

March 2025 Cash Forecast



Texas Department of Transportation
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**Texas Department of Transportation
Executive Summary
March 2025 Cash Forecast**

Executive Summary

Forecasting of revenues, expenditures and resulting fund balances is a critical function of the Texas Department of Transportation (TxDOT). The cash balance of the State Highway Fund (SHF) changes daily. Likewise, the needs of the traveling public and subsequent responsibilities of TxDOT continue to change. TxDOT maintains a primary obligation to the citizens to efficiently construct and maintain the best possible highway system by optimizing the resources available. Therefore, it is important for TxDOT to maintain a method by which revenue sources and expenditure needs can be tied together in an effort to project the future cash flows so that adjustments to project schedules or other cash outlays may be made to maintain reasonable cash balances.

TxDOT monitors cash flows through the cash management process, which is strategically connected with the administrative, accounting, payment management, revenue collection, budgeting, forecasting, letting and planning/programming activities of the department. The forecast is used by appropriate TxDOT decision makers within that process to plan and implement highway construction and maintenance projects and is submitted to the Legislative Budget Board and other state agencies for their use and reference.

The TxDOT Financial Management team meets monthly to review TxDOT's financial status and provide for group discussion and action on issues affecting TxDOT's operations and finances, such as contract letting.

The content of the cash forecast includes historical and projected revenues and expenditures and monthly ending and lowest daily balances for the various funding sources appropriated to TxDOT. The forecast also includes revenue activity from other agencies operating in the SHF. A chart of the actual and projected SHF operating balance is included on page 7 to provide a picture of the cash position at a glance.

Future revenues are projected based on financial analysis that includes historical trends, current statutes, the Comptroller's official revenue estimates, current events and other sources as appropriate. Federal highway reimbursement projections also take into account the current highway bill, continuing resolutions, rescissions on obligation authority and apportionment, and other requirements made by the Federal Highway Administration (FHWA) and the Federal government for the use of those funds.

Future expenditures are projected based on budgets established within the framework of the General Appropriations Act (GAA), contract letting amounts in TxDOT's ten year Unified Transportation Program (UTP), remaining obligations on previously let projects and other relevant data. To account for the effects of inflation, additional programs, legislative changes, etc., the forecast adds a percentage of total expenditures less contractor payments to a growth expenditure line item.

Historical revenue and expenditure data is balanced monthly to the Comptroller's Uniform Statewide Accounting System (USAS) before inclusion in the cash forecast. The total USAS balance in the SHF includes dedicated and obligated funds; therefore ending balances in the cash forecast that take those into account may differ from the USAS total. For example, the SH121 Toll Project led to an initial deposit of \$3.197 billion into a dedicated subaccount in the SHF for future use by that region. That balance is legally unavailable for general use and is subtracted from the SHF balance when determining the operating balance of the fund.

TxDOT forecasts monthly Ending Balances to manage SHF cash flow through the budget and letting process and through the use of short-term borrowing. Historically, TxDOT could not borrow funds. The 78th Legislature provided that capability, and TxDOT now manages \$14-\$21 billion in yearly SHF transactions with a goal of maintaining an average daily traditional operating balance below \$100 million. This permits TxDOT to maximize the use of available cash in the SHF while allowing for daily balance swings caused by the timing of revenue and expenditures.

The cash forecast spans multiple funding sources including the SHF, Texas Mobility Fund Taxes and Fees, Proposition 1 Oil and Gas Severance Tax revenue, Proposition 7 Sales, Use and Motor Vehicle Taxes, State Infrastructure Bank (SIB), Federal COVID-19 Pandemic Relief, Military Installation Program, General Revenue, and other regionally restricted funds related to Dallas/Ft. Worth, Houston, Austin, and San Antonio. The cash forecast considers the restrictions on the use of those funds, timing issues related to cash flow from revenue and expenditures, Federal and state regulations, economic uncertainty, other agency operations in the SHF and many other variables.

The cash forecast makes assumptions when projecting future revenue and expenditures. Notable assumptions and changes from previous forecasts are summarized below.

Assumptions

- Revenue growth per year:
 - Vehicle Registration Fees growth rates for EV and non-EV are 20% and 2.2% respectively for FY2025-FY2027, then combines with the TTI's TRENDS and BNEF models in remaining years with adjustments for the new registration fees imposed on electric vehicles by SB 505, 88th Legislature, RS.
 - State Motor Fuels Tax growth rate of 1.78% for FY2025-FY2027 which is based on 1.56% growth for gasoline with adjustments in future years for fuel efficiency and changing rates of population growth, while diesel grows at the projected gross state product of 2.4%. MFT growth rates in future years blend with the TRENDS model and account for growth of alternative fuel vehicles (AFV).
 - Lubricant Sales Tax and miscellaneous revenue grows 1%.
- Other Expansion and Growth increases 4% annually to account for future increases to TxDOT, inflation, new legislation, etc. The calculation does not include TxDOT payments for highway construction, debt service, design builds, concession agreements or pass-through finance agreements.
- FY2025 and FY2026 include funding from the Infrastructure Investment and Jobs Act (IIJA) enacted by Congress in November 2021, Bridge funding and a conservative federal redistribution amount. After FY2026, federal funding reverts to 2020 Fixing America's Surface Transportation (FAST) Act levels which are then adjusted for growth. NEVI funding and discretionary grants TxDOT receives are not included in projections and are added once received.
- TxDOT has Texas Mobility Fund (TMF) bond capacity and bonds will be included in the forecast once bonds are issued.
- Proposition 1 revenue from oil & gas taxes: FY2026-FY2028 deposit are projected based on the January 2025 Comptroller's Biennial Revenue Estimate (BRE). After FY2028, the Proposition 1 transfer is projected using a ten-year average of actual and projected transfers (FY2019-FY2028) and exclude highest/lowest transfers within that ten year period due to source volatility. Proposition 1 transfers are set to expire in FY2043 pursuant to HB 2230, 88th Legislature, RS.
- Proposition 7 revenue from sales & use taxes: FY2025 and FY2026 transfers are projected at \$2.5 billion according to the BRE and assume these will continue through its expiration date of Aug. 31, 2042 (FY2042) as set per SCR2, 88th Legislature, RS.
- Proposition 7 revenue from motor vehicle sales taxes: FY2025 and FY2026 transfers were estimated according to the BRE and assumes collection grow at a rate of 5% through its expiration date of Aug. 31, 2039 (FY2039) as set per SCR2, 88th Legislature, RS

Changes from previous Cash Forecast include the following updates:

- Actual revenue and expenditures through February 2025.
- Expenditure projections for both active and future let projects, Pass-Through Finance, CDA, Design-Build, and Toll Equity Projects.

Significant variances from previous Cash Forecast

- N/A

Impact of the projected letting schedule on cash balances

- The current letting schedule, when combined with existing obligations and agency operations, results in a projected Operating SHF ending balance including Proposition 1 and Proposition 7 of approximately \$2.2 billion in FY2025. See page 8.
- TxDOT has approx. \$50.9 billion of active design-bid-build contracts with \$25.2 billion left to pay on these contracts and \$8.9 billion of active design-build contracts with \$3.1 billion left to pay on these contracts that are all committed against these cash balances.
- Cash balances help hedge against increases in the Highway Cost Index (HCI), economic uncertainties, and legislative discretion that could impact TxDOT project development and delivery.

**Texas Department of Transportation
Total Project Awards
March 2025 Cash Forecast**

	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Forecast	FY 2026 Forecast	FY 2027 Forecast	FY 2028 Forecast	FY 2029 Forecast	FY 2030 Forecast	FY 2031 Forecast	FY 2032 Forecast	FY 2033 Forecast	FY 2034 Forecast	FY 2035 Forecast
Statewide Letting Program:														
State Highway Fund - Traditional ¹	4,733,622,547	5,236,102,595	7,228,771,771	5,172,989,245	2,648,270,076	3,734,234,408	3,819,343,217	3,851,895,084	3,917,278,524	3,966,367,243	4,029,309,837	4,203,914,196	4,274,336,065	4,246,163,693
State Highway Fund - Proposition 1	13,885,000	1,492,438,410	2,356,836,843	313,485,419	2,529,040,700	1,015,642,252	1,896,402,252	1,317,241,552	1,065,808,352	1,314,317,452	1,765,025,352	1,564,989,952	1,916,148,352	2,073,699,852
State Highway Fund - Proposition 7	2,740,630,050	2,919,683,353	2,508,918,967	4,893,983,623	2,010,905,887	2,498,809,744	1,600,899,179	1,598,189,967	1,837,320,579	2,052,069,738	2,029,399,002	1,906,519,102	2,175,823,313	2,513,935,532
State Highway Fund - SH 121	-	3,148,100	16,680,360	13,798,438	2,500,000	-	-	-	-	-	-	-	-	-
Texas Mobility Fund Taxes & Fees	8,593,775	17,845,605	33,316,603	44,744,313	3,787,294	7,500,000	-	-	-	-	-	-	-	-
COVID Funds ²	6,000,000	10,041,170	12,307,681	-	6,000,000	-	-	-	-	-	-	-	-	-
Toll Financed ³	23,691,228	10,379,578	68,099,571	4,286,864	180,808,192	524,595,633	516,319,050	-	430,783,216	-	-	-	-	-
Local Letting Program														
Local Let ⁴	572,542,419	363,723,527	454,798,996	428,457,074	668,864,056	-	-	-	-	-	-	-	-	-
Alternative Delivery Program ⁵:														
Design Build Awards - Non-Toll Financed	2,231,022,526	699,862,000	-	96,000,000	111,954,253	-	-	-	-	-	-	-	-	-
Design Build Awards - Toll Financed ³	-	-	-	-	1,768,192,037	-	-	-	-	-	-	-	-	-
Total Highway Letting Programs, excl Routine Maint	10,329,987,546	10,753,224,338	12,679,730,793	10,967,744,975	9,930,322,494	7,780,782,037	7,832,963,699	6,767,326,603	7,251,190,671	7,332,754,433	7,823,734,192	7,675,423,251	8,366,307,731	8,833,799,078
Routine Maintenance Letting Program ⁶:														
State Highway Fund - Traditional	836,976,701	909,517,404	995,062,620	1,034,865,125	1,076,259,730	1,119,310,119	1,164,082,524	1,210,645,825	1,259,071,658	1,309,434,524	1,361,811,905	1,416,284,381	1,472,935,756	1,531,853,187
Total Highway Letting Programs, incl Routine Maint	11,166,964,247	11,662,741,742	13,674,793,413	12,002,610,100	11,006,582,224	8,900,092,156	8,997,046,223	7,977,972,428	8,510,262,329	8,642,188,957	9,185,546,097	9,091,707,632	9,839,243,487	10,365,652,264
Non-Letting Highway Program:														
Other Obligations ⁷	196,149,071	724,624,769	415,648,397	716,600,197	307,103,865	-	-	-	-	-	-	-	-	-
Total Highway Non-Letting Programs	196,149,071	724,624,769	415,648,397	716,600,197	307,103,865	-	-	-	-	-	-	-	-	-
Grand Total Highway Project Awards	11,363,113,318	12,387,366,510	14,090,441,810	12,719,210,297	11,313,686,089	8,900,092,156	8,997,046,223	7,977,972,428	8,510,262,329	8,642,188,957	9,185,546,097	9,091,707,632	9,839,243,487	10,365,652,264

Letting is a contract award amount. The letting figures above will have cash expenditures during the year of letting and during future years until the projects are completed. Subsequent pages of this forecast depict the actual and projected cash expenditures resulting from these letting amounts.

(1) Does not include Pass-through Finance projects, Local Bond Sales, Ferry or Right-of-Way letting. Future projects that may ultimately be delivered under the Alternative Delivery Program or DB processes are included in the Letting Program totals until such time as enough information is available to move them to the appropriate line item. Examples of such projects can be found here: <https://www.txdot.gov/content/dam/docs/business/alt-delivery/db-quarterly-report.pdf>. FY2022-FY2026 includes obligation authority levels from the Infrastructure Investment and Jobs Act passed by Congress in November 2021. Includes federal redistribution of \$500 million in FY2025 and \$300 million in FY2026.

(2) Congress authorized COVID relief funds under the Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) in March 2021 and SB8, 87th Legislature, (See page 15)

(3) Projects financed by toll revenues.

(4) Local Lets: Lettings by Local Agencies.

(5) Includes Design-Build projects that may be delivered under the Comprehensive Development Agreement (CDA) authority.

(6) Routine Maintenance: FY2022-FY2024 Actuals include RMC, TMC, BPM, & MMC Contract Low Bids per Maintenance Division Contract Reporting Dashboards, Future year projects projections assumes an annual growth rate of 4%.

(7) Other Obligations include studies, travel demand models, ride share services, motor assistance programs, corridor analysis, excluding any COVID funds backed transfers. Other Obligations also include Design Build deferred work/change orders in FY2023.

Texas Department of Transportation
Total Expenses
March 2025 Cash Forecast

Expenses	Base Case													
	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Research	25,833,447	24,811,041	25,942,627	27,312,938	27,312,938	27,312,938	27,313,000	27,313,000	27,313,000	27,313,000	27,313,000	27,313,000	27,313,000	27,313,000
Engineering	823,606,875	805,624,998	1,110,456,889	1,001,914,598	1,009,257,823	1,238,660,373	1,231,289,395	1,268,332,047	1,267,236,749	1,263,491,418	1,258,186,961	1,258,840,080	1,260,047,090	1,283,701,414
Right-of-Way	663,828,510	583,197,868	508,427,124	493,691,903	513,425,606	658,891,296	347,129,363	450,941,237	448,917,160	446,580,949	444,633,735	338,845,520	339,805,836	360,241,006
Plan	1,513,268,832	1,413,633,907	1,644,826,640	1,522,919,440	1,549,996,367	1,924,864,607	1,605,731,758	1,746,586,284	1,743,466,909	1,737,385,367	1,730,133,696	1,624,998,600	1,627,165,926	1,671,255,420
Build	2,370,477,443	2,367,666,136	2,470,664,615	5,790,825,475	3,364,665,171	2,090,199,521	2,006,828,817	1,976,047,959	1,863,339,882	1,803,372,759	1,786,477,892	1,611,827,514	1,606,492,830	1,597,662,903
Maintain	4,012,144,674	4,144,511,803	3,041,342,783	5,683,893,436	6,030,656,108	4,714,693,589	5,693,748,596	5,414,003,543	5,750,692,307	5,325,700,992	5,732,781,228	5,311,506,151	5,599,936,017	5,247,081,363
Use	216,889,212	235,197,467	251,223,911	240,585,122	245,972,948	255,504,866	256,003,951	256,522,951	257,062,951	257,624,951	258,208,951	258,815,951	259,447,951	260,104,951
Manage	373,889,931	395,140,350	419,805,365	449,803,176	487,067,703	488,331,484	488,339,000	488,339,000	488,339,000	488,339,000	488,339,000	488,339,000	488,339,000	488,339,000
Project Development & Delivery	3,864,752,493	5,405,100,507	10,566,890,570	7,979,137,963	7,953,298,357	7,567,377,712	6,692,409,605	5,899,262,851	5,012,090,088	4,527,191,293	4,560,136,102	4,854,086,374	4,898,277,853	5,371,895,610
Debt Service ¹	999,374,268	970,476,724	1,075,424,128	1,065,223,252	1,073,701,902	1,019,028,799	1,108,111,897	1,105,475,074	1,024,262,595	867,837,848	922,138,441	838,443,395	705,240,900	695,206,498
Inflation/Additional Programs	-	-	-	-	-	-	215,327,993	436,848,333	647,045,493	874,075,239	1,083,904,363	1,310,600,780	1,516,134,434	1,516,134,434
Total Expenses	13,350,796,852	14,931,726,894	19,470,178,013	22,732,387,864	20,705,358,557	18,060,000,578	18,066,501,616	17,323,085,994	16,786,299,226	15,881,527,450	16,562,119,673	16,298,617,765	16,701,034,910	16,847,680,178
Funding Source														
State Highway Fund ²	8,491,295,707	8,259,430,520	7,730,604,898	12,701,540,139	11,418,632,747	9,686,264,163	10,541,453,092	10,592,222,555	10,960,701,705	10,536,892,220	11,192,684,926	10,632,300,052	10,986,844,626	10,711,853,852
Proposition 1 ²	1,061,563,213	2,144,358,272	5,975,559,126	4,037,045,362	2,908,135,983	3,254,003,672	2,732,612,534	2,281,094,921	2,019,099,282	1,625,745,671	1,783,238,832	1,986,609,589	2,054,353,722	2,310,043,264
Proposition 7 ²	3,077,063,613	3,536,508,188	4,848,762,038	4,189,172,787	5,295,181,073	4,559,000,939	4,202,365,541	3,856,785,339	3,227,303,912	3,131,347,213	3,003,006,246	3,089,873,006	3,062,601,298	3,276,455,630
Dallas / Forth Worth Funds ³	92,197,892	32,076,292	25,538,130	39,071,323	30,865,933	3,766,211	1,351,445	1,261,352	836,519	836,519	836,519	86,622	-	-
Austin / San Antonio Funds ⁴	7,513,433	9,876,649	19,707,909	14,313,771	12,029,777	12,482,481	12,979,000	13,498,000	14,038,000	14,600,000	15,184,000	15,791,000	16,423,000	17,080,000
Houston Funds ⁵	1,976,667	1,018,722	13,282	593,084	-	-	-	-	-	-	-	-	-	-
Military Installation Program ⁶	-	-	71,264	218,887	-	-	-	-	-	-	-	-	-	-
State Infrastructure Bank (SIB) ⁷	31,571,458	62,122,000	24,533,350	175,466,650	250,000,000	-	-	-	-	-	-	-	-	-
Texas Mobility Fund - Taxes & Fees ⁸	420,508,243	528,641,203	497,821,380	533,063,634	567,638,842	492,805,678	528,231,864	536,808,666	529,454,740	543,226,856	538,423,279	546,238,876	554,192,075	506,808,137
COVID Funds ⁹	131,394,106	238,172,243	283,154,457	215,179,456	169,312,901	-	-	-	-	-	-	-	-	-
Build America Bond Subsidy ¹⁰	33,046,379	110,466,359	29,717,584	54,621,499	52,831,083	50,947,215	46,777,923	40,684,944	34,134,850	28,148,752	28,015,653	26,988,402	25,889,971	24,709,077
General Revenue ¹¹	2,666,144	9,056,445	34,694,594	772,101,273	730,218	730,218	730,218	730,218	730,218	730,218	730,218	730,218	730,218	730,218
Total Funds	13,350,796,852	14,931,726,894	19,470,178,013	22,732,387,864	20,705,358,557	18,060,000,578	18,066,501,616	17,323,085,994	16,786,299,226	15,881,527,450	16,562,119,673	16,298,617,765	16,701,034,910	16,847,680,178

(1) See page 6 of 15 of this forecast for details.

(2) See page 8 of 15 of this forecast for details.

(3) See page 9 of 15 of this forecast for details.

(4) See page 10 of 15 of this forecast for details.

(5) See page 11 of 15 of this forecast for details.

(6) See page 12 of 15 of this forecast for details.

(7) See page 13 of 15 of this forecast for details.

(8) See page 14 of 15 of this forecast for details.

(9) See page 15 of 15 of this forecast for details.

(10) Build America Bond subsidies are tax credit bonds introduced as part of the February 2009 American Recovery and Reinvestment Act (ARRA) and are administered by the Treasury Department. BABs are in use for portions of the Proposition 15, TMF and Proposition 12 bond programs.

(11) General Revenue (GR) expenditure projections from the 2024-2025 General Appropriations Act (HB1 – 88th Legislature).

Figures do not include TxDOT employee benefits (insurance premiums, Social Security, etc.) paid by other agencies.

Texas Department of Transportation
Bond Programs - Debt Service
March 2025 Cash Forecast

<u>Expenses</u>	<u>Base Case</u>													
	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Texas Mobility Fund	378,408,641	390,523,959	399,203,528	407,122,262	415,153,318	344,864,241	438,673,668	447,041,803	439,453,523	453,567,100	454,041,496	461,461,730	468,967,432	476,080,385
Proposition 14	337,766,767	288,590,171	412,159,303	401,284,863	399,227,289	419,696,162	418,541,902	412,017,083	343,242,237	177,474,649	235,504,533	148,733,896	12,395,688	-
Proposition 12	283,198,860	291,362,594	264,061,298	256,816,127	259,321,294	254,468,396	250,896,327	246,416,188	241,566,836	236,796,099	232,592,413	228,247,769	223,877,781	219,126,113
Total Expenses	999,374,268	970,476,724	1,075,424,128	1,065,223,252	1,073,701,902	1,019,028,799	1,108,111,897	1,105,475,074	1,024,262,595	867,837,848	922,138,441	838,443,395	705,240,900	695,206,498
<u>Funding Source</u>														
Texas Mobility Fund - Taxes & Fees ¹	367,431,021	346,399,483	388,275,950	385,346,286	393,485,397	323,335,638	417,317,864	425,894,666	418,540,740	432,312,856	432,509,279	440,324,876	448,278,075	455,894,137
Build America Bond Subsidy-TMF ³	10,977,620	44,124,476	10,927,578	21,775,976	21,667,922	21,528,603	21,355,805	21,147,136	20,912,783	21,254,244	21,532,217	21,136,855	20,689,357	20,186,248
TMF Total	378,408,641	390,523,959	399,203,528	407,122,262	415,153,318	344,864,241	438,673,668	447,041,803	439,453,523	453,567,100	454,041,496	461,461,730	468,967,432	476,080,385
State Highway Fund ²	325,022,535	237,844,929	400,000,000	378,175,280	377,366,723	399,119,046	401,447,640	400,278,055	337,273,900	177,474,649	235,504,533	148,733,896	12,395,688	-
Build America Bond Subsidy-Prop 14 ³	12,744,232	50,745,243	12,159,303	23,109,583	21,860,566	20,577,116	17,094,262	11,739,028	5,968,337	-	-	-	-	-
Proposition 14 Total	337,766,767	288,590,171	412,159,303	401,284,863	399,227,289	419,696,162	418,541,902	412,017,083	343,242,237	177,474,649	235,504,533	148,733,896	12,395,688	-
Proposition 7-Prop 12 ⁴	273,874,333	275,765,954	257,430,594	247,080,187	250,018,699	245,626,899	242,568,470	238,617,408	234,313,106	229,901,591	226,108,976	222,396,221	218,677,167	214,603,284
Build America Bond Subsidy-Prop 12 ³	9,324,527	15,596,640	6,630,704	9,735,941	9,302,595	8,841,496	8,327,857	7,798,780	7,253,730	6,894,508	6,483,436	5,851,548	5,200,614	4,522,829
Proposition 12 Total	283,198,860	291,362,594	264,061,298	256,816,127	259,321,294	254,468,396	250,896,327	246,416,188	241,566,836	236,796,099	232,592,413	228,247,769	223,877,781	219,126,113
Total Funds	999,374,268	970,476,724	1,075,424,128	1,065,223,252	1,073,701,902	1,019,028,799	1,108,111,897	1,105,475,074	1,024,262,595	867,837,848	922,138,441	838,443,395	705,240,900	695,206,498

(1) The Texas Mobility Fund, made up of taxes and fees set aside by statute for that purpose, pays the principal and interest for the Texas Mobility Fund bond program.

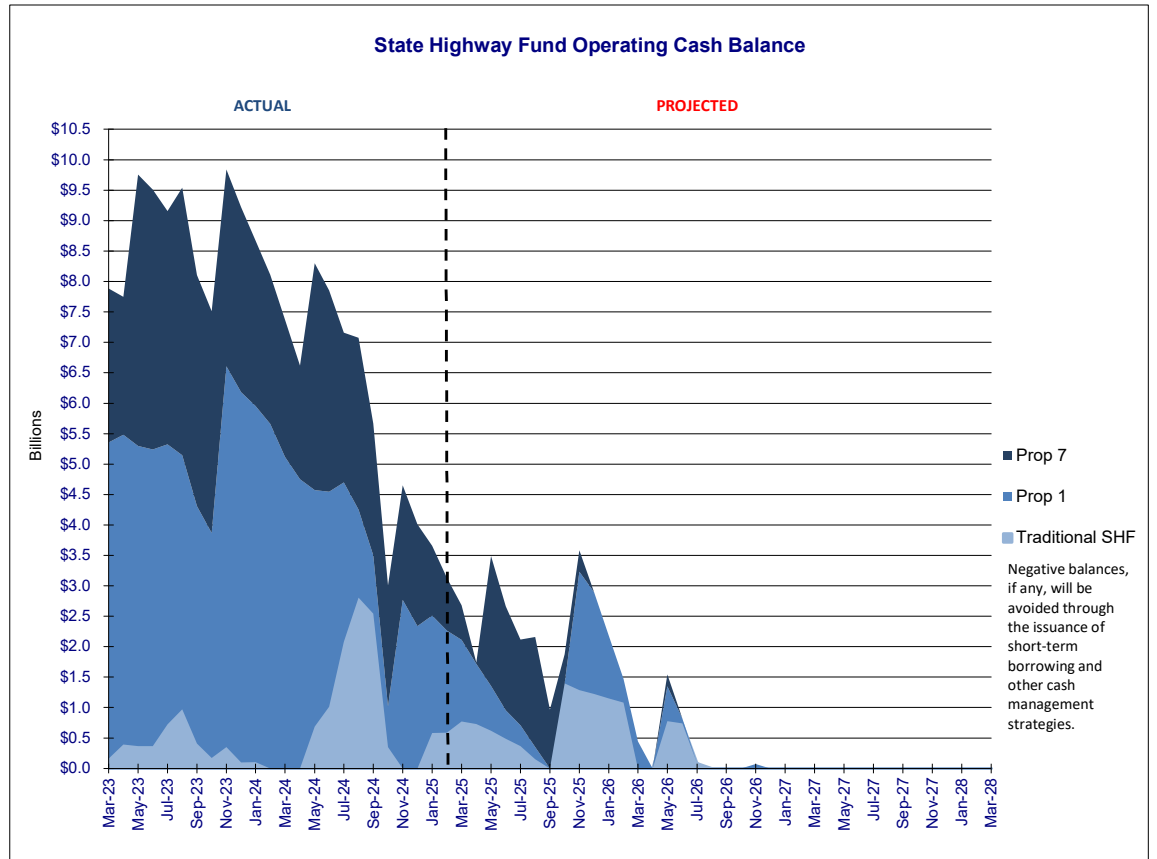
(2) The State Highway Fund pays the principal and interest for the Proposition 14 bond program.

(3) Build America Bond subsidies are tax credit bonds introduced as part of the February 2009 American Recovery and Reinvestment Act (ARRA) and are administered by the Treasury Department. BABs are in use for portions of the Proposition 14, TMF and Proposition 12 bond programs.

(4) Proposition 7 funds the principal and interest for the Proposition 12 bond program as per the 2022-2023 General Appropriations Act (GAA). The forecast assumes Proposition 7 will continue to pay all future principal and interest payments for the Proposition 12 bond program.

**State Highway Fund
Operating Cash Balance
as of February 28, 2025**

SHF Cash Balance	\$ 4,503,143,725
Less Restricted funds:	
State Infrastructure Bank	(362,166,654)
SH 121 Concession	(624,524,298)
SH 161 Concession	(10,666,441)
NTE Seg 1&2W Concession	(57,161,949)
NTE Seg 3A & 3B Concession	(56,609,466)
I-635 (LBJ) Concession	(39,800,428)
I-635E - Surplus Toll Revenue Account	(14,935,173)
Midtown Express - Surplus Toll Revenue Account	(90,094,069)
DFW Connector - Surplus Toll Revenue Account	<u>(9,085,923)</u>
DFW Restricted Funds Subtotal	(902,877,748)
SH 130 (Seg. 5 & 6) Concession	<u>(21,473,971)</u>
Austin/San Antonio Restricted Funds - Subtotal	(21,473,971)
SH 288 Concession	(22,044,378)
Montgomery County - PTF Escrow Account	<u>(62,747,683)</u>
Houston Restricted Funds - Subtotal	(84,792,061)
MIP - Army	<u>(130,102)</u>
Military Installation Program Subtotal	(130,102)
Collections for Conferences and Seminars	<u>(15,065)</u>
Operating SHF Cash Balance*	\$ 3,131,688,123
Less Reserved funds:	
Proposition 1 - Non-Tolled Project Development & Delivery	(1,675,548,098)
Proposition 7 - Non-Tolled Project Development & Delivery	<u>(869,420,481)</u>
Traditional Operating SHF Cash Balance	\$ 586,719,544
Cash Reserved for Payroll	(107,926,349)
Remaining Balance for Operations	\$ 478,793,196



*TxDOT has approx. \$50.9 billion of active design-bid-build contracts with \$25.2 billion left to pay on these contracts and \$8.9 billion of active design-build contracts with \$3.1 billion left to pay on these contracts that are all committed against these cash balances.

Texas Department of Transportation
State Highway Fund - Operating Accounts
March 2025 Cash Forecast

	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Forecast	FY 2026 Forecast	FY 2027 Forecast	FY 2028 Forecast	FY 2029 Forecast	FY 2030 Forecast	FY 2031 Forecast	FY 2032 Forecast	FY 2033 Forecast	FY 2034 Forecast	FY 2035 Forecast
Beginning Balance Traditional SHF	134,483,534	628,093,154	953,872,296	2,804,009,670	148,322,456	533,642,006	1,035,782,196	378,270,656	(300,128,091)	(1,230,695,897)	(1,734,349,486)	(2,760,263,255)	(3,158,178,241)	(3,858,911,923)
Beginning Balance Proposition 1	2,070,771,770	2,481,120,015	4,138,476,603	1,445,736,539	205,004,093	(216,960,491)	(805,482,204)	(568,090,657)	(539,088,136)	(246,822,150)	457,868,000	1,029,113,108	1,417,333,090	1,753,808,048
Beginning Balance Proposition 7	4,734,615,118	4,666,103,456	4,384,195,992	2,822,993,470	1,803,470,409	(337,504,195)	(1,707,338,334)	(2,598,578,734)	(3,016,182,676)	(2,669,846,121)	(2,086,370,844)	(1,226,313,475)	(297,469,685)	822,081,652
Beginning Balance	6,939,870,422	7,775,316,626	9,476,544,891	7,072,739,679	2,156,796,958	(20,822,679)	(1,477,038,341)	(2,788,398,736)	(3,855,398,904)	(4,147,364,168)	(3,362,852,330)	(2,957,463,622)	(2,038,314,836)	(1,283,022,222)
Revenues														
State Gas Tax	2,792,142,151	2,820,607,781	2,812,521,319	2,862,565,179	2,913,537,222	2,965,455,459	3,016,805,465	3,068,690,361	3,121,332,262	3,173,040,351	3,225,218,699	3,277,947,381	3,334,485,951	3,389,982,691
Registration Fees	1,601,627,536	1,636,503,126	1,684,427,479	1,730,074,000	1,778,442,000	1,829,935,000	1,890,009,000	1,954,052,000	2,028,184,000	2,112,575,000	2,203,412,000	2,303,459,000	2,412,224,000	2,527,268,000
FHWA Reimbursements	4,162,769,359	3,833,048,613	4,744,566,580	5,132,248,366	5,082,593,501	5,103,356,030	4,765,357,076	4,777,593,048	4,764,193,638	4,626,852,280	4,612,949,458	4,523,295,685	4,405,151,994	4,517,914,492
Other Fed Reimbursements	184,765,333	225,019,237	220,381,813	211,695,293	217,118,088	220,185,829	220,186,000	220,186,000	220,186,000	220,186,000	220,186,000	220,186,000	220,186,000	220,186,000
Proposition 1 Transfer In ²	1,457,259,515	3,637,494,353	3,056,162,692	2,739,804,527	2,452,504,000	2,644,554,000	2,952,685,000	2,294,050,685	2,294,050,685	2,294,050,685	2,294,050,685	2,294,050,685	2,294,050,685	2,294,050,685
Proposition 1 Interest	14,651,943	164,220,507	226,656,370	56,508,389	33,667,400	20,927,959	17,319,080	16,046,756	17,314,583	36,385,136	60,433,255	80,778,887	96,777,995	106,456,532
Proposition 7 Transfer In ²	2,989,203,826	3,124,353,308	3,128,770,432	3,099,854,850	3,138,801,100	3,189,166,800	3,311,125,140	3,439,181,397	3,573,640,467	3,714,822,490	3,863,063,615	4,018,716,795	4,182,152,635	4,353,760,267
Proposition 7 Interest	19,348,126	130,247,416	158,789,084	69,794,877	15,405,369	-	-	-	-	-	-	-	-	10,924,068
Other	669,476,079	616,799,329	677,039,146	671,607,981	2,376,219,486	635,074,035	558,851,011	462,256,399	466,901,000	472,979,000	479,152,000	485,420,000	491,785,000	498,251,000
Total Revenues	13,891,243,868	16,188,293,670	16,709,314,915	16,574,153,462	18,008,288,166	16,608,655,112	16,732,337,772	16,232,056,646	16,485,802,635	16,650,890,942	16,958,465,712	17,203,854,433	17,436,814,261	17,918,793,734
Available Funds	20,831,114,290	23,963,610,296	26,185,859,806	23,646,893,141	20,165,085,124	16,587,832,433	15,255,299,431	13,443,657,910	12,630,403,731	12,503,526,774	13,595,613,382	14,246,390,811	15,398,499,424	16,635,771,512
Expenses														
Research	25,833,447	24,811,041	25,942,627	27,312,938	27,312,938	27,312,938	27,313,000	27,313,000	27,313,000	27,313,000	27,313,000	27,313,000	27,313,000	27,313,000
Engineering	806,125,150	780,616,792	1,092,754,472	983,691,982	949,257,823	1,178,660,373	1,201,289,395	1,238,332,047	1,237,236,749	1,233,491,418	1,230,686,961	1,231,340,080	1,232,547,090	1,283,701,414
Right-of-Way	659,470,763	564,627,436	508,591,198	473,113,227	463,425,606	608,891,296	317,129,363	420,941,237	418,917,160	416,580,949	417,133,735	311,345,520	312,305,836	360,241,006
Plan	1,491,429,359	1,370,055,269	1,627,288,297	1,484,118,147	1,439,996,367	1,814,864,607	1,545,731,758	1,686,586,284	1,683,466,909	1,677,385,367	1,675,133,696	1,569,998,600	1,572,165,926	1,671,255,420
Build	2,146,152,070	1,948,702,353	2,055,225,806	4,521,347,123	2,893,362,632	2,073,874,494	2,001,477,372	1,970,786,607	1,858,503,363	1,798,536,240	1,781,641,373	1,607,740,892	1,602,492,830	1,593,662,903
Maintain	4,012,144,674	4,144,511,803	3,041,342,783	5,682,730,386	6,030,656,108	4,714,693,589	5,693,748,596	5,414,003,543	5,750,692,307	5,325,700,992	5,732,781,228	5,311,506,151	5,599,936,017	5,247,081,363
Use	142,657,138	163,175,816	186,942,646	185,373,062	190,183,213	195,380,943	195,380,733	195,380,733	195,380,733	195,380,733	195,380,733	195,380,733	195,380,733	195,380,733
Manage	373,889,931	395,140,350	419,805,365	449,796,141	487,067,703	488,331,484	488,339,000	488,339,000	488,339,000	488,339,000	488,339,000	488,339,000	488,339,000	488,339,000
Proposition 1 Project Development & Delivery ¹	1,061,563,213	2,144,358,272	5,975,559,126	4,037,045,362	2,908,135,983	3,254,003,672	2,732,612,534	2,281,094,921	2,019,099,282	1,625,745,671	1,783,238,832	1,986,609,589	2,054,353,722	2,310,043,264
Proposition 7 Project Development & Delivery ¹	2,803,189,280	3,260,742,235	4,591,331,444	3,942,092,601	5,045,162,374	4,313,374,040	3,959,797,071	3,618,167,930	2,992,990,806	2,901,445,622	2,776,897,269	2,867,476,785	2,843,924,131	3,061,852,346
Prop 14 Debt Service	325,022,535	237,844,929	400,000,000	378,175,280	377,366,723	399,119,046	401,447,640	400,278,055	337,273,900	177,474,649	235,504,533	148,733,896	12,395,688	-
Prop 12 Debt Service from Proposition 7	273,874,333	275,765,954	257,430,594	247,080,187	250,018,699	245,626,899	242,568,470	238,617,408	234,313,106	229,901,591	226,108,976	222,396,221	218,677,167	214,603,284
Inflation/Additional Programs	-	-	-	-	-	-	215,327,993	436,848,333	647,045,493	874,075,239	1,083,904,363	1,310,600,780	1,516,134,434	1,516,134,434
TxDOT State Highway Fund Total	12,629,922,532	13,940,296,980	18,554,926,062	20,927,758,288	19,621,949,803	17,499,268,774	17,476,431,167	16,730,102,814	16,207,104,899	15,293,985,104	15,978,930,004	15,708,782,648	16,103,799,646	16,298,352,746
Other Agencies and Fund Transfers ³	33,428,381	142,691,577	135,262,259	125,317,895	126,938,000	128,582,000	130,247,000	131,934,000	133,643,000	135,374,000	137,127,000	138,903,000	140,702,000	142,525,000
Other Agencies for TxDOT	392,446,750	404,076,848	422,931,806	437,020,000	437,020,000	437,020,000	437,020,000	437,020,000	437,020,000	437,020,000	437,020,000	437,020,000	437,020,000	437,020,000
Total Expenses	13,055,797,664	14,487,065,404	19,113,120,126	21,490,096,183	20,185,907,803	18,064,870,774	18,043,698,167	17,299,056,814	16,777,767,899	15,866,379,104	16,553,077,004	16,284,705,648	16,681,521,646	16,877,897,746
Ending Balance Traditional SHF	628,093,154	953,872,296	2,804,009,670	148,322,456	533,642,006	1,035,782,196	378,270,656	(300,128,091)	(1,230,695,897)	(1,734,349,486)	(2,760,263,255)	(3,158,178,241)	(3,858,911,923)	(3,996,708,592)
Ending Balance Proposition 1	2,481,120,015	4,138,476,603	1,445,736,539	205,004,093	(216,960,491)	(805,482,204)	(568,090,657)	(539,088,136)	(246,822,150)	457,868,000	1,029,113,108	1,417,333,090	1,753,808,048	1,844,272,001
Ending Balance Proposition 7	4,666,103,456	4,384,195,992	2,822,993,470	1,803,470,409	(337,504,195)	(1,707,338,334)	(2,598,578,734)	(3,016,182,676)	(2,669,846,121)	(2,086,370,844)	(1,226,313,475)	(297,469,685)	822,081,652	1,910,310,357
Ending Balance	7,775,316,626	9,476,544,891	7,072,739,679	2,156,796,958	(20,822,679)	(1,477,038,341)	(2,788,398,736)	(3,855,398,904)	(4,147,364,168)	(3,362,852,330)	(2,957,463,622)	(2,038,314,836)	(1,283,022,222)	(242,126,234)

(1) Includes engineering, right-of-way and construction costs.

(2) FY2026-2028 Proposition 1 and FY2025-2027 Proposition 7 transfer-in projections are based on the Comptroller's 2026-2027 Biennial Revenue Estimate (BRE), January 2025.

(3) FY2022 includes a \$117 million reimbursement from TCEQ for prior year excess transfers.

Note: Projected revenue is based on current information available at the time of the forecast. Expenditures are based on historical information with adjustments for inflation or other known factors. Future fiscal year expenditures and letting amounts may be adjusted for forecast purposes only, based on available revenue projections.

Actual budgets and lettings in those years will depend upon current law and the direction of the Legislature, Transportation Commission and TxDOT Administration.

Texas Department of Transportation
State Highway Fund Restricted Funds - DFW Subaccounts
March 2025 Cash Forecast

	Base Case													
	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Beginning Balance - SH 121 ¹	563,983,651	503,608,101	598,004,802	614,432,415	616,995,842	630,917,623	673,387,693	720,576,932	770,276,784	826,544,208	885,709,666	947,907,498	1,014,040,783	1,083,616,918
Beginning Balance - SH 161 ²	5,940,319	5,938,996	6,043,458	6,365,767	10,895,410	11,368,198	11,861,501	12,376,211	12,913,256	13,473,605	14,058,269	14,668,304	15,304,811	15,968,937
Beginning Balance - NTE Seg 1 & 2	36,196,041	36,503,450	44,550,067	49,419,545	58,389,007	60,922,710	63,566,358	66,324,724	69,202,785	72,205,735	75,338,994	78,608,215	82,019,300	85,578,403
Beginning Balance - NTE Seg 3A & 3B	2,401,679	5,595,820	13,145,657	39,823,394	57,824,664	60,333,878	62,951,975	65,683,681	68,533,925	71,507,851	74,610,826	77,848,449	81,226,565	84,751,269
Beginning Balance - I-635 (LBJ)	6,655,983	21,840,360	28,238,278	37,122,363	40,654,798	42,418,951	44,259,657	46,180,238	48,184,160	50,275,038	52,456,647	54,732,924	57,107,976	59,586,091
Beginning Balance - I-635E	10,713,212	13,255,275	13,852,007	14,590,076	15,255,777	15,917,778	16,608,506	17,329,207	18,081,181	18,865,787	19,684,439	20,538,616	21,429,858	22,359,774
Beginning Balance - Midtown Express	-	-	65,735,409	88,055,598	92,028,059	96,021,477	100,188,184	104,535,699	109,071,867	113,804,875	118,743,266	123,895,950	129,272,227	134,881,799
Beginning Balance - DFW Connector	-	-	7,467,068	8,875,981	9,280,964	9,683,698	10,103,907	10,542,351	10,999,820	11,477,141	11,975,174	12,494,818	13,037,012	13,602,733
Beginning Balance	625,890,885	586,742,002	777,036,746	858,685,138	901,324,520	927,584,313	982,927,782	1,043,549,042	1,107,263,778	1,178,154,240	1,252,577,281	1,330,694,775	1,413,438,531	1,500,345,925
Revenues														
Proceeds - SH 121 ³	11,165,972	91,436,972	2,514	(17,097)	-	-	-	-	-	-	-	-	-	-
Proceeds - SH 161	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds - NTE (1 & 2)	124,816	6,624,842	2,581,242	6,558,693	-	-	-	-	-	-	-	-	-	-
Proceeds - NTE (3A & 3B)	3,173,190	7,210,205	25,280,206	15,766,771	-	-	-	-	-	-	-	-	-	-
Proceeds - I-635 (LBJ)	15,126,069	5,563,142	7,389,322	1,793,063	-	-	-	-	-	-	-	-	-	-
Toll Revenue - SH 121	10,356,989	11,083,778	12,125,402	17,916,160	18,261,240	18,612,960	18,971,480	19,336,920	23,236,360	23,683,920	24,139,900	24,604,660	25,078,420	29,842,620
Toll Revenue - I-635E	2,482,289	111,672	42,609	-	-	-	-	-	-	-	-	-	-	-
Toll Revenue - Midtown Express	-	64,727,771	18,750,484	(43,509)	-	-	-	-	-	-	-	-	-	-
Toll Revenue - DFW Connector	-	7,352,608	1,019,545	-	-	-	-	-	-	-	-	-	-	-
Interest - SH 121	10,268,541	23,843,091	29,837,828	27,841,539	26,526,474	27,623,321	29,569,203	31,624,284	33,867,584	36,318,057	38,894,452	41,615,246	44,497,716	47,610,894
Interest - SH 161	29,723	213,615	322,309	423,789	472,788	493,304	514,710	537,045	560,349	584,664	610,035	636,506	664,127	692,945
Interest - NTE Seg 1 & 2	182,593	1,421,775	2,288,236	2,410,770	2,533,703	2,643,649	2,758,366	2,878,061	3,002,950	3,133,259	3,269,222	3,411,084	3,559,103	3,713,545
Interest - NTE Seg 3A & 3B	20,952	339,632	1,397,531	2,214,499	2,509,214	2,618,097	2,731,706	2,850,244	2,973,926	3,102,975	3,237,624	3,378,116	3,524,704	3,677,653
Interest - I-635 (LBJ)	58,308	834,775	1,494,763	1,739,372	1,764,153	1,840,706	1,920,581	2,003,921	2,090,879	2,181,609	2,276,277	2,375,052	2,478,114	2,585,648
Interest - I-635E	59,774	485,059	695,460	665,700	662,001	690,728	720,701	751,975	784,605	818,652	854,176	891,242	929,916	970,269
Interest - Midtown Express	-	1,007,638	3,569,705	4,015,970	3,993,418	4,166,707	4,347,515	4,536,168	4,733,008	4,938,390	5,152,684	5,376,277	5,609,572	5,852,991
Interest - DFW Connector	-	114,460	389,368	404,984	402,733	420,209	438,444	457,469	477,321	498,033	519,645	542,194	565,721	590,270
Total Revenues	53,049,215	222,371,036	107,186,522	81,710,705	57,125,725	59,109,681	61,972,705	64,976,087	71,726,982	75,259,559	78,954,014	82,830,377	86,907,394	95,536,835
Available	678,940,100	809,113,039	884,223,268	940,395,843	958,450,245	986,693,993	1,044,900,487	1,108,525,129	1,178,990,760	1,253,413,800	1,331,531,294	1,413,525,152	1,500,345,925	1,595,882,760
Expenses														
Plan - SH 121	341,670	9,208,038	473,531	21,000,000	-	-	-	-	-	-	-	-	-	-
Plan - SH 161	206	-	-	-	-	-	-	-	-	-	-	-	-	-
Build - SH 121	91,825,381	22,759,102	25,064,599	22,177,175	30,865,933	3,766,211	1,351,445	1,261,352	836,519	836,519	836,519	86,622	-	-
Build - SH 161	30,840	109,153	-	(4,105,853)	-	-	-	-	-	-	-	-	-	-
Total Expenses	92,198,097	32,076,292	25,538,130	39,071,323	30,865,933	3,766,211	1,351,445	1,261,352	836,519	836,519	836,519	86,622	-	-
Ending Balance - SH 121	503,608,101	598,004,802	614,432,415	616,995,842	630,917,623	673,387,693	720,576,932	770,276,784	826,544,208	885,709,666	947,907,498	1,014,040,783	1,083,616,918	1,161,070,432
Ending Balance - SH 161	5,938,996	6,043,458	6,365,767	10,895,410	11,368,198	11,861,501	12,376,211	12,913,256	13,473,605	14,058,269	14,668,304	15,304,811	15,968,937	16,661,882
Ending Balance - NTE (1 & 2)	36,503,450	44,550,067	49,419,545	58,389,007	60,922,710	63,566,358	66,324,724	69,202,785	72,205,735	75,338,994	78,608,215	82,019,300	85,578,403	89,291,948
Ending Balance - NTE (3A & 3B)	5,595,820	13,145,657	39,823,394	57,824,664	60,333,878	62,951,975	65,683,681	68,533,925	71,507,851	74,610,826	77,848,449	81,226,565	84,751,269	88,428,922
Ending Balance - I-635 (LBJ)	21,840,360	28,238,278	37,122,363	40,654,798	42,418,951	44,259,657	46,180,238	48,184,160	50,275,038	52,456,647	54,732,924	57,107,976	59,586,091	62,171,739
Ending Balance - I-635E	13,255,275	13,852,007	14,590,076	15,255,777	15,917,778	16,608,506	17,329,207	18,081,181	18,865,787	19,684,439	20,538,616	21,429,858	22,359,774	23,330,042
Ending Balance - Midtown Express	-	65,735,409	88,055,598	92,028,059	96,021,477	100,188,184	104,535,699	109,071,867	113,804,875	118,743,266	123,895,950	129,272,227	134,881,799	140,734,791
Ending Balance - DFW Connector	-	7,467,068	8,875,981	9,280,964	9,683,698	10,103,907	10,542,351	10,999,820	11,477,141	11,975,174	12,494,818	13,037,012	13,602,733	14,193,003
Ending Balance	586,742,002	777,036,746	858,685,138	901,324,520	927,584,313	982,927,782	1,043,549,042	1,107,263,778	1,178,154,240	1,252,577,281	1,330,694,775	1,413,438,531	1,500,345,925	1,595,882,760

(1) SH121 includes SH121 and SH122 subaccounts

(2) SH161 includes SH161 and SH162 subaccounts

(3) Proceeds includes repayments from a loan made from SH 121 funds to NTTA for early retirement of a SIB loan.

The ongoing project selection and letting process in conjunction with the MPO will ensure that actual expenditures remain within, and fully utilize, the available funds. As the selections are refined, future forecasts will be adjusted.

Texas Department of Transportation
State Highway Fund Restricted Funds - Austin & San Antonio Subaccounts
March 2025 Cash Forecast

	<u>Base Case</u>													
	FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Forecast	FY 2026 Forecast	FY 2027 Forecast	FY 2028 Forecast	FY 2029 Forecast	FY 2030 Forecast	FY 2031 Forecast	FY 2032 Forecast	FY 2033 Forecast	FY 2034 Forecast	FY 2035 Forecast
Beginning Balance - SH 130	35,321,923	34,778,324	34,451,825	26,341,048	21,665,796	19,360,245	17,522,095	15,528,663	13,376,576	11,064,992	8,571,891	7,094,058	5,499,794	3,791,247
Beginning Balance	35,321,923	34,778,324	34,451,825	26,341,048	21,665,796	19,360,245	17,522,095	15,528,663	13,376,576	11,064,992	8,571,891	7,094,058	5,499,794	3,791,247
<u>Revenues</u>														
Proceeds - SH130	2,186,146	3,159,044	4,665,131	2,220,395	2,300,773	2,994,561	3,102,964	3,215,292	3,331,685	3,452,292	4,747,390	4,919,246	5,097,322	5,281,845
Interest - SH130	2,253,669	3,273,098	3,315,091	2,927,432	2,664,044	2,492,607	2,305,233	2,107,347	1,898,769	1,678,801	1,467,934	1,233,839	988,779	741,312
Toll Revenue Sharing - SH130	2,530,019	3,118,007	3,616,911	4,490,693	4,759,409	5,157,163	5,577,371	6,023,274	6,495,962	6,975,806	7,490,843	8,043,650	8,628,353	9,253,588
Total Revenues	6,969,834	9,550,150	11,597,133	9,638,520	9,724,226	10,644,331	10,985,568	11,345,913	11,726,416	12,106,899	13,706,167	14,196,735	14,714,454	15,276,745
Available	42,291,756	44,328,473	46,048,957	35,979,568	31,390,023	30,004,577	28,507,663	26,874,576	25,102,992	23,171,891	22,278,058	21,290,794	20,214,247	19,067,992
<u>Expenses</u>														
Build - SH130	-	856,300	1,381,638	813,771	29,777	2,481	-	-	-	-	-	-	-	-
Use - SH130	7,513,433	9,020,349	18,326,271	13,500,000	12,000,000	12,480,000	12,979,000	13,498,000	14,038,000	14,600,000	15,184,000	15,791,000	16,423,000	17,080,000
Total Expenses	7,513,433	9,876,649	19,707,909	14,313,771	12,029,777	12,482,481	12,979,000	13,498,000	14,038,000	14,600,000	15,184,000	15,791,000	16,423,000	17,080,000
Ending Balance	34,778,324	34,451,825	26,341,048	21,665,796	19,360,245	17,522,095	15,528,663	13,376,576	11,064,992	8,571,891	7,094,058	5,499,794	3,791,247	1,987,992

Specific projects that will fully utilize this funding have not been identified. As projects are identified, the timing of letting amounts and resulting expenditures may change.

The ongoing project selection and letting process in conjunction with the MPO will ensure that actual expenditures remain within, and fully utilize, the available funds. As the selections are refined, future forecasts will be adjusted.

Texas Department of Transportation
State Highway Fund Restricted Funds - Houston Subaccounts
March 2025 Cash Forecast

	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	Base Case		FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
	Actual	Actual	Actual	Forecast	Forecast	FY 2027	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Beginning Balance - SH288	11,381,326	9,800,469	9,275,931	22,475,537	22,971,196	23,967,996	25,008,051	26,093,238	27,225,514	28,406,924	29,639,600	30,925,765	32,267,742	33,667,952	
Beginning Balance - Montgomery County PTF	33,916,397	34,086,945	58,359,910	61,297,815	64,094,646	66,875,937	69,777,917	72,805,824	75,965,122	79,261,513	82,700,947	86,289,629	90,034,037	93,940,928	
Beginning Balance	45,297,723	43,887,413	67,635,841	83,773,352	87,065,843	90,843,933	94,785,968	98,899,061	103,190,636	107,668,438	112,340,547	117,215,394	122,301,779	127,608,879	
Revenues															
Proceeds - SH288	342,934	155,882	12,409,864	80,329	-	-	-	-	-	-	-	-	-	-	-
Proceeds - Montgomery County PTF	-	22,801,681	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest - SH288	52,877	338,301	803,023	1,008,415	996,800	1,040,055	1,085,187	1,132,277	1,181,410	1,232,675	1,286,166	1,341,977	1,400,210	1,460,970	
Interest - Montgomery County PTF	170,548	1,471,285	2,937,905	2,796,831	2,781,290	2,901,980	3,027,907	3,159,298	3,296,391	3,439,433	3,588,682	3,744,408	3,906,891	4,076,424	
Total Revenues	566,358	24,767,150	16,150,793	3,885,575	3,778,090	3,942,035	4,113,094	4,291,575	4,477,801	4,672,109	4,874,848	5,086,385	5,307,100	5,537,394	
Available	45,864,081	68,654,563	83,786,634	87,658,927	90,843,933	94,785,968	98,899,061	103,190,636	107,668,438	112,340,547	117,215,394	122,301,779	127,608,879	133,146,273	
Expenses															
Build - SH288	1,976,667	1,018,722	13,282	593,084	-	-	-	-	-	-	-	-	-	-	-
Total Expenses	1,976,667	1,018,722	13,282	593,084	-	-	-	-	-	-	-	-	-	-	-
Ending Balance - SH288	9,800,469	9,275,931	22,475,537	22,971,196	23,967,996	25,008,051	26,093,238	27,225,514	28,406,924	29,639,600	30,925,765	32,267,742	33,667,952	35,128,922	
Ending Balance - Montgomery County PTF	34,086,945	58,359,910	61,297,815	64,094,646	66,875,937	69,777,917	72,805,824	75,965,122	79,261,513	82,700,947	86,289,629	90,034,037	93,940,928	98,017,352	
Ending Balance	43,887,413	67,635,841	83,773,352	87,065,843	90,843,933	94,785,968	98,899,061	103,190,636	107,668,438	112,340,547	117,215,394	122,301,779	127,608,879	133,146,273	

Specific projects that will fully utilize this funding have not been identified. As projects are identified, they will be added to estimated letting and expenditures.

**Texas Department of Transportation
State Highway Fund - Military Installation Program
March 2025 Cash Forecast**

		<u>Base Case</u>													
		FY 2022 Actual	FY 2023 Actual	FY 2024 Actual	FY 2025 Forecast	FY 2026 Forecast	FY 2027 Forecast	FY 2028 Forecast	FY 2029 Forecast	FY 2030 Forecast	FY 2031 Forecast	FY 2032 Forecast	FY 2033 Forecast	FY 2034 Forecast	FY 2035 Forecast
Beginning Balance - MIP Army		-	-	-	348,989	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102
Beginning Balance		-	-	-	348,989	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102
<u>Revenues</u>															
Federal Reimbursement - MIP Army		-	-	420,253	-	-	-	-	-	-	-	-	-	-	-
Total Revenues		-	-	420,253	-	-	-	-	-	-	-	-	-	-	-
Available		-	-	420,253	348,989	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102
<u>Expenses</u>															
Plan - MIP Army		-	-	71,264	218,887	-	-	-	-	-	-	-	-	-	-
Total Expenses		-	-	71,264	218,887	-	-	-	-	-	-	-	-	-	-
Ending Balance		-	-	348,989	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102	130,102

The Military Installation Program (MIP) was established by House Bill 3399 (2021, 87th regular Texas legislative session), which added Section 201.1056 to the Texas Transportation Code, and allows TxDOT to enter into agreements with the U.S. Department of Defense (DOD) or another federal entity to assist with road maintenance, improvement, relocation, or extension services for military installations. Section 201.1056 prohibits TxDOT from using state funds or entering into an agreement with a federal entity if payment for the services provided under the agreement would originate from federal highway funds provided under Title 23, U.S. Code. Any cost associated with this program, including TxDOT project management and administrative costs, must be covered by the DOD or the other federal entity.

During the 2023, 88th regular Texas legislative session, SB1524 was passed which modified Section 201.1056 of the Texas Transportation Code. This change expands the scope of services that the department may provide to the DOD or other federal entity, such as airfield pavement repair and improvements, perimeter fencing, mowing or other services provided by the department.

Texas has 14 military installations according to the Texas Comptroller of Public Accounts. Those installations are located in 11 different TxDOT districts. However, other federal entities that are eligible within this program may be located within any of the 25 TxDOT districts

Texas Department of Transportation
State Highway Fund - State Infrastructure Bank
March 2025 Cash Forecast

	Base Case													
	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Beginning Balance	382,707,120	386,209,913	385,638,418	404,285,758	255,776,191	33,331,050	54,188,783	84,377,491	115,425,221	147,821,143	178,707,926	210,874,229	243,907,024	276,797,961
Revenues														
Loan Reimbursement	33,144,396	48,699,952	23,603,790	11,052,865	16,214,507	19,086,238	27,220,805	26,779,387	26,781,144	23,987,053	23,926,392	23,397,392	21,848,267	21,700,720
Interest	1,929,854	12,850,552	19,576,900	15,904,218	11,340,352	1,771,495	2,967,903	4,268,342	5,614,779	6,899,730	8,239,911	9,635,403	11,042,670	12,467,628
Total Revenues	35,074,251	61,550,504	43,180,690	26,957,084	27,554,859	20,857,733	30,188,708	31,047,729	32,395,923	30,886,783	32,166,303	33,032,795	32,890,937	34,168,348
Available	417,781,371	447,760,418	428,819,108	431,242,841	283,331,050	54,188,783	84,377,491	115,425,221	147,821,143	178,707,926	210,874,229	243,907,024	276,797,961	310,966,309
Expenses														
Engineering	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Right-of-Way	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Plan	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Build ¹	31,571,458	62,122,000	24,533,350	175,466,650	250,000,000	-	-	-	-	-	-	-	-	-
Total Expenses	31,571,458	62,122,000	24,533,350	175,466,650	250,000,000	-	-	-	-	-	-	-	-	-
Ending Balance	386,209,913	385,638,418	404,285,758	255,776,191	33,331,050	54,188,783	84,377,491	115,425,221	147,821,143	178,707,926	210,874,229	243,907,024	276,797,961	310,966,309

(1) Projected SIB loans include approved loans, loans with applications, and expected to be applied for in the near term.

Texas Department of Transportation
Texas Mobility Fund - Taxes and Fees
March 2025 Cash Forecast

	Base Case													
	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Beginning Balance	393,001,819	459,642,979	452,786,285	483,737,658	485,738,236	456,483,778	426,970,429	448,130,253	468,078,169	510,713,621	547,978,161	598,892,436	651,123,122	704,686,606
Revenues ¹														
Drivers License Fees	178,704,553	185,089,581	190,486,884	190,665,000	193,525,000	114,858,000	199,374,000	202,364,000	212,541,000	215,730,000	218,966,000	222,250,000	225,584,000	228,968,000
Drivers Record Info Fees	70,829,381	74,565,762	74,380,049	76,064,000	76,824,640	77,592,886	78,368,815	79,152,503	79,944,028	80,743,469	81,550,903	82,366,412	83,190,077	84,021,977
Vehicle Inspection Fees	234,462,963	121,699,516	120,677,690	122,000,000	123,220,000	124,452,200	125,696,722	126,953,689	128,223,226	129,505,458	130,800,513	132,108,518	133,429,603	134,763,899
United We Stand	2,191	1,929	1,848	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Certificate of Title	(116,968,390)	(39)	39	-	-	-	-	-	-	-	-	-	-	-
Transfer in from SHF ²	115,027,559	125,008,109	123,871,896	124,815,000	126,438,000	128,082,000	129,747,000	131,434,000	133,143,000	134,874,000	136,627,000	138,403,000	140,202,000	142,025,000
Motor Carrier Penalties	3,334,130	2,658,384	1,964,350	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Interest	1,736,697	12,781,565	17,375,297	17,238,419	14,874,744	14,805,243	12,703,151	13,350,390	14,736,937	16,136,469	17,891,137	19,839,632	21,847,878	25,328,433
Build America Bonds ³	10,977,620	44,124,476	10,927,578	21,775,976	21,667,922	21,528,603	21,355,805	21,147,136	20,912,783	21,254,244	21,532,217	21,136,855	20,689,357	20,186,248
Miscellaneous	20,320	(20,300)	14,701	779,794	-	-	-	-	-	-	-	-	-	-
Total Revenues	498,127,022	565,908,985	539,700,331	556,840,188	560,052,305	484,820,932	570,747,493	577,903,719	593,002,975	601,745,640	610,869,770	619,606,417	628,444,915	638,795,557
Available	891,128,841	1,025,551,964	992,486,616	1,040,577,846	1,045,790,542	941,304,710	997,717,921	1,026,033,972	1,061,081,144	1,112,459,261	1,158,847,931	1,218,498,852	1,279,568,037	1,343,482,163
Expenses														
Plan	21,382,577	31,394,072	12,599,714	14,607,217	110,000,000	110,000,000	60,000,000	60,000,000	60,000,000	60,000,000	55,000,000	55,000,000	55,000,000	-
Build	31,694,645	103,185,430	52,108,480	96,224,879	21,093,928	12,556,335	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
Use	-	47,662,218	44,837,238	36,885,251	43,059,517	46,913,705	46,914,000	46,914,000	46,914,000	46,914,000	46,914,000	46,914,000	46,914,000	46,914,000
Debt Service	378,408,641	390,523,959	399,203,528	407,122,262	415,153,318	344,864,241	438,673,668	447,041,803	439,453,523	453,567,100	454,041,496	461,461,730	468,967,432	476,080,385
Total Expenses	431,485,862	572,765,679	508,748,959	554,839,610	589,306,764	514,334,281	549,587,668	557,955,803	550,367,523	564,481,100	559,955,496	567,375,730	574,881,432	526,994,385
Ending Balance	459,642,979	452,786,285	483,737,658	485,738,236	456,483,778	426,970,429	448,130,253	468,078,169	510,713,621	547,978,161	598,892,436	651,123,122	704,686,606	816,487,778
Lowest Monthly Balance ⁴	180,923,673	242,234,509	210,715,339	234,293,677	235,619,022	264,604,798	153,884,974	164,213,040	190,630,224	218,310,021	252,255,464	291,901,924	333,034,522	394,919,223

(1) Future revenue projections are from the Comptroller's 2026-2027 Biennial Revenue Estimate (BRE), January 2025.

(2) Transfer of non-dedicated State Highway Fund to Texas Mobility Fund required per HB 4472, 87th Legislative Session. This transfer replaces the Certificate of Title fees previously deposited directly to the Texas Mobility Fund. FY 2023 and future projections provided by Texas Commission of Environmental Quality (TCEQ).

(3) **BUILD AMERICA BONDS:**

Build America Bonds are tax credit bonds introduced as part of the February 2009 American Recovery and Reinvestment Act (ARRA) and are administered by the Treasury Department. A Build America Bond (BAB) is a bond issued prior to January 1, 2011 by a state or local entity for governmental purposes (non-private activity purposes) and for which the issuer elects to have the interest on the bond be taxable in return for a federal interest subsidy. Governmental purposes include financing surface transportation projects. Direct Payment BABs allow issuers to receive a subsidy from the federal government equal to 35% of the interest paid to investors for purchasing the bonds. TxDOT issued \$1.2 billion of Direct Payment BABs in Taxable Series 2009A and estimates it will receive \$648 million in interest subsidy. Those direct payments will be used to partially offset the cost of debt service.

(4) **TMF RESERVE REQUIREMENTS:**

Prior to the issuance of bonds by TxDOT, a certified revenue estimate must be received from the Comptroller that projects the revenue to be received and the balance in the Mobility Fund will be equal to at least 110% of the principal and interest requirements on the obligations, both proposed and outstanding, during each year the obligations will be outstanding. The forecasted additional 10% would be available for any purpose of the TMF. As authorized by law, the Commission has elected to pledge the state's full faith and credit as a backstop on the TMF bonds issued to date. With the full faith credit as a backstop, General Revenue would be used to pay debt service if the revenues of the TMF prove to be insufficient. Debt service payments on fixed rate bonds are made twice a year, April 1 and October 1. Variable rate bonds pay debt service monthly.

While the forecast produces a projected lowest monthly balance, that projected balance serves as an internal balance reserve:

- if the funds projected to be in the TMF for future debt service are not available, the TMF would have funds in a reserve to assist in the debt service payment before looking to GR to fund the shortfall;
- for cost escalations due to change orders on funded projects; and,
- to act as a hedge on interest rates for the variable rate bonds. While the interest paid on variable rate bonds has historically been less than that paid on fixed rate bonds, the variable rate bonds are subject to volatility in the rates as they are reset weekly. With balances available and invested the TMF is protected against a possible rise in variable interest rates because the rates earned on investments would also rise and the investment earning would offset any increase in debt service payments.

Texas Department of Transportation
Federal COVID-19 Pandemic Relief Fund 0325 ¹
March 2025 Cash Forecast

		<u>Base Case</u>													
		FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
		Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Beginning Balance		558,033	17,290,215	-	1,317,080	-	-	-	-	-	-	-	-	-	-
<u>Revenues</u>															
Other Federal Reimbursements		148,126,288	220,882,028	284,471,537	213,862,376	169,312,901	-	-	-	-	-	-	-	-	-
Total Revenues		148,126,288	220,882,028	284,471,537	213,862,376	169,312,901	-	-	-	-	-	-	-	-	-
Available		148,684,321	238,172,243	284,471,537	215,179,456	169,312,901	-	-	-	-	-	-	-	-	-
<u>Expenses</u>															
Engineering		115,225	1,606,759	4,393,835	2,975,188	-	-	-	-	-	-	-	-	-	-
Right-of-Way		-	1,369,769	-	-	-	-	-	-	-	-	-	-	-	-
Plan		115,225	2,976,529	4,393,835	2,975,188	-	-	-	-	-	-	-	-	-	-
Build		66,427,498	221,733,992	278,472,298	211,887,938	169,312,901	-	-	-	-	-	-	-	-	-
Use		64,851,383	13,461,721	288,324	316,330	-	-	-	-	-	-	-	-	-	-
Total Expenses		131,394,106	238,172,243	283,154,457	215,179,456	169,312,901	-	-	-	-	-	-	-	-	-
Ending Balance		17,290,215	-	1,317,080	-	-	-	-	-	-	-	-	-	-	-

(1) Projected expenditures and related reimbursements provided by federal COVID relief funds, under the Coronavirus Aid, Relief, and Economic Security (CARES) Act, Coronavirus Response and Relief Supplemental Appropriations Act (CRRSA) and American Rescue Plan (ARP) Act.

Texas Department of Transportation
Total Awards - Planning Forecast
January 15, 2025

<u>BASELINE</u>	FY 2026 Forecast	FY 2027 Forecast	FY 2028 Forecast	FY 2029 Forecast	FY 2030 Forecast	FY 2031 Forecast	FY 2032 Forecast	FY 2033 Forecast	FY 2034 Forecast	FY 2035 Forecast
Traditional SHF ¹	5,207,724,218	3,734,234,408	3,819,343,217	3,851,895,083	3,917,278,524	3,966,367,244	4,029,309,837	4,203,914,196	4,274,336,065	4,246,163,693
Proposition 1 ²	1,662,415,602	724,878,252	1,359,133,252	1,506,879,552	1,255,446,352	1,253,955,452	1,254,663,352	1,254,627,952	1,255,786,352	1,463,337,852
Proposition 7 ³	1,755,916,182	2,420,866,726	2,708,792,914	2,445,046,327	2,826,501,772	2,737,190,926	2,514,346,041	2,445,467,473	2,623,258,320	2,674,673,861
Total Project Awards	8,626,056,002	6,879,979,386	7,887,269,384	7,803,820,963	7,999,226,649	7,957,513,622	7,798,319,231	7,904,009,621	8,153,380,738	8,384,175,407

<u>BASELINE + Additional Funding</u>	FY 2026 Forecast	FY 2027 Forecast	FY 2028 Forecast	FY 2029 Forecast	FY 2030 Forecast	FY 2031 Forecast	FY 2032 Forecast	FY 2033 Forecast	FY 2034 Forecast	FY 2035 Forecast
Traditional SHF ¹	5,144,724,218	4,955,729,178	5,074,513,933	5,108,831,327	5,186,326,996	5,214,273,619	5,283,204,742	5,529,849,119	5,674,780,420	5,672,668,727
Texas Mobility Fund ⁴	1,000,000,000	1,000,000,000								
Proposition 1 ²	1,362,003,200	1,315,642,648	2,196,402,448	2,205,212,355	1,953,779,155	1,564,317,196	1,765,025,096	1,564,989,696	1,566,148,096	1,573,699,596
Proposition 7 ³	1,569,418,928	2,048,809,744	2,100,899,179	2,098,189,967	2,337,320,579	2,302,069,738	2,029,399,002	1,906,519,102	2,025,823,313	2,013,935,532
Total Project Awards	9,076,146,346	9,320,181,570	9,371,815,561	9,412,233,649	9,477,426,730	9,080,660,553	9,077,628,841	9,001,357,917	9,266,751,830	9,260,303,855

Subject to change dependent upon legislative direction.

For the purposes of this Planning forecast:

¹ Both Baseline and Planning forecasts exclude potential carryover balances. FY2026 Baseline federal estimate was calculated using the current Infrastructure Investment and Jobs Act (IIJA) plus an additional \$393 million of federal redistribution and then adjusted to Fixing America's Surface Transportation Act (FAST Act) levels for all subsequent years. The Planning forecast federal estimates uses FY2026 as a baseline and applied 1.6% annual growth rate for FY2027-FY2035; and includes \$30 million of discretionary funding from FY2026-FY2030, an estimated federal redistribution of \$300 million from FY2026-FY2034 and \$250 million in FY2035.

² Proposition 1 FY2026-FY2028 deposits were projected based on the January 2025 Biennial Revenue Estimate. For planning purposes, FY2029-FY2030 were estimated based on a five year average of actual and potential deposits (FY2024-FY2028), less the highest/lowest deposits within that five year period. FY2031-FY2035 are based on a ten year average (2019-2028), less the highest/lowest within that ten year period. Proposition 1 transfers are set to expire in FY2043 pursuant to HB 2230, 88th Legislature.

³ Proposition 7 projections for Sales & Use taxes and Motor Vehicle Sales (MVST) taxes are based on the January 2025 Biennial Revenue Estimate for FY2026-FY2027. A 5% annual growth rate was applied for FY2028-FY2035. Pursuant to Senate Concurrent Resolution (SCR2), 88th Legislature. MVST deposits are set to expire in FY2039 and sales & use deposits are set to expire in FY2042.

⁴ Estimated Texas Mobility Fund bond proceeds (HB 2219, 87th Legislature).

Letting is a contract award amount. The letting figures above will have cash expenditures during the year of letting and during future years until the projects are completed. Those expenditure projections are not included on this page. Category 3 allocations for regional toll revenue and port access improvements are not included above.