

TxDOT Long Range Revenue Forecast

State Highway Fund

Revenues	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
Vehicle Registration Fee	1,615,657,000	1,656,048,000	1,697,449,000	1,739,885,000	1,783,208,000	1,827,610,000	1,872,935,000	1,919,197,000	1,966,410,000
State Motor Fuels Tax	2,792,142,151	2,846,881,000	2,902,762,000	2,959,810,000	3,019,820,000	3,082,200,000	3,147,616,000	3,214,416,000	3,283,773,000
Lubricant Sales Tax	37,500,000	37,500,000	37,875,000	38,254,000	38,637,000	39,023,000	39,413,000	39,807,000	40,205,000
FHWA Reimbursements ¹	4,265,796,856	5,814,384,261	5,711,326,764	5,574,964,854	5,436,794,450	4,475,846,877	3,922,832,396	3,617,708,511	3,354,446,913
Local Reimbursements	233,827,425	190,706,857	190,706,857	178,147,953	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000
Miscellaneous Revenue	180,000,000	134,330,000	135,670,000	137,030,000	138,400,000	139,780,000	141,180,000	142,590,000	144,020,000
Depository Interest	3,794,540	112,888	-	-	-	-	-	-	-
Other Federal Funds	278,751,546	191,010,685	190,581,000	190,581,000	190,581,000	190,581,000	190,581,000	190,581,000	190,581,000
Other Agency Revenue	113,825,653	117,592,000	119,944,000	122,343,000	124,790,000	127,286,000	129,832,000	132,429,000	135,078,000
SubTotal	9,521,295,170	10,988,565,691	10,986,314,621	10,941,015,807	10,772,230,450	9,922,326,877	9,484,389,396	9,296,728,511	9,154,513,913

Expenditures	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
Other Agencies and Fund Transfers	35,016,785	151,450,000	144,653,785	136,459,000	138,219,967	140,003,827	141,810,876	143,641,418	145,495,756
TxDOT Non-Letting	5,599,779,790	5,666,472,083	6,066,960,614	6,074,440,800	5,747,113,879	5,501,240,732	5,652,871,231	5,786,129,340	5,907,623,017
Total	5,634,796,575	5,817,922,083	6,211,634,399	6,210,899,800	5,885,333,846	5,641,244,559	5,794,682,108	5,929,770,758	6,053,118,773
Avail. for New & Existing Projects	3,886,498,595	5,170,643,608	4,774,680,222	4,730,116,006	4,886,896,605	4,281,082,318	3,689,707,289	3,366,957,753	3,101,395,140

TMF Taxes & Fees

Revenues	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
Driver's License Fees	178,601,000	181,280,000	183,999,200	186,759,188	189,560,576	112,505,009	195,290,301	198,219,656	201,192,951
Driver Record Info Fees	71,684,000	72,401,000	73,125,010	73,856,260	74,594,823	75,340,771	76,094,179	76,855,120	77,623,672
Vehicle Inspection Fees	229,769,000	104,315,000	105,358,150	106,411,731	107,475,849	108,550,607	109,636,113	110,732,475	111,839,799
United We Stand	2,090	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Certificate of Title Fees (116,968,390)	-	-	-	-	-	-	-	-	-
Transfer In from SHF	116,634,886	133,450,000	134,451,000	135,459,000	137,219,967	139,003,827	140,810,876	142,641,418	144,495,756
Motor Safety Violations	3,290,000	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	1,641,170	3,245,358	2,166,018	1,905,186	1,721,855	2,002,815	1,586,539	1,709,271	1,906,631
Build America Bonds Subsidy	21,955,240	21,918,129	21,855,156	21,775,976	21,667,922	21,528,603	21,355,805	21,147,136	20,912,783
SubTotal	506,608,995	520,111,487	524,456,534	529,669,341	535,742,990	462,433,631	548,275,814	554,807,076	561,473,591

Expenditures	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
TxDOT Non-Letting	402,949,763	622,873,207	535,310,552	538,208,818	544,581,198	467,167,121	530,439,825	538,301,812	545,721,523
Total	402,949,763	622,873,207	535,310,552	538,208,818	544,581,198	467,167,121	530,439,825	538,301,812	545,721,523
Avail. for New & Existing Projects/Programs	103,659,232	(102,761,720)	(10,854,017)	(8,539,477)	(8,838,208)	(4,733,489)	17,835,988	16,505,264	15,752,068

Proposition 1 Oil & Gas Severance

Revenues	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
Transfer In ²	1,457,259,515	3,583,881,000	3,802,000,000	2,235,500,000	2,235,500,000	2,235,500,000	2,235,500,000	1,604,200,000	1,604,200,000
Interest	13,679,566	46,176,617	59,112,750	47,478,533	33,962,006	23,679,394	18,841,655	17,190,569	16,690,546
SubTotal	1,470,939,081	3,630,057,617	3,861,112,750	2,282,978,533	2,269,462,006	2,259,179,394	2,254,341,655	1,621,390,569	1,620,890,546

Expenditures	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
TxDOT Non-Letting	528,003,222	1,238,074,704	1,193,552,758	902,701,999	664,474,650	591,606,318	455,102,062	320,840,000	320,840,000
Total	528,003,222	1,238,074,704	1,193,552,758	902,701,999	664,474,650	591,606,318	455,102,062	320,840,000	320,840,000
Avail. for New & Existing Projects	942,935,859	2,391,982,914	2,667,559,993	1,380,276,534	1,604,987,356	1,667,573,077	1,799,239,593	1,300,550,570	1,300,050,546

Proposition 7 Sales and Use Taxes

Revenues	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
Transfer In	2,937,075,450	2,955,938,700	3,044,176,248	3,135,943,298	3,231,381,030	3,330,636,271	3,433,861,722	3,541,216,191	2,500,000,000
Interest	17,784,072	33,647,504	19,253,758	4,840,628	-	-	-	-	-
SubTotal	2,954,859,522	2,989,586,204	3,063,430,006	3,140,783,926	3,231,381,030	3,330,636,271	3,433,861,722	3,541,216,191	2,500,000,000

Expenditures	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030
TxDOT Non-Letting	862,675,806	1,059,281,723	889,089,990	1,054,150,394	789,156,414	753,470,355	684,987,982	703,068,198	740,652,443
Total	862,675,806	1,059,281,723	889,089,990	1,054,150,394	789,156,414	753,470,355	684,987,982	703,068,198	740,652,443
Avail. for New & Existing Projects	2,092,183,717	1,930,304,480	2,174,340,016	2,086,633,532	2,442,224,615	2,577,165,916	2,748,873,740	2,838,147,993	1,759,347,557

Other Revenue

SH 121 Proceeds (NTTA Loan Repayment)	11,188,547	11,488,218	11,970,723	12,473,493	12,997,380	13,543,270	14,112,087	14,704,795	-
SH 121 Interest	10,088,409	9,013,086	8,507,246	8,329,736	8,203,492	8,064,760	7,915,066	7,749,839	7,492,124
SH 121 Toll Revenue Sharing	10,466,883	12,698,700	13,081,800	17,916,160	18,261,240	18,612,960	18,971,480	19,336,920	23,236,360
SH 130 (CTRMA loan Repayment)	2,186,146	2,067,964	2,142,825	2,220,395	2,300,773	2,394,561	3,102,964	3,215,292	3,331,685
SH 130 Interest	2,241,526	2,338,964	2,275,525	2,273,801	2,272,540	2,274,530	2,258,889	2,243,353	2,228,007
SH 130 Toll Revenue Sharing	2,530,019	2,540,816	2,753,259	2,980,529	3,228,169	3,497,954	3,782,969	4,085,412	4,406,022
SH 161 Interest	27,789	60,359	-	-	-	-	-	-	-
SH 288 Interest & Proceeds	379,400	143,021	-	-	-	-	-	-	-
Total	39,108,719	40,351,128	40,731,378	46,194,114	47,263,595	48,988,035	50,143,456	51,335,611	40,694,198

Build America Bonds Subsidies

Prop 14	25,488,852	25,488,464	24,318,606	23,109,582	21,860,566	20,577,116	17,094,262	11,739,028	5,968,336
Prop 12	10,883,749	10,525,158	10,142,965	9,735,941	9,302,595	8,841,496	8,327,857	7,798,780	7,472,958
Total	36,372,600	36,013,622	34,461,571	32,845,523	31,163,161	29,418,612	25,422,119	19,537,808	13,441,294

Total Project Awards	10,213,007,727	11,805,671,476	10,343,292,033	11,099,512,232	8,278,321,147	6,955,015,708	7,124,030,311	6,143,118,192	5,773,318,681
FHWA Obligation Authority ¹	4,815,899,064	5,086,243,715	4,930,325,163	5,026,289,136	5,124,172,735	3,047,225,492	3,109,007,837	3,173,230,177	3,240,578,184

¹FHWA FY2022-FY2026 Obligation Authority projections and associated reimbursements are per the Infrastructure Investment and Jobs Act (IIJA). After FY2026, projections are based on a pre-SAFETEA-LU historical rate of return. See page four for additional information.

²FY2025 - FY2028 Proposition 1 transfers are listed at the planning purposes levels. Base forecast assumes a more conservative approach of \$1.6 billion per fiscal year due to volatility of oil and natural gas.

TxDOT Long Range Revenue Forecast

State Highway Fund

Revenues	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035	FY 2036	FY 2037	FY 2038	FY 2039
Vehicle Registration Fee	2,014,588,000	2,063,745,000	2,113,895,000	2,165,264,000	2,217,665,000	2,271,112,000	2,325,847,000	2,381,669,000	2,438,831,000
State Motor Fuels Tax	3,355,511,000	3,430,413,000	3,507,144,000	3,589,740,000	3,676,095,000	3,763,113,000	3,852,996,000	3,949,046,000	4,050,254,000
Lubricant Sales Tax	40,607,000	41,013,000	41,423,000	41,837,000	42,255,000	42,678,000	43,105,000	43,536,000	43,971,000
FHWA Reimbursements ¹	3,332,830,416	3,399,965,122	3,437,815,002	3,390,961,827	3,460,408,783	3,585,842,896	3,710,531,988	3,799,342,682	3,885,009,352
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
Miscellaneous Revenue	145,460,000	146,910,000	148,380,000	149,860,000	151,360,000	152,870,000	154,400,000	155,940,000	157,500,000
Depository Interest	-	-	-	-	-	-	-	-	-
Other Federal Funds	190,581,000	190,581,000	190,581,000	190,581,000	190,581,000	190,581,000	190,581,000	190,581,000	190,581,000
Other Agency Revenue	137,780,000	140,536,000	143,347,000	146,214,000	149,138,000	152,121,000	155,163,000	158,266,000	161,431,000
SubTotal	9,257,357,416	9,453,163,122	9,622,585,002	9,714,457,827	9,927,502,783	10,198,317,896	10,472,623,988	10,718,380,682	10,967,577,352

Expenditures

Other Agencies and Fund Transfers	147,374,201	149,277,066	151,204,667	153,157,328	155,135,373	157,139,133	159,168,942	161,225,138	163,308,065
TxDOT Non-Letting	5,894,469,938	6,171,771,069	6,244,592,996	6,280,395,304	6,423,462,685	6,657,181,057	6,818,286,408	7,015,400,683	7,175,145,685
Total	6,041,844,139	6,321,048,135	6,395,797,664	6,433,552,632	6,578,598,059	6,814,320,191	6,977,455,350	7,176,625,821	7,338,453,750

Avail. for New & Existing Projects

3,215,513,276	3,132,114,988	3,226,787,339	3,280,905,195	3,348,904,724	3,383,997,705	3,495,168,638	3,541,754,860	3,629,123,602
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TMF Taxes & Fees

Revenues

Driver's License Fees	204,210,845	207,274,008	210,383,118	213,538,865	216,741,948	219,993,077	223,292,973	226,642,367	230,042,003
Driver Record Info Fees	78,399,908	79,183,907	79,975,746	80,775,504	81,583,259	82,399,092	83,223,083	84,055,313	84,895,866
Vehicle Inspection Fees	112,958,197	114,087,779	115,228,657	116,380,944	117,544,753	118,720,201	119,907,403	121,106,477	122,317,541
United We Stand	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Certificate of Title Fees	-	-	-	-	-	-	-	-	-
Transfer In from SHF	146,374,201	148,277,066	150,204,667	152,157,328	154,135,373	156,139,133	158,168,942	160,225,138	162,308,065
Motor Safety Violations	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	1,961,450	1,912,697	2,035,197	2,696,764	3,457,994	4,695,367	4,728,036	7,146,487	7,412,457
Build America Bonds Subsidy	21,254,244	21,532,217	21,136,855	20,689,357	20,186,248	19,637,182	19,025,264	18,314,192	9,402,375
SubTotal	568,660,845	575,769,674	582,466,240	589,740,761	597,151,575	605,086,052	611,847,700	620,991,975	619,880,308

Expenditures

TxDOT Non-Letting	559,835,100	595,317,486	512,721,740	520,235,432	527,348,385	534,028,817	537,137,372	599,254,376	599,196,823
Total	559,835,100	595,317,486	512,721,740	520,235,432	527,348,385	534,028,817	537,137,372	599,254,376	599,196,823

Avail. for New & Existing Projects/Programs

8,825,745	(19,547,813)	69,744,501	69,505,329	69,803,191	71,057,235	74,710,328	21,737,598	20,683,485
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Proposition 1 Oil & Gas Severance

Revenues

Transfer In ²	1,604,200,000	1,604,200,000	1,604,200,000	1,604,200,000	1,604,200,000	-	-	-	-
Interest	16,633,041	16,686,479	16,816,528	16,947,927	17,435,398	-	-	-	-
SubTotal	1,620,833,041	1,620,886,479	1,621,016,528	1,621,147,927	1,621,635,398	-	-	-	-

Expenditures

TxDOT Non-Letting	320,840,000	320,840,000	320,840,000	320,840,000	320,840,000	-	-	-	-
Total	320,840,000	320,840,000	320,840,000	320,840,000	320,840,000	-	-	-	-

Avail. for New & Existing Projects

1,299,993,041	1,300,046,479	1,300,176,528	1,300,307,927	1,300,795,398	-	-	-	-
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Proposition 7 Sales and Use Taxes

Revenues

Transfer In	2,500,000,000	2,500,000,000	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
SubTotal	2,500,000,000	2,500,000,000	-	-	-	-	-	-	-

Expenditures

TxDOT Non-Letting	736,125,090	748,402,790	-	-	-	-	-	-	-
Total	736,125,090	748,402,790	-	-	-	-	-	-	-

Avail. for New & Existing Projects

1,763,874,910	1,751,597,210	-	-	-	-	-	-	-
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Other Revenue

SH 121 Proceeds (NTTA Loan Repayment)	-	-	-	-	-	-	-	-	-
SH 121 Interest	7,813,346	8,142,591	8,480,032	8,825,846	9,200,552	-	-	-	-
SH 121 Toll Revenue Sharing	23,683,920	24,139,900	24,604,660	25,078,420	29,842,620	-	-	-	-
SH 130 (CTRMA loan Repayment)	3,452,292	4,747,390	4,919,246	5,097,322	5,281,845	5,473,048	5,032,025	-	-
SH 130 Interest	2,212,854	2,203,003	2,158,350	2,112,822	2,066,508	2,019,537	1,969,088	1,917,357	2,019,965
SH 130 Toll Revenue Sharing	4,731,487	5,080,821	5,455,775	5,852,362	6,276,440	6,730,926	7,182,771	7,664,596	8,178,379
SH 161 Interest	-	-	-	-	-	-	-	-	-
SH 288 Interest & Proceeds	-	-	-	-	-	-	-	-	-
Total	41,893,899	44,313,705	45,618,062	46,966,771	52,667,965	14,223,511	14,183,884	9,581,953	10,198,344

Build America Bonds Subsidies

Prop 14	-	-	-	-	-	-	-	-	-
Prop 12	7,096,766	6,483,436	5,851,548	5,200,614	4,522,829	3,824,400	3,104,755	2,363,156	1,598,948
Total	7,096,766	6,483,436	5,851,548	5,200,614	4,522,829	3,824,400	3,104,755	2,363,156	1,598,948

Total Project Awards	4,489,511,082	4,564,368,018	4,756,322,726	4,846,525,026	4,296,216,665	3,764,674,968	3,870,635,190	3,976,207,392	4,086,058,276
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FHWA Obligation Authority ¹	3,309,351,066	3,380,756,466	3,454,613,187	3,531,727,355	3,610,724,540	3,695,759,943	3,784,665,364	3,874,253,368	3,966,790,986
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¹FHWA FY2022-FY2026 Obligation Authority projections and associated reimbursements are per the Infrastructure Investment and Jobs Act (IIJA). After FY2026, projections are based on a pre-SAFETEA-LU historical rate of return. See page four for additional information.

²FY2025 - FY2028 Proposition 1 transfers are listed at the planning purposes levels. Base forecast assumes a more conservative approach of \$1.6 billion per fiscal year due to volatility of oil and natural gas.

TxDOT Long Range Revenue Forecast

State Highway Fund

Revenues	FY 2040	FY 2041	FY 2042	FY 2043	FY 2044	FY 2045	FY 2046
Vehicle Registration Fee	2,497,365,000	2,557,304,000	2,618,682,000	2,681,533,000	2,746,161,000	2,812,621,000	2,880,689,000
State Motor Fuels Tax	4,155,270,000	4,262,299,000	4,371,845,000	4,484,398,000	4,599,726,000	4,718,354,000	4,839,914,000
Lubricant Sales Tax	44,411,000	44,855,000	45,304,000	45,757,000	46,215,000	46,677,000	47,144,000
FHWA Reimbursements ¹	3,976,322,891	4,078,054,842	4,177,792,383	4,222,858,552	4,385,293,657	4,482,609,873	4,588,786,852
Local Reimbursements	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000	40,000,000
Miscellaneous Revenue	159,080,000	160,670,000	162,280,000	163,900,000	165,540,000	167,200,000	168,870,000
Depository Interest	-	-	-	-	-	-	-
Other Federal Funds	190,581,000	190,581,000	190,581,000	190,581,000	190,581,000	190,581,000	190,581,000
Other Agency Revenue	164,660,000	167,953,000	171,312,000	174,738,000	178,233,000	181,798,000	185,434,000
SubTotal	11,227,689,891	11,501,716,842	11,777,796,383	12,003,765,552	12,351,749,657	12,639,840,873	12,941,418,852

Expenditures

Other Agencies and Fund Transfers	165,418,070	167,555,505	169,720,726	171,914,096	174,135,979	176,386,747	178,166,774
TxDOT Non-Letting	7,373,120,834	7,537,259,847	7,718,234,770	7,897,540,707	8,090,302,360	8,283,530,114	8,326,534,313
Total	7,538,538,904	7,704,815,352	7,887,955,497	8,069,454,803	8,264,438,339	8,459,916,861	8,504,701,088

Avail. for New & Existing Projects

3,689,150,986 3,796,901,490 3,889,840,886 3,934,310,749 4,087,311,318 4,179,924,012 4,436,717,764

TMF Taxes & Fees

Revenues

Driver's License Fees	233,492,633	236,995,023	240,549,948	244,158,197	247,820,570	251,537,879	255,310,947
Driver Record Info Fees	85,744,825	86,602,273	87,468,296	88,342,979	89,226,409	90,118,673	91,019,860
Vehicle Inspection Fees	123,540,717	124,776,124	126,023,885	127,284,124	128,556,965	129,842,535	131,140,960
United We Stand	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Certificate of Title Fees	-	-	-	-	-	-	-
Transfer In from SHF	164,418,070	166,555,505	168,720,726	170,914,096	173,135,979	175,386,747	177,666,774
Motor Safety Violations	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
Interest	8,631,998	12,835,661	17,166,268	21,630,268	26,222,975	30,947,050	37,409,497
Build America Bonds Subsidy	-	-	-	-	-	-	-
SubTotal	619,330,243	631,266,586	643,431,123	655,831,664	668,464,898	681,334,883	696,050,039

Expenditures

TxDOT Non-Letting	216,119,185	215,720,337	215,821,544	216,132,428	216,133,352	216,132,434	46,269,447
Total	216,119,185	215,720,337	215,821,544	216,132,428	216,133,352	216,132,434	46,269,447

Avail. for New & Existing Projects/Programs

403,211,058 415,546,249 427,609,580 439,699,235 452,331,546 465,202,449 649,780,592

Proposition 1 Oil & Gas Severance

Revenues

Transfer In ²	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
SubTotal	-	-	-	-	-	-	-

Expenditures

TxDOT Non-Letting	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-

Avail. for New & Existing Projects

- - - - - - -

Proposition 7 Sales and Use Taxes

Revenues

Transfer In	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
SubTotal	-	-	-	-	-	-	-

Expenditures

TxDOT Non-Letting	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-

Avail. for New & Existing Projects

- - - - - - -

Other Revenue

SH 121 Proceeds (NTTA Loan Repayment)	-	-	-	-	-	-	-
SH 121 Interest	-	-	-	-	-	-	-
SH 121 Toll Revenue Sharing	-	-	-	-	-	-	-
SH 130 (CTRMA loan Repayment)	-	-	-	-	-	-	-
SH 130 Interest	2,129,180	2,245,437	2,369,063	2,500,431	2,640,029	2,788,374	2,946,017
SH 130 Toll Revenue Sharing	8,726,228	9,310,388	9,910,302	10,548,049	11,225,979	11,946,584	12,712,521
SH 161 Interest	-	-	-	-	-	-	-
SH 288 Interest & Proceeds	-	-	-	-	-	-	-
Total	10,855,408	11,555,825	12,279,365	13,048,480	13,866,008	14,734,958	15,658,538

Build America Bonds Subsidies

Prop 14	-	-	-	-	-	-	-
Prop 12	811,475	-	-	-	-	-	-
Total	811,475	-	-	-	-	-	-

Total Project Awards 4,202,057,076 4,331,335,876 4,465,388,476 4,649,795,076 4,712,424,076 4,863,034,076 4,959,643,276

FHWA Obligation Authority¹ 4,065,677,743 4,169,874,836 4,277,992,395 4,388,182,406 4,500,963,754 4,616,840,913 4,735,575,029

¹FHWA FY2022-FY2026 Obligation Authority projections and associated reimbursements are per the Infrastructure Investment and Jobs Act (IIJA). After FY2026, projections are based on a pre-SAFETEA-LU historical rate of return. See page four for additional information.

²FY2025 - FY2028 Proposition 1 transfers are listed at the planning purposes levels. Base forecast assumes a more conservative approach of \$1.6 billion per fiscal year due to volatility of oil and natural gas.

TxDOT Long Range Revenue Forecast

Assumptions

State Highway Fund

Revenues

Vehicle Registration Fee

Vehicle Registration Fees in 2022 is up approximately 8% YoY which shows a recovery from the COVID-19 impacts in 2020. We forecast a 2.5% growth for FY2023-FY2025 similar to the Comptroller's July 2022 revised Certification Revenue Estimates (CRE), and blended with the TRENDS model in remaining years.

State Motor Fuels Tax

State Motor Fuels Tax growth rate of 1.96% for FY2023-FY2025 which is based on 1.66% 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 2.78% with both adjusted in future years to blend with the TRENDS model. The TRENDS model uses the vehicle miles annually traveled for both personal and commercial vehicles divided by the projected 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% of 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 2022-2023 CRE revision with growth of 1% after FY2023.

FHWA Reimbursement

Federal Obligation Authority (OA) is the portion of the National Highway Trust Fund (HTF) expected to be allocated to Texas to obligate projects eligible for FHWA reimbursements. FY2022 is actual OA and FY2023-FY2026 are projected based on the Infrastructure Investment and Jobs Act signed into law on November 15, 2021. FY2027-FY2046 OA projections are based on Texas' projected contributions to the HTF, including motor fuels taxes. The contributions for FY2025-FY2044 are then adjusted for the historical rate of return to Texas prior to SAFETEA-LU to determine OA for FY2027-FY2046. Obligation Authority is received two years after the contributions are 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. This line item represents those reimbursements for projected progress payments. Includes COVID funding directed toward highway construction and project development.

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 been awarded. 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. Higher projections in FY2022 are due to other state agency and federal reimbursements.

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 Funds

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. FY2022 includes COVID funding directed toward public transportation and aviation services.

Other Agency Revenue

Since FY2016, most other agency revenue is no longer deposited to the State Highway Fund due to legislation from the 84th Legislative Session moving those agencies' appropriations to General Revenue and out of the State Highway Fund. The remaining dollar amounts are for Special Vehicle Permit fees and Motor Vehicle Certificates collected by the TxDMV as projected by the 2022-2023 CRE revision with a growth rate of 2% for future years.

Expenditures

Other Agencies and Fund Transfers

Includes Cost Allocation Program (SWCAP) and SHF transfers to the Texas Mobility Fund beginning in FY 2022 pursuant to HB 4472, 87th Legislature in replacement of the Certificate of Title Fees. During FY2022 had a \$117 million reclassification of certain prior years' Certificate of Title Fees to Vehicle Inspection Fees which created a refund from TCEQ to the SHF for the same amount.

TxDOT Non-Letting

Non-letting expenditures are engineering, right-of-way, public transportation, administration, aviation, existing non-traditional projects, and other programs for which TxDOT receives funding. The 2022-2023 General Appropriation Act expenditure levels were used as the base for the forecast. Non-letting expenditures also include State Highway Fund (Proposition 14) debt service.

TMF Taxes & Fees

Revenues

Taxes and Fees

Revenue projections were based on the 2022-2023 CRE revision and includes adjustments for Driver License Fees from the 86th Legislature, SB 616 fiscal impact. Certificate of Title Fees ended in FY2022 and pursuant to HB 4472, 87th Legislature, these are replaced with a transfer in from the State Highway Fund. During FY2022 had a \$117 million reclassification of certain prior years' Certificate of Title Fees to Vehicle Inspection Fees which created a refund from TCEQ to the SHF for the same amount.

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

TxDOT Non-Letting

Estimates for project development were added to utilize TMF taxes and fees funds while maintaining sufficient balances to fulfill TMF bond debt service requirements. Also includes TMF debt service (which is determined by the debt service repayment schedules), public transportation, aviation, ITS in El Paso, other existing non-traditional projects and grants to ports and transportation infrastructure projects.

Proposition 1 Oil & Gas Severance

Revenues

Transfer In

The FY2022-FY2024 transfers are projected based on the 2022-2023 CRE revision. FY2025 – FY2035 transfers will depend upon future oil and gas production tax revenue levels along with future legislative action. Due to its volatility, for planning purposes, FY2025 - FY2028 are presented as a scenario based on a five year average of actual and potential transfers (FY2020-FY2024) and exclude the highest/lowest transfers within that five year period. After FY2028, transfers are based on a ten year average of actual and projected transfers (FY2015-FY2024) and also exclude highest/lowest transfers within that ten year period. Proposition 1 transfers are set to expire in FY2035 per provisions in SB 962, 86th Legislature.

Expenditures

TxDOT Non-Letting

Assumes 20% of the total transfer amount is available for project development and 80% for letting. Also includes expenditures for existing non-traditional projects.

Proposition 7 Sales and Use Taxes

Revenues

Transfer In

Section 7-c(a) directs the Comptroller to deposit to the credit of the SHF \$2.5 billion of the net revenue derived from the state sales and use tax under Chapter 151 of the Tax Code in excess of \$28 billion. FY2022 – FY2024 transfers were estimated according to the 2022-2023 CRE revision. FY2024 – FY2032 assume the full \$2.5 billion per year transfer from sales and use taxes. This provision is set to expire in FY2032. Section 7-c(b) directs the Comptroller to deposit to the credit of the SHF 35 percent of the revenues collected from the tax imposed on the sale, use, or rental of a motor vehicle under Chapter 152 of the Tax Code that exceed \$5 billion. FY2022 – FY2024 transfers were estimated according to the 2022-2023 CRE revision and growth of 4% after that. This provision is set to expire in FY2029.

Expenditures

TxDOT Non-Letting

Assumes 20% of the total transfer amount is available for project development and 80% for letting. Proposition 7 pays the Proposition 12 debt service thru FY2023 per the 2022-23 General Appropriations Act, and for forecast purposes, it is assumed this will continue through the final year of Proposition 7 revenue transfers in FY2032.

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. 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 unless toll revenue sharing or loan repayments extend beyond FY2035, interest is not projected on balances past FY2035 (SH 121) and FY2023 (SH161), based on 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 Subsidies

Prop 14

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; available only for debt service.

Determined by the debt service partial reimbursement agreement entered into with the Federal government as part of the Build America Bond Subsidy program; available only for debt service.

Total Project Awards

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. The amounts listed include estimates for all TxDOT fund sources, including Propositions 1 and 7.

FHWA Obligation Authority

Federal Obligation Authority (OA) is the portion of the National Highway Trust Fund (HTF) expected to be allocated to Texas to obligate projects eligible for FHWA reimbursements. FY2022 is actual OA and FY2023-FY2026 are projected based on the Infrastructure Investment and Jobs Act signed into law on November 15, 2021. FY2027-FY2046 OA projections are based on Texas' projected contributions to the HTF, including motor fuels taxes. The contributions for FY2025-FY2044 are then adjusted for the historical rate of return to Texas prior to SAFETEA-LU to determine OA for FY2027-FY2046. Obligation Authority is received two years after the contributions are 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.