

TEXAS DEPARTMENT OF TRANSPORTATION
Annual Issuer Report
For the Period Ending August 31, 2004

Section 181.10

1. An explanation of any change during FY 2004 in the debt retirement schedule of any outstanding bond issue
n/a

2. A description of any bond issues expected during FY 2005, including type of issue, estimate amount, and expected month of sale.

TxDOT plans on issuing \$400 million in **Texas Mobility Fund Bonds** (Transportation Code, Chapter 201, Subchapter M. Obligations For Certain Highway And Mobility Projects) in April 2005 and \$300 million in **State Highway Fund Revenue Bonds** (Transportation Code, Chapter 222, Subchapter A) in March 2005.

1. Amount of debt outstanding:

First Tier Revenue Bonds (Series 2002-A)	
Series A Non-Callable Capital Appreciation Bonds	287,459,890.50
Series A Callable Capital Appreciation Bonds	154,658,891.30
Series A Current Interest Bonds	<u>707,875,000.00</u>
	1,149,993,781.80
First Tier Revenue Bonds (Series 2002-B)	
Weekly Rate Demand Bonds	150,000,000.00
Second Tier Bond Anticipation Notes (Series 2002)	<u>900,000,000.00</u>
TOTAL DEBT OUTSTANDING	<u><u>2,199,993,781.80</u></u>

2. Total debt service requirements (principal and interest) and actual debt service paid

Total FY 04 debt service requirements:

	Series 2002-A	Series 2002-B	BANS	Total FY 04 Requirements
Principal				0.00
Interest	37,161,837.50	1,155,000.00	44,309,043.75	82,625,881.25

Actual debt service paid:

	1st Tier Interest Acct.	2nd Tier Interest Acct.	TOTAL DEBT SERVICE PAID as of 8/31/04
9/2/2003	100,150.68 (Series 2002-B)		100,150.68
10/1/2003	109,602.74 (Series 2002-B)		109,602.74
11/3/2003	129,410.96 (Series 2002-B)		129,410.96
12/1/2003	121,808.22 (Series 2002-B)		121,808.22
12/3/2003		22,154,521.88 (BANS)	22,154,521.88
1/2/2004	137,207.46 (Series 2002-B)		137,207.46
1/30/2004		1,179.30 *	1,179.30
2/2/2004	117,540.98 (Series 2002-B)		117,540.98
2/17/2004	18,580,918.75 (Series 2002-A)		18,580,918.75
3/1/2004	101,844.26 (Series 2002-B)		101,844.26
4/1/2004	117,131.15 (Series 2002-B)		117,131.15
5/3/2004	134,303.28 (Series 2002-B)		134,303.28
6/1/2004	123,073.77 (Series 2002-B)		123,073.77
6/1/2004		22,154,521.88 (BANS)	22,154,521.88
7/1/2004	127,540.98 (Series 2002-B)		127,540.98
8/2/2004	132,540.98 (Series 2002-B)		132,540.98
8/16/2004	<u>18,580,918.75 (Series 2002-A)</u>		<u>18,580,918.75</u>
	<u>38,613,992.96</u>	<u>44,310,223.06</u>	<u><u>82,924,216.02</u></u>

* Prin/Interest adjustment for period 12/1/03 - 12/03/03. Payment to Bondholders should have occurred on 12/1/03. Funds were not withdrawn until 12/03/03.

3. Amount of bonds authorized but unissued:

Pursuant to the Transportation Infrastructure Finance and Innovation Act of 1998 (TIFIA), the USDOT has agreed to lend the Commission up to \$916,760,000 to pay or reimburse a portion of the Costs of the 2002 Central Texas Turnpike Project under

the Secured Loan Agreement between the Commission and the USDOT.

To evidence the Commission's obligations under a Secured Loan Agreement, the Commission has executed the 2002 TIFIA Bond as a Subordinate Lien Obligation. The Commission has not drawn on the TIFIA bonds and is not expected to draw on them until 2007 and 2008.

4. Amount of variable rate debt issued in fiscal year 2004:

None.

5. Variable rate bonds outstanding:

The Texas Transportation Commission has \$150 million of variable rate debt outstanding.

6. Information on swap agreements, including the issue name, amount, delivery and maturity dates, TIC, and swap fixed receiver or payer rate:

N/A

7. FY 04 appropriated debt service compared to actual debt service paid:

All debt service is paid out of funds held by the Trustee (non-general revenue, non-appropriated).

Submitted by: James M. Bass, Director, Finance Division, TxDOT 9/15/04