund (0908)	48,695
Internet Crimes Program Income (0T90)	1,136
Law Enforcement Officer Standard Education (0S1N)	223,862
<u>Public Works and Transportation</u>	
Employee Morale Fund (0910)	3,599
Freeway Traffic Signals (0669)	298,601
<u>Sanitation Services</u>	
Employee Morale Fund (0915)	3,754
<u>Street Services</u>	
Employee Morale Fund (0905)	4,280
<u>Sustainable Development and Construction</u>	
Employee Morale Fund (0487)	2,613
TRUST FUNDS TOTAL	<u>\$32,894,895</u> [30,984,221]
GRANT AND TRUST FUNDS GRAND TOTAL	<u>\$33,662,804</u> [31,752,130]

SECTION 3. That the list entitled “Enterprise/Internal Service/Other Funds – Proposed 2009-10” contained in Section 1 of Ordinance No. 27692 (2009-2010 FY Operating Budget Appropriation Ordinance), passed by the city council on September 23, 2009, is amended by making adjustments to fund appropriations for fiscal year 2009-10 for the maintenance and operation of various departments and activities, to read as follows:

<u>“ENTERPRISE/INTERNAL SERVICE/OTHER FUNDS</u>	<u>PROPOSED</u> <u>2009-10</u>
Aviation	42,877,676 [41,925,548]
Communication and Information Services:	
Information Technology	45,471,749 [44,479,609]
Radio Services	3,954,541
Convention and Event Services	61,347,084
Employee Benefits	723,986
Equipment Services	52,306,885
Express Business Center	4,383,576
Risk Management	1,264,426
Storm Water Drainage Management	49,116,923 [44,674,000]
Sustainable Development and Construction	16,631,383 [16,018,788]
Water Utilities	530,365,482
WRR - Municipal Radio	3,120,248
911 System Operations	16,129,481 [13,965,299]
 ENTERPRISE/INTERNAL SERVICE/ OTHER FUNDS TOTAL	 <u>\$823,271,179</u> [818,529,472]

SECTION 4. That Section 3 of Ordinance No. 27692 (2009-2010 FY Operating Budget Appropriation Ordinance), passed by the city council on September 23, 2009, is amended by making adjustments to fund appropriations for fiscal year 2009-10 for the maintenance and operation of various departments and activities, to read as follows:

“SECTION 3. That the city manager is hereby authorized, upon written notice to the city controller, to make the following adjustments:

(1) Reduce the allowed expenditures of departments or activities if, in the judgment of the city manager, actual or probable receipts are less than the amount estimated and appropriated for expenditures.

(2) Transfer appropriations budgeted for one account classification or activity to another within any individual department or activity listed in Section 1.

(3) Transfer internal service fund equity from unanticipated excesses to contributing funds.

(4) Transfer appropriations from the Salary and Benefit Reserve to any individual department or activity listed in Section 1, to be used for salaries and benefits.

(5) Transfer funds, not to exceed \$252,410, from the Dallas Museum of Art Interest Fund 0009, Revenue Source ROTH to the General Fund 0001, Department OCA, Unit 4843, Revenue Source 8436 to provide maintenance support to the Dallas Museum of Art.

(6) Transfer funds, not to exceed \$17,404,163, from the Convention Center Operating Fund 0080, Department CCT, Unit 7840, Object 3870 to the 2009 Convention Center Debt Service Fund 0980, Department CCT, Unit P505, Revenue Source 9219 for the payment of debt service on Series 2009 Revenue Refunding and Improvement Bonds for improvements to the Dallas Civic Center Convention Complex.

(7) Transfer funds, not to exceed \$8,304,528, from the General Fund 0001, Department BMS, Unit 1996, Object 3621 to the Liability Reserve Fund

0192, Department ORM, Unit 3890, Revenue Source 8525 for payment of small and large claims against the city.

(8) Transfer funds, not to exceed \$250,000, from the Municipal Radio Fund 0140, Department OCA, Unit 1067, Object 3690 to the Arts Endowment Fund 0371, Department OCA, Unit 6732, Revenue Source 9201 to support the arts.

(9) Transfer funds, not to exceed \$3,415,000 [~~3,410,000~~], to the General Fund 0001, Department BMS, Unit 1995, Revenue Source 9201 from the Sports Arena Lease Rental Fund 0A71, Department CCT, Unit 8851, Object 3690 to support general fund operations.

(10) Transfer funds, not to exceed \$13,300,000, from the Water Utilities Operating Fund 0100, Department DWU, Unit 7015, Object 3690 in the amounts not to exceed \$6,800,000 to the Public/Private Partnership Fund 0352, Department ECO [~~DEV~~], Unit P151, Revenue Source 8219 and \$6,500,000 to the General Fund 0001, Department BMS, Unit 1991, Revenue Source 9201, as payment in lieu of taxes by the water utilities department to support economic initiatives of the city.

(11) Transfer funds, not to exceed \$500,000, from the General Fund 0001, Department CCS, Unit 3041, Object 3690 to the Demolition Fund 0011, Department CCS, Unit 3098, Revenue Source 9201 in support of demolition activities.

(12) Transfer funds, not to exceed \$4,000,000, from the Convention and Event Services Operating Fund 0080, Department CCT, Unit 7840, Object Code 3690, to the General Fund 0001, Department BMS, Unit 1991, Revenue Source 9201 for repayment of General Fund support of convention center operations.

(13) Transfer funds, not to exceed \$395,000, from the Juvenile Case Manager Fund 0396, Department CTJ, Unit 5811, to the General Fund 0001, Department CTJ, Unit 2159, Object Code 5011 to support juvenile case management activities.

(14) Transfer funds, not to exceed \$795,000, from the Library Endowment Fund 0450, Department LIB, Unit 6279 to the General Fund 0001, Department BMS, Unit 1991, Revenue Source 9201 to support general fund operations.

(15) Transfer and administer gifts and bequests to the city in accordance with the terms and conditions accompanying the gifts or bequests and, for this purpose, the appropriation of donated amounts is hereby made.”

SECTION 5. That the city manager is hereby authorized, upon written notice to the city controller, to transfer funds to make the adjustments to appropriations set forth in this ordinance.

SECTION 6. That it is the intent of the city council, by passage of this ordinance, to appropriate the funds for the city departments and activities. No office or position is created by the appropriation.

SECTION 7. That Ordinance No. 27692 will remain in full force and effect, save and except as amended by this ordinance.

SECTION 8. That this ordinance will take effect immediately from and after its passage and publication in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so ordained.

APPROVED AS TO FORM:

THOMAS P. PERKINS, JR., City Attorney

By _____
Assistant City Attorney

Passed _____

LC/UC/0158U

ORDINANCE NO. _____

An ordinance amending Ordinance No. 27693 (2009-2010 FY Capital Budget Appropriation Ordinance) to make certain adjustments to fund appropriations for fiscal year 2009-10 for public improvements to be financed from bond funds and other revenues of the City of Dallas and to authorize the city manager to implement those adjustments; providing a saving clause; and providing an effective date.

WHEREAS, on September 23, 2009, the city council passed Ordinance No. 27693, which adopted the capital budget appropriation ordinance for fiscal year 2009-2010; and

WHEREAS, shortages and excesses in various project appropriations have created a need to adjust those appropriations and to establish new appropriations; and

WHEREAS, the city council is authorized in accordance with Chapter XI, Section 4 of the Dallas City Charter to transfer an unencumbered balance of an appropriation made for the use of one department, division, or purpose to any other department, division, or purpose, upon the written recommendation of the city manager; and

WHEREAS, the city council is authorized in accordance with Chapter XI, Section 5 of the Dallas City Charter to appropriate, from time to time, excess revenues of the city to such uses as will not conflict with any uses for which such revenues specifically accrued; Now, therefore;

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF DALLAS:

SECTION 1. That Section 2 of Ordinance No. 27693 (2009-2010 FY Capital Budget Appropriation Ordinance), passed by the city council on September 23, 2009, is amended by making adjustments to fund appropriations for fiscal year 2009-10 for public improvements to be financed from bond funds and other revenues of the City of Dallas, to read as follows:

“SECTION 2. (a) That the following amounts are hereby appropriated from the funds indicated for the projects listed in the FY 2009-10 Capital Budget:

CAPITAL FUNDS

From the Capital Equipment Acquisition Fund (0569)	329,000
From the Capital Equipment Acquisition Fund (0587)	51,000
From the Capital Equipment Acquisition Fund (0613)	23,832,462
From the Capital Gifts and Donations Fund (0530)	418,694
<u>From the Capital Projects Reimbursement Fund (0556)</u>	<u>455,000</u>
From the Cedars Tax Increment Financing District Fund (0033)	876,133
From the City Center Tax Increment Financing District Fund (0035)	3,991,770
From the City Facilities Repairs and Improvement Fund (0P60)	145,000
From the City Facilities Repairs and Improvement Fund (1P60)	1,500,000
From the City Hall, City Service and Maintenance Facilities Fund (9T60)	<u>916,098</u> [9,013,098]
From the 2009 Convention Center Revenue Refunding and Improvement Bonds Fund (0568)	20,485,000

From the Court Facilities Fund (9T30)	6,765,835
From the Cultural Arts Facilities Fund (5R49)	40,000
From the Cultural Arts Facilities Fund (6R49)	20,000
From the Cultural Arts Facilities Fund (6T49)	50,000
From the Cultural Arts Facilities Fund (8T49)	540,000
From the Cultural Arts Facilities Fund (9T49)	<u>1,412,084</u> [6,370,084]
From the Davis Garden Tax Increment Financing District Fund (0060)	95,223
From the Deep Ellum Tax Increment Financing District Fund (0056)	390,871
From the Design District Tax Increment Financing District Fund (0050)	1,001,278
From the Economic Development in Southern Area of the City, and in Other Areas of the City in Connection with Transit-Oriented Development, by Providing Public Infrastructure and Funding the City's Economic Development Programs for Such Areas Fund (7T52)	100,000
From the Economic Development in Southern Area of the City, and in Other Areas of the City in Connection with Transit-Oriented Development, by Providing Public Infrastructure and Funding the City's Economic Development Programs for Such Areas Fund (8T52)	50,000
From the Economic Development in Southern Area of the City, and in Other Areas of the City in Connection with Transit-Oriented Development, by Providing Public Infrastructure and Funding the City's Economic Development Programs for Such Areas Fund (9T52)	<u>14,247,620</u> [10,256,457]

From the Downtown Connection Tax Increment Financing District Fund (0044)	7,684,730
From the Farmers Market Improvement Fund (7T40)	53,000
From the Farmers Market Improvement Fund (9T40)	3,645,916]
From the Farmers Market Tax Increment Financing District Fund (0036)	598,570
From the Flood Protection and Storm Drainage Facilities Improvement Fund (6R23)	50,000
From the Flood Protection and Storm Drainage Facilities Improvement Fund (6T23)	550,000
From the Flood Protection and Storm Drainage Facilities Improvement Fund (7T23)	1,552,000
From the Flood Protection and Storm Drainage Facilities Improvement Fund (8T23)	250,000
From the Flood Protection and Storm Drainage Facilities Improvement Fund (9T23)	<u>42,824,173</u> [53,333,173]
From the Fort Worth Avenue Tax Increment Financing District Fund (0058)	62,348
From the General Capital Reserve Fund (0625)	1,047,520
From the Grand Park South Tax Increment Financing District Fund (0054)	68,091
From the Land Acquisition for Low/Mod Income Single Family Homes Fund (3R10)	30,000
From the Land Acquisition for Low/Mod Income Single Family Homes Fund (4R10)	30,000
From the Land Acquisition in the Cadillac Heights Area Fund (7T11)	5,000
From the Land Acquisition in the Cadillac Heights Area Fund (8T11)	70,000

From the Land Acquisition in the Cadillac Heights Area Fund (9T11)	1,591,668 [9,840,668]
From the Land Acquisition under the Land Bank Program for the Development of Low and Moderate Income Single Family Homes Fund (9T10)	1,502,851]
From the Library Facilities Improvement Fund (6R42)	160,000
From the Library Facilities Improvement Fund (6T42)	50,000
From the Library Facilities Improvement Fund (7T42)	234,000
From the Library Facilities Improvement Fund (8T42)	375,000
From the Library Facilities Improvement Fund (9T42)	<u>2,913,359</u> [7,042,359]
From the Major and Citywide Park and Recreation Facilities Fund (3R00)	50,000
From the Major and Citywide Park and Recreation Facilities Fund (4R00)	30,000
From the Major and Citywide Park and Recreation Facilities Fund (5R00)	50,000
From the Major Park, Recreation, and Community Facilities Improvement Fund (0N00)	10,000
From the Maple/Mockingbird Tax Increment Financing District Fund (0064)	42,329
From the Municipal Radio Facility Improvement Fund (0152)	<u>6,400,000</u> [4,000,000]
<u>From the Naval Air Station Redevelopment Fund (0022)</u>	<u>500,000</u>
From the Neighborhood and Community Park, Playground, and Recreational Facilities Fund (3R05)	10,000

From the Neighborhood and Community Park, Playground, and Recreational Facilities Fund (4R05)	70,000
From the Neighborhood and Community Park, Playground, and Recreational Facilities Fund (5R05)	60,000
From the Neighborhood Park, Playground, and Recreational Facilities Improvement Fund (0M05)	10,000
From the Oak Cliff Gateway Tax Increment Financing District Fund (0034)	1,612,593
From the Park and Recreation Facilities Fund (7T00)	1,600,000
From the Park and Recreation Facilities Fund (8T00)	200,000
From the Park and Recreation Facilities Fund (9T00)	<u>53,106,970</u> [73,784,970]
From the Park, Playground, Recreation, and Community Facilities Improvement Fund (0P00)	30,000
From the Public/Private Partnership Fund (0352)	6,800,000
From the Public Safety Facilities Fund (7T33)	100,000
From the Public Safety Facilities Fund (8T33)	100,000
From the Public Safety Facilities Fund (9T33)	27,275,742
From the Skillman Corridor Tax Increment Financing District Fund (0052)	806,319
From the Southwestern Medical Tax Increment Financing District Fund (0046)	391,323
From the Specified Street Projects Fund (3R21)	50,000
From the Specified Street Projects Fund (4R21)	205,000
From the Specified Street Projects Fund (5R21)	130,000

From the Specified Street Projects Fund (6R21)	25,000
From the Sports Arena Tax Increment Financing District Fund (0038)	6,517,208
From the State Fair of Texas Capital Construction Fund (0535)	9,550
From the Street and Thoroughfare Improvement Fund (1P22)	200,000
From the Street and Transportation Improvement Fund (3R22)	290,000
From the Street and Transportation Improvement Fund (4R22)	475,000
From the Street and Transportation Improvement Fund (5R22)	511,000
From the Street and Transportation Improvement Fund (6R22)	210,000
From the Street and Transportation Improvement Fund (6T22)	440,000
From the Street and Transportation Improvement Fund (7T22)	525,000
From the Street and Transportation Improvement Fund (8T22)	350,000
From the Street and Transportation Improvement Fund (9T22)	106,301,654
From the Trinity River Corridor Project Fund (TP14)	1,000,000
From the Trinity River Corridor Project Fund (0P14)	<u>5,776,480</u> [40,316,480]
From the Trinity River Corridor Project Fund (4P14)	30,000

From the Trinity River Corridor Project Fund (5P14)	215,000
From the Trinity River Corridor Project Fund (6P14)	1,000,000
From the Vickery Meadow Tax Increment Financing District Fund (0048)	1,249,307
From the Wastewater Capital Construction Fund (0103)	22,046,000
From the Wastewater Capital Improvement Fund (2116)	99,717,000
From the Water and Wastewater Public Art Fund (0121)	19,000
From the Water Capital Construction Fund (0102)	46,428,000
From the Water Capital Improvement Fund (2115)	125,083,000
From the 2004 Equipment Acquisition Arbitrage Rebate Fund (0594)	88,000
From the 2004 Certificates of Obligation Arbitrage Rebate Fund (058A)	50,250
CAPITAL FUNDS TOTAL	<u>\$522,513,856</u> [\$745,071,856]

(b) That the following amounts are hereby appropriated from the funds indicated for payment of the FY 2009-10 Debt Service Budget:

DEBT SERVICE FUNDS

From the General Obligation Debt Service Fund (0981)	289,163,345
DEBT SERVICE FUNDS TOTAL	\$289,163,345

(c) That these appropriations and all previous appropriated funds for these projects remain in force until each project is completed or terminated.

(d) That the appropriations listed in Subsections (a) and (b) may be increased by city council resolution upon the recommendation of the city manager.”

SECTION 2. That Section 4 of Ordinance No. 27693 (2009-2010 FY Capital Budget Appropriation Ordinance), passed by the city council on September 23, 2009, is amended by making adjustments to fund appropriations for fiscal year 2009-10 for public improvements to be financed from bond funds and other revenues of the City of Dallas, to read as follows:

“SECTION 4. That the city manager is authorized upon written notice to the city controller to make the following adjustments:

(1) Transfer amounts from one project appropriation to another within the same fund, provided that the total appropriation for each fund is not exceeded by this action.

(2) Decrease appropriation of any fund described in Section 2 to reduce expenditures within the fund when, in the judgment of the city manager, actual or probable receipts are less than the amount estimated and appropriated for expenditures.

(3) Transfer funds, not to exceed \$8,200,000, to the General Obligation Debt Service Fund 0981, in the amounts of \$50,000 from the Specified Street Projects Fund 3R21; \$205,000 from the Specified Street Projects Fund 4R21; \$130,000 from the Specified Street Projects Fund 5R21; \$25,000 from the Specified Street Projects Fund 6R21; \$200,000 from the Street and

Thoroughfare Improvement Fund 1P22; \$290,000 from the Street and Transportation Improvement Fund 3R22; \$475,000 from the Street and Transportation Improvement Fund 4R22; \$511,000 from the Street and Transportation Improvement Fund 5R22; \$210,000 from the Street and Transportation Improvement Fund 6R22; \$440,000 from the Street and Transportation Improvement Fund 6T22; \$525,000 from the Street and Transportation Improvement Fund 7T22; \$350,000 from the Street and Transportation Improvement Fund 8T22; \$50,000 from the Flood Protection and Storm Drainage Facilities Improvement Fund 6R23; \$550,000 from the Flood Protection and Storm Drainage Facilities Improvement Fund 6T23; \$1,552,000 from the Flood Protection and Storm Drainage Facilities Improvement Fund 7T23; \$250,000 from the Flood Protection and Storm Drainage Facilities Improvement Fund 8T23; \$40,000 from the Cultural Arts Facilities Fund 5R49; \$20,000 from the Cultural Arts Facilities Fund 6R49; \$50,000 from the Cultural Arts Facilities Fund 6T49; \$540,000 from the Cultural Arts Facilities Fund 8T49; \$100,000 from the Economic Development in Southern Area of the City, and in Other Areas of the City in Connection with Transit-Oriented Development, by Providing Public Infrastructure and Funding the City's Economic Development Programs for Such Areas Fund 7T52; \$50,000 from the Economic Development in Southern Area of the City, and in Other Areas of the City in Connection with Transit-Oriented Development, by Providing Public Infrastructure and Funding the City's Economic Development Programs for Such Areas Fund 8T52; \$53,000 from the Farmers Market Improvement Fund 7T40; \$30,000 from the Land

Acquisition for Low/Mod Income Single Family Homes Fund 3R10; \$30,000 from the Land Acquisition for Low/Mod Income Single Family Homes Fund 4R10; \$5,000 from the Land Acquisition in the Cadillac Heights Area Fund 7T11; \$70,000 from the Land Acquisition in the Cadillac Heights Area Fund 8T11; \$160,000 from the Library Facilities Improvement Fund 6R42; \$50,000 from the Library Facilities Improvement Fund 6T42; \$234,000 from the Library Facilities Improvement Fund 7T42; \$375,000 from the Library Facilities Improvement Fund 8T42; \$100,000 from the Public Safety Facilities Fund 7T33; \$100,000 from the Public Safety Facilities Fund 8T33; \$329,000 from the Capital Equipment Acquisition Fund 0569; and \$51,000 from the Capital Equipment Acquisition Fund 0587, for repayment of debt associated with general obligation bonds and equipment acquisition notes.

(4) Transfer funds, not to exceed \$3,365,000, to the General Fund 0001, in the amounts of \$30,000 from the Trinity River Corridor Project Fund 4P14; \$215,000 from the Trinity River Corridor Project Fund 5P14; \$1,000,000 from the Trinity River Corridor Project Fund 6P14; \$10,000 from the Major Park, Recreation, and Community Facilities Improvement Fund 0N00; \$30,000 from the Park, Playground, Recreation, and Community Facilities Improvement Fund 0P00; \$50,000 from the Major and Citywide Park and Recreation Facilities Fund 3R00; \$30,000 from the Major and Citywide Park and Recreation Facilities Fund 4R00; \$50,000 from the Major and Citywide Park and Recreation Facilities Fund 5R00; \$1,600,000 from the Park and Recreation Facilities Fund 7T00; \$200,000 from the Park and Recreation Facilities Fund 8T00; \$10,000 from the

Neighborhood and Community Park, Playground, and Recreational Facilities Fund 3R05; \$10,000 from the Neighborhood Park, Playground and Recreational Facilities Improvement Fund 0M05; \$70,000 from the Neighborhood and Community Park, Playground, and Recreational Facilities Fund 4R05; and \$60,000 from the Neighborhood and Community Park, Playground, and Recreational Facilities Fund 5R05, for reimbursement as needed for engineering, project coordination, inspection, survey, and other activities associated with the implementation of the 1995, 1998, 2003, and 2006 bond programs.

(5) Transfer funds, not to exceed \$855,000, to the General Fund 0001, in the amounts of \$40,000 from the Cedars Tax Increment Financing District Fund 0033; \$40,000 from the Oak Cliff Gateway Tax Increment Financing District Fund 0034; \$50,000 from the City Center Tax Increment Financing District Fund 0035; \$30,000 from the Farmers Market Tax Increment Financing District Fund 0036; \$25,000 from the Sports Arena Tax Increment Financing District Fund 0038; \$225,000 from the Downtown Connection Tax Increment Financing District Fund 0044; \$50,000 from the Southwestern Medical Tax Increment Financing District Fund 0046; \$50,000 from the Vickery Meadow Tax Increment Financing District Fund 0048; \$50,000 from the Design District Tax Increment Financing District Fund 0050; \$50,000 from the Skillman Corridor Tax Increment Financing District Fund 0052; \$40,000 from the Grand Park South Tax Increment Financing District Fund 0054; \$50,000 from the Deep Ellum Tax Increment Financing District Fund 0056; \$50,000 from the Fort Worth Avenue Tax Increment Financing District Fund 0058; \$75,000 from the

Davis Garden Tax Increment Financing District Fund 0060; and \$30,000 from Maple/Mockingbird Tax Increment Financing District Fund 0064, for reimbursement of tax increment financing administration costs.

(6) Transfer funds, not to exceed \$68,493,000, from the Water Utilities Operating Fund 0100, in the amounts of \$46,428,000 to the Water Capital Construction Fund 0102; \$22,046,000 to the Wastewater Capital Construction Fund 0103; and \$19,000 to the Water and Wastewater Public Art Fund 0121, for projects listed in the FY 2009-10 Capital Budget.

(7) Transfer funds, not to exceed \$675,675, to the General Obligation Debt Service Fund 0981 from the Golf Surcharge Fund 0332 for payment of the 2000 Certificates of Obligation for golf course improvements.

(8) Transfer funds, not to exceed \$7,078,409 [~~5,078,409~~], to the General Obligation Debt Service Fund 0981 from the Storm Water Drainage Operating Fund 0061 for payment of the 2000 Certificates of Obligation for lake dredging; the 2004 and 2005 Certificates of Obligation for compliance with the municipal separate sewer system (MS4) permit; the 2009 Equipment Acquisition Notes for levee maintenance equipment; and the 1996, 1997, 1998, 1999, 2000, 2001, 2002, 2003, 2004, 2005, 2006, 2007, 2007A, and 2008 general obligation bonds for flood protection and storm drainage facilities.

(9) Transfer funds, not to exceed \$1,502,566, to the General Obligation Debt Service Fund 0981 from the Convention Center Construction Fund 0082, for payment of the 2008 Certificates of Obligation for the Convention Center Hotel land acquisition.

(10) Transfer funds, not to exceed \$4,350, to the General Obligation Debt Service Fund 0981, in the amounts of \$4,350 from the Aviation Operating Fund 0130, for payment of the 2005 Equipment Acquisition Notes for fleet replacement.

(11) Transfer funds, not to exceed \$460,411, to the General Obligation Debt Service Fund 0981 from the Water Utilities Operating Fund 0100 for payment of the 2005 Equipment Acquisition Notes for fleet replacement and technology enhancements.

(12) Transfer funds, not to exceed \$7,859,127, to the General Obligation Debt Service Fund 0981 from the General Fund 0001 for payment of the 2005, 2006, 2007, 2008, and 2009 Equipment Acquisition Notes for sanitation collection and fleet replacement and the 2003 general obligation bonds for flood protection and storm drainage facilities for the McCommas Bluff Landfill.

(13) Transfer funds, not to exceed \$2,470,694, to the General Obligation Debt Service Fund 0981 from the Information Technology Operating Fund 0198 for payment of the 2005, 2007, and 2009 Equipment Acquisition Notes for technology enhancements.

(14) Transfer funds, not to exceed \$19,955, to the General Obligation Debt Service Fund 0981 from the Communications Services Fund 0197 for payment of the 2005 and 2006 Equipment Acquisition Notes for fleet replacement.

(15) Transfer funds, not to exceed \$126,522, to the General Obligation Debt Service Fund 0981 from the Fleet Services Fund 0196 for payment of the

2005, 2006, 2007, 2008, and 2009 Equipment Acquisition Notes for fleet replacement.

(16) Transfer funds, not to exceed \$1,047,520, to the General Fund 0001 from the General Capital Reserve Fund 0625 for the purpose of general fund operating and maintenance costs.

(17) Transfer funds, not to exceed \$6,400,000 [~~4,000,000~~], to the General Fund 0001 from the Municipal Radio Facility Improvement Fund 0152 for the purpose of general fund operating and maintenance costs.

(18) Transfer funds, not to exceed \$12,100,000 [~~10,600,000~~], to the General Fund 0001, in the amounts of \$11,151,000 from the Hensley Field Fund 0282 and \$949,000 from the Naval Air Station Redevelopment Fund (0022), for the purpose of general fund operating and maintenance costs.

(19) Transfer funds, not to exceed \$2,000,000, to the General Fund 0001 from the Public Private Partnership Fund 0352 for the purpose of general fund operating and maintenance costs.

(20) Transfer funds, not to exceed \$29,749,562, to the General Obligation Debt Service Fund 0981 from any general government, internal service, or enterprise fund incurring civilian payroll costs based on the pro-rata allocation of the actual civilian payroll costs incurred during fiscal year 2009-10 for payment of debt service on the Pension Obligation Bonds Series 600, 601, and 602.”

SECTION 3. That the city manager is hereby authorized, upon written notice to the city controller, to transfer funds to make the adjustments to appropriations set forth in this ordinance.

SECTION 4. That Ordinance No. 27693 will remain in full force and effect, save and except as amended by this ordinance.

SECTION 5. That this ordinance will take effect immediately from and after its passage and publication in accordance with the provisions of the Charter of the City of Dallas, and it is accordingly so ordained.

APPROVED AS TO FORM:

THOMAS P. PERKINS, JR., City Attorney

By _____
Assistant City Attorney

Passed _____

LC/UC/0157U

Memorandum



Date August 20, 2010

To Members of the Budget, Finance, & Audit Committee:
Jerry R. Allen, Chair; Ann Margolin, Vice Chair; Vonciel Jones Hill;
Delia D. Jasso; Ron Natinsky; and David A. Neumann

Subject FY 2010-11 Proposed Budget: Reserve Levels

The Budget, Finance, and Audit Committee will be briefed on the FY 2010-11 Proposed Budget Reserve Levels on Tuesday, August 24th. Attached is a copy of the briefing for your review.

Please let me know if additional information is needed.



Jeanne Chipperfield
Chief Financial Officer

C: Honorable Mayor & Members of the City Council
Mary K. Suhm, City Manager
Deborah Watkins, City Secretary
Tom Perkins, City Attorney
Craig Kinton, City Auditor

Ryan S. Evans, First Assistant City Manager
A.C. Gonzalez, Assistant City Manager
Jill A. Jordan, P.E., Assistant City Manager
Forest E. Turner, Assistant City Manager

FY 2010-11 Proposed Budget: Reserve Levels

Budget, Finance & Audit Committee
August 24, 2010



Purpose

- To provide information on the General Fund Reserves, including:
 - Background
 - Reserve Requirements of Financial Management Performance Criteria (FMPC)
 - Emergency Reserve
 - Contingency Reserve
 - Combined Reserve Levels
 - Risk Reserve
 - Fund Balance Considerations

Background – FMPC

- FMPC initially adopted by the City Council in 1978 to set standards and to guide decision making
- Dallas was one of the first cities in the U.S. to develop criteria, and the criteria was subsequently used by others to model their own
- Rating agencies highly regard the Dallas FMPC
- FMPC includes 52 criteria in 5 categories
 - Operating Programs
 - Capital and Debt Management
 - Accounting, Auditing and Financial Planning
 - Cash Management
 - Grants and Trusts
- Dallas Water Utilities has its own set of 13 criteria
- FMPC is updated/evaluated for compliance during budget preparation and approval process, at year end, and for each debt issuance
- Council periodically reviews and updates the criteria
 - Last update was approved by Council on September 24, 2008

Background – Fund Balance

- Fund Balance reported annually in the City’s Comprehensive Annual Financial Report (CAFR)
- Fund Balance
 - The difference between a fund’s assets and liabilities; the fund balance is adjusted annually by the difference between revenues and expenditures
 - Is further divided into 3 categories:
 1. Reservations – those amounts of the fund balance that are not available for appropriation because they are set aside for a specific future use
 - Includes encumbrances and inventory purchases
 2. Designations – allocation of the fund balance which indicates management’s tentative plans for the future utilization of financial resources
 - Includes Contingency, Risk, Emergency reserves
 3. Undesignated, Unreserved Fund Balance – remaining fund balance after Reservations and Designations are deducted from the total Fund Balance

FMPC Reserve Requirements

- Emergency Reserve (FMPC #7)
 - Funds may be used to provide for temporary financing of unanticipated or unforeseen extraordinary needs of an emergency nature
 - Use of Emergency Reserve would require authorization by Council resolution
 - Any uses must be replenished in the next fiscal year
 - FY11 Proposed Emergency Reserve of \$17,563,082 is funded from the FY10 Emergency Reserve projected ending balance

FMPC Reserve Requirements

- Contingency Reserve (FMPC #8)
 - Provides for unanticipated needs that arise during the fiscal year
 - Use of Contingency Reserve would require authorization by Council resolution
 - FMPC requires reserve to be established annually at 0.5% to 1.0% of General Fund expenditures
 - Requirements reviewed annually and may be funded with the carry forward of ending balance from the prior fiscal year
 - FY11 Proposed Contingency Reserve of \$5,103,005 or 0.53% of General Fund expenditures
 - Funded from FY10 projected ending balance of \$1,457,236 and FY11 appropriated transfer from General Fund of \$3,645,769

FMPC Reserve Requirements

- Combined Reserve Levels (FMPC #9)
 - Requires the sum of the undesignated, unreserved fund balance + the Contingency Reserve + the Emergency Reserve to be no less than 5% of budgeted expenditures

FY11 Proposed Combined Reserve Levels	
Undesignated, unreserved fund balance	\$36.9m
Contingency Reserve	\$5.1m
Emergency Reserve	\$17.6m
Combined Total	\$59.6m
FY09-10 Proposed General Fund Expense	\$965.5m
5% of General Fund expense – Minimum Requirement	\$48.3m
Over/(Under) Reserve Requirement	\$11.3m
% General Fund Expense	6.2%

FMPC Reserve Requirements

FMPC #9 History	FY07 Actual	FY08 Actual	FY09 Actual	FY10 Budget	FY10 Estimate	FY11 Proposed
Undesignated, Unreserved Fund Balance	\$44.9m	\$49.1m	\$47.3m	\$36.6m	\$36.9m	\$36.9m
Contingency Reserve	\$3.8m	\$3.2m	\$4.9m	\$5.1m	\$1.5m	\$5.1m
Emergency Reserve	\$18.3m	\$17.6m	\$17.6m	\$17.6m	\$17.6m	\$17.6m
Total	\$67.0m	\$69.9m	\$69.8m	\$59.3m	\$56.0m	\$59.6m
General Fund Operating Expenditures	\$1,007.0m	\$1,032.4m	\$1,037.6m	\$1,018.4m	\$1,016.2m	\$965.5m
% of GF Expenses	6.7%	6.8%	6.7%	5.8%	5.5%	6.2%



FMPC Reserve Requirements

- Risk Reserve (FMPC #10)
 - Required to be maintained at a level, which, together with purchased insurance policies, adequately protects the City's assets against loss
 - FY11 proposed reserve funded at \$1,250,00 using the FY10 projected ending balance

Fund Balance Considerations

- Bond rating agencies consider fund balance as a percent of expenditures as part of their analysis in determining a rating
- On a percentage basis, Dallas' fund balance is lower than other cities that are also highly rated at Aa1
- In its March 2009 ratings report, Moody's Investors Service included the following commentary regarding the City's fund balance
“Moody's considers the diminishment of the general fund reserves to have weakened the city's financial flexibility and the negative outlook reflects our concerns regarding creditworthiness over the medium term.”

Memorandum



CITY OF DALLAS

DATE August 19, 2010

TO Members of the Budget, Finance & Audit Committee:
Chair Jerry Allen, Vice-Chair Ann Margolin, Vonciel Jones Hill, Delia Jasso, Ron Natinsky,
David Neumann

SUBJECT Quarterly Investment Report as of June 30, 2010

The City of Dallas Investment Policy, in accordance with the Texas Public Funds Investment Act, requires that the City Council and City Manager receive quarterly investment reports. The purpose of this report is to provide a means for Council members, Council committee members and staff to regularly review and monitor the City's investment position and to demonstrate compliance with the City's Investment Policy and the Public Funds Investment Act. Summary reports on each of the City's portfolios are included as well as summary information on the portfolio as a whole.

For the quarter ended June 30, 2010 the City's individual portfolios and the combined portfolio are in compliance with the relevant provisions of the City's Investment Policy and the Public Funds Investment Act.

Additionally, this memo provides an updated status of distributions to the City from the Reserve Primary Fund. The City's investment in the Reserve Primary Fund was frozen on September 17, 2008, when the Fund suffered losses in the value of some of its investments. The most recent distributions were received in July, totaling \$8,394. As of today, the City has received a total of \$2,055,225 from The Reserve Primary Fund. As reflected on the following table, the remaining balance is now \$19,996. Including these distributions, 99% of the assets have been returned to the City which is 2% more than anticipated at the time of the original redemption request on September 17, 2008.

The Reserve Distribution Plan/Update

*Balance as of September 17, 2008: \$ 2,075,221

Distribution Date	Amount	Remaining Balance
10/31/08	\$ 1,052,944	\$ 1,022,277
12/03/08	583,243	439,034
02/20/09	137,672	301,362
04/17/09	93,155	208,207
10/02/09	40,499	167,708
01/29/10	139,318	28,390
07/16/10	8,366	20,024
07/23/10	28	19,996

* Includes principal (\$2,073,000) and interest (\$2,221) accrued from September 1 through September 14, 2008.

Jeanne Chipperfield
Chief Financial Officer

Edward R. Scott
City Controller

Corrine Steeger
Treasury Manager

C: Honorable Mayor & Members of the City Council
Mary K. Suhm, City Manager
Ryan S. Evans, First Assistant City Manager
Jill A. Jordan, P.E., Assistant City Manager
A. C. Gonzalez, Assistant City Manager
Forest E. Turner, Assistant City Manager
Craig Kinton, City Auditor

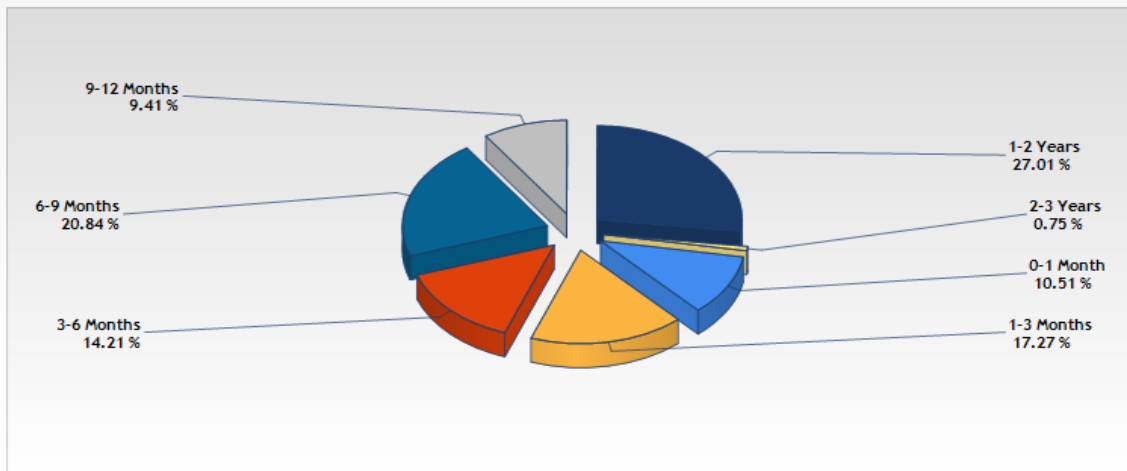
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City of Dallas
Cash and Investment Summary
June 30, 2010

Portfolio Summary			
	06/30/10	03/31/10	Net Change
Face Value	\$ 1,606,414,677	\$ 1,883,350,199	\$ (276,935,522)
Book Value	1,626,301,915	1,910,288,382	(283,986,467)
Market Value	1,631,986,186	1,916,293,114	(284,306,928)
Accrued Interest	14,420,090	11,261,740	3,158,350
Cash Value	1,646,406,275	1,927,554,854	(281,148,579)
Unrealized Gain (Loss)	5,684,271	6,004,732	(320,461)
Weighted Average Maturity (days)	236	281	-45
Buy Yield	1.28%	1.28%	0.00%

Investment Summary by Type		
Cash and Investments by Type	Book Value	% of Portfolio
U.S. Government Treasury Securities	\$ 76,190,303	4.68%
U.S. Government & Agency Securities		
Federal Farm Credit Bank (FFCB)	329,073,419	20.23%
Federal Home Loan Bank (FHLB)	376,358,434	23.14%
Federal Home Loan Mortgage Corporation (FHLMC)	453,226,233	27.87%
Federal National Mortgage Association (FNMA)	316,849,849	19.48%
Total U.S. Government & Agency Securities	\$ 1,475,507,935	90.73%
Local Government Investment Pool (TexPool)	\$ 43,346,534	2.67%
Money Market Mutual Funds	\$ 31,257,143	1.92%
Total Investments	\$ 1,626,301,915	100.00%

Portfolio Holdings Distribution by Maturity Range



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City of Dallas, Texas
Investment Summary by Portfolio Type
For the quarter ending June 30, 2010

By Portfolio	ID #	Face Value	Book Value	Market Value	Accrued Interest	Cash Value (Mkt Val + Acc Int)	*Unrealized Gain(Loss)	Weighted Average Maturity (days)	Buy Yield
Investment Pool	1	\$ 1,476,457,160	\$ 1,495,549,542	\$ 1,500,628,496	\$ 13,606,284	\$ 1,514,234,780	\$ 5,078,954	230	1.27%
Convention Center Reserve	2	22,734,000	22,765,542	22,835,299	183,799	23,019,098	69,757	304	1.57%
Water Reserve	3	82,252,000	83,007,096	83,535,678	581,699	84,117,377	528,582	378	1.80%
Art Endowment	4	2,540,000	2,542,515	2,545,556	615	2,546,171	3,041	352	0.57%
Ida Green Library Fund	5	1,000,000	999,972	1,002,813	4,333	1,007,146	2,841	78	1.51%
DWU Commercial Paper Program	10	16,518,379	16,518,379	16,518,379	-	16,518,379	-	1	0.11%
Trinity Parkway Escrow	14	2,188,446	2,188,446	2,188,446	-	2,188,446	-	1	0.17%
Cityplace TIF Reserve	15	2,185,000	2,190,732	2,191,828	43,360	2,235,188	1,096	28	1.25%
Oncor Electric Escrow	16	539,692	539,692	539,692	-	539,692	-	1	0.17%
Total Portfolio		\$ 1,606,414,677	\$ 1,626,301,916	\$ 1,631,986,187	\$ 14,420,090	\$ 1,646,406,277	\$ 5,684,271	236	1.28%

Note: For all non-pooled portfolios, these values do not exactly correspond to the accounting balances for the respective funds. This report summarizes direct investments only; a fund's accounting balance also includes its equity in the Investment Pool (see individual portfolio summary pages for Investment Pool balances).

* Unrealized gain/loss is the difference between the market value and book value and does not represent an actual gain or loss. Gains and losses are realized only when a security is sold prior to maturity. Since it is the City's practice to hold investments until they mature, the temporary gains and losses shown above are unlikely to be realized.

City of Dallas, Texas
Investment Summary by Security Type & Agency Issuer
For the quarter ending June 30, 2010

All Portfolios Combined								
By Security Type	Face Value	Book Value	Market Value	*Unrealized Gain(Loss)	Weighted Average Maturity (days)	Buy Yield	% of Total Portfolio	
Money Market Mutual Funds	\$ 31,257,143	\$ 31,257,143	\$ 31,257,143	\$ -	1	0.10%	1.92%	
Local Government Investment Pools	43,346,534	43,346,534	43,346,534	-	1	0.15%	2.67%	
Treasury Securities	75,000,000	76,190,303	76,478,120	287,817	445	0.74%	4.68%	
Agency Securities	1,456,811,000	1,475,507,936	1,480,904,390	5,396,454	237	1.37%	90.73%	
Total Portfolio	\$ 1,606,414,677	\$ 1,626,301,916	\$ 1,631,986,187	\$ 5,684,271	236	1.28%	100.00%	
Agency Securities By Issuer	Face Value	Book Value	Market Value	*Unrealized Gain(Loss)	% of Total Portfolio	S&P/Moody's Ratings		
Federal National Mortgage Assoc. (FNMA)	\$ 311,370,000	\$ 316,849,849	\$ 318,147,266	\$ 1,297,417	19.48%	AAA/Aaa		
Federal Home Loan Mortgage Corp. (FHLMC)	445,227,000	453,226,234	454,519,869	1,293,636	27.87%	AAA/Aaa		
Federal Home Loan Bank (FHLB)	373,820,000	376,358,434	378,180,127	1,821,693	23.14%	AAA/Aaa		
Federal Farm Credit Bank (FFCB)	326,394,000	329,073,419	330,057,128	983,708	20.23%	AAA/Aaa		
Total Agency Securities	\$ 1,456,811,000	\$ 1,475,507,936	\$ 1,480,904,390	\$ 5,396,454	90.73%	AAA/Aaa		

* Unrealized gain/loss is the difference between the market value and book value and does not represent an actual gain or loss. Gains and losses are realized only when a security is sold prior to maturity. Since it is the City's practice to hold investments until they mature, the temporary gains and losses are unlikely to be realized.

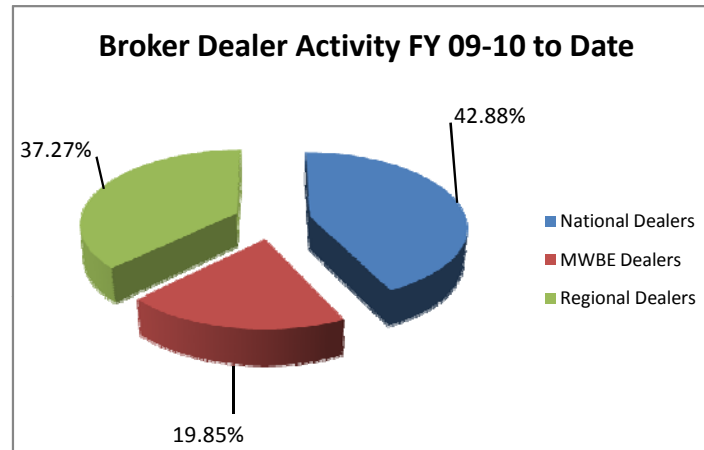
City of Dallas, Texas
 Activity Summary - All Portfolios Combined
 For the quarter ending June 30, 2010

Trade Activity						
Description	Beginning Face Amount/Shares	Beginning YTM	Purchased/Deposited	Matured/Withdrew/ Sold/Called	Ending Face Amount/Shares	Ending YTM
FFCB Bond	369,819,000	1.63	10,000,000	53,425,000	326,394,000	1.45
FHLB Bond	388,290,000	1.92	7,530,000	22,000,000	373,820,000	1.84
FHLMC Bond	480,982,000	1.18	-	35,755,000	445,227,000	1.10
FNMA Bond	348,495,000	1.22	-	37,125,000	311,370,000	1.09
Local Government Investment Pool	95,524,534	0.11	196,922,000	249,100,000	43,346,534	0.15
Money Market	54,036,196	0.06	6,324,752	29,103,805	31,257,143	0.10
Treasury Bond	75,000,000	0.74	-	-	75,000,000	0.74
Total / Average	1,812,146,730	1.33	220,776,752	426,508,805	1,606,414,677	1.28

City of Dallas, Texas
 Activity Summary - All Portfolios Combined
 For the quarter ending June 30, 2010

Dealer Activity		
Broker/Dealer	Awarded	%
Bank of America - National	130,000,000	17.89
Coastal Securities - Regional	91,830,000	12.64
First Southwest - Regional	88,990,000	12.25
Jefferies & Co. - National	100,000,000	13.76
JPMorgan - National	81,570,000	11.23
Loop Capital - MWBE	107,000,000	14.73
Morgan Keegan & Co. - Regional	50,000,000	6.88
Rice Financial - MWBE	28,140,000	3.87
Wells Fargo - Regional	40,000,000	5.50
Williams Capital - MWBE	9,100,000	1.25
Total	\$ 726,630,000	100.00

Q3 FY10		
Broker/Dealer	Awarded	%
First Southwest - Regional	4,990,000	28.47
Rice Financial - MWBE	2,540,000	14.49
Wells Fargo - Regional	10,000,000	57.04
Total	17,530,000	100.00



Section 9 of the City's investment Policy requires the annual review and adoption of a list of qualified broker/dealers. These firms represent the broker dealer firms that are currently approved by the Investment Committee as of October 16, 2009.

It is the City's Practice to solicit three or more competitive bids/offers each trade.

SUMMARY STATEMENT

	Current 6/30/2010	Prior Qtr 3/31/2010	Period Net Change
Money Market Mutual Funds & Pools	\$ 55,357,160	\$ 132,353,445	\$ (76,996,285)
Face Value - Treasuries	75,000,000	75,000,000	-
Face Value - Agencies	1,346,100,000	1,472,825,000	(126,725,000)
Total Face Value	\$ 1,476,457,160	\$ 1,680,178,445	\$ (203,721,285)
Money Market Mutual Funds & Pools	\$ 55,357,160	\$ 132,353,445	\$ (76,996,285)
Book Value - Treasuries	76,190,303	76,418,022	(227,719)
Book Value - Agencies	1,364,002,079	1,497,713,858	(133,711,779)
Total Book Value	\$ 1,495,549,542	\$ 1,706,485,325	\$ (210,935,783)
Money Market Mutual Funds & Pools	\$ 55,357,160	\$ 132,353,445	\$ (76,996,285)
Market Value - Treasuries	76,478,120	76,463,650	14,470
Market Value - Agencies	1,368,793,216	1,503,252,691	(134,459,475)
Total Market Value	\$ 1,500,628,496	\$ 1,712,069,786	\$ (211,441,290)
Accrued Interest	13,606,284	15,316,930	\$ (1,710,646)
Cash Value (Total Market Value + Accrued Interest)	1,514,234,780	1,727,386,716	\$ (213,151,936)
Unrealized Gain(Loss)	5,078,954	5,584,461	\$ (505,507)
Weighted Average Days to Maturity	230	252	(22)
Buy Yield	1.27%	2.09%	-0.82%
Portfolio Composition - % of Book Value			
Money Market Mutual Funds and Pools	3.70%	7.76%	-4.06%
Treasuries	5.09%	4.48%	0.61%
Agencies	91.20%	87.77%	3.44%
	100.00%	100.00%	

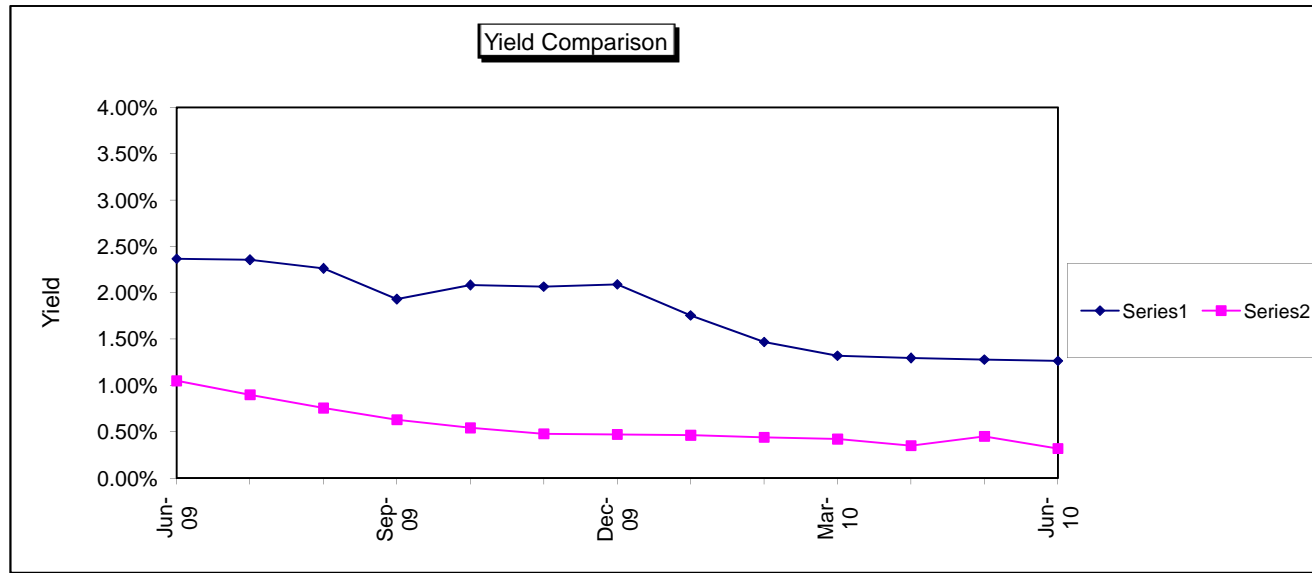
STRATEGY STATEMENT

The City's Investment Pool is an aggregation of the majority of City funds that includes tax receipts, enterprise fund revenues, fine and fee revenues, as well as some, but not all, bond proceeds, grants, gifts and endowments. This portfolio is maintained to meet anticipated daily cash needs for City of Dallas operations, capital projects and debt service. In order to ensure the ability of the City to meet obligations and to minimize potential liquidation losses, the dollar-weighted average stated maturity of the Investment Pool shall not exceed 1.5 years. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) limit market and credit risk through diversification; and d) attain a market rate of return commensurate with the objectives and restrictions set forth in the Investment Policy by managing the portfolio to meet or exceed the 12 month moving average yield on treasury one-year constant maturities as reported by Federal Reserve Statistical Release H.15.

STRATEGY COMPLIANCE STATEMENT

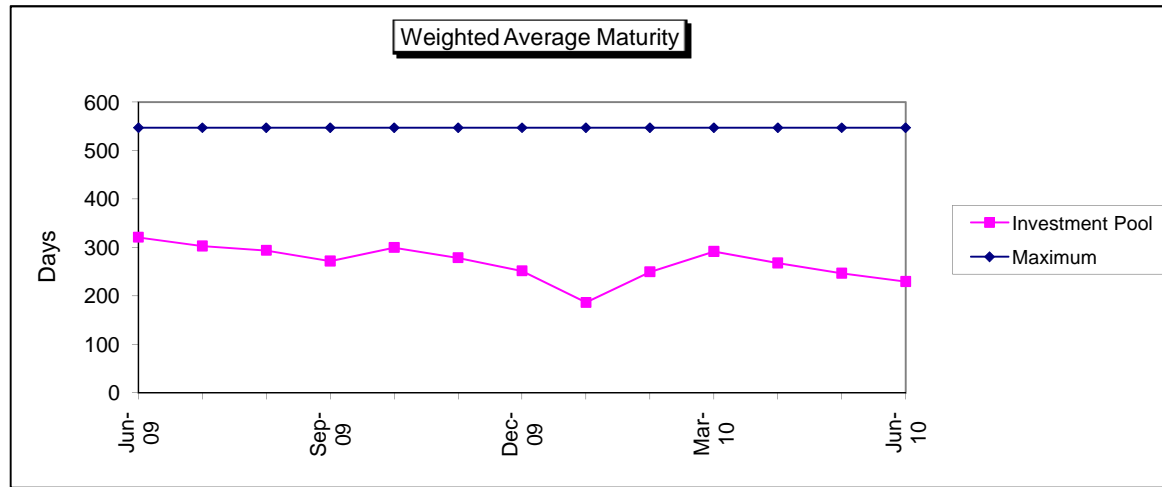
For the quarter ending June 30, 2010, the Investment Pool is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.1 of the City's Investment Policy.

City of Dallas, Texas
Yield Comparison - Investment Pool
For the quarter ending June 30, 2010



* As per Section 17.1 of the City's Investment Policy, the benchmark for the Investment Pool is the 12-month moving average yield on treasury 1 - year constant maturities as reported by Federal Reserve Statistical Release H.15.

City of Dallas, Texas
Maturity Analysis - Investment Pool
For the quarter ending June 30, 2010



Investment Maturity Schedule - % of Total Pool					
Mnths/Yrs to Maturity	Current 6/30/2010	1st Qtr 3/31/2010	3 Months Net Change	1 Year Ago 6/30/2009	1 Year Net Change
Less than 3 months:	27.0%	14.1%	12.9%	23.8%	3.2%
3 months to 6 months:	14.3%	20.4%	-6.1%	4.9%	9.4%
6 months to 9 months:	22.4%	12.6%	9.8%	19.3%	3.1%
9 months to 1 year:	9.5%	18.8%	-9.4%	5.6%	3.9%
1 year to 2 years:	26.8%	32.9%	-6.1%	45.3%	-18.5%
2 years to 5 years:	0.0%	1.2%	-1.2%	1.1%	-1.1%
Total:	100.0%	100.0%		100.0%	

City of Dallas, Texas
Convention Center Reserve
For the quarter ending June 30, 2010

SUMMARY STATEMENT

	Current 6/30/2010	Prior Qtr 3/31/2010	Period Net Change
Face Value -Treasuries	\$ -	\$ -	\$ -
Face Value - Agencies	22,734,000	22,499,000	235,000
Total Face Value	\$ 22,734,000	\$ 22,499,000	\$ 235,000
Book Value - Treasuries	\$ -	\$ -	\$ -
Book Value - Agencies	22,765,542	22,546,889	218,653
Total Book Value	\$ 22,765,542	\$ 22,546,889	\$ 218,653
Market Value - Treasuries	\$ -	\$ -	\$ -
Market Value - Agencies	22,835,299	22,610,576	224,723
Total Market Value	\$ 22,835,299	\$ 22,610,576	\$ 224,724
Accrued Interest	\$ 183,799	\$ 157,576	\$ 26,223
Cash Value (Market Value + Accrued Interest)	23,019,098	22,768,152	250,945
Unrealized Gain(Loss)	69,757	63,687	6,071
Weighted Average Days to Maturity	304	271	33
Buy Yield	1.57%	1.63%	-0.06%
Portfolio Composition - % of Book Value			
Treasuries	0.00%	0.00%	0.00%
Agencies	100.00%	100.00%	0.00%

STRATEGY STATEMENT

Non-pooled reserve funds for outstanding revenue bonds are set at levels required by their respective bond ordinances. These funds will be used to pay principal and/or interest at final maturity or if called prior to final maturity. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain the best feasible yield commensurate with the objectives and the restrictions set forth in the Investment Policy and the bond ordinance by managing the portfolio to meet or exceed the bond yield.

STRATEGY COMPLIANCE STATEMENT

For the quarter ending June 30, 2010 the Convention Center Reserve portfolio is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.3 of the City's Investment Policy.

NOTE: This report summarizes direct investments only; a fund's accounting balance also includes its equity in the Investment Pool.

City of Dallas, Texas
Water Reserve
For the quarter ending June 30, 2010

SUMMARY STATEMENT

	Current 6/30/2010	Prior Qtr 3/31/2010	Period Net Change
Face Value -Treasuries	\$ -	\$ -	\$ -
Face Value - Agencies	82,252,000	72,252,000	10,000,000
Total Face Value	\$ 82,252,000	\$ 72,252,000	\$ 10,000,000
Book Value - Treasuries	\$ -	\$ -	\$ -
Book Value - Agencies	83,007,096	72,802,148	10,204,948
Total Book Value	\$ 83,007,096	\$ 72,802,148	\$ 10,204,948
Market Value - Treasuries	\$ -	\$ -	\$ -
Market Value - Agencies	83,535,678	73,143,928	10,391,750
Total Market Value	\$ 83,535,678	\$ 73,143,928	\$ 10,391,750
Accrued Interest	\$ 581,699	\$ 502,500	\$ 79,199
Cash Value (Market Value + Accrued Interest)	84,117,377	73,646,428	10,470,949
Unrealized Gain(Loss)	528,582	341,780	186,802
Weighted Average Days to Maturity	378	451	(73)
Buy Yield	1.80%	1.94%	-0.14%
Portfolio Composition - % of Book Value			
Treasuries	0.00%	0.00%	0.00%
Agencies	100.00%	100.00%	0.00%

STRATEGY STATEMENT

Non-pooled reserve funds for outstanding revenue bonds are set at levels required by their respective bond ordinances. These funds will be used to pay principal and/or interest at final maturity or if called prior to final maturity. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain the best feasible yield commensurate with the objectives and the restrictions set forth in the Investment Policy and the bond ordinance by managing the portfolio to meet or exceed the bond yield.

STRATEGY COMPLIANCE STATEMENT

For the quarter ending June 30, 2010 the Water Reserve portfolio is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.3 of the City's Investment Policy.

NOTE: This report summarizes direct investments only; a fund's accounting balance also includes its equity in the Investment Pool.

City of Dallas, Texas
 Art Endowment
 For the quarter ending June 30, 2010

SUMMARY STATEMENT

	Current 6/30/2010	Prior Qtr 3/31/2010	Period Net Change
Face Value -Treasuries	\$ -	\$ -	\$ -
Face Value - Agencies	2,540,000	2,500,000	40,000
Total Face Value	\$ 2,540,000	\$ 2,500,000	\$ 40,000
Book Value - Treasuries	\$ -	\$ -	\$ -
Book Value - Agencies	2,542,515	2,508,967	33,548
Total Book Value	\$ 2,542,515	\$ 2,508,967	\$ 33,548
Market Value - Treasuries	\$ -	\$ -	\$ -
Market Value - Agencies	2,545,556	2,511,719	33,837
Total Market Value	\$ 2,545,556	\$ 2,511,719	\$ 33,837
Accrued Interest	\$ 615	\$ 39,006	\$ (38,391)
Cash Value (Market Value + Accrued Interest)	2,546,171	2,550,725	(4,554)
Unrealized Gain(Loss)	3,041	2,752	289
Weighted Average Days to Maturity	352	45	307.00
Buy Yield	0.57%	1.19%	-0.62%
Portfolio Composition - % of Book Value			
Treasuries	0.00%	0.00%	0.00%
Agencies	100.00%	100.00%	0.00%

STRATEGY STATEMENT

The Art Endowment Fund was created from a repayment to the General Fund from the Convention Center pursuant to Resolution No. 84-311. Funds received as gifts to the City with instructions that the income generated by the investment of said funds be used for specified purposes are invested as separate non-pooled portfolios in order to maximize return. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain a market value commensurate with the objectives and the restrictions set forth in the Investment Policy.

STRATEGY COMPLIANCE STATEMENT

For the quarter ending June 30, 2010 the Art Endowment portfolio is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.4 of the City's Investment Policy.

NOTE: This report summarizes direct investments only; a fund's accounting balance also includes its equity in the Investment Pool.

SUMMARY STATEMENT

	Current 6/30/2010	Prior Qtr 3/31/2010	Period Net Change
Face Value -Treasuries	\$ -	\$ -	\$ -
Face Value - Agencies	1,000,000	1,000,000	-
Total Face Value	\$ 1,000,000	\$ 1,000,000	\$ -
Book Value - Treasuries	\$ -	\$ -	\$ -
Book Value - Agencies	999,972	999,938	34
Total Book Value	\$ 999,972	\$ 999,938	\$ 34
Market Value - Treasuries	\$ -	\$ -	\$ -
Market Value - Agencies	1,002,813	1,005,625	(2,812)
Total Market Value	\$ 1,002,813	\$ 1,005,625	\$ (2,812)
Accrued Interest	\$ 4,333	\$ 625	\$ 3,708
Cash Value (Market Value + Accrued Interest)	1,007,146	1,006,250	895
Unrealized Gain(Loss)	2,841	5,687	(2,847)
Weighted Average Days to Maturity	78	169	(91)
Buy Yield	1.51%	1.51%	0.00%
Portfolio Composition - % of Book Value			
Treasuries	0.00%	0.00%	0.00%
Agencies	100.00%	100.00%	0.00%

STRATEGY STATEMENT

The Ida M. Green Endowment Fund was created with the proceeds from the sale of stock from the estate of Ms. Green pursuant to Resolution No. 87-0836. Its purpose is to provide funds for the operating and capital expenses of the library's Texas Center for the Book and Children's Center. Funds received as gifts to the City with instructions that the income generated by the investment of said funds be used for specified purposes are invested as separate non-pooled portfolios in order to maximize return. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain a market value commensurate with the objectives and the restrictions set forth in the Investment Policy.

STRATEGY COMPLIANCE STATEMENT

For the quarter ending June 30, 2010 the Ida Green Library Fund portfolio is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.4 of the City's Investment Policy.

SUMMARY STATEMENT

	Current 6/30/2010	Prior Qtr 3/31/2010	Period Net Change
Face Value - Money Market Mutual Funds	\$ 16,518,379	\$ 25,368,669	\$ (8,850,290)
Book Value - Money Market Mutual Funds	\$ 16,518,379	\$ 25,368,669	\$ (8,850,290)
Market Value - Money Market Mutual Funds	\$ 16,518,379	\$ 25,368,669	\$ (8,850,290)
Accrued Interest	\$ 1,044	\$ 1,807	\$ (763)
Cash Value (Market Value + Accrued Interest)	16,519,423	25,370,476	(8,851,053)
Unrealized Gain(Loss)	-	-	-
Weighted Average Days to Maturity	1	1	0
Buy Yield	0.11%	0.14%	-0.03%
Portfolio Composition - % of Book Value			
Money Market Mutual Funds	100.00%	100.00%	0.00%

STRATEGY STATEMENT

Water Utilities issues tax-exempt commercial paper notes as an interim financing tool for construction projects. Proceeds from the issuance of commercial paper debt must be liquid in order to fund periodic payments to contractors and must be invested in tax-exempt securities in order to avoid costly and complex arbitrage rebate computations. In order to meet these requirements, commercial paper proceeds will be invested in tax-exempt money market mutual funds. The objectives of this portfolio are to: a) ensure safety of principal by investing only in AAA-rated tax-exempt money market mutual funds; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain a market value commensurate with the objectives and the restrictions set forth in the Investment Policy and governing bond ordinances.

0.00%

STRATEGY COMPLIANCE STATEMENT

For the quarter ending March 31, 2010 the Water Commercial Paper Program Portfolio is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.7 of the City's Investment Policy.

City of Dallas, Texas
 Trinity Parkway Escrow
 For the quarter ending June 30, 2010

SUMMARY STATEMENT

	Current 6/30/2010	Prior Qtr 3/31/2010	Period Net Change
Face Value - Money Market Mutual Funds	\$ 2,188,446	\$ 3,154,230	\$ (965,784)
Book Value - Money Market Mutual Funds	\$ 2,188,446	\$ 3,154,230	\$ (965,784)
Market Value - Money Market Mutual Funds	\$ 2,188,446	\$ 3,154,230	\$ (965,784)
Accrued Interest	\$ -	\$ 768.85	\$ (769)
Cash Value (Market Value + Accrued Interest)	2,188,446	3,154,999	(966,553)
Unrealized Gain(Loss)	-	-	-
Weighted Average Days to Maturity	1	1	0
Buy Yield	0.17%	0.12%	0.05%
Portfolio Composition - % of Book Value			
Money Market Mutual Funds	100.00%	100.00%	0.00%

STRATEGY STATEMENT

The Trinity Parkway Escrow portfolio was created with the deposit of \$5,000,000 on November 16, 1999 in an escrow account in accordance with an Agreement dated as of January 1, 1999 between the City and the North Texas Tollway Authority ("NTTA") pertaining to development of the Trinity Parkway. These funds will be used to reimburse NTTA for specified payments related to project feasibility. Permitted investments for this account are defined in the Escrow Agreement as those that are consistent with the Public Funds Investment Act. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain a market rate of return commensurate with the objectives and restrictions set forth in the Agreement.

STRATEGY COMPLIANCE STATEMENT

For the quarter ending March 31, 2010 the Trinity Parkway Escrow portfolio is in compliance with the provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.8 of the City's Investment Policy.

City of Dallas, Texas
Cityplace TIF Reserve
For the quarter ending June 30, 2010

SUMMARY STATEMENT

	Current 6/30/2010	Prior Qtr 3/31/2010	Period Net Change
Face Value -Treasuries	\$ -	\$ -	\$ -
Face Value - Agencies	2,185,000	2,185,000	-
Total Face Value	\$ 2,185,000	\$ 2,185,000	\$ -
Book Value - Treasuries	\$ -	\$ -	\$ -
Book Value - Agencies	2,190,732	2,209,361	(18,629)
Total Book Value	\$ 2,190,732	\$ 2,209,361	\$ (18,629)
Market Value - Treasuries	\$ -	\$ -	\$ -
Market Value - Agencies	2,191,828	2,215,727	(23,899)
Total Market Value	\$ 2,191,828	\$ 2,215,727	\$ (23,899)
Accrued Interest	43,360	17,972	25,388
Cash Value (Market Value + Accrued Interest)	2,235,188	2,233,699	1,489
Unrealized Gain(Loss)	1,096	6,366	(5,269)
Weighted Average Days to Maturity	28	119	-91
Buy Yield	1.25%	1.25%	0.00%
Portfolio Composition - % of Book Value			
Treasuries	0.00%	0.00%	0.00%
Agencies	100.00%	100.00%	0.00%

STRATEGY STATEMENT

Non-pooled reserve funds for outstanding revenue bonds are set at levels required by their respective bond ordinances. These funds will be used to pay principal and/or interest at final maturity or if called prior to final maturity. The objectives of this portfolio are to: a) ensure safety of principal by investing only in high-quality securities for which a strong secondary market exists; b) ensure that anticipated cash flows are matched with adequate investment liquidity; c) manage market and credit risk through diversification; and d) attain a market rate of return commensurate with the objectives and the restrictions set forth in the Investment Policy and the bond ordinance by managing the portfolio to meet or exceed the bond yield.

STRATEGY COMPLIANCE STATEMENT

For the quarter ending June 30, 2010 the Cityplace TIF Reserve portfolio is in compliance with the relevant provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.3 of the City's Investment Policy.

City of Dallas, Texas
 Oncor Electric Escrow
 For the quarter ending June 30, 2010

SUMMARY STATEMENT

	Current 6/30/2010	Prior Qtr 3/31/2010	Period Net Change
Face Value - Money Market Mutual Funds	\$ 539,692	\$ 4,552,097	\$ (4,012,405)
Book Value - Money Market Mutual Funds	\$ 539,692	\$ 4,552,097	\$ (4,012,405)
Market Value - Money Market Mutual Funds	\$ 539,692	\$ 4,552,097	\$ (4,012,405)
Accrued Interest	\$ -	\$ 1,083	\$ (1,083)
Cash Value (Market Value + Accrued Interest)	539,692	4,553,180	(4,013,488)
Unrealized Gain(Loss)		-	-
Weighted Average Days to Maturity	1	1	0
Buy Yield	0.17%	0.12%	0.05%
Portfolio Composition - % of Book Value			
Money Market Mutual Funds	100.00%	100.00%	0.00%

STRATEGY COMPLIANCE STATEMENT

For the quarter ending March 31, 2010 the Oncor Electric Escrow portfolio is in compliance with the provisions of the Public Funds Investment Act and the investment strategy adopted in Sec. 17.8 of the City's Investment Policy.