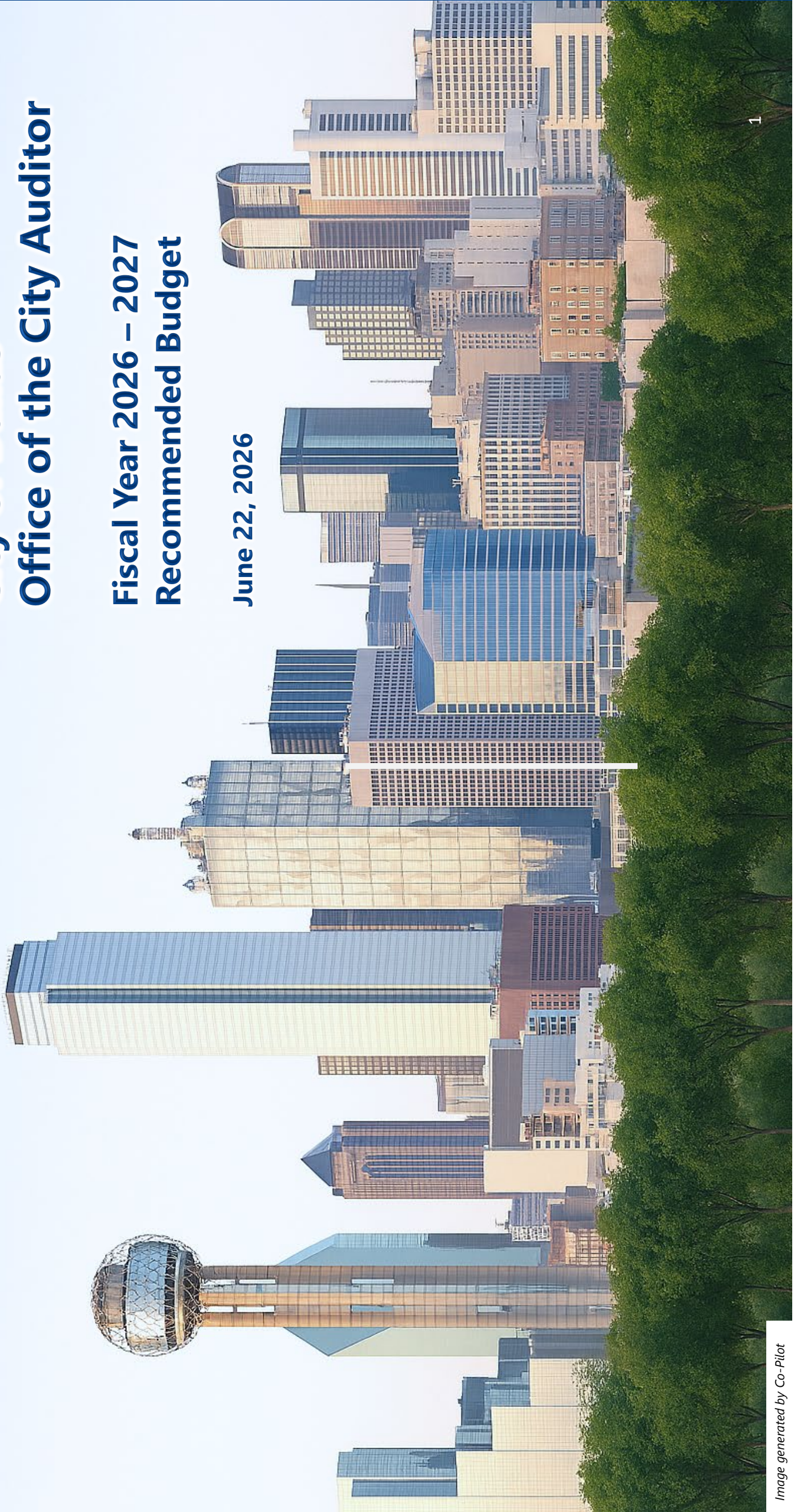


City of Dallas Office of the City Auditor

Fiscal Year 2026 – 2027 Recommended Budget

June 22, 2026



Purpose

The City Charter (Chapter XI, Section 2) requires the City Auditor to submit its budget directly to City Council for approval.



Fiscal Year 2027 Recommended Budget Overview



\$3.35M Recommended Budget Aligned with Citywide Reduction Target

Drivers

- Adjustments to staffing and personnel costs
- Reduced reliance on co-sourcing contracts
- Targeted reduction in discretionary spending

Impact

- Maintains core audit and oversight functions
- Supports continued delivery of priority audits
- Requires prioritization of audit engagements
- Reduces flexibility for additional or unplanned work

Reduction comparison is based on planned budget per Citywide guidance.



Budget Comparison Overview



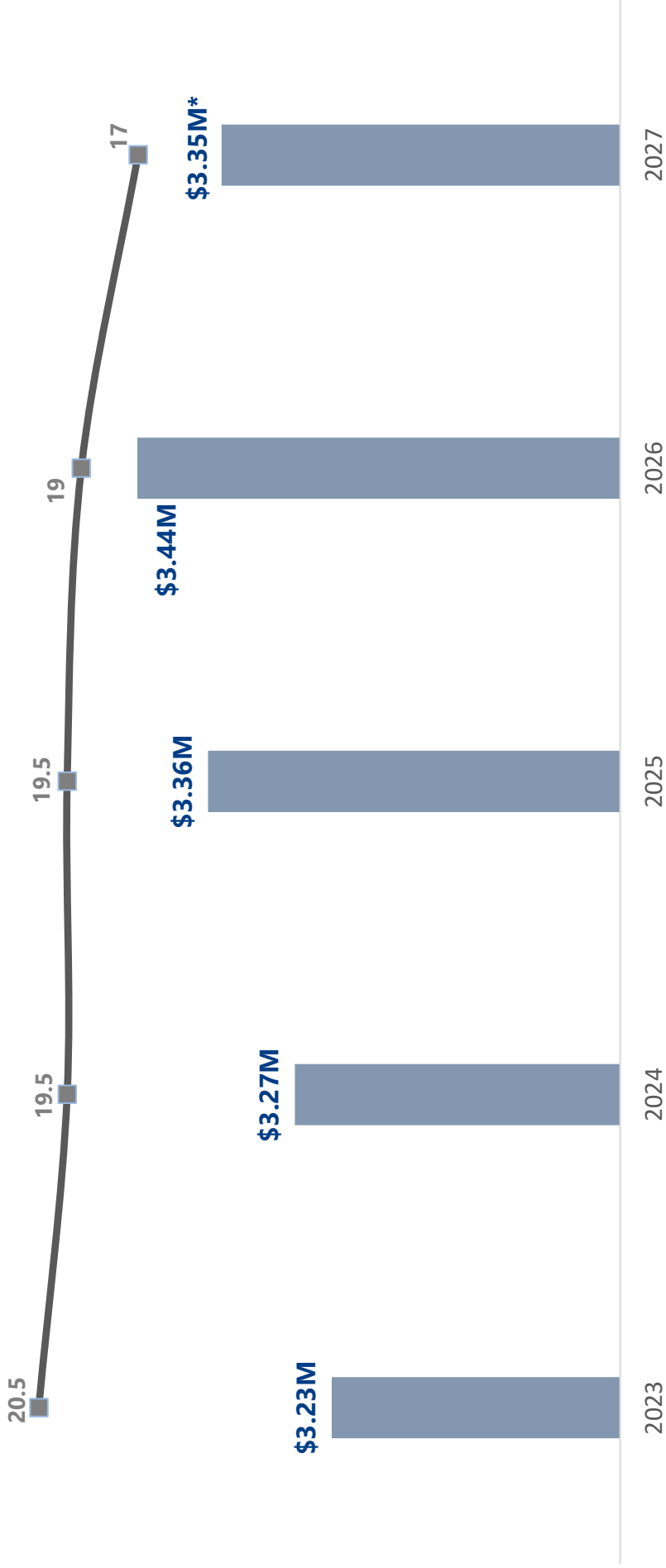
The recommended budget reflects less than 10% of requested reduction at \$276K. The budget reflects approximately 8% reduction at \$228K.

Expenditure	FY 2025-2026 Adopted Budget	FY 2026-2027 Planned Budget	FY 2026 – 2027 Recommended Budget	Change from Planned Budget
Personnel Services	\$2,735,881	\$2,865,129	\$2,724,034	-\$141,095
Professional Services, Audit Software License	\$466,000	\$466,000	\$381,343	-\$84,657
Professional Development	\$50,873	\$50,873	\$47,873	-\$3,000
Supplies and Internal Service Chargebacks	\$192,039	\$198,704	\$198,703	-\$1
Total Expenditures	\$3,444,793	\$3,580,706	\$3,351,953	-\$228,753



Budget History

Adopted Budget and Staffing Trend (FY 2023 – FY2027)



*This number reflects the proposed budget for FY27



Next Steps

**Approval of Fiscal Year 2026-2027 Office of the
City Auditor Recommended Budget of \$3,351,953**

Scheduled for City Council consideration:

June 24, 2026



Recommended Budget



Appendix



Office of the City Auditor's Budget Survey



Dallas is generally aligned with its peer cities.

2024 Population Rank	Agency	Expenditures - Total		Expenses - Total		Population Estimate 2026	Adopted Budgets Fiscal Year 2026				
		Governmental Activities		Business-Type Activities			FTE	Budget	Per Audit FTE	Per Population	Percent Expenses
		Governmental Activities	Business-Type Activities	Governmental & Business Type	Expenses						
4	Houston	\$ 3,473,683,000	\$ 2,150,204,000	\$ 5,623,887,000	2,435,715	14.2	\$ 2,667,000	\$ 187,817	\$ 1.09	0.047%	
5	Phoenix	3,325,356,000	1,735,660,000	5,061,016,000	1,703,449	25.4	3,735,000	147,047	2.19	0.074%	
6	San Antonio	3,063,098,000	407,723,000	3,470,821,000	1,570,314	23.0	3,509,957	152,607	2.24	0.101%	
8	San Diego	3,186,044,000	1,590,372,000	4,776,416,000	1,414,266	24.0	5,889,357	245,390	4.16	0.123%	
9	Dallas	2,575,993,000	1,304,226,000	3,880,219,000	1,337,417	19.8	3,449,793	174,232	2.58	0.089%	
10	Fort Worth	1,630,182,000	673,874,000	2,304,056,000	1,050,336	16.0	2,379,913	148,745	2.27	0.103%	
11	Jacksonville	2,548,850,000	266,283,000	2,815,133,000	1,038,787	19.0	2,785,733	146,618	2.68	0.099%	
12	Austin	1,330,598,000	2,957,428,000	4,288,026,000	1,007,435	29.0	5,476,485	188,844	5.44	0.128%	
13	San Jose	2,373,200,000	1,068,681,000	3,441,881,000	991,209	13.0	3,147,486	242,114	3.18	0.091%	
14	Charlotte	1,532,020,000	1,476,179,000	3,008,199,000	977,740	11.0	1,826,348	166,032	1.87	0.061%	
16	Indianapolis*	1,337,996,000	-	1,337,996,000	893,619	10.0	1,950,759	195,076	2.18	0.146%	
18	Seattle*	3,099,965,000	2,167,300,000	5,267,265,000	801,192	10.0	2,642,064	264,206	3.30	0.050%	
	Average/Mean	2,456,415,417	1,436,175,455	3,772,909,583	1,268,412	17.9	3,288,325	188,227	2.76	0.093%	
	Median	2,562,421,500	1,476,179,000	3,675,520,000	1,044,562	17.5	2,966,610	181,025	2.42	0.095%	

*Annual Comprehensive Financial Report reflect numbers as of December 301, 2024. A more recent report was not available.



Performance Measures

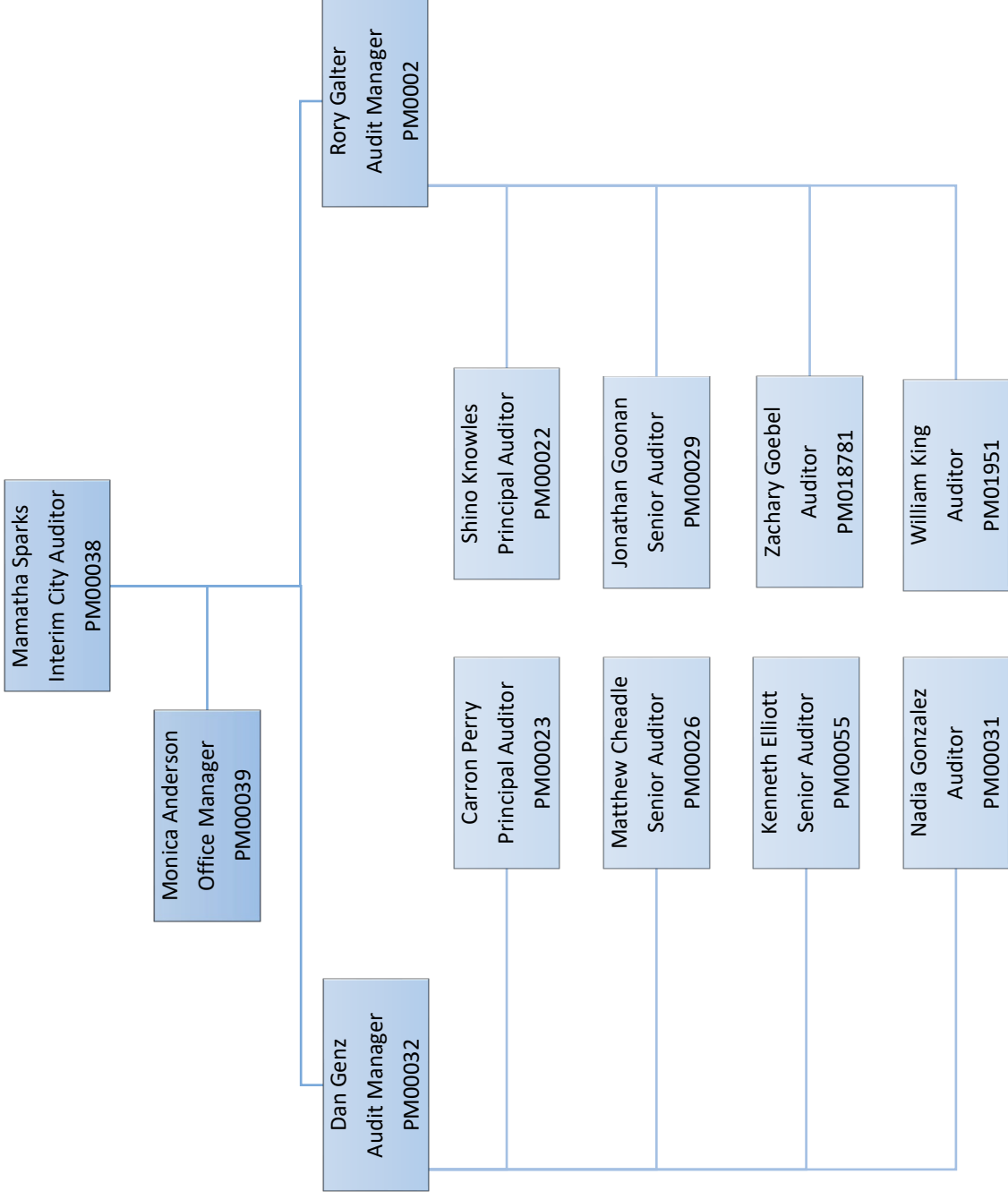


Measures	Target	FY2025 Actual	FY2026 Actual as of May 4, 2026
Number of audits delivered	19	20	14
Percentage of management acceptance of audit recommendations	> 90%	88%	97%
Staff achieve professional certification (CIA, CPA, CISA, or CFE)	80%	80%	78%
Percentage of available hours on direct projects	82%	82%	82%

Performance Measures from 2022 Association of Local Government Auditors Benchmarking Report



Office of the City Auditor's Organization



- 1 Deputy City Auditor (PM00034)
- 1 Audit Manager (PM00028)
- 2 Senior Auditor (PM00052,
PM00059)
- 1 Auditor (PM00057)

Co-Sourcing Partners
Crowe LLP
RSM Consulting



Office of the City Auditor



Fiscal Year 2026 – 2027
Recommended Budget

June 22, 2026

Mamatha Sparks, Interim City Auditor