

September 2025 Cash Forecast



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

Executive Summary

The Texas Department of Transportation is dedicated to responsibly managing the State Highway Fund through forecasting and strategic planning. By aligning revenues and expenditures with the evolving needs of Texans, TxDOT ensures the delivery of a safe, efficient, and reliable transportation system. This commitment reflects our pledge to taxpayers and lawmakers to maximize public investment, maintain fiscal stability, and support the long-term mobility and economic vitality of our state.

TxDOT manages cash flows through a coordinated process that connects financial oversight with core operational functions—administration, accounting, payments, revenue collection, budgeting, forecasting, letting, and planning. This integrated approach ensures that financial forecasts directly inform decisions about highway construction and maintenance. These forecasts are not only vital for internal planning but are also submitted to the Legislative Budget Board and external stakeholders to support transparency, accountability, and statewide fiscal coordination.

TxDOT's Financial Management team conducts monthly reviews to ensure continuous oversight of the department's financial status. These recurring evaluations provide a structured forum for discussing operational and fiscal issues—such as project letting—and enable timely, informed decisions. This consistent review process reinforces accountability, supports strategic alignment across divisions, and helps maintain the financial integrity of TxDOT's programs and initiatives.

TxDOT's cash forecast provides a comprehensive view of the department's financial outlook by detailing both historical and projected revenues and expenditures, along with monthly ending balances for all appropriated funding sources. It also accounts for revenue activity from other agencies operating within the State Highway Fund (SHF), ensuring a complete picture of available funding.

TxDOT's forecasting methodology combines historical data, current laws, official revenue estimates from the Comptroller, and relevant economic and policy developments. It also incorporates federal funding factors such as the current highway transportation bill, continuing resolutions, rescissions, and apportionment rules set by the Federal Highway Administration. This approach ensures that both state and federal revenue projections are timely and aligned with funding requirements. In addition, the 78th Legislature, authorized TxDOT short-term borrowing capabilities in the event cash balances are insufficient to fund agency obligations for a brief period.

TxDOT's cash forecast reflects a broad and diverse funding landscape, including state, federal, and regionally restricted sources such as the State Highway Fund, Texas Mobility Fund, Proposition 1 and 7 tax revenues, the State Infrastructure Bank, federal pandemic relief, and targeted programs for major metropolitan areas. The forecast accounts for legal restrictions, timing of revenue and expenditures, regulatory requirements, economic uncertainty, and interagency activity.

A summary of key forecast assumptions and changes is outlined below.

Vehicle Registration Fees:

- Traditional Vehicle Registration Fees (VRF) are projected to grow 4.05% in FY2026. This growth rate will gradually reduce to 1% by FY2029 and remain constant for all subsequent years.
- Electric Vehicle (EV) Registration Fees, enacted by the 88th Legislature, Regular Session, Senate Bill 505, utilize a regression model for FY 2026 and incorporate TTI's TRENDS model for all subsequent years. The TTI TRENDS model assumes that EVs will comprise 25% of all registered vehicles in Texas by FY2060.

Motor Fuels Tax (MFT) assumes a year over year (YoY) blended growth rate of 1.78% for FY2026-2028, which is based on 1.56% growth for gasoline and 2.4% growth for diesel. TTI's TRENDS variable year over year growth rate is used for all future years.

Lubricant Sales Tax is based on the Comptroller's 2026-2027 Biennial Revenue Estimate (BRE) through FY 2027 and then a 1% YoY growth rate for all future years.

Miscellaneous Revenues assume a 1% YoY growth rate which is consistent with historical trends. Miscellaneous revenue is primarily related to special vehicle permits, land sales, judgments & settlements, oil & gas royalties, forfeitures, sales of publication/advertising/supplies, and toll revenues.

Other Expansion and Growth assume a 4% YoY inflationary factor for non-letting programs starting FY 2028 and all future years, which closely aligns with the Consumer Price Index (CPI).

FHWA reimbursement estimate for FY 2026 is based on the Infrastructure Investment and Jobs Act (IIJA) enacted by Congress in November 2021 (expires after Federal Fiscal Year [FFY] 2026), plus a conservative federal redistribution estimate. All subsequent year estimates revert to 2020 Fixing America's Surface Transportation (FAST) Act levels which are then adjusted for growth. Projections exclude National Electric Vehicle Infrastructure (NEVI) funding and discretionary grants.

Texas Mobility Fund (TMF) revenues for FY2026-27 are calculated based on the 2026-2027 BRE and assumes the BRE growth rate for outer years. TxDOT also has the capacity to issue TMF bonds, and the TMF proceeds collected will be added to the forecast once the bonds are issued.

Proposition 1 revenue from oil & gas taxes: FY2027-FY2028 deposits to the State Highway Fund are projected based on the 2026-2027 BRE. After FY2028, the Proposition 1 transfer is projected using a ten-year average of actual and projected transfers (FY2019-FY2028) and excludes 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, Regular Session.

Proposition 7 Sales & Use taxes: FY2026 transfers to the State Highway Fund are projected at \$2.5 billion according to the 2026-2027 BRE and assume these will continue through its expiration date of Aug. 31, 2042 (FY2042), pursuant to Senate Concurrent Resolution (SCR) 2, 88th Legislature, Regular Session.

Proposition 7 Motor Vehicle Sales Tax (MVST) revenue is based the 2026-2027 BRE for those respective years and a YoY growth rate of 5% through its expiration date of Aug. 31, 2039 (FY2039), pursuant to Senate Concurrent Resolution (SCR) 2, 88th Legislature, Regular Session.

Changes from previous Cash Forecast:

- Include actual revenue and expenditures through August 2025.

Significant variances from previous Cash Forecast:

- N/A

Impact of the projected letting schedule on cash balances

- The current letting schedule, existing obligations and agency operations, results in a projected Operating SHF ending balance of approximately \$186 million in FY2026, including Proposition 1 and Proposition 7. See page 8.
- Through August 2025, TxDOT has \$29.5 billion of obligations left to pay on active projects; \$26.4 billion of design-bid-build contracts and \$3.1 billion of design-build contracts.
- 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
September 2025 Cash Forecast**

	FY 2023 Actual	FY 2024 Actual	FY 2025 Actual	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	FY 2036 Forecast
Letting Type:														
Statewide Letting Program ¹	9,689,638,812	12,224,931,796	10,459,136,270	7,330,795,487	7,497,833,670	7,656,139,379	7,360,941,418	6,907,888,455	7,343,840,433	7,834,413,191	7,685,683,250	8,376,136,731	8,843,185,078	8,825,265,527
Local Letting Program ²	363,723,527	454,798,996	400,475,283	645,457,274	1,155,085,371	-	-	-	-	-	-	-	-	-
Design Build Awards ³	699,862,000	-	-	1,945,753,565	-	-	-	-	-	-	-	-	-	-
Other Alternative Delivery Awards ⁴	451,409,000	-	426,404,420	-	-	-	-	-	-	-	-	-	-	-
Total Highway Letting Programs, excl Routine Maint	11,204,633,339	12,679,730,792	11,286,015,974	9,922,006,325	8,652,919,041	7,656,139,379	7,360,941,418	6,907,888,455	7,343,840,433	7,834,413,191	7,685,683,250	8,376,136,731	8,843,185,078	8,825,265,527
Routine Maintenance Letting Program ⁵	909,517,404	995,062,620	902,574,140	983,806,000	1,023,158,000	1,064,084,000	1,106,647,000	1,150,913,000	1,196,950,000	1,244,828,000	1,294,621,000	1,346,406,000	1,400,262,000	1,456,272,000
Total Highway Letting Programs, incl Routine Maint	12,114,150,743	13,674,793,412	12,188,590,114	10,905,812,325	9,676,077,041	8,720,223,379	8,467,588,418	8,058,801,455	8,540,790,433	9,079,241,191	8,980,304,250	9,722,542,731	10,243,447,078	10,281,537,527
Other Obligations ⁶	273,215,769	415,648,397	386,138,836	378,401,263	179,083,904	-	-	-	-	-	-	-	-	-
Grand Total Highway Project Awards	12,387,366,511	14,090,441,809	12,574,728,950	11,284,213,588	9,855,160,945	8,720,223,379	8,467,588,418	8,058,801,455	8,540,790,433	9,079,241,191	8,980,304,250	9,722,542,731	10,243,447,078	10,281,537,527
Method of Finance*:														
SHF Traditional ⁷	7,933,830,295	9,094,281,784	8,716,261,284	5,553,819,797	5,419,788,475	4,750,534,376	4,970,407,083	5,079,672,524	5,174,403,244	5,284,816,837	5,508,795,196	5,630,571,065	5,655,811,693	5,703,352,336
SHF Proposition 1	1,492,438,410	2,356,836,843	43,234,898	2,161,791,221	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	1,565,958,052
SHF Proposition 7	2,919,683,353	2,508,918,967	3,747,388,417	1,606,220,776	2,648,809,745	1,746,030,021	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	3,012,227,139
SHF DFW Restricted Funds	3,148,100	16,680,360	31,838,438	2,750,000	1,704,214	-	-	-	-	-	-	-	-	-
SHF Military Installation Program Funds	-	-	4,647,464	-	-	-	-	-	-	-	-	-	-	-
Texas Mobility Fund	17,845,605	33,316,603	21,836,584	46,695,024	27,500,000	-	-	-	-	-	-	-	-	-
COVID Funds ⁸	10,041,170	12,307,681	-	6,000,000	-	-	-	-	-	-	-	-	-	-
Toll Financed ⁹	10,379,578	68,099,571	9,521,866	1,906,936,771	741,716,258	327,256,729	581,749,815	76,000,000	-	-	-	-	-	-
Grand Total Highway Project Awards	12,387,366,511	14,090,441,809	12,574,728,950	11,284,213,588	9,855,160,945	8,720,223,379	8,467,588,418	8,058,801,455	8,540,790,433	9,079,241,191	8,980,304,250	9,722,542,731	10,243,447,078	10,281,537,527

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) Includes Pass-through Finance projects, Local Bond Sales, Ferry or Right-of-Way letting. FY2023-FY2026 includes obligation authority levels from the Infrastructure Investment and Jobs Act passed by Congress in November 2021. Includes federal redistribution of \$1.0475 billion in FY2025 and \$300 million in FY2026.

(2) Local Lets: Lettings by Local Agencies.

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

(4) Includes design build deferred work/change orders and CapEx-C Pump Station Facility delivered under the alternative delivery program.

(5) Routine Maintenance: FY2023-FY2025 Actuals include RMC, TMC, BPM, & MMC Contract Low Bids per Maintenance Division Contract Reporting Dashboards, Future year project projections assumes an annual growth rate of 9% in FY2026 and 4% thereafter.

(6) Other Obligations include studies, travel demand models, ride share services, motor assistance programs, corridor analysis.

(7) SHF Traditional method of finance includes RMC, DB, ROW join-bid, RL and local funded projects

(8) 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)

(9) Projects financed by toll revenues.

Texas Department of Transportation
Total Expenses
September 2025 Cash Forecast

Expenses	Base Case														
	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	FY 2036	
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	
Research	24,811,041	25,942,627	26,989,807	30,437,520	29,577,051	29,600,000	29,600,000	29,600,000	29,600,000	29,600,000	29,600,000	29,600,000	29,600,000	29,600,000	
Engineering	805,624,998	1,110,456,889	933,181,850	1,017,725,615	1,247,060,840	1,235,794,395	1,272,837,047	1,125,700,000	1,121,200,000	1,118,700,000	1,118,700,000	1,118,700,000	1,118,700,000	1,118,700,000	
Right-of-Way	583,197,868	508,427,124	390,550,935	525,925,604	671,391,296	347,129,363	450,941,237	448,917,160	446,580,949	444,633,735	338,845,520	339,805,836	387,741,006	384,938,832	
Plan	1,413,633,907	1,644,826,640	1,350,722,592	1,574,088,739	1,948,029,187	1,612,523,758	1,753,378,284	1,604,217,160	1,597,380,949	1,592,933,735	1,487,145,520	1,488,105,836	1,536,041,006	1,533,238,832	
Build	2,367,666,136	2,470,664,615	5,457,314,362	3,772,531,623	2,407,599,387	1,842,136,212	2,070,854,543	1,903,624,788	1,788,338,231	1,779,958,403	1,639,650,392	1,635,766,757	1,639,533,705	1,606,017,712	
Maintain	4,144,511,803	3,041,342,783	5,914,878,908	6,479,046,970	5,375,577,099	5,341,379,027	5,620,467,233	5,774,839,709	5,292,063,924	5,672,371,690	5,349,577,441	5,590,832,311	5,292,868,522	5,637,925,334	
Use	235,197,467	251,223,911	263,416,850	798,365,103	264,669,866	248,071,218	248,071,218	248,071,218	248,071,218	248,071,218	248,071,218	248,071,218	248,071,218	248,071,218	
Manage	395,140,350	419,805,365	418,529,271	491,277,972	484,121,216	484,081,000	484,081,000	484,081,000	484,081,000	484,081,000	484,081,000	484,081,000	484,081,000	484,081,000	
Project Development & Delivery	5,405,100,507	10,566,890,570	7,980,969,459	7,983,473,392	7,111,236,687	6,209,246,022	5,568,015,914	5,167,008,902	4,766,859,750	4,734,038,361	5,083,125,023	5,010,268,066	5,424,715,255	6,107,026,138	
Debt Service ¹	970,476,724	1,075,424,128	1,067,153,002	1,082,986,008	1,020,336,269	1,105,772,506	1,105,074,223	1,086,643,217	896,426,369	865,639,488	834,164,519	837,309,584	694,815,285	699,028,401	
Inflation/Additional Programs	-	-	-	-	-	215,675,531	434,254,242	644,467,133	862,713,579	1,066,866,577	1,285,041,687	1,484,985,268	1,484,985,268	1,484,985,268	
Total Expenses	14,931,726,894	19,470,178,013	22,452,984,445	22,181,769,806	18,611,569,711	17,058,885,275	17,284,196,657	16,912,953,128	15,935,935,020	16,443,960,472	16,410,856,799	16,779,420,038	16,805,111,259	17,800,373,902	
Funding Source															
State Highway Fund ²	8,259,430,520	7,730,604,898	12,832,294,382	11,894,036,655	10,578,686,640	10,021,900,404	10,888,914,578	10,937,280,659	10,361,892,939	10,911,989,450	10,526,777,295	10,965,904,796	10,574,436,501	10,883,175,145	
Proposition 1 ²	2,144,358,272	5,975,559,126	4,597,268,405	3,262,423,369	2,843,173,371	2,379,402,024	2,076,338,009	1,864,866,196	1,635,153,008	1,783,821,522	2,057,425,892	2,089,226,758	2,318,312,971	2,618,952,298	
Proposition 7 ²	3,536,508,188	4,848,762,038	3,630,781,241	4,975,536,646	4,517,188,430	4,074,771,255	3,733,774,618	3,540,064,253	3,365,257,708	3,179,429,007	3,251,187,469	3,142,819,105	3,324,459,324	3,701,986,373	
Dallas / Forth Worth Funds ³	32,076,292	25,538,130	53,255,837	36,689,934	31,964,340	1,889,885	1,788,530	1,268,799	871,822	871,822	852,869	-	-	-	
Austin / San Antonio Funds ⁴	9,876,649	19,707,909	15,867,141	20,754,733	19,777,370	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	
Houston Funds ⁵	1,018,722	13,282	1,238,356	-	-	-	-	-	-	-	-	-	-	-	
Military Installation Program ⁶	-	71,264	324,028	2,941,936	1,760,528	-	-	-	-	-	-	-	-	-	
State Infrastructure Bank (SIB) ⁷	62,122,000	24,533,350	94,451,167	250,000,000	-	-	-	-	-	-	-	-	-	-	
Texas Mobility Fund - Taxes & Fees ⁸	528,641,203	497,821,380	496,168,746	614,115,788	518,456,599	528,413,566	536,965,761	529,608,152	538,880,574	534,102,801	541,894,654	549,849,190	557,463,167	567,068,285	
COVID Funds ⁹	238,172,243	283,154,457	168,574,485	215,917,871	-	-	-	-	-	-	-	-	-	-	
Build America Bond Subsidy ¹⁰	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	23,461,583	
General Revenue ¹¹	9,056,445	34,694,594	508,139,159	856,521,791	49,615,218	730,218	730,218	730,218	730,218	730,218	730,218	730,218	730,218	730,218	
Total Funds	14,931,726,894	19,470,178,013	22,452,984,445	22,181,769,806	18,611,569,711	17,058,885,275	17,284,196,657	16,912,953,128	15,935,935,020	16,443,960,472	16,410,856,799	16,779,420,038	16,805,111,259	17,800,373,902	

(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 2026-2027 Conference Committee SB1 and HB500 supplemental items (89th 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
September 2025 Cash Forecast

<u>Expenses</u>	<u>Base Case</u>													
	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	FY 2036
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Texas Mobility Fund	390,523,959	399,203,528	408,990,610	410,806,423	340,518,846	434,355,371	442,698,897	435,106,935	449,220,818	449,721,017	457,117,508	464,624,547	471,735,415	480,791,468
Proposition 14	288,590,171	412,159,303	401,284,863	407,890,366	421,350,813	417,662,022	411,979,834	405,861,004	206,260,078	179,722,867	145,207,125	145,206,625	-	-
Proposition 12	291,362,594	264,061,298	256,816,127	263,789,218	257,966,611	253,255,113	249,895,492	245,175,278	240,445,474	235,695,604	231,339,886	226,978,412	222,579,870	217,736,933
Total Expenses	970,476,724	1,075,424,128	1,067,091,600	1,082,486,008	1,019,836,269	1,105,272,506	1,104,574,223	1,086,143,217	895,926,369	865,139,488	833,664,519	836,809,584	694,315,285	698,528,401
 <u>Funding Source</u>														
Texas Mobility Fund - Taxes & Fees ¹	346,399,483	388,275,950	387,214,634	389,138,502	318,990,243	412,999,566	421,551,761	414,194,152	427,966,574	428,188,801	435,980,654	443,935,190	451,549,167	461,154,285
Build America Bond Subsidy-TMF ³	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	19,637,182
TMF Total	390,523,959	399,203,528	408,990,610	410,806,423	340,518,846	434,355,371	442,698,897	435,106,935	449,220,818	449,721,017	457,117,508	464,624,547	471,735,415	480,791,468
State Highway Fund ²	237,844,929	400,000,000	378,175,280	386,029,800	400,773,697	400,567,760	400,240,806	399,892,668	206,260,078	179,722,867	145,207,125	145,206,625	-	-
Build America Bond Subsidy-Prop 14 ³	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	288,590,171	412,159,303	401,284,863	407,890,366	421,350,813	417,662,022	411,979,834	405,861,004	206,260,078	179,722,867	145,207,125	145,206,625	-	-
Proposition 7-Prop 12 ⁴	275,765,954	257,430,594	247,080,187	254,486,623	249,125,114	244,927,256	242,096,713	237,921,547	233,550,966	229,212,168	225,488,338	221,777,798	218,057,041	213,912,533
Build America Bond Subsidy-Prop 12 ³	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	3,824,400
Proposition 12 Total	291,362,594	264,061,298	256,816,127	263,789,218	257,966,611	253,255,113	249,895,492	245,175,278	240,445,474	235,695,604	231,339,886	226,978,412	222,579,870	217,736,933
Total Funds	970,476,724	1,075,424,128	1,067,091,600	1,082,486,008	1,019,836,269	1,105,272,506	1,104,574,223	1,086,143,217	895,926,369	865,139,488	833,664,519	836,809,584	694,315,285	698,528,401

(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.

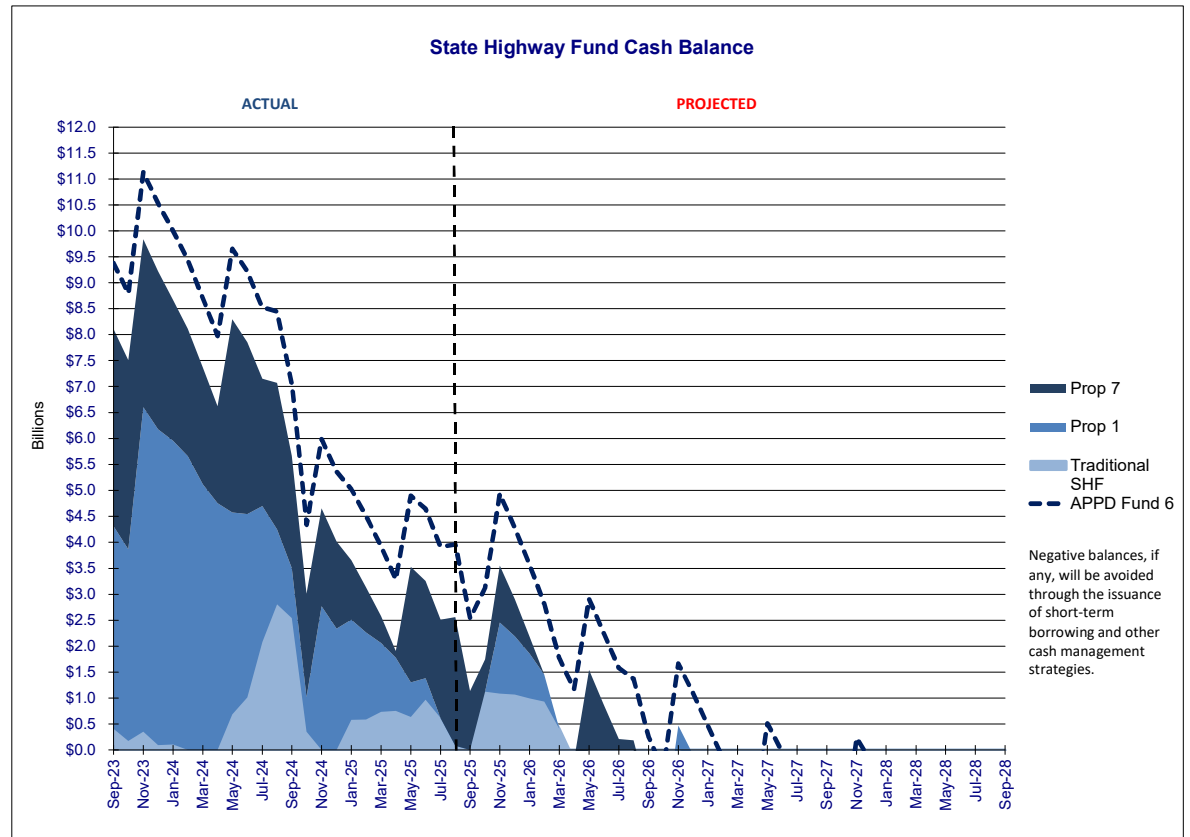
(2) The State Highway Fund pays the principal and interest for the Proposition 14 bond program.

(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
Cash Balance
as of August 31, 2025**

Total SHF Cash Balance	\$ 3,954,663,864
Less Restricted funds:	
State Infrastructure Bank	(338,457,734)
SH 121 Concession	(598,391,652)
SH 161 Concession	(9,857,985)
NTE Seg 1&2W Concession	(60,022,346)
NTE Seg 3A & 3B Concession	(73,194,899)
I-635 (LBJ) Concession	(46,931,539)
I-635E - Surplus Toll Revenue Account	(15,280,170)
Midtown Express - Surplus Toll Revenue Account	(124,333,317)
DFW Connector - Surplus Toll Revenue Account	(10,245,178)
DFW Restricted Funds Subtotal	(938,257,085)
SH 130 (Seg. 5 & 6) Concession	(22,615,784)
Austin/San Antonio Restricted Funds - Subtotal	(22,615,784)
SH 288 Concession	(22,322,037)
Montgomery County - PTF Escrow Account	(64,109,792)
Houston Restricted Funds - Subtotal	(86,431,829)
MIP - Army	(4,948,167)
Military Installation Program Subtotal	(4,948,167)
Collections for Conferences and Seminars	(2,519,135)
Operating SHF Cash Balance*	\$ 2,561,434,130
Less Reserved funds:	
Proposition 1 - Non-Tolled Project Development & Delivery	353,510,480
Proposition 7 - Non-Tolled Project Development & Delivery	(2,481,848,425)
Traditional Operating SHF Cash Balance	\$ 433,096,186
Cash Reserved for Payroll	(112,452,042)
Remaining Balance for Operations	\$ 320,644,144



*Through August 2025, TxDOT has \$29.5 billion of obligations left to pay on active projects; \$26.4 billion of design-bid-build contracts and \$3.1 billion of design-build contracts.

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

	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	FY 2036
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Beginning Balance Traditional SHF	628,093,154	953,872,294	2,804,009,668	433,096,186	579,921,295	231,099,741	50,381,443	(747,774,796)	(1,678,322,480)	(1,954,233,462)	(2,735,495,337)	(3,044,672,900)	(3,770,493,527)	(3,876,756,355)
Beginning Balance Proposition 1	2,481,120,015	4,138,476,603	1,445,736,539	(353,510,481)	(1,076,411,404)	(1,267,771,172)	(682,499,848)	(449,551,988)	3,463,560	706,665,395	1,288,073,761	1,615,316,319	1,924,819,770	2,014,377,198
Beginning Balance Proposition 7	4,666,103,456	4,384,195,992	2,822,993,470	2,481,848,424	682,113,952	(642,810,989)	(1,406,457,104)	(1,701,050,325)	(1,667,474,110)	(1,317,909,329)	(634,274,721)	133,254,605	1,173,954,336	2,222,036,627
Beginning Balance	7,775,316,626	9,476,544,889	7,072,739,677	2,561,434,130	185,623,843	(1,679,482,420)	(2,038,575,508)	(2,898,377,109)	(3,342,333,030)	(2,565,477,396)	(2,081,696,297)	(1,296,101,976)	(671,719,421)	359,657,470
Revenues														
State Gas Tax	2,820,607,781	2,812,521,319	2,839,276,371	2,889,956,000	2,941,578,000	2,994,163,000	3,045,594,000	3,095,566,000	3,142,283,000	3,187,074,000	3,229,852,000	3,273,365,000	3,314,831,000	3,352,303,000
Registration Fees	1,636,503,126	1,684,427,479	1,804,523,540	1,888,239,405	1,943,904,454	1,994,467,165	2,039,801,000	2,089,308,000	2,143,255,000	2,201,847,000	2,265,246,000	2,333,550,000	2,406,754,000	2,484,795,000
FHWA Reimbursements	3,833,048,613	4,744,566,580	5,408,028,794	5,289,429,587	5,028,312,189	4,591,922,703	4,890,858,784	4,703,235,241	4,677,454,496	4,614,381,629	4,590,570,677	4,496,660,513	4,605,428,061	4,589,623,820
Other Fed Reimbursements	225,019,237	220,381,813	266,534,258	217,118,087	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	220,186,000
Oil & Natural Gas Tax (Prop 1) Transfer In ²	3,637,494,353	3,056,162,692	2,739,804,527	2,524,238,571	2,644,554,000	2,952,685,000	2,294,051,000	2,294,051,000	2,294,051,000	2,294,051,000	2,294,051,000	2,294,051,000	2,294,051,000	2,294,051,000
Oil & Natural Gas Tax (Prop 1) Interest	164,220,507	226,656,370	58,216,859	15,283,874	7,259,603	11,988,348	15,234,868	23,830,745	44,303,842	71,178,889	90,617,449	104,679,209	113,819,400	110,394,398
Sales & Use/Rental Tax (Prop 7) Transfer In ²	3,124,353,308	3,128,770,432	3,214,066,628	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	4,533,948,280
Sales & Use/Rental Tax (Prop 7) Interest	130,247,416	158,789,084	75,569,567	37,001,074	3,096,689	-	-	-	-	-	-	1,366,201	18,781,348	48,889,112
Other	616,799,329	677,039,146	710,169,795	2,376,653,592	620,651,358	618,515,164	473,688,659	479,119,000	484,809,000	490,582,000	496,439,000	502,381,000	508,411,000	514,530,000
Total Revenues	16,188,293,670	16,709,314,915	17,116,190,340	18,376,721,291	16,598,708,922	16,695,052,521	16,418,595,708	16,478,936,453	16,721,164,828	16,942,364,132	17,205,678,921	17,408,391,558	17,836,022,076	18,148,720,610
Available Funds	23,963,610,296	26,185,859,804	24,188,930,017	20,938,155,421	16,784,332,765	15,015,570,101	14,380,020,200	13,580,559,344	13,378,831,797	14,376,886,736	15,123,982,625	16,112,289,582	17,164,302,655	18,508,378,081
Expenses														
Research	24,811,041	25,942,627	26,989,807	30,437,520	29,577,051	29,600,000	29,600,000	29,600,000	29,600,000	29,600,000	29,600,000	29,600,000	29,600,000	29,600,000
Engineering	780,616,792	1,092,754,472	920,786,563	949,158,286	1,178,560,840	1,201,294,395	1,238,337,047	1,091,200,000	1,091,200,000	1,091,200,000	1,091,200,000	1,091,200,000	1,091,200,000	1,091,200,000
Right-of-Way	564,627,436	508,591,198	380,711,147	463,425,604	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	357,438,832
Plan	1,370,055,269	1,627,288,297	1,328,487,517	1,443,021,410	1,817,029,187	1,548,023,758	1,688,878,284	1,539,717,160	1,537,380,949	1,537,933,735	1,432,145,520	1,433,105,836	1,481,041,006	1,478,238,832
Build	1,948,702,353	2,055,225,806	4,589,282,110	2,906,919,226	2,307,065,026	1,836,246,328	2,065,066,013	1,898,355,989	1,783,466,409	1,775,086,581	1,634,797,522	1,631,766,757	1,635,533,705	1,602,017,712
Maintain	4,144,511,803	3,041,342,783	5,912,568,214	6,476,105,034	5,373,816,570	5,341,379,027	5,620,467,233	5,774,839,709	5,292,063,924	5,672,371,690	5,349,577,441	5,590,832,311	5,292,868,522	5,637,925,334
Use	163,175,816	186,942,646	205,204,699	190,183,213	195,380,943	195,427,000	195,427,000	195,427,000	195,427,000	195,427,000	195,427,000	195,427,000	195,427,000	195,427,000
Manage	395,140,350	419,805,365	418,515,159	491,277,972	484,121,216	484,081,000	484,081,000	484,081,000	484,081,000	484,081,000	484,081,000	484,081,000	484,081,000	484,081,000
Proposition 1 Project Development & Delivery ¹	2,144,358,272	5,975,559,126	4,597,268,405	3,262,423,369	2,843,173,371	2,379,402,024	2,076,338,009	1,864,866,196	1,635,153,008	1,783,821,522	2,057,425,892	2,089,226,758	2,318,312,971	2,618,952,298
Proposition 7 Project Development & Delivery ¹	3,260,742,235	4,591,331,444	3,383,701,054	4,721,050,023	4,268,063,316	3,829,843,999	3,491,677,905	3,302,142,706	3,131,706,743	2,950,216,839	3,025,699,131	2,921,041,307	3,106,402,283	3,488,073,840
Prop 14 Debt Service	237,844,929	400,000,000	378,175,280	386,029,800	400,773,697	400,567,760	400,240,806	399,892,668	206,260,078	179,722,867	145,207,125	145,206,625	-	-
Prop 12 Debt Service from Proposition 7	275,765,954	257,430,594	247,080,187	254,486,623	249,125,114	244,927,256	242,096,713	237,921,547	233,550,966	229,212,168	225,488,338	221,777,798	218,057,041	213,912,533
Short-Term Borrowing Debt Service	-	-	61,403	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Inflation/Additional Programs	-	-	-	-	-	215,675,531	434,254,242	644,467,133	862,713,579	1,066,866,577	1,285,041,687	1,484,985,268	1,484,985,268	1,484,985,268
TxDOT State Highway Fund Total	13,940,296,980	18,554,926,062	21,060,344,028	20,131,996,670	17,939,048,441	16,476,073,683	16,699,027,204	16,342,211,108	15,362,303,655	15,875,239,979	15,835,390,656	16,197,950,659	16,217,208,797	17,204,113,816
Other Agencies and Fund Transfers ³	142,691,577	135,262,259	129,056,733	128,385,000	129,032,600	130,317,926	131,616,105	132,927,266	134,251,539	135,589,054	136,939,945	138,304,344	139,682,388	141,074,212
Other Agencies for TxDOT	404,076,848	422,931,806	438,095,127	492,149,908	395,734,144	447,754,000	447,754,000	447,754,000	447,754,000	447,754,000	447,754,000	447,754,000	447,754,000	447,754,000
Total Expenses	14,487,065,404	19,113,120,126	21,627,495,887	20,752,531,577	18,463,815,185	17,054,145,609	17,278,397,309	16,922,892,374	15,944,309,194	16,458,583,033	16,420,084,601	16,784,009,003	16,804,645,185	17,792,942,028
Ending Balance Traditional SHF	953,872,294	2,804,009,668	433,096,186	579,921,295	231,099,741	50,381,443	(747,774,796)	(1,678,322,480)	(1,954,233,462)	(2,735,495,337)	(3,044,672,900)	(3,770,493,527)	(3,876,756,355)	(4,187,321,893)
Ending Balance Proposition 1	4,138,476,603	1,445,736,539	(353,510,481)	(1,076,411,404)	(1,267,771,172)	(682,499,848)	(449,551,988)	3,463,560	706,665,395	1,288,073,761	1,615,316,319	1,924,819,770	2,014,377,198	1,799,870,299
Ending Balance Proposition 7	4,384,195,992	2,822,993,470	2,481,848,424	682,113,952	(642,810,989)	(1,406,457,104)	(1,701,050,325)	(1,667,474,110)	(1,317,909,329)	(634,274,721)	133,254,605	1,173,954,336	2,222,036,627	3,102,887,647
Ending Balance	9,476,544,889	7,072,739,677	2,561,434,130	185,623,843	(1,679,482,420)	(2,038,575,508)	(2,898,377,109)	(3,342,333,030)	(2,565,477,396)	(2,081,696,297)	(1,296,101,976)	(671,719,421)	359,657,470	715,436,053

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

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

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
September 2025 Cash Forecast**

						Base Case										
	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	FY 2036		
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast		
Beginning Balance - SH 121 ¹	503,608,101	598,004,802	614,432,415	598,391,652	602,808,018	612,850,753	654,479,005	698,785,850	746,246,470	797,064,201	851,055,841	908,454,547	970,284,259	1,036,708,982		
Beginning Balance - SH 161 ²	5,938,996	6,043,458	6,365,767	9,857,985	10,008,285	10,180,189	10,359,552	10,591,826	11,051,440	11,530,999	12,031,367	12,553,448	13,098,183	13,666,557		
Beginning Balance - NTE Seg 1 & 2	36,503,450	44,550,067	49,419,545	60,022,346	62,626,925	65,344,526	68,180,053	71,138,623	74,225,575	77,446,482	80,807,155	84,313,659	87,972,322	91,789,748		
Beginning Balance - NTE Seg 3A & 3B	5,595,820	13,145,657	39,823,394	73,194,899	76,371,080	79,685,088	83,142,901	86,750,762	90,515,180	94,442,949	98,541,158	102,817,202	107,278,799	111,934,000		
Beginning Balance - I-635 (LBJ)	21,840,360	28,238,278	37,122,363	46,931,539	48,968,062	51,092,957	53,310,058	55,623,367	58,037,059	60,555,489	63,183,203	65,924,943	68,785,656	71,770,505		
Beginning Balance - I-635E	13,255,275	13,852,007	14,590,076	15,280,170	15,943,230	16,635,063	17,356,916	18,110,093	18,895,953	19,715,914	20,571,457	21,464,124	22,395,527	23,367,347		
Beginning Balance - Midtown Express	-	65,735,409	88,055,598	124,333,317	129,728,573	135,357,948	141,231,601	147,360,133	153,754,603	160,426,551	167,388,018	174,651,567	182,230,308	190,137,916		
Beginning Balance - DFW Connector	-	7,467,068	8,875,981	10,245,178	10,689,752	11,153,617	11,637,611	12,142,608	12,669,518	13,219,293	13,792,924	14,391,447	15,015,942	15,667,536		
Beginning Balance	586,742,002	777,036,746	858,685,138	938,257,085	957,143,926	982,300,140	1,039,697,698	1,100,503,261	1,165,395,798	1,234,401,878	1,307,371,121	1,384,570,936	1,467,060,995	1,555,042,591		
Revenues																
Proceeds - SH 121 ³	91,436,972	2,514	(37,766)	-	-	-	-	-	-	-	-	-	-	-		
Proceeds - NTE (1 & 2)	6,624,842	2,581,242	8,165,147	-	-	-	-	-	-	-	-	-	-	-		
Proceeds - NTE (3A & 3B)	7,210,205	25,280,206	31,080,761	-	-	-	-	-	-	-	-	-	-	-		
Proceeds - I-635 (LBJ)	5,563,142	7,389,322	8,022,779	-	-	-	-	-	-	-	-	-	-	-		
Toll Revenue - SH 121	11,083,778	12,125,402	12,564,416	14,850,000	15,575,000	16,375,000	17,175,000	18,075,000	18,950,000	19,900,000	20,925,000	21,975,000	23,850,000	25,375,000		
Toll Revenue - I-635E	111,672	42,609	20,497	-	-	-	-	-	-	-	-	-	-	-		
Toll Revenue - Midtown Express	64,727,771	18,750,484	31,786,547	-	-	-	-	-	-	-	-	-	-	-		
Toll Revenue - DFW Connector	7,352,608	1,019,545	948,508	-	-	-	-	-	-	-	-	-	-	-		
Interest - SH 121	23,843,091	29,837,828	27,754,278	25,983,642	26,174,612	26,885,673	28,707,959	30,654,419	32,739,553	34,963,461	37,326,576	39,854,712	42,574,724	45,487,221		
Interest - SH 161	213,615	322,309	426,365	422,959	429,366	436,826	444,690	459,614	479,559	500,368	522,081	544,736	568,374	593,037		
Interest - NTE Seg 1 & 2	1,421,775	2,288,236	2,437,655	2,604,579	2,717,601	2,835,527	2,958,570	3,086,953	3,220,906	3,360,673	3,506,504	3,658,664	3,817,426	3,983,077		
Interest - NTE Seg 3A & 3B	339,632	1,397,531	2,290,743	3,176,182	3,314,007	3,457,814	3,607,860	3,764,418	3,927,769	4,098,209	4,276,044	4,461,597	4,655,201	4,857,206		
Interest - I-635 (LBJ)	834,775	1,494,763	1,786,397	2,036,523	2,124,895	2,217,101	2,313,309	2,413,692	2,518,430	2,627,714	2,741,739	2,860,713	2,984,849	3,114,372		
Interest - I-635E	485,059	695,460	669,597	663,060	691,832	721,853	753,177	785,860	819,961	855,542	892,667	931,403	971,820	1,013,991		
Interest - Midtown Express	1,007,638	3,569,705	4,491,172	5,395,256	5,629,375	5,873,653	6,128,531	6,394,470	6,671,948	6,961,467	7,263,550	7,578,740	7,907,608	8,250,747		
Interest - DFW Connector	114,460	389,368	420,689	444,574	463,866	483,994	504,997	526,910	549,775	573,631	598,523	624,495	651,594	679,869		
Total Revenues	222,371,036	107,186,522	132,827,784	55,576,775	57,120,554	59,287,442	62,594,093	66,161,336	69,877,902	73,841,065	78,052,685	82,490,059	87,981,595	93,354,521		
Available	809,113,039	884,223,268	991,512,923	993,833,860	1,014,264,480	1,041,587,582	1,102,291,791	1,166,664,597	1,235,273,700	1,308,242,943	1,385,423,806	1,467,060,995	1,555,042,591	1,648,397,112		
Expenses																
Plan - SH 121	9,208,038	473,531	1,572,990	21,000,000	21,000,000	-	-	-	-	-	-	-	-	-		
Build - SH 121	22,759,102	25,064,599	54,748,700	15,417,275	10,706,877	1,632,422	1,576,114	1,268,799	871,822	871,822	852,869	-	-	-		
Build - SH 161	109,153	-	(3,065,853)	272,658	257,463	257,463	212,416	-	-	-	-	-	-	-		
Total Expenses	32,076,292	25,538,130	53,255,837	36,689,934	31,964,340	1,889,885	1,788,530	1,268,799	871,822	871,822	852,869	-	-	-		
Ending Balance - SH 121	598,004,802	614,432,415	598,391,652	602,808,018	612,850,753	654,479,005	698,785,850	746,246,470	797,064,201	851,055,841	908,454,547	970,284,259	1,036,708,982	1,107,571,204		
Ending Balance - SH 161	6,043,458	6,365,767	9,857,985	10,008,285	10,180,189	10,359,552	10,591,826	11,051,440	11,530,999	12,031,367	12,553,448	13,098,183	13,666,557	14,259,594		
Ending Balance - NTE (1 & 2)	44,550,067	49,419,545	60,022,346	62,626,925	65,344,526	68,180,053	71,138,623	74,225,575	77,446,482	80,807,155	84,313,659	87,972,322	91,789,748	95,772,825		
Ending Balance - NTE (3A & 3B)	13,145,657	39,823,394	73,194,899	76,371,080	79,685,088	83,142,901	86,750,762	90,515,180	94,442,949	98,541,158	102,817,202	107,278,799	111,934,000	116,791,206		
Ending Balance - I-635 (LBJ)	28,238,278	37,122,363	46,931,539	48,968,062	51,092,957	53,310,058	55,623,367	58,037,059	60,555,489	63,183,203	65,924,943	68,785,656	71,770,505	74,884,877		
Ending Balance - I-635E	13,852,007	14,590,076	15,280,170	15,943,230	16,635,063	17,356,916	18,110,093	18,895,953	19,715,914	20,571,457	21,464,124	22,395,527	23,367,347	24,381,338		
Ending Balance - Midtown Express	65,735,409	88,055,598	124,333,317	129,728,573	135,357,948	141,231,601	147,360,133	153,754,603	160,426,551	167,388,018	174,651,567	182,230,308	190,137,916	198,388,663		
Ending Balance - DFW Connector	7,467,068	8,875,981	10,245,178	10,689,752	11,153,617	11,637,611	12,142,608	12,669,518	13,219,293	13,792,924	14,391,447	15,015,942	15,667,536	16,347,405		
Ending Balance	777,036,746	858,685,138	938,257,085	957,143,926	982,300,140	1,039,697,698	1,100,503,261	1,165,395,798	1,234,401,878	1,307,371,121	1,384,570,936	1,467,060,995	1,555,042,591	1,648,397,112		

(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
September 2025 Cash Forecast

	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	<u>Base Case</u>	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035	FY 2036
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Beginning Balance - SH 130	34,778,324	34,451,825	26,341,048	22,615,784	11,460,172	1,840,241	7,302,793	13,459,475	20,367,863	28,067,914	37,821,074	48,564,135	60,372,746	73,334,696
Beginning Balance	34,778,324	34,451,825	26,341,048	22,615,784	11,460,172	1,840,241	7,302,793	13,459,475	20,367,863	28,067,914	37,821,074	48,564,135	60,372,746	73,334,696
<u>Revenues</u>														
Proceeds - SH130	3,159,044	4,665,131	4,820,351	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	5,473,048
Interest - SH130	3,273,098	3,315,091	2,830,834	2,538,939	2,005,715	1,782,217	1,918,116	2,080,742	2,271,952	2,514,928	2,780,164	3,082,937	3,426,517	3,814,589
Toll Revenue Sharing - SH130	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	9,923,654
Total Revenues	9,550,150	11,597,133	12,141,877	9,599,121	10,157,439	10,462,552	11,156,682	11,908,389	12,700,050	14,753,161	15,743,060	16,808,612	17,961,950	19,211,291
Available	44,328,473	46,048,957	38,482,925	32,214,905	21,617,611	12,302,793	18,459,475	25,367,863	33,067,914	42,821,074	53,564,135	65,372,746	78,334,696	92,545,987
<u>Expenses</u>														
Build - SH130	856,300	1,381,638	1,727,625	1,754,733	17,370	-	-	-	-	-	-	-	-	-
Use - SH130	9,020,349	18,326,271	14,139,516	19,000,000	19,760,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Total Expenses	9,876,649	19,707,909	15,867,141	20,754,733	19,777,370	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Ending Balance	34,451,825	26,341,048	22,615,784	11,460,172	1,840,241	7,302,793	13,459,475	20,367,863	28,067,914	37,821,074	48,564,135	60,372,746	73,334,696	87,545,987

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
September 2025 Cash Forecast

		Base Case													
		FY 2023 Actual	FY 2024 Actual	FY 2025 Actual	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	FY 2036 Forecast
Beginning Balance - SH288		9,800,469	9,275,931	22,475,537	22,322,037	23,290,668	24,301,331	25,355,851	26,456,130	27,604,153	28,801,994	30,051,813	31,355,866	32,716,506	34,136,189
Beginning Balance - Montgomery County PTF		34,086,945	58,359,910	61,297,815	64,109,792	66,891,739	69,794,405	72,823,027	75,983,072	79,280,243	82,720,489	86,310,019	90,055,312	93,963,125	98,040,513
Beginning Balance		43,887,413	67,635,841	83,773,352	86,431,829	90,182,407	94,095,736	98,178,878	102,439,202	106,884,396	111,522,482	116,361,832	121,411,177	126,679,631	132,176,702
Revenues															
Proceeds - SH288		155,882	12,409,864	80,329	-	-	-	-	-	-	-	-	-	-	-
Proceeds - Montgomery County PTF		22,801,681	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest - SH288		338,301	803,023	1,004,528	968,631	1,010,663	1,054,519	1,100,279	1,148,024	1,197,840	1,249,819	1,304,053	1,360,640	1,419,683	1,481,288
Interest - Montgomery County PTF		1,471,285	2,937,905	2,811,976	2,781,947	2,902,666	3,028,622	3,160,045	3,297,170	3,440,246	3,589,530	3,745,293	3,907,814	4,077,388	4,254,320
Total Revenues		24,767,150	16,150,793	3,896,833	3,750,578	3,913,329	4,083,142	4,260,324	4,445,194	4,638,086	4,839,349	5,049,345	5,268,454	5,497,071	5,735,608
Available		68,654,563	83,786,634	87,670,185	90,182,407	94,095,736	98,178,878	102,439,202	106,884,396	111,522,482	116,361,832	121,411,177	126,679,631	132,176,702	137,912,310
Expenses															
Build - SH288		1,018,722	13,282	1,238,356	-	-	-	-	-	-	-	-	-	-	-
Total Expenses		1,018,722	13,282	1,238,356	-	-	-	-	-	-	-	-	-	-	-
Ending Balance - SH288		9,275,931	22,475,537	22,322,037	23,290,668	24,301,331	25,355,851	26,456,130	27,604,153	28,801,994	30,051,813	31,355,866	32,716,506	34,136,189	35,617,477
Ending Balance - Montgomery County PTF		58,359,910	61,297,815	64,109,792	66,891,739	69,794,405	72,823,027	75,983,072	79,280,243	82,720,489	86,310,019	90,055,312	93,963,125	98,040,513	102,294,832
Ending Balance		67,635,841	83,773,352	86,431,829	90,182,407	94,095,736	98,178,878	102,439,202	106,884,396	111,522,482	116,361,832	121,411,177	126,679,631	132,176,702	137,912,310

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
September 2025 Cash Forecast**

	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	<u>Base Case</u> FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035	FY 2036
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Beginning Balance - MIP Army	-	-	348,989	4,948,167	2,006,231	245,703	245,703	245,703	245,703	245,703	245,703	245,703	245,703	245,703
Beginning Balance	-	-	348,989	4,948,167	2,006,231	245,703	245,703	245,703	245,703	245,703	245,703	245,703	245,703	245,703
<u>Revenues</u>														
Federal Reimbursement - MIP Army	-	420,253	4,923,206	-	-	-	-	-	-	-	-	-	-	-
Total Revenues	-	420,253	4,923,206	-	-	-	-	-	-	-	-	-	-	-
Available	-	420,253	5,272,195	4,948,167	2,006,231	245,703	245,703	245,703	245,703	245,703	245,703	245,703	245,703	245,703
<u>Expenses</u>														
Plan - MIP Army	-	71,264	324,028	-	-	-	-	-	-	-	-	-	-	-
Maintain - MIP Army	-	-	-	2,941,936	1,760,528	-	-	-	-	-	-	-	-	-
Total Expenses	-	71,264	324,028	2,941,936	1,760,528	-	-	-	-	-	-	-	-	-
Ending Balance - MIP Army	-	348,989	4,948,167	2,006,231	245,703	245,703	245,703	245,703	245,703	245,703	245,703	245,703	245,703	245,703
Ending Balance	-	348,989	4,948,167	2,006,231	245,703	245,703	245,703	245,703	245,703	245,703	245,703	245,703	245,703	245,703

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
September 2025 Cash Forecast

		<u>Base Case</u>													
		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	FY 2036
		Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Beginning Balance		386,209,913	385,638,418	404,285,758	338,457,734	119,593,984	145,697,904	185,803,319	229,808,265	275,913,455	314,830,307	355,362,946	397,108,152	439,083,268	482,713,263
<u>Revenues</u>															
	Loan Reimbursement	48,699,952	23,603,790	12,279,542	18,184,499	20,635,222	33,277,244	35,352,386	35,536,519	26,471,883	26,399,337	25,853,839	24,298,524	24,134,726	21,377,645
	Interest	12,850,552	19,576,900	16,343,601	12,951,751	5,468,698	6,828,171	8,652,560	10,568,672	12,444,968	14,133,303	15,891,366	17,676,592	19,495,270	21,378,816
Total Revenues		61,550,504	43,180,690	28,623,143	31,136,250	26,103,920	40,105,415	44,004,946	46,105,190	38,916,851	40,532,640	41,745,206	41,975,116	43,629,996	42,756,461
Available		447,760,418	428,819,108	432,908,901	369,593,984	145,697,904	185,803,319	229,808,265	275,913,455	314,830,307	355,362,946	397,108,152	439,083,268	482,713,263	525,469,725
<u>Expenses</u>															
	Build ¹	62,122,000	24,533,350	94,451,167	250,000,000	-	-	-	-	-	-	-	-	-	-
Total Expenses		62,122,000	24,533,350	94,451,167	250,000,000	-	-	-	-	-	-	-	-	-	-
Ending Balance		385,638,418	404,285,758	338,457,734	119,593,984	145,697,904	185,803,319	229,808,265	275,913,455	314,830,307	355,362,946	397,108,152	439,083,268	482,713,263	525,469,725

(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
September 2025 Cash Forecast

	Base Case														
	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	FY 2036	
	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	
Beginning Balance	459,642,979	452,786,285	483,737,658	543,520,344	471,447,785	417,957,095	439,135,515	458,728,528	500,589,254	541,153,579	595,026,291	649,928,466	705,829,998	763,626,530	
Revenues ¹															
Drivers License Fees	185,089,581	190,486,884	199,202,476	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	232,403,000	
Drivers Record Info Fees	74,565,762	74,380,049	79,997,679	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	84,862,197	
Vehicle Inspection Fees	121,699,516	120,677,690	126,927,963	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	136,111,538	
United We Stand	1,929	1,848	1,632	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	(39)	39	-	-	-	-	-	-	-	-	-	-	-	-	
Transfer in from SHF ²	125,008,109	123,871,896	128,379,233	127,260,000	128,532,600	129,817,926	131,116,105	132,427,266	133,751,539	135,089,054	136,439,945	137,804,344	139,182,388	140,574,212	
Motor Carrier Penalties	2,658,384	1,964,350	2,786,472	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	12,781,565	17,375,297	17,878,631	17,711,590	16,028,222	12,832,523	13,470,476	14,831,357	16,212,433	18,067,042	20,129,953	22,240,698	24,821,435	29,385,375	
Build America Bonds ³	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	19,637,182	
Miscellaneous	(20,300)	14,701	777,347	-	-	-	-	-	-	-	-	-	-	-	
Total Revenues	565,908,985	539,700,331	577,727,407	563,711,150	486,494,511	570,947,791	577,705,910	592,381,661	600,699,143	609,507,730	617,933,683	626,440,079	635,445,947	646,475,504	
Available	1,025,551,964	992,486,616	1,061,465,065	1,107,231,494	957,942,296	988,904,886	1,016,841,425	1,051,110,189	1,101,288,397	1,150,661,308	1,212,959,974	1,276,368,545	1,341,275,945	1,410,102,034	
Expenses															
Plan	31,394,072	12,599,714	16,270,424	110,000,000	110,000,000	64,500,000	64,500,000	64,500,000	60,000,000	55,000,000	55,000,000	55,000,000	55,000,000	55,000,000	
Build	103,185,430	52,108,480	49,220,444	71,917,769	42,552,650	4,000,000	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	43,463,243	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	46,914,000	
Debt Service	390,523,959	399,203,528	408,990,610	410,806,423	340,518,846	434,355,371	442,698,897	435,106,935	449,220,818	449,721,017	457,117,508	464,624,547	471,735,415	480,791,468	
Total Expenses	572,765,679	508,748,959	517,944,721	635,783,709	539,985,201	549,769,371	558,112,897	550,520,935	560,134,818	555,635,017	563,031,508	570,538,547	577,649,415	586,705,468	
Ending Balance	452,786,285	483,737,658	543,520,344	471,447,785	417,957,095	439,135,515	458,728,528	500,589,254	541,153,579	595,026,291	649,928,466	705,829,998	763,626,530	823,396,566	
Lowest Monthly Balance ⁴	242,234,509	210,715,339	234,293,677	293,426,260	286,770,433	152,762,674	162,946,126	188,860,505	214,216,107	251,095,934	293,401,544	336,958,012	400,836,510	555,830,279	

(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
September 2025 Cash Forecast

		<u>Base Case</u>													
		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	FY 2036
		Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
Beginning Balance		17,290,215	-	1,317,080	10,265,633	-	-	-	-	-	-	-	-	-	-
<u>Revenues</u>															
Other Federal Reimbursements		220,882,028	284,471,537	177,523,038	205,652,238	-	-	-	-	-	-	-	-	-	-
Total Revenues		220,882,028	284,471,537	177,523,038	205,652,238	-	-	-	-	-	-	-	-	-	-
Available		238,172,243	284,471,537	178,840,118	215,917,871	-	-	-	-	-	-	-	-	-	-
<u>Expenses</u>															
Engineering		1,606,759	4,393,835	4,067,633	67,329	-	-	-	-	-	-	-	-	-	-
Right-of-Way		1,369,769	-	-	-	-	-	-	-	-	-	-	-	-	-
Plan		2,976,529	4,393,835	4,067,633	67,329	-	-	-	-	-	-	-	-	-	-
Build		221,733,992	278,472,298	164,460,178	215,580,887	-	-	-	-	-	-	-	-	-	-
Use		13,461,721	288,324	46,674	269,656	-	-	-	-	-	-	-	-	-	-
Total Expenses		238,172,243	283,154,457	168,574,485	215,917,871	-	-	-	-	-	-	-	-	-	-
Ending Balance		-	1,317,080	10,265,633	-	-	-	-	-	-	-	-	-	-	-

(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.