

TEXAS DEPARTMENT OF TRANSPORTATION
Semi-Annual Issuer Report
Prepared for the Bond Review Board
For the Period September 1, 2010 to February 28, 2011

II. CREDIT RATINGS

GENERAL OBLIGATION BONDS

Self-Supporting General Obligation Bonds

Texas Mobility Fund General Obligation Bonds

Series	Issue Date	Moody's	Standard & Poor's	Fitch
Series 2005-A	6/8/2005	Aaa	AA+	AAA
Series 2005-B	6/8/2005	Aaa/VMIG3	AA+/A-2	AAA/F1+
Series 2006	6/8/2006	Aaa	AA+	AAA
Series 2006-A	10/31/2006	Aaa	AA+	AAA
Series 2006-B	12/13/2006	Aaa/VMIG1	NR	AAA/F1+
Series 2007	6/21/2007	Aaa	AA+	AAA
Series 2008	2/28/2008	Aaa	AA+	AAA
Series 2009A	8/26/2009	Aaa	AA+	AAA

Non Self-Supporting General Obligation Bonds

State of Texas Highway Improvement General Obligation (Prop 12) Bonds

Series	Issue Date	Moody's	Standard & Poor's	Fitch
Series 2010A	9/29/2010	Aaa	AA+	AAA
Series 2010B	9/29/2010	Aaa	AA+	AAA

NON-GENERAL OBLIGATION BONDS

Self-Supporting Non-General Obligation Bonds

Central Texas Turnpike System Revenue Bonds

Series	Issue Date	Moody's	Standard & Poor's	Fitch
Series 2002-A	8/29/2002	Baa1	BBB+	BBB+
Series 2009	3/5/2009	Baa1	BBB+	BBB+

State Highway Fund Revenue Financing Program

Series	Issue Date	Moody's	Standard & Poor's	Fitch
Series 2006	5/3/2006	Aaa	AAA	NR
Series 2006-A	11/21/2006	Aaa	AAA	NR
Series 2006-B	11/8/2006	Aaa/VMIG1	AAA/A-1+	NR
Series 2007	10/25/2007	Aaa	AAA	NR
Series 2008	8/19/2008	Aaa	AAA	NR
Series 2010	8/5/2010	Aaa	AAA	NR

State Highway Fund Revenue Commercial Paper Notes, Series A

Series	Issue Date	Moody's	Standard & Poor's	Fitch
Notes Series A	8/19/2009	P-1	A-1+	NR

III. AUTHORIZED DEBT

GENERAL OBLIGATION BONDS

Self-Supporting General Obligation Bonds

Texas Mobility Fund General Obligation Bonds

<u>Authorized but Unissued Debt</u>		<u>Legal Reference</u>
Authorization	\$ 6,400,000,000	Texas Constitution, Article III Section 49-k
Authorization Used*	<u>6,316,209,369</u>	Transportation Code, Ch 201, Subchapter M
Amount Remaining	\$ 83,790,631	

*Authorization Used consists of principal issued plus premium. However, premium was not counted towards authorization until issuance of Series 2008 bonds.

Non Self-Supporting General Obligation Bonds

State of Texas Highway Improvement General Obligation (Prop 12) Bonds

<u>Authorized but Unissued Debt</u>		<u>Legal Reference</u>
Authorization	\$ 5,000,000,000	Texas Constitution, Article III Section 49-p
Authorization Used**	<u>999,997,536</u>	Transportation Code, Section 222.004
Amount Remaining	\$ 4,000,002,464	

**Authorization Used consists of principal plus premium.

NON-GENERAL OBLIGATION BONDS

Self-Supporting Non-General Obligation Bonds

Central Texas Turnpike System Revenue Bonds

<u>Authorized but Unissued Debt</u>	<u>Legal Reference</u>
Not applicable	Transportation Code, Ch 228

State Highway Fund Revenue Financing Program

<u>Authorized but Unissued Debt</u>	<u>Legal Reference</u>
Authorization	\$ 6,000,000,000
Authorization Used***	<u>4,599,332,874</u>
Amount Remaining	\$ 1,400,667,126

***Authorization Used consists of principal issued plus premium less underwriters discount less cost of issuance.

State Highway Fund Revenue Commercial Paper Notes, Series A

<u>Authorized but Unissued Debt</u>	<u>Legal Reference</u>
Not applicable	Texas Constitution, Article III Section 49-m
	Transportation Code Section 201.115

IV. OUTSTANDING DEBT

A. SUMMARY OF DEBT OUTSTANDING AS OF 2/28/2011

	CUSIP	Outstanding Principal	Interest Payable	Total Debt Service Due	Federal Subsidy	Net Debt Service
GENERAL OBLIGATION BONDS						
Self-Supporting General Obligation Bonds						
Texas Mobility Fund General Obligation Bonds						
Series 2005-A Fixed Rate Bonds	882721-B,C,G,J,W-xx	\$818,335,000	\$598,250,611	\$1,416,585,611	NA	\$1,416,585,611
Series 2005-B Variable Rate Bonds ¹	882721BP7	85,400,000	11,829,397	97,229,397	NA	97,229,397
Series 2006 Fixed Rate Bonds	882721-K,L,M-xx	693,030,000	529,864,650	1,222,894,650	NA	1,222,894,650
Series 2006-A Fixed Rate Bonds	882721-N,P,U,Y-xx	1,038,380,000	902,506,600	1,940,886,600	NA	1,940,886,600
Series 2006-B Variable Rate Bonds ¹	882721RM7	150,000,000	10,139,232	160,139,232	NA	160,139,232
Series 2007 Fixed Rate Bonds	882721-U,V-xx	1,004,685,000	1,035,393,069	2,040,078,069	NA	2,040,078,069
Series 2008 Fixed Rate Bonds	882721-P,Q,R,S-xx	1,099,000,000	966,718,475	2,065,718,475	NA	2,065,718,475
Series 2009A Fixed Rate Taxable BABs	882722Kxx	1,208,495,000	1,778,100,224	2,986,595,224	(622,335,078)	2,364,260,145
TOTAL TMF General Obligation Bonds		\$6,097,325,000	\$5,832,802,258	\$11,930,127,258	(\$622,335,078)	\$11,307,792,180
Subtotal Self-Supporting G.O. Bonds		\$6,097,325,000	\$5,832,802,258	\$11,930,127,258	(\$622,335,078)	\$11,307,792,180
Non Self-Supporting General Obligation Bonds						
Texas Highway Improvement General Obligation Bonds						
Series 2010A Fixed Rate Taxable BABs	882722Vxx	\$815,420,000	\$741,406,084	\$1,556,826,084	(259,492,129)	\$1,297,333,955
Series 2010B Fixed Rate Bonds	882722V,Wxx	162,390,000	35,474,347	197,864,347	NA	197,864,347
TOTAL TMF General Obligation Bonds		\$977,810,000	\$776,880,431	\$1,754,690,431	(\$259,492,129)	\$1,495,198,301
Subtotal Non Self-Supporting G.O. Bonds		\$977,810,000	\$776,880,431	\$1,754,690,431	(\$259,492,129)	\$1,495,198,301
TOTAL GENERAL OBLIGATION BONDS		\$7,075,135,000	\$6,609,682,688	\$13,684,817,688	(\$881,827,208)	\$12,802,990,481
NON-GENERAL OBLIGATION BONDS						
Self-Supporting Non-General Obligation Bonds						
Central Texas Turnpike System Revenue Bonds						
Series 2002-A CIBs	882762-A,B-xx	\$707,875,000	\$1,091,045,256	\$1,798,920,256	NA	\$1,798,920,256
Series 2002-A CABs ^{2,3}	882762-A,B-xx	711,094,710	1,265,995,290	1,977,090,000	NA	1,977,090,000
Series 2009 Refunding Put Bonds	88283KAA6	149,275,000	230,070,094	379,345,094	NA	379,345,094
TIFIA Loan ^{2,3}		1,014,501,832	1,779,630,553	2,794,132,385	NA	2,794,132,385
TOTAL CTTS Revenue Bonds		\$2,582,746,542	\$4,366,741,194	\$6,949,487,736	NA	\$6,949,487,736
State Highway Fund Revenue Bonds						
Series 2006 Fixed Rate Bonds	88283L-A,B-xx	\$519,065,000	\$233,838,700	\$752,903,700	NA	\$752,903,700
Series 2006-A Fixed Rate Bonds	88283LCxx	753,200,000	300,668,363	1,053,868,363	NA	1,053,868,363
Series 2006-B Variable Rate Bonds ¹	88283LBX3	100,000,000	7,115,063	107,115,063	NA	107,115,063
Series 2007 Fixed Rate Bonds	88283L-D,E-xx	1,157,800,000	557,402,063	1,715,202,063	NA	1,715,202,063
Series 2008 Fixed Rate Bonds	88283L-G,H-xx	157,590,000	82,758,438	240,348,438	NA	240,348,438
Series 2010 Fixed Rate Bonds	88283LHT6, LHU3	1,500,000,000	1,355,061,849	2,855,061,849	(474,271,647)	2,380,790,202
TOTAL SHF Revenue Bonds		\$4,187,655,000	\$2,536,844,474	\$6,724,499,474	(\$474,271,647)	\$6,250,227,827
Subtotal Self-Supporting Non-G.O. Bonds		\$6,770,401,542	\$6,903,585,668	\$13,673,987,210	(\$474,271,647)	\$13,199,715,563
TOTAL NON-GENERAL OBLIGATION BONDS		\$6,770,401,542	\$6,903,585,668	\$13,673,987,210	(\$474,271,647)	\$13,199,715,563
TOTAL DEBT OUTSTANDING as of 2/28/2011		\$13,845,536,542	\$13,513,268,357	\$27,358,804,899	(\$1,356,098,855)	\$26,002,706,044

SUMMARY OF NOTES OUTSTANDING AS OF 2/28/2011

State Highway Fund Commercial Paper Notes	CUSIP	Outstanding Principal	Interest Payable	Total Debt Service Due	Federal Subsidy	Net Debt Service
Notes Series A		\$0	\$0	\$0	NA	\$0

¹ For variable rate bonds, interest rates reset weekly. For projection purposes, the interest rate in effect on 2/28/2011 is used. For TMF Series 2005-B and 2006-B the rates were 1.29% and 0.27%, respectively. For SHF Series 2006-B, the rate was 0.48%.

² Principal includes original principal and unpaid interest accreted through 2/15/2011

³ Interest Payable is reduced by interest accreted to principal through 2/15/2011

IV. OUTSTANDING DEBT

B. ESTIMATED ANNUAL DEBT SERVICE beginning 3/1/2011

Texas Mobility Fund General Obligation Bonds

FY	Series 2005-A		Series 2005-B*		Series 2006		Series 2006-A		Series 2006-B*	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2011	16,995,000	19,637,851	3,085,000	538,676	14,115,000	17,114,525	2,275,000	24,863,250	-	202,500
2012	17,845,000	38,425,953	3,185,000	1,049,384	14,785,000	33,557,113	3,215,000	49,635,500	-	405,000
2013	18,735,000	37,533,703	3,290,000	1,005,422	15,485,000	32,859,913	4,185,000	49,506,900	-	405,000
2014	19,670,000	36,596,953	3,400,000	963,676	16,225,000	32,115,563	5,115,000	49,339,500	-	405,000
2015	20,655,000	35,613,453	3,510,000	919,342	16,940,000	31,405,038	6,045,000	49,134,900	-	405,000
2016	21,690,000	34,580,703	3,625,000	874,628	17,770,000	30,572,038	6,955,000	48,893,100	-	405,000
2017	22,775,000	33,496,203	3,745,000	825,322	18,630,000	29,714,163	8,895,000	48,614,900	-	405,000
2018	23,660,000	32,607,978	3,870,000	777,437	19,560,000	28,782,663	12,490,000	48,170,150	-	405,000
2019	24,605,000	31,661,578	4,000,000	726,954	20,540,000	27,804,663	16,305,000	47,545,650	-	405,000
2020	25,590,000	30,677,378	4,130,000	675,635	21,565,000	26,777,663	20,340,000	46,730,400	-	405,000
2021	26,640,000	29,628,188	4,265,000	620,202	22,645,000	25,699,413	24,655,000	45,713,400	-	405,000
2022	27,975,000	28,296,188	4,405,000	565,312	23,775,000	24,567,163	29,195,000	44,480,650	-	405,000
2023	29,370,000	26,897,438	4,550,000	507,862	24,965,000	23,378,413	34,015,000	43,020,900	-	405,000
2024	30,840,000	25,428,938	4,700,000	449,113	26,215,000	22,130,163	39,105,000	41,320,150	-	405,000
2025	32,385,000	23,886,938	4,855,000	386,755	27,525,000	20,819,413	44,530,000	39,364,900	-	405,000
2026	34,000,000	22,267,688	5,015,000	323,903	28,805,000	19,539,500	50,240,000	37,138,400	-	405,000
2027	35,700,000	20,567,688	5,180,000	258,498	30,245,000	18,099,250	56,035,000	34,877,600	-	405,000
2028	37,490,000	18,782,688	5,350,000	191,251	31,755,000	16,587,000	62,405,000	32,075,850	-	405,000
2029	39,360,000	16,908,188	5,530,000	120,986	33,345,000	14,999,250	68,865,000	29,267,625	-	405,000
2030	41,330,000	14,940,188	5,710,000	49,039	35,010,000	13,332,000	75,975,000	25,824,375	-	405,000
2031	49,295,000	12,873,688	-	-	36,760,000	11,581,500	83,055,000	22,405,500	-	405,000
2032	51,635,000	10,532,175	-	-	38,600,000	9,743,500	90,900,000	18,252,750	-	405,000
2033	54,090,000	8,079,513	-	-	40,530,000	7,813,500	99,285,000	13,707,750	-	405,000
2034	56,655,000	5,510,238	-	-	42,555,000	5,787,000	108,100,000	8,743,500	-	405,000
2035	59,350,000	2,819,125	-	-	44,685,000	3,659,250	86,200,000	3,879,000	19,890,000	387,050
2036	-	-	-	-	30,000,000	1,425,000	-	-	130,110,000	234,682
2037	-	-	-	-	-	-	-	-	-	-
2038	-	-	-	-	-	-	-	-	-	-
2039	-	-	-	-	-	-	-	-	-	-
TOTAL	\$818,335,000	\$598,250,611	\$85,400,000	\$11,829,397	\$693,030,000	\$529,864,650	\$1,038,380,000	\$902,506,600	\$150,000,000	\$10,139,232
Series Total Debt Service		\$1,416,585,611		\$97,229,397		\$1,222,894,650		\$1,940,886,600		\$160,139,232

*For variable rate bonds, the interest rate in effect on 2/28/2011 is used. For Series 2005-B and 2006-B the rates were 1.29% and 0.27%, respectively.

IV. OUTSTANDING DEBT

B. ESTIMATED ANNUAL DEBT SERVICE beginning 3/1/2011

Texas Mobility Fund General Obligation Bonds

FY	Series 2007		Series 2008		Series 2009A		Program Total Debt Service		TMF GROSS	Federal Tax	TMF NET
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	DEBT SERVICE	Subsidy	DEBT SERVICE
2011	250,000	24,379,631	2,925,000	26,649,100	-	33,291,335	39,645,000	146,676,868	186,321,868	(11,651,967)	174,669,901
2012	250,000	48,749,263	7,490,000	53,166,575	-	66,582,669	46,770,000	291,571,456	338,341,456	(23,303,934)	315,037,522
2013	250,000	48,739,263	11,245,000	52,792,075	-	66,582,669	53,190,000	289,424,944	342,614,944	(23,303,934)	319,311,010
2014	2,350,000	48,729,263	13,625,000	52,229,825	-	66,582,669	60,385,000	286,962,448	347,347,448	(23,303,934)	324,043,513
2015	5,130,000	48,635,263	15,645,000	51,548,575	-	66,582,669	67,925,000	284,244,238	352,169,238	(23,303,934)	328,865,304
2016	8,125,000	48,430,063	17,765,000	50,766,325	-	66,582,669	75,930,000	281,104,525	357,034,525	(23,303,934)	333,730,590
2017	10,890,000	48,105,063	19,465,000	49,878,075	-	66,582,669	84,400,000	277,621,394	362,021,394	(23,303,934)	338,717,459
2018	12,420,000	47,560,563	21,935,000	48,904,825	-	66,582,669	93,935,000	273,791,284	367,726,284	(23,303,934)	344,422,350
2019	14,035,000	46,939,563	23,860,000	47,808,075	-	66,582,669	103,345,000	269,474,151	372,819,151	(23,303,934)	349,515,216
2020	15,735,000	46,237,813	25,905,000	46,615,075	420,000	66,582,669	113,685,000	264,701,632	378,386,632	(23,303,934)	355,082,698
2021	17,540,000	45,451,063	28,045,000	45,319,825	730,000	66,560,128	124,520,000	259,397,217	383,917,217	(23,296,045)	360,621,173
2022	19,450,000	44,574,063	30,310,000	43,917,575	2,095,000	66,520,949	137,205,000	253,326,898	390,531,898	(23,282,332)	367,249,566
2023	21,470,000	43,601,563	32,695,000	42,402,075	3,555,000	66,408,510	150,620,000	246,621,760	397,241,760	(23,242,979)	373,998,781
2024	23,595,000	42,528,063	35,880,000	40,767,325	4,470,000	66,217,713	164,805,000	239,246,464	404,051,464	(23,176,200)	380,875,264
2025	25,840,000	41,348,313	38,565,000	38,973,325	6,100,000	65,977,808	179,800,000	231,162,451	410,962,451	(23,092,233)	387,870,218
2026	28,165,000	40,120,913	41,395,000	37,045,075	7,865,000	65,650,421	195,485,000	222,490,899	417,975,899	(22,977,647)	394,998,252
2027	30,605,000	38,783,075	44,375,000	34,975,325	9,755,000	65,228,307	211,895,000	213,194,742	425,089,742	(22,829,907)	402,259,835
2028	33,170,000	37,329,338	47,515,000	32,756,575	11,780,000	64,704,756	229,465,000	202,832,457	432,297,457	(22,646,665)	409,650,792
2029	35,865,000	35,753,763	51,500,000	30,380,825	13,230,000	64,072,523	247,695,000	191,908,159	439,603,159	(22,425,383)	417,177,776
2030	38,725,000	34,050,175	55,015,000	27,805,825	15,490,000	63,362,469	267,255,000	179,769,070	447,024,070	(22,176,864)	424,847,206
2031	41,625,000	32,307,550	58,715,000	25,055,075	17,895,000	62,507,886	287,345,000	167,136,198	454,481,198	(21,877,760)	432,603,438
2032	44,720,000	30,434,425	62,310,000	22,412,900	20,475,000	61,520,619	308,640,000	153,301,369	461,941,369	(21,532,217)	440,409,152
2033	47,895,000	28,422,025	66,090,000	19,608,950	23,175,000	60,391,013	331,065,000	138,427,750	469,492,750	(21,136,855)	448,355,896
2034	51,270,000	26,266,750	70,205,000	16,469,675	26,055,000	59,112,448	354,840,000	122,294,611	477,134,611	(20,689,357)	456,445,254
2035	66,015,000	23,765,750	75,210,000	13,134,938	28,435,000	57,674,994	379,785,000	105,320,106	485,105,106	(20,186,248)	464,918,859
2036	135,590,000	20,465,000	79,795,000	9,562,463	31,690,000	56,106,235	407,185,000	87,793,379	494,978,379	(19,637,182)	475,341,197
2037	273,710,000	13,685,500	121,520,000	5,772,200	36,825,000	54,357,898	432,055,000	73,815,598	505,870,598	(19,025,264)	486,845,333
2038	-	-	-	-	461,525,000	52,326,262	461,525,000	52,326,262	513,851,262	(18,314,192)	495,537,071
2039	-	-	-	-	486,930,000	26,863,928	486,930,000	26,863,928	513,793,928	(9,402,375)	504,391,553
TOTAL	\$1,004,685,000	\$1,035,393,069	\$1,099,000,000	\$966,718,475	\$1,208,495,000	\$1,778,100,224	\$6,097,325,000	\$5,832,802,258	\$11,930,127,258	(\$622,335,078)	\$11,307,792,180
Series Total Debt Service		\$2,040,078,069		\$2,065,718,475		\$2,986,595,224					

IV. OUTSTANDING DEBT

B. ESTIMATED ANNUAL DEBT SERVICE beginning 3/1/2011

Texas Highway Improvement General Obligation Bonds

FY	Series 2010A		Series 2010B		Program Total Debt Service		HIGO GROSS	Federal Tax	HIGO NET
	Principal	Interest	Principal	Interest	Principal	Interest	DEBT SERVICE	Subsidy	DEBT SERVICE
2011	-	18,117,768	-	3,821,697	-	21,939,464	21,939,464	(6,341,219)	15,598,246
2012	-	35,837,343	20,160,000	7,559,400	20,160,000	43,396,743	63,556,743	(12,543,070)	51,013,673
2013	-	35,837,343	21,020,000	6,701,400	21,020,000	42,538,743	63,558,743	(12,543,070)	51,015,673
2014	-	35,837,343	22,040,000	5,681,150	22,040,000	41,518,493	63,558,493	(12,543,070)	51,015,423
2015	-	35,837,343	23,120,000	4,600,150	23,120,000	40,437,493	63,557,493	(12,543,070)	51,014,423
2016	-	35,837,343	24,220,000	3,502,150	24,220,000	39,339,493	63,559,493	(12,543,070)	51,016,423
2017	-	35,837,343	25,360,000	2,359,400	25,360,000	38,196,743	63,556,743	(12,543,070)	51,013,673
2018	-	35,837,343	26,470,000	1,249,000	26,470,000	37,086,343	63,556,343	(12,543,070)	51,013,273
2019	27,720,000	35,837,343	-	-	27,720,000	35,837,343	63,557,343	(12,543,070)	51,014,273
2020	28,300,000	34,949,471	-	-	28,300,000	34,949,471	63,249,471	(12,232,315)	51,017,156
2021	28,920,000	33,994,912	-	-	28,920,000	33,994,912	62,914,912	(11,898,219)	51,016,693
2022	29,580,000	32,976,060	-	-	29,580,000	32,976,060	62,556,060	(11,541,621)	51,014,439
2023	30,290,000	31,889,587	-	-	30,290,000	31,889,587	62,179,587	(11,161,355)	51,018,231
2024	31,040,000	30,731,600	-	-	31,040,000	30,731,600	61,771,600	(10,756,060)	51,015,540
2025	31,845,000	29,498,381	-	-	31,845,000	29,498,381	61,343,381	(10,324,433)	51,018,948
2026	32,695,000	28,185,412	-	-	32,695,000	28,185,412	60,880,412	(9,864,894)	51,015,518
2027	33,605,000	26,788,354	-	-	33,605,000	26,788,354	60,393,354	(9,375,924)	51,017,430
2028	34,615,000	25,232,107	-	-	34,615,000	25,232,107	59,847,107	(8,831,237)	51,015,869
2029	35,660,000	23,629,086	-	-	35,660,000	23,629,086	59,289,086	(8,270,180)	51,018,906
2030	36,735,000	21,977,672	-	-	36,735,000	21,977,672	58,712,672	(7,692,185)	51,020,486
2031	37,840,000	20,276,474	-	-	37,840,000	20,276,474	58,116,474	(7,096,766)	51,019,708
2032	38,985,000	18,524,103	-	-	38,985,000	18,524,103	57,509,103	(6,483,436)	51,025,667
2033	40,160,000	16,718,708	-	-	40,160,000	16,718,708	56,878,708	(5,851,548)	51,027,160
2034	41,370,000	14,858,898	-	-	41,370,000	14,858,898	56,228,898	(5,200,614)	51,028,284
2035	42,630,000	12,922,369	-	-	42,630,000	12,922,369	55,552,369	(4,522,829)	51,029,540
2036	43,925,000	10,926,858	-	-	43,925,000	10,926,858	54,851,858	(3,824,400)	51,027,458
2037	45,265,000	8,870,729	-	-	45,265,000	8,870,729	54,135,729	(3,104,755)	51,030,974
2038	46,645,000	6,751,874	-	-	46,645,000	6,751,874	53,396,874	(2,363,156)	51,033,718
2039	48,065,000	4,568,422	-	-	48,065,000	4,568,422	52,633,422	(1,598,948)	51,034,474
2040	49,530,000	2,318,499	-	-	49,530,000	2,318,499	51,848,499	(811,475)	51,037,025
TOTAL	\$815,420,000	\$741,406,084	\$162,390,000	\$35,474,347	\$977,810,000	\$776,880,431	\$1,754,690,431	(\$259,492,129)	\$1,495,198,301
Series Total Debt Service		\$1,556,826,084		\$197,864,347					

IV. OUTSTANDING DEBT

B. ESTIMATED ANNUAL DEBT SERVICE beginning 3/1/2011

Central Texas Turnpike System Revenue Bonds

FY	Series 2002-A CIBs		Series 2002-A CABs		Series 2009		TIFIA Loan		Program Total Debt Service			TOTAL ANNUAL DEBT SERVICE
	Principal	Interest	Principal*	Accreted Interest**	Principal	Interest***	Principal****	Interest	Principal	Interest	Accreted Interest**	
2011	-	18,580,919	-	-	-	3,731,875	-	10,326,958	-	32,639,751	-	32,639,751
2012	-	37,161,838	2,900,319	1,604,681	-	4,105,063	-	31,690,305	2,900,319	72,957,205	1,604,681	77,462,205
2013	-	37,161,838	4,688,374	3,021,626	-	5,784,406	-	33,698,174	4,688,374	76,644,418	3,021,626	84,354,418
2014	-	37,161,838	5,818,917	4,336,083	-	7,463,750	-	35,022,513	5,818,917	79,648,100	4,336,083	89,803,100
2015	-	37,161,838	6,764,599	5,840,401	-	7,463,750	-	36,443,186	6,764,599	81,068,773	5,840,401	93,673,773
2016	-	37,161,838	13,020,687	12,784,313	-	7,463,750	-	43,188,071	13,020,687	87,813,659	12,784,313	113,618,659
2017	-	37,161,838	14,061,808	15,593,192	-	7,463,750	-	45,478,072	14,061,808	90,103,659	15,593,192	119,758,659
2018	-	37,161,838	14,855,575	18,644,425	-	7,463,750	-	47,969,486	14,855,575	92,595,074	18,644,425	126,095,074
2019	-	37,161,838	15,482,322	21,867,678	-	7,463,750	-	50,259,487	15,482,322	94,885,075	21,867,678	132,235,075
2020	-	37,161,838	15,932,864	25,267,136	-	7,463,750	-	52,759,659	15,932,864	97,385,246	25,267,136	138,585,246
2021	-	37,161,838	16,925,597	30,339,404	-	7,463,750	-	56,463,465	16,925,597	101,089,053	30,339,404	148,354,053
2022	-	37,161,838	17,683,687	35,366,313	-	7,463,750	-	59,549,723	17,683,687	104,175,311	35,366,313	157,225,311
2023	-	37,161,838	18,300,417	40,539,583	-	7,463,750	-	62,609,710	18,300,417	107,235,297	40,539,583	166,075,297
2024	-	37,161,838	18,929,309	45,695,691	-	7,463,750	-	65,622,058	18,929,309	110,247,645	45,695,691	174,872,645
2025	-	37,161,838	19,193,803	51,216,197	-	7,463,750	376,899	68,306,383	19,570,703	112,931,970	51,216,197	183,718,870
2026	-	37,161,838	23,573,802	68,136,198	-	7,463,750	11,809,968	68,285,616	35,383,770	112,911,203	68,136,198	216,431,172
2027	-	37,161,838	23,477,726	73,382,274	-	7,463,750	16,027,849	67,634,887	39,505,575	112,260,474	73,382,274	225,148,323
2028	-	37,161,838	23,303,167	78,671,833	-	7,463,750	20,515,420	66,751,752	43,818,588	111,377,340	78,671,833	233,867,760
2029	-	37,161,838	23,056,235	83,983,765	-	7,463,750	25,265,109	65,621,352	48,321,344	110,246,940	83,983,765	242,552,049
2030	-	37,161,838	22,796,883	89,228,117	-	7,463,750	30,281,580	64,229,245	53,078,463	108,854,832	89,228,117	251,161,412
2031	-	37,161,838	20,749,511	96,175,490	-	7,463,750	35,561,373	62,560,730	56,310,883	107,186,317	96,175,490	259,672,690
2032	-	37,161,838	20,287,006	101,417,994	-	7,463,750	41,106,934	60,601,298	61,393,941	105,226,886	101,417,994	268,038,820
2033	-	37,161,838	19,778,829	106,571,171	-	7,463,750	46,915,630	58,336,306	66,694,459	102,961,894	106,571,171	276,227,524
2034	-	37,161,838	19,290,312	111,544,688	-	7,463,750	53,005,284	55,751,255	72,295,596	100,376,842	111,544,688	284,217,126
2035	-	37,161,838	18,735,808	116,609,192	-	7,463,750	59,477,650	52,830,664	78,213,458	97,456,251	116,609,192	292,278,901
2036	-	37,161,838	19,130,494	127,609,506	-	7,463,750	75,702,879	49,553,445	94,833,373	94,179,033	127,609,506	316,621,912
2037	-	37,161,838	19,780,106	141,874,894	-	7,463,750	83,400,947	45,382,217	103,181,053	90,007,804	141,874,894	335,063,751
2038	134,600,000	37,161,838	3,600,625	27,649,375	-	7,463,750	91,530,543	40,786,824	229,731,168	85,412,412	27,649,375	342,792,955
2039	146,525,000	29,422,338	-	-	-	7,463,750	132,482,117	35,743,492	279,007,117	72,629,579	-	351,636,696
2040	158,755,000	21,363,463	-	-	-	7,463,750	143,380,303	28,443,727	302,135,303	57,270,939	-	359,406,243
2041	170,850,000	13,425,713	-	-	-	7,463,750	154,898,182	20,543,472	325,748,182	41,432,935	-	367,181,117
2042	97,145,000	4,883,213	-	-	149,275,000	7,463,750	217,941,603	12,008,582	464,361,603	24,355,545	-	488,717,148
TOTAL	\$707,875,000	\$1,091,045,256	\$442,118,782	\$1,534,971,218	\$149,275,000	\$230,070,094	\$1,239,680,272	\$1,554,452,114	\$2,538,949,054	\$2,875,567,464	\$1,534,971,218	\$6,949,487,736
Series Total Debt Service		\$1,798,920,256		\$1,977,090,000		\$379,345,094		\$2,794,132,385				

*The principal balance reflects the original par amount borrowed.

**Includes interest accreted throughout the life of the bonds.

***The Series 2009 bonds are in a multi-annual mode bearing interest at 2.75% until 2/15/2013; interest after that period is estimated at 5% until maturity.

****Draws on the TIFIA facility were made in 2007 and 2008 totaling \$900 million. However, per the agreement payments were deferred until 2010. Unpaid interest accrued during the deferral period and prior to principal payments (beginning in 2025) is treated as principal and increases the principal balance from the \$900 million originally drawn.

IV. OUTSTANDING DEBT

B. ESTIMATED ANNUAL DEBT SERVICE beginning 3/1/2011

State Highway Fund Revenue Bonds

FY	Series 2006		Series 2006-A		Series 2006-B*		Series 2007		Series 2008	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2011	22,030,000	12,917,550	36,415,000	18,393,713	-	240,000	45,090,000	28,747,188	5,675,000	3,949,950
2012	23,105,000	24,760,100	38,155,000	35,041,675	-	480,000	47,295,000	55,289,875	5,955,000	7,616,150
2013	24,240,000	23,623,850	40,075,000	33,133,925	-	480,000	49,585,000	53,000,125	6,255,000	7,318,400
2014	25,435,000	22,429,850	42,070,000	31,130,175	-	480,000	51,960,000	50,625,875	6,530,000	7,042,625
2015	26,680,000	21,184,850	44,185,000	29,015,250	-	480,000	54,500,000	48,084,750	6,835,000	6,735,250
2016	27,985,000	19,876,500	46,170,000	27,026,925	-	480,000	57,200,000	45,386,000	7,155,000	6,416,438
2017	29,385,000	18,479,500	48,255,000	24,949,275	-	480,000	60,035,000	42,552,250	7,490,000	6,080,238
2018	30,855,000	17,010,250	50,665,000	22,536,525	-	480,000	62,980,000	39,606,750	7,840,000	5,730,638
2019	32,395,000	15,467,500	53,200,000	20,003,275	-	480,000	66,125,000	36,457,750	8,235,000	5,338,638
2020	34,015,000	13,847,750	55,850,000	17,343,275	-	480,000	69,435,000	33,151,500	8,645,000	4,926,888
2021	35,715,000	12,147,000	58,655,000	14,550,775	-	480,000	72,905,000	29,679,750	9,080,000	4,494,638
2022	37,500,000	10,361,250	61,585,000	11,618,025	-	480,000	76,550,000	26,034,500	9,530,000	4,040,638
2023	39,380,000	8,486,250	64,660,000	8,538,775	-	480,000	80,380,000	22,207,000	10,010,000	3,564,138
2024	41,345,000	6,517,250	67,890,000	5,305,775	-	480,000	84,395,000	18,188,000	10,510,000	3,063,638
2025	43,415,000	4,450,000	45,370,000	2,081,000	25,755,000	428,072	88,615,000	13,968,250	11,060,000	2,511,863
2026	45,585,000	2,279,250	-	-	74,245,000	206,991	93,050,000	9,537,500	11,640,000	1,931,213
2027	-	-	-	-	-	-	97,700,000	4,885,000	12,250,000	1,320,113
2028	-	-	-	-	-	-	-	-	12,895,000	676,988
2029	-	-	-	-	-	-	-	-	-	-
2030	-	-	-	-	-	-	-	-	-	-
TOTAL	\$519,065,000	\$233,838,700	\$753,200,000	\$300,668,363	\$100,000,000	\$7,115,063	\$1,157,800,000	\$557,402,063	\$157,590,000	\$82,758,438
Series Total Debt Service		\$752,903,700		\$1,053,868,363		\$107,115,063		\$1,715,202,063		\$240,348,438

*For variable rate bonds, the interest rate in effect on 2/28/2011 is used. For Series 2006-B that rate was 0.48%.

IV. OUTSTANDING DEBT

B. ESTIMATED ANNUAL DEBT SERVICE beginning 3/1/2011

State Highway Fund Revenue Bonds

FY	Series 2010		Program Total Debt Service		SHF GROSS	Federal	SHF NET
	Principal	Interest	Principal	Interest	DEBT SERVICE	Tax Subsidy	DEBT SERVICE
2011	-	50,625,978	109,210,000	114,874,378	224,084,378	(17,719,092)	206,365,285
2012	-	77,226,068	114,510,000	200,413,868	314,923,868	(27,029,124)	287,894,744
2013	-	77,226,068	120,155,000	194,782,368	314,937,368	(27,029,124)	287,908,244
2014	-	77,226,068	125,995,000	188,934,593	314,929,593	(27,029,124)	287,900,469
2015	-	77,226,068	132,200,000	182,726,168	314,926,168	(27,029,124)	287,897,044
2016	-	77,226,068	138,510,000	176,411,930	314,921,930	(27,029,124)	287,892,806
2017	-	77,226,068	145,165,000	169,767,330	314,932,330	(27,029,124)	287,903,206
2018	-	77,226,068	152,340,000	162,590,230	314,930,230	(27,029,124)	287,901,106
2019	-	77,226,068	159,955,000	154,973,230	314,928,230	(27,029,124)	287,899,106
2020	-	77,226,068	167,945,000	146,975,480	314,920,480	(27,029,124)	287,891,356
2021	-	77,226,068	176,355,000	138,578,230	314,933,230	(27,029,124)	287,904,106
2022	-	77,226,068	185,165,000	129,760,480	314,925,480	(27,029,124)	287,896,356
2023	70,495,000	77,226,068	264,925,000	120,502,230	385,427,230	(27,029,124)	358,398,106
2024	72,855,000	73,681,579	276,995,000	107,236,241	384,231,241	(25,788,553)	358,442,689
2025	75,265,000	70,018,430	289,480,000	93,457,614	382,937,614	(24,506,450)	358,431,164
2026	77,340,000	66,234,105	301,860,000	80,189,059	382,049,059	(23,181,937)	358,867,122
2027	203,795,000	62,345,450	313,745,000	68,550,563	382,295,563	(21,820,908)	360,474,655
2028	313,355,000	51,792,945	326,250,000	52,469,933	378,719,933	(18,127,531)	360,592,402
2029	337,665,000	35,567,423	337,665,000	35,567,423	373,232,423	(12,448,598)	360,783,825
2030	349,230,000	18,083,129	349,230,000	18,083,129	367,313,129	(6,329,095)	360,984,034
TOTAL	\$1,500,000,000	\$1,355,061,849	\$4,187,655,000	\$2,536,844,474	\$6,724,499,474	(\$474,271,647)	\$6,250,227,827
Series Total Debt Service		\$2,855,061,849					

IV. OUTSTANDING DEBT

C. VARIABLE RATE DEBT

	<u>State Highway Fund</u>	<u>Texas Mobility Fund</u>	
	Series 2006-B	Series 2005-B*	Series 2006-B
Rate in effect on 2/28/2011	0.48%	1.29%	0.27%

*Texas Mobility Fund Series 2005-B variable rate bonds have experienced market rates higher than SIFMA due to the deteriorating credit quality of the support facility provider, Depfa. However the spread to SIFMA has steadily declined.

D. BANK BONDS TxDOT had no bonds held as bank bonds during the period ending February 28, 2011.

E. DEBT SERVICE PAID in FY 2011

	<u>Principal Paid</u>	<u>Interest Paid</u>	<u>Total Debt Service Paid</u>	<u>Federal Subsidy</u>	<u>Net Debt Service Paid</u>
DEBT SERVICE PAID ON GENERAL OBLIGATIONS BONDS					
<u>Texas Mobility Fund Bonds - Fund 365</u>					
Series 2005-A Fixed Rate Bonds	\$0	\$19,637,851	\$19,637,851	NA	\$19,637,851
Series 2005-B Variable Rate Bonds	-	436,242	436,242	NA	436,242
Series 2006 Fixed Rate Bonds	-	17,114,525	17,114,525	NA	17,114,525
Series 2006-A Fixed Rate Bonds	-	24,863,250	24,863,250	NA	24,863,250
Series 2006-B Variable Rate Bonds	-	198,534	198,534	NA	198,534
Series 2007 Fixed Rate Bonds	-	24,379,631	24,379,631	NA	24,379,631
Series 2008 Fixed Rate Bonds	-	26,649,100	26,649,100	NA	26,649,100
Series 2009-A Taxable Fixed Rate Bonds	-	33,291,335	33,291,335	(11,651,967)	21,639,367
TOTAL TMF General Obligation Bonds	\$0	\$146,570,468	\$146,570,468	(\$11,651,967)	\$134,918,501
<u>Texas Highway Improvement Bonds - Fund 307</u>					
Series 2010A Fixed Rate Taxable BABs	\$0	\$0	\$0	\$0	\$0
Series 2010B Fixed Rate Bonds	-	-	-	NA	-
TOTAL Highway Improvement GO Bonds	\$0	\$0	\$0	\$0	\$0
TOTAL DEBT SERVICE PAID ON GENERAL OBLIGATION BONDS	\$0	\$146,570,468	\$146,570,468	(\$11,651,967)	\$134,918,501
DEBT SERVICE PAID ON NON-GENERAL OBLIGATION BONDS					
<u>Central Texas Turnpike System Bonds</u>					
Series 2002-A	\$0	\$18,580,919	\$18,580,919	NA	\$18,580,919
Series 2009	-	3,731,875	3,731,875	NA	3,731,875
TIFIA Loan	-	19,755,162	19,755,162	NA	19,755,162
TOTAL CTTS Revenue Bonds	\$0	\$42,067,956	\$42,067,956	\$0	\$42,067,956
<u>State Highway Fund Bonds - Fund 006</u>					
Series 2006 Fixed Rate Bonds	\$0	\$12,917,550	\$12,917,550	NA	\$12,917,550
Series 2006-A Fixed Rate Bonds	-	18,393,713	18,393,713	NA	18,393,713
Series 2006-B Variable Rate Bonds	-	191,808	191,808	NA	191,808
Series 2007 Fixed Rate Bonds	-	28,747,188	28,747,188	NA	28,747,188
Series 2008 Fixed Rate Bonds	-	3,949,950	3,949,950	NA	3,949,950
Series 2010 Fixed Rate Taxable Bonds	-	-	-	-	-
TOTAL SHF Revenue Bonds	\$0	\$64,200,208	\$64,200,208	\$0	\$64,200,208
TOTAL DEBT SERVICE PAID ON NON-G.O. BONDS	\$0	\$106,268,164	\$106,268,164	\$0	\$106,268,164
GRAND TOTAL DEBT SERVICE PAID in FY 2011	\$0	\$252,838,632	\$252,838,632	(\$11,651,967)	\$241,186,665

IV. OUTSTANDING DEBT

E. DEBT SERVICE PAID ON COMMERCIAL PAPER NOTES

<u>State Highway Fund Commercial Paper</u>	Total Debt		
	<u>Principal Paid</u>	<u>Interest Paid</u>	<u>Service Paid</u>
Notes Series A	\$65,000,000	\$54,493	\$65,054,493

F. CHANGES TO DEBT SERVICE RETIREMENT FOR THE PERIOD

CTTS Series 2009 Put bonds were remarketed on 2/15/11 for another 2-year multi-annual period at 2.75%.

G. FY 2011 GENERAL REVENUE APPROPRIATED DEBT SERVICE

	<u>DS Appropriated</u>	<u>Actual DS Paid</u>
Texas Highway Improvement General Obligation Bonds	\$100,000,000	\$0

VI. COMMERCIAL PAPER

State Highway Fund Revenue Commercial Paper Notes, Series A

A. Aggregate principal amount authorized:	\$500,000,000
Aggregate principal outstanding on 8/31/2010	\$65,000,000
B. Aggregate principal amount issued in FY 2011:	\$0
C. Aggregate principal retired in FY 2011:	<u>(\$65,000,000)</u>
Aggregate principal outstanding on 2/28/2011	\$0

D. Commercial paper notes outstanding on 2/28/2011

Notes Outstanding	Principal	Interest Rate	Days Outstanding	Interest Accruing	Maturity Date
Series A	\$ -				

E. List of projects: commercial paper notes are issued for short term cash management purposes.

VIII. SWAPS

A. List of derivatives effective as of 2/28/2011: Constant Maturity Swaps associated with the Texas Mobility Fund GO Bonds Series 2006-A

	Counterparty	Credit Rating M/S&P/F	Effective Date & Termination Date	Original Notional	Current Notional	TIC	Payer Rate	Receiver Rate	Fair Value
Original Terms	JPMorgan Chase Bank		9/1/2007 to 9/1/2027	\$ 200,000,000	\$ 200,000,000	Fixed	SIFMA	69.42% of 10-yr LIBOR	
	Goldman Sachs Mitsui Marine		9/1/2007 to 9/1/2027	\$ 100,000,000	\$ 100,000,000	Fixed	SIFMA	69.42% of 10-yr LIBOR	
	Morgan Stanley Capital Services		9/1/2007 to 9/1/2027	\$ 100,000,000	\$ 100,000,000	Fixed	SIFMA	69.42% of 10-yr LIBOR	
Current Terms*	JPMorgan Chase Bank	Aa1/AA-/AA-	12/1/09 to 11/30/2012	\$ 200,000,000	\$ 200,000,000	Fixed	\$0	1.590% of the notional value	\$ 3,713,523
	Goldman Sachs Mitsui Marine	Aa1/AAA/NR	12/1/09 to 11/30/2012	\$ 100,000,000	\$ 100,000,000	Fixed	\$0	1.637% of the notional value	1,942,522
	Morgan Stanley Capital Services	A2/A/A	12/1/09 to 11/30/2012	\$ 100,000,000	\$ 100,000,000	Fixed	\$0	1.575% of the notional value	1,829,391
								Total	\$ 7,485,436

*In December 2009, TxDOT agreed to suspend the original terms of the swap agreements with each counterparty for a period of 3 years. For consideration of the suspensions, TxDOT elected to receive a monthly fixed annuity from each counterparty for the duration of the suspension period and make no payments to the counterparties. At the end of the suspension period, the swaps will revert back to their original terms with TxDOT paying SIFMA and the counterparties paying 69.42% of the 10-yr US-ISDA LIBOR swap rate.

B. Have any counterparties been downgraded?	No downgrades in FY 2011.
C. Any Events of Default or Termination Events?	No
D. Has TxDOT had to post collateral?	No required; the swap agreements contain no provision for a collateral post by TxDOT.
E. Has there been a basis loss?	No
F. Amount of reserves available on 2/28/2011:	\$448,839,425

IX. LIQUIDITY AND LETTERS OF CREDIT

Texas Mobility Fund General Obligation Bonds

--Standby Bond Purchase Agreement for the Series 2005-B \$100,000,000 Variable Rate Bonds

Provider: Depfa Bank, PLC
Contact Information: 623 Fifth Avenue
New York, NY 10022
Phone: (212) 286-2000

Expiration Date: April 8, 2012
Commitment Fee: 8 bps per year
Initial Commitment: \$101,150,685
Current Commitment: \$86,382,685

--Standby Bond Purchase Agreement for the Series 2006-B \$150,000,000 Variable Rate Bonds

Provider: State Street Bank and Trust & CalPERS
Contact Information: State Street Financial Center SFC/5
One Lincoln Street
Boston, MA 02111-2900
Phone: (617) 664-4190

Expiration Date: December 13, 2013
Commitment Fee: 10 bps per year
Commitment Amount: \$76,150,685

Provider: CalPERS
Contact Information: Lincoln Plaza North, 400 Q Street
Sacramento, CA 95814
Phone: (916) 795-3261

Commitment Amount: \$76,150,685

State Highway Fund Revenue Bonds

--Standby Bond Purchase Agreement for the Series 2006-B \$100,000,000 Variable Rate Bonds

Provider: Banco Bilbao Vizcaya Argentaria
Contact Information: 1345 Avenue of the Americas
45th Floor
New York, NY 10105
Phone: (212) 728-2396

Expiration Date: November 7, 2016
Commitment Fee: 8.75 bps per year
Commitment Amount: \$101,150,685

State Highway Fund Revenue Commercial Paper Notes

--Revolving Credit Agreement

Provider: Bank of America, NA
Contact Information: 901 Main Street
Dallas, TX 75202
Phone: (214) 209-9289

Expiration Date: August 19, 2011
Facility Fee: 99 bps per yr
Agent Fee: \$37,500 per yr
Commitment Amount: \$207,397,261

Provider: State Street Bank and Trust Company
Contact Information: One Lincoln Street, SFC 14
Boston, MA 02111-2900
Phone: (617) 664-1064

Commitment Amount: \$155,547,945

Provider: JPMorgan Chase Bank, NA
Contact Information: 270 Park Avenue, 6th Floor
New York, NY 10017-2014
Phone: (212) 270-4186

Commitment Amount: \$155,547,945

BONDS WITH INSURANCE COVERAGE:

--Central Texas Turnpike System First Tier Revenue Bonds Series 2002-A are insured by Ambac.

--\$332.68 million of the Texas Mobility Fund General Obligation Bonds Series 2006-A are insured by Financial Guaranty Insurance Corp.

X. EXPECTED ISSUANCES IN FY 2011

Program	Estimated Par	BRB Approval Mo	Expected Mo of Sale	Type of Issue		Legal Reference	Purpose
				NSS/SS	GO/Rev		
Prop 12 GO Transportation Bonds (for SIB)	\$1,000,000,000	July 2010	unknown	NSS	GO	Trans Code, Sect 222.004	New money
State Highway Fund Revenue Bonds	\$1,400,000,000	July 2011	late FY11 or FY12	SS	Rev	Trans Code, Ch 222, Subch A	New money

XI. CONTRACT FOR SERVICES

None

I. DEBT MANAGEMENT / DERIVATIVES POLICIES

No updates since September 2010.