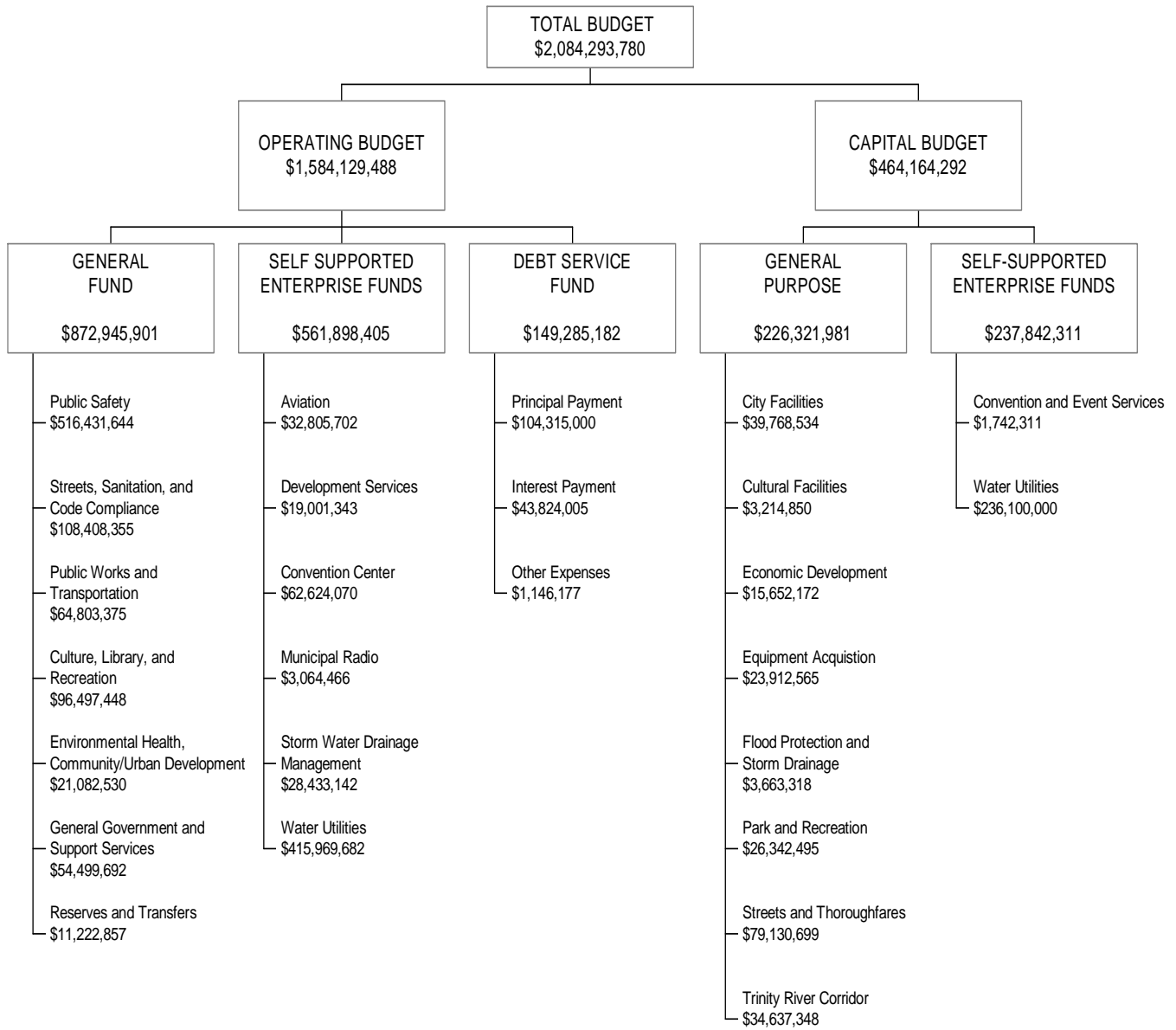


ORGANIZATION OF THE TOTAL BUDGET



OPERATING AND CAPITAL BUDGETS

The City of Dallas' budget for FY 2004-05 totals \$2,084,293,780 and consists of an operating budget of \$1,584,129,488 and a capital budget of \$464,164,292. The elements of these two budgets are as follows:

The FY 2004-05 Operating Budget is composed of three major elements:

1. General Fund: \$872,945,901

This fund is financed primarily with property taxes, sales taxes, and charges for service fees, and supports a variety of City services including police, fire protection, public works, sanitation collection and other basic services.

2. Enterprise Funds: \$561,898,405

These funds are fully supported by charges for services. Water Utilities, Aviation, and Convention and Event Services are all examples of enterprise fund activities.

3. Debt Service: \$149,285,182

This fund pays an annual interest and principal costs of general obligation bonds and certificates of obligation issued to finance the City's capital improvement programs and equipment notes issued to purchase fleet and equipment.

The FY 2004-05 Capital Budget is composed of two major elements:

1. General: \$226,321,981

These funds are primarily derived from the issuance of general obligation bonds or certificates of obligation and are used to finance citywide capital improvements including streets, fire stations, libraries, and park facilities.

2. Enterprise: \$237,842,311

These funds are primarily derived from operating transfers; the issuance of self-supporting revenue bonds or commercial paper and are used to finance capital improvements for enterprise funds.