

TxDOT Long Range Revenue Forecast

State Highway Fund

Revenues	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Vehicle Registration Fee	1,138,632,882	1,156,060,000	1,195,580,001	1,236,030,001	1,277,450,001	1,307,850,000	1,338,980,000	1,370,849,999	1,403,470,002	1,436,869,999	1,471,069,999	1,507,619,904	1,544,808,795	1,582,653,848
State Motor Fuels Tax	2,270,504,922	2,301,309,999	2,330,859,999	2,360,990,000	2,391,720,001	2,423,060,001	2,455,039,999	2,487,659,999	2,520,950,000	2,554,909,999	2,589,580,002	2,575,391,547	2,553,780,254	2,523,371,180
Lubricant Sales Tax	41,032,000	42,262,960	43,530,845	44,836,769	46,181,873	47,567,333	48,994,349	50,464,181	51,978,113	53,537,453	55,143,581	56,797,884	58,501,821	60,256,875
FHWA Reimbursements	1,909,474,944	2,968,199,712	3,045,040,000	2,929,508,915	2,963,717,641	2,625,497,228	2,643,894,927	2,659,320,370	2,575,172,795	2,576,069,158	2,627,456,477	2,615,808,113	2,501,157,888	2,517,880,768
Local Reimbursements	62,219,660	182,000,000	182,000,000	182,000,000	40,000,001	40,000,001	40,000,001	40,000,001	40,000,001	40,000,001	40,000,001	40,000,000	40,000,000	40,000,000
Miscellaneous Revenue	190,911,607	160,000,002	160,999,999	162,999,999	164,000,001	164,999,999	166,000,000	168,000,000	169,680,001	171,376,800	173,090,568	174,821,474	176,569,688	177,082,409
Depository Interest	8,208,925	9,113,189	4,321,349	6,507,576	8,644,703	9,793,943	11,296,058	10,907,554	8,788,778	6,067,208	3,356,613	-	622,225	347,188
Other Federal Funds	171,985,141	173,169,902	173,188,360	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000
Other Agency Revenue	80,096,512	85,000,001	85,000,001	85,000,001	85,000,001	85,000,001	85,000,001	85,000,001	85,000,001	85,000,001	85,000,001	85,850,001	86,708,501	87,575,586
Total	5,873,066,593	7,077,115,765	7,220,520,554	7,181,073,261	7,149,914,222	6,876,968,506	6,962,405,335	7,045,402,105	7,028,239,691	7,097,030,619	7,217,897,242	7,229,488,924	7,135,349,172	7,162,367,854

Expenditures	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Other Agencies	779,682,116	885,516,029	864,636,443	866,116,002	867,698,002	869,312,002	870,958,002	872,637,002	874,350,002	877,000,002	880,000,002	883,000,000	886,000,000	889,000,000
TxDOT Non-Letting	3,320,972,836	3,882,495,503	3,569,354,565	3,525,208,883	3,805,646,020	3,591,125,139	3,650,042,164	3,776,140,829	3,894,589,434	3,996,911,221	4,091,472,003	3,962,313,653	3,986,828,201	3,949,701,162
Total	4,100,654,952	4,768,011,532	4,433,991,008	4,391,324,885	4,673,344,022	4,460,437,141	4,521,000,166	4,648,777,831	4,768,939,436	4,783,911,223	4,878,472,005	4,749,313,653	4,773,828,201	4,736,701,162

Available for New & Existing Projects	1,772,411,641	2,309,104,233	2,786,529,546	2,789,748,376	2,476,570,200	2,416,531,365	2,441,405,169	2,396,624,274	2,259,300,255	2,313,119,396	2,339,425,237	2,480,175,271	2,361,520,971	2,425,666,692
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TMF Taxes & Fees

Revenues	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Driver's License Fees	123,953,290	114,112,000	117,558,000	119,321,000	121,111,000	122,928,000	124,772,000	126,644,000	128,544,000	130,472,000	132,429,000	134,415,000	136,431,000	138,477,000
Driver Record Info Fees	57,700,920	57,647,000	58,512,000	59,390,000	60,281,000	61,185,000	62,103,000	63,035,000	63,981,000	64,941,000	65,915,000	66,904,000	67,908,000	68,927,000
Vehicle Inspection Fees	89,004,734	90,907,000	92,929,000	94,788,000	96,684,000	98,618,000	100,590,000	102,602,000	104,654,000	106,747,000	108,882,000	111,060,000	113,281,000	115,547,000
United We Stand	4,857	2,000	2,000	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 Fees	80,043,576	76,045,000	77,565,000	79,116,000	80,698,000	82,312,000	83,958,000	85,637,000	87,350,000	89,097,000	90,879,000	92,697,000	94,551,000	96,442,000
Motor Safety Violations	1,762,577	2,100,000	2,132,000	2,196,000	2,262,000	2,299,000	2,262,000	2,296,000	2,330,000	2,365,000	2,400,000	2,436,000	2,473,000	2,511,000
Interest	10,057,709	9,102,133	9,290,546	9,499,404	9,720,445	9,954,110	10,200,793	10,457,997	10,727,031	11,008,699	11,302,776	11,604,587	11,914,991	12,237,991
Build America Bonds Subsidy	35,169,451	23,303,934	23,303,934	23,303,934	23,303,934	23,303,934	23,303,934	23,303,934	23,303,934	23,303,934	23,296,045	23,282,332	23,242,979	23,176,200
Miscellaneous	1,085,494	-	-	-	-	-	-	-	-	-	-	-	-	-
SubTotal	397,782,608	373,219,067	381,260,480	387,552,338	393,964,379	400,499,044	407,158,728	413,943,931	420,857,965	427,901,633	435,070,821	442,144,920	449,318,969	456,594,191

Expenditures	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Debt Service	327,352,346	348,463,042	352,592,917	357,213,950	361,908,236	366,653,517	371,481,405	377,057,170	382,004,847	387,433,328	392,787,309	399,252,718	405,797,356	412,446,688
Total	327,352,346	348,463,042	352,592,917	357,213,950	361,908,236	366,653,517	371,481,405	377,057,170	382,004,847	387,433,328	392,787,309	399,252,718	405,797,356	412,446,688

Available for Programs	70,430,262	24,756,025	28,667,563	30,338,388	32,056,143	33,845,527	35,677,323	36,886,761	38,853,118	40,468,305	42,283,511	42,892,201	43,521,613	44,147,502
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Other Revenue	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Prop 14 Interest	10,414,786	13,571,787	10,954,105	7,443,630	4,357,214	2,813,877	2,340,939	2,278,929	2,290,535	-	-	-	-	-
Prop 12 Interest	6,466,849	6,542,687	10,188,983	11,126,520	7,967,552	5,029,948	3,250,173	2,263,840	1,889,274	1,730,232	-	-	-	-
SH 121 Interest	20,786,119	15,274,414	11,994,486	9,056,828	6,385,586	3,530,359	2,027,356	1,077,574	613,439	621,960	665,041	669,873	674,741	679,645
SH 121 Toll Revenue Sharing	-	4,568,616	5,155,116	5,783,796	7,723,620	8,842,416	9,098,244	9,348,276	9,591,444	11,616,456	11,966,364	12,327,000	12,698,700	13,081,800
SH 130 Interest	244,158	125,681	113,554	115,694	99,015	88,110	88,387	95,745	95,978	100,316	101,876	102,616	103,362	104,113
SH 130 Toll Revenue Sharing	-	668,820	1,968,696	3,155,076	4,119,900	4,743,588	5,194,212	5,689,224	6,228,756	6,819,084	7,462,692	8,088,163	8,764,429	9,487,898
SH 161 Interest	301,664	1,251,001	1,049,677	938,576	872,280	623,751	371,255	311,209	313,333	315,472	317,625	319,786	321,962	324,153
Total	38,213,576	42,003,005	41,424,616	37,620,120	31,525,167	25,672,048	22,370,565	21,064,797	21,022,759	21,203,520	20,513,598	21,507,439	22,563,195	23,677,608

Build America Bonds Subsidies	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Prop 12	6,341,219	12,543,070	12,543,070	12,543,070	12,543,070	12,543,070	12,543,070	12,543,070	12,543,070	12,232,315	11,898,219	11,541,621	11,161,355	10,756,060
Total	6,341,219	12,543,070	12,232,315	11,898,219	11,541,621	11,161,355	10,756,060							

TxDOT SHF Letting	2,419,128,113	2,296,768,125	2,280,543,352	2,393,944,181	2,425,955,030	2,401,964,201	2,404,268,121	2,430,768,122	2,353,024,054	2,453,099,998	2,332,564,044	2,159,210,000	2,632,564,057	2,332,564,057
FHWA Obligation Authority*	2,291,439,485	2,291,848,508	2,336,627,345	2,368,329,538	2,398,740,104	2,429,747,560	2,461,372,490	2,493,625,186	2,526,536,516	2,560,106,487	2,594,365,970	2,629,314,964	2,664,994,639	2,650,392,984

*The obligation authority listed for FY2011 is what would have been expected had Texas' allocation returned to the pre-SAFETEA-LU historical rate of return. In the absence of a new Federal highway bill, Congress passed continuing resolutions that kept funding at elevated levels that required transfers of Federal general revenue into the Highway Trust Fund.

TxDOT Long Range Revenue Forecast

State Highway Fund

Revenues	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
Vehicle Registration Fee	1,621,152,286	1,660,296,858	1,700,101,037	1,740,556,365	1,781,667,554	1,823,450,675	1,865,665,432	1,908,305,458	1,951,700,623	1,995,883,706	2,040,847,202
State Motor Fuels Tax	2,482,419,890	2,437,029,037	2,386,890,120	2,331,633,242	2,270,870,310	2,204,181,272	2,169,421,079	2,141,350,418	2,119,750,833	2,104,453,468	2,095,307,690
Lubricant Sales Tax	62,064,582	63,926,519	65,844,315	67,819,644	69,854,234	71,949,861	74,108,356	76,331,607	78,621,555	80,980,202	83,409,608
FHWA Reimbursements	2,480,307,413	2,480,307,414	2,451,267,306	2,421,297,326	2,421,297,326	2,421,297,326	2,421,297,326	2,390,973,878	2,322,702,117	2,308,922,291	2,339,245,738
Local Reimbursements	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000
Miscellaneous Revenue	177,558,309	177,996,134	178,401,456	176,455,160	172,483,989	168,028,131	163,316,026	164,949,187	166,598,678	168,264,665	169,947,312
Depository Interest	412,899	726,150	981,494	1,262,983	1,450,566	1,289,965	4,186,923	2,734,518	219,121	4,339,611	5,756,617
Other Federal Funds	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000	173,200,000
Other Agency Revenue	88,451,342	89,335,855	90,229,214	91,131,506	92,042,821	92,963,249	93,892,882	94,831,811	95,780,129	96,737,930	97,705,309
Total	7,125,566,721	7,122,817,968	7,086,914,941	7,043,356,225	7,022,866,800	6,996,360,479	7,005,088,024	6,992,676,877	6,948,573,056	6,972,781,873	7,045,419,477

Expenditures

Other Agencies	787,000,000	787,000,000	787,000,000	787,000,000	787,000,000	787,000,000	787,000,000	787,000,000	787,000,000	787,000,000	787,000,000
TxDOT Non-Letting	3,920,164,530	3,919,879,874	3,919,472,535	3,915,809,903	3,910,136,854	3,753,521,626	3,947,328,461	3,997,055,711	3,714,684,711	3,838,999,712	3,963,314,712
Total	4,707,164,530	4,706,879,874	4,706,472,535	4,702,809,903	4,697,136,854	4,540,521,626	4,734,328,461	4,784,055,711	4,501,684,711	4,625,999,712	4,750,314,712

Available for New & Existing Projects

Available for New & Existing Projects	2,418,402,191	2,415,938,094	2,380,442,407	2,340,546,322	2,325,729,946	2,455,838,853	2,270,759,563	2,208,621,166	2,446,888,345	2,346,782,162	2,295,104,765
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TMF Taxes & Fees

Revenues

Driver's License Fees	140,554,000	142,662,000	144,802,000	146,974,000	149,179,000	151,417,000	153,688,000	155,993,000	158,333,000	160,708,000	163,119,000
Driver Record Info Fees	69,961,000	71,010,000	72,075,000	73,156,000	74,253,000	75,367,000	76,498,000	77,645,000	78,810,000	79,992,000	81,192,000
Vehicle Inspection Fees	117,858,000	120,215,000	122,619,000	125,071,000	127,572,000	130,123,000	132,725,000	135,380,000	138,088,000	140,850,000	143,667,000
United We Stand	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 Fees	98,371,000	100,338,000	102,345,000	104,392,000	106,480,000	108,610,000	110,782,000	112,998,000	115,258,000	117,563,000	119,914,000
Motor Safety Violations	2,510,000	2,548,000	2,586,000	2,625,000	2,664,000	2,704,000	2,745,000	2,786,000	2,828,000	2,870,000	2,913,000
Interest	11,633,592	11,717,797	11,802,613	11,888,042	11,974,090	12,060,760	12,148,058	12,235,987	12,324,553	12,413,761	12,503,613
Build America Bonds Subsidy	23,092,233	22,977,647	22,829,907	22,646,665	22,425,383	22,176,864	21,877,760	21,532,217	21,136,855	20,689,357	20,186,248
Miscellaneous	-	-	-	-	-	-	-	-	-	-	-
SubTotal	463,981,825	471,470,445	479,061,520	486,754,707	494,549,473	502,460,624	510,465,818	518,572,204	526,780,408	535,088,118	543,496,861

Expenditures

Debt Service	419,161,156	426,002,434	432,928,174	439,951,079	447,037,521	454,260,104	461,576,198	469,044,958	476,579,161	484,229,611	491,801,184
Total	419,161,156	426,002,434	432,928,174	439,951,079	447,037,521	454,260,104	461,576,198	469,044,958	476,579,161	484,229,611	491,801,184

Available for Programs

Available for Programs	44,820,669	45,468,011	46,133,346	46,803,628	47,511,952	48,200,520	48,889,620	49,527,246	50,201,247	50,858,507	51,695,678
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Other Revenue

Prop 14 Interest	-	-	-	-	-	-	-	-	-	-	-
Prop 12 Interest	-	-	-	-	-	-	-	-	-	-	-
SH 121 Interest	684,584	689,558	694,569	699,617	704,701	709,822	714,980	720,176	725,410	730,681	735,991
SH 121 Toll Revenue Sharing	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
SH 130 Interest	104,870	105,632	106,399	107,173	107,951	108,736	109,526	110,322	111,124	111,931	112,744
SH 130 Toll Revenue Sharing	10,276,208	11,135,013	12,042,299	13,005,064	14,025,660	15,061,709	16,173,743	17,367,329	18,629,782	19,979,749	21,426,511
SH 161 Interest	326,359	328,579	330,815	333,066	335,332	337,614	339,911	342,224	344,553	346,897	349,258
Total	29,308,180	30,520,022	31,787,043	33,116,399	34,510,565	39,454,241	41,022,081	42,679,951	44,415,528	46,247,678	52,467,124

Build America Bonds Subsidies

Prop 12	10,324,433	9,864,894	9,375,924	8,831,237	8,270,180	7,692,185	7,096,766	6,483,436	5,851,548	5,200,614	4,522,829
Total	10,324,433	9,864,894	9,375,924	8,831,237	8,270,180	7,692,185	7,096,766	6,483,436	5,851,548	5,200,614	4,522,829

TxDOT SHF Letting	2,332,564,057	2,332,564,057	2,332,564,057	2,332,564,057	2,332,564,057	2,332,564,057	2,332,564,057	2,332,564,057	2,332,015,595	2,332,015,595	2,332,564,057
FHWA Obligation Authority*	2,628,152,319	2,596,857,660	2,554,713,773	2,508,001,033	2,456,401,953	2,399,535,864	2,337,003,375	2,268,372,196	2,232,599,703	2,203,711,560	2,181,482,944

TxDOT Long Range Revenue Forecast

Assumptions

State Highway Fund

Revenues

Vehicle Registration Fee	Vehicle Registration fees for FY2012 are under a new fee structure effective September 1, 2011. The old fee structure had three separate rates for most vehicles while the new structure uses a single rate in between the highest and lowest fees previously applied. An \$18M reduction was made to the FY2012 projection based on a revenue analysis done by the Texas Department of Motor Vehicles. The growth rate is the 5 year average of 2.38% plus an adjustment, due to statute, which adds an additional 10% of the counties' 5% retainage each year through FY2015. Beginning in FY2016, the growth rate remains 2.38% without further additions through FY 2021. For FY2022 through FY2035, the current vehicle registration fee is projected based on growth estimates of the state's population.
State Motor Fuels Tax	For FY2012 - FY2021, diesel is projected at the average rate of Gross State Product growth (2.95%), while gasoline is projected at the average growth rate less adjustments for slowing population growth and increased fuel efficiency, which equates to 0.75%. For FY2022-FY2035, the TxDOT forecast was blended with the TRENDS model developed with TEMPO. The TRENDS model uses the vehicle miles annually traveled for both personal and commercial vehicles divided by the average fleet wide MPG for each. The resulting number is the number of gallons of fuel used annually. The number of gallons is then multiplied by the fuel tax rate and 75% the revenue is apportioned to the state highway fund.
Lubricant Sales Tax	The Comptroller determines the amount of the Lubricant Sales Tax deposit to the State Highway Fund, and the projections are from the Comptroller's Biennial Revenue Estimate for FY2012 - FY2013, with the same assumed growth rate in the future. Beginning in FY2022, the TxDOT forecast was blended with the TRENDS assumptions, which uses a 3% growth rate.
FHWA Reimbursement	Federal Highway Administration reimbursements are based on the projected federal right-of-way and engineering allocations, plus the reimbursements tied to the projected payouts generated by the Cash Forecast for construction and maintenance work. For FY2012-FY2021, existing projects were projected through to completion, and future projects were entered at the preliminary letting levels, by category, from the 2012 UTP. For FY2022-FY2035, letting levels began with the FY2021 levels and were adjusted up or down as necessary for cash flow purposes. The amounts and timing of letting was also adjusted to remain within the anticipated FHWA Obligation Authority. Reimbursements will not exactly match obligation authority in any given year because the obligation authority is the total amount we can obligate during the year, while the reimbursements are tied to progress payments over the life of the project.
Local Reimbursements	Local reimbursements are projected at the amount of match typically required each year (\$40M), plus any remaining reimbursements on local projects that have already gone to letting. Local funds beyond the required match in future years are added to the forecast at the time of the letting, and are not reflected here.
Miscellaneous Revenue	Miscellaneous revenue includes all taxes and fee revenue deposited to the State Highway Fund not specifically broken out separately above. The growth rate is assumed to be 1.0% per year.
Depository Interest	Interest is based on the projected cash balances of the State Highway Fund. Projected balances are determined through anticipated revenues and expenditures each year.
Other Federal	Other Federal Funds are reimbursement programs for Aviation, Public Transportation and Traffic Safety. Because those funds are tied to specific existing program levels, which are expected to remain constant the next few years, there is no assumption of growth.
Other Agency Revenue	FY2012 - FY2021 other agency revenue is primarily related to unmatched federal reimbursements collected by the Texas Department of Public Safety (approximately \$31M) and the Texas Department of Motor Vehicles (approximately \$35M, excluding vehicle registration fees listed separately above). The dollar amount was determined by using the average collections the last three years, which are the most recent historical years with similarity to current law and fee structures. Absent changes in law, other agency revenue tends to remain fairly constant and no growth is assumed. For FY2022-FY2035, the TxDOT forecast was blended with TRENDS and a 1% growth rate was applied.

Expenditures

Other Agencies	Other Agency expenditures are expected to continue at current appropriation levels as found in the FY 2012-2013 General Appropriations Act.
TxDOT Non-Letting	Non-letting expenditures are engineering, right-of-way, public transportation, administration, aviation, and other programs for which TxDOT receives funding. They are assumed to grow at 5% beginning in FY2014 and continue at that rate through FY2021. Beginning in FY2022, projected motor fuels tax revenue begins to decline and those programs were held at FY2021 levels through FY2032. This was necessary to ensure sufficient cash flow to provide the state match for the projected federal fund portion of letting. If state funds were not available to match the federal funds, the state would lose the federal funds. In FY2032, Proposition 14 debt service is repaid, and the revenue was partially directed back into growth and inflation. Non-letting expenditures also includes Proposition 14 Debt Service.

TMF Taxes & Fees

Revenues

Taxes and Fees	Estimates were based on the growth rates from the Comptroller's 2012-2013 Biennial Revenue Estimate, which were carried out into the future.
Build America Bonds	Determined by the debt service partial reimbursement agreement entered into with the Federal government as part of the Build America Bond Subsidy program.

Expenditures

Debt Service	Determined by the debt service repayment schedules
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Other Revenue

Interest	Interest is based on the projected cash balances of the various funds. Projected balances are determined through anticipated revenues and expenditures each year. Bond programs do not project interest after the last projected year of contractor payments, even if there is a projected balance. The timing and obligations of projects using bond proceeds will be adjusted to fully utilize them. SH 121, SH 161, and SH 130 project selection is on-going, and although interest is projected past 2021 based on balances from toll revenue sharing or proceeds, that interest will not be earned or will be significantly reduced in the likely event that most or all of the funds are utilized before then.
Toll Revenue Sharing	Toll Revenue Sharing projections were based on estimates provided by the Region and/or outside entity associated with the program.

Build America Bond Subs

Prop 12	Determined by the debt service partial reimbursement agreement entered into with the Federal government as part of the Build America Bond Subsidy program.
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TxDOT SHF Letting	Annual letting volumes represent the total dollar amounts of contracts awarded or expected to be awarded, not the actual expenditure that fiscal year. Actual expenditures for those projects will occur over time, with typical project lives spanning from 1 – 5 years. The letting schedule is refined as necessary to maintain positive cash flows for all department funds. Therefore the amount that can be let in a particular fiscal year will differ from a simple sum of the revenues as the letting amount must consider several factors including existing cash balances, existing commitments, and projected payout curves for projects to be let.
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FHWA Obligation Authority	Federal Obligation Authority is the portion of the National Highway Trust Fund (HTF) expected to be allocated to Texas to obligate projects eligible for FHWA reimbursements. The projections are based on Texas' projected contributions to the HTF, including motor fuels taxes. The contributions are then adjusted for the historical rate of return to Texas prior to SAFETEA-LU. Rates of return during SAFETEA-LU were artificially high due to large transfers from Federal General Revenue into the HTF. Those transfers are not expected to continue and projections reflect that assumption. Obligation Authority is received two years after the contributions were made to the HTF. Actual Federal reimbursements in a given year will not match the Obligation Authority for that year because they are comprised of reimbursements for progress payments made on both existing and new projects.
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