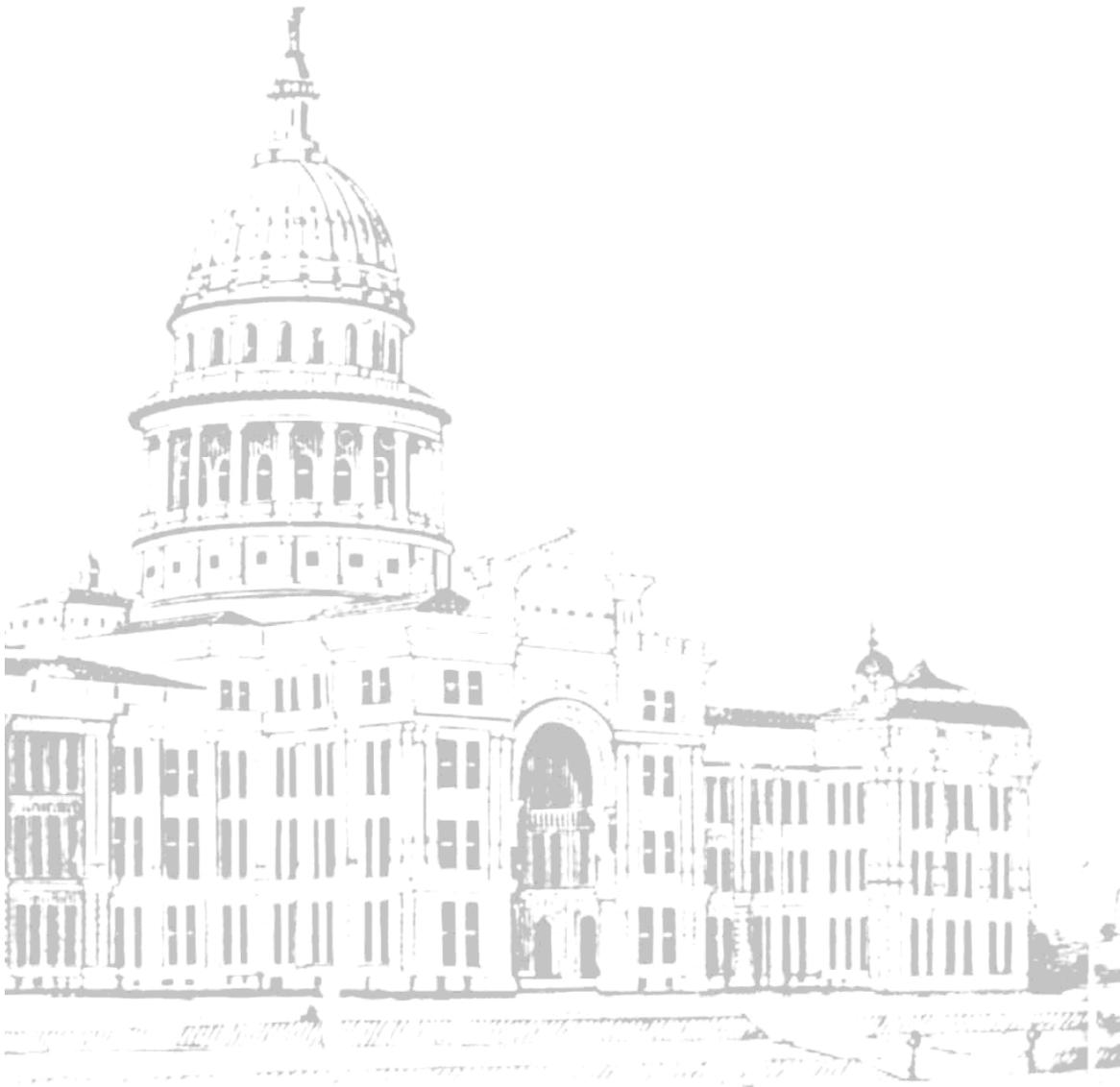


Transportation Program Expenditures – Fiscal Year 2007

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Submitted in Compliance with Section 201.616
of the Texas Transportation Code



TRANSPORTATION PROGRAM EXPENDITURES – FISCAL YEAR 2007 Texas Department of Transportation

Section 201.616 of the Texas Transportation Code requires an annual report detailing expenditures on certain matters. Under this law, the Texas Department of Transportation (TxDOT) provides an accounting of expenditures from the preceding fiscal year made in connection with the unified transportation program (UTP), turnpike projects and toll roads, the Trans-Texas Corridor, rail facilities, and non-highway facilities on the Trans-Texas Corridor. The report also includes the amount of bonds or other public securities issued for transportation projects and any direction of money by TxDOT to a regional mobility authority. The report demonstrates how TxDOT addresses its goals of reducing congestion, enhancing safety, expanding economic opportunity, improving air quality and increasing the value of transportation assets.

The UTP is TxDOT's ten-year plan to guide transportation project development and construction. The UTP is composed of two programs: the Statewide Preservation Program (SPP) and the Statewide Mobility Program (SMP). SPP and SMP details, down to the project level, are available on TxDOT's Internet site at http://www.dot.state.tx.us/services/transportation_planning_and_programming/utp.htm.

UTP program categories are:

- Category 1 – Preventive Maintenance and Rehabilitation
- Category 2 – Metropolitan Area Corridor Projects
- Category 3 – Urban Area Corridor Projects
- Category 4 – Statewide Connectivity Corridor Projects
- Category 5 – Congestion Mitigation and Air Quality Improvement
- Category 6 – Structure Replacement and Rehabilitation
- Category 7 – Metropolitan Mobility and Rehabilitation
- Category 8 – Safety
- Category 9 – Transportation Enhancements
- Category 10 – Supplemental Transportation Projects (State Park Roads, Railroad Grade Crossing Replanking Program, Railroad Signal Maintenance Program, Construction Landscape Programs)
- Category 11- District Discretionary
- Category 12 – Strategic Priority

Please note that in this context, "corridor" does not necessarily refer specifically to the Trans-Texas Corridor. Its meaning here is "a broad geographical band that follows a general directional flow connecting major sources and destinations of trips that may contain multi-modal alignments." As a result of an effort by the Texas Transportation Commission to simplify project planning, increase system connectivity, and localize decision making, the categories reflect the involvement of Metropolitan Planning Organizations (MPOs). Category 2, Metropolitan Area Corridor Projects, refers to corridors located within Transportation Management Area (TMA) MPO boundaries that have both local and statewide interest. Category 3, Urban Area Corridor Projects, refers to corridors located within non-TMA MPO boundaries that have both local and statewide interest. Category 4, Statewide Connectivity Corridor Projects, refers to corridors located outside of MPO boundaries that have statewide significance. The project selection process is reviewed annually after public input. Project selection details are available on the Internet at the UTP web page noted above.

For purposes of this report, information about Fiscal Year 2007 expenditures related to the UTP are broken out by program category and department district in the tables starting on page 5. A schedule of related non-UTP expenditures is also included on the last page.

This report also provides data regarding expenditures on turnpike projects and toll roads, the Trans-Texas Corridor, rail facilities, certain non-highway facilities and regional mobility authorities.

Turnpike Projects and Toll Roads

The use of toll roads allows Texas to build billions in new infrastructure at little cost to taxpayers and free up tax money for other important transportation challenges. In FY 2007, capital and operating toll road expenditures, excluding indirect costs, from various funding sources were as follow:

| District | Toll Project | Limits | Total |
|---------------------|----------------------------------|--|---------------|
| Austin | Central Texas Turnpike System | SH 45N, Loop 1 and SH 130 | \$421,417,672 |
| Austin | SH 45SE | From I-35 to SH 130 | \$31,905,249 |
| Austin | SH 130 | Segments 5 & 6 | \$10,802,520 |
| Dallas | SH 190 | From SH 78 to I-30 | \$3,224,153 |
| Dallas | SH 121 | From 0.23 miles east of Business SH 121 to Dallas North Tollway | \$38,208,829 |
| Fort Worth | SH 121 | From I-30 to FM 1187 | \$40,610,138 |
| Dallas / Fort Worth | SH 121 | Operating costs for SH121 project | \$5,573,355 |
| Laredo | Camino Colombia Toll Road (CTTR) | From intersection of FM 1472 and FM 255 to IH 35 | \$419,922 |
| Pharr | US 281 | From .9 mi south of FM 3066 to north to Brooks/Jim Wells County Line | \$80,569 |
| San Antonio | US 281 | From Loop 1604 to Marshall Road and from Evans Road to Bexar/Comal County Line | \$5,803,862 |
| Tyler | Loop 49 | I-20 to SH 110 | \$11,915,220 |

No other districts had expenditures related to turnpike or toll road projects.

Trans-Texas Corridor

The vision advanced by Governor Rick Perry in 2002 of a new multi-use, statewide transportation corridor that moves people and goods safely, efficiently, and more reliably has become the reality of the Trans-Texas Corridor. Planning for segments of the Trans-Texas Corridor are well under way, including environmental impact studies and an unprecedented amount of completed public involvement, with more to come.

\$28,754,440 was expended on engineering studies for the I-35, I-69 and Loop 9 segments of the Trans-Texas Corridor in FY 2007. These expenditures are not specific to any TxDOT district and do not include indirect costs.

Non-Highway Facilities on the Trans-Texas Corridor, if subject to Section 227.062(c)

Transportation Code, Section 227.062(c) limits expenditures on Trans-Texas Corridor activities. It states that the department may not spend money from the general revenue fund for the construction or purchase of non-highway facilities on the Trans-Texas Corridor except pursuant to a line-item appropriation.

In FY 2007, there were no expenditures related to non-highway facilities on the Trans-Texas Corridor which were subject to the provisions of Section 227.062(c).

Rail Facilities Described in Chapter 91

Chapter 91 of the Transportation Code describes the Texas Transportation Commission’s powers in relation to rail facilities. In FY 2007 the following districts had rail facilities expenditures:

- *El Paso*
\$1,069,352 of construction and inspection services expenditures, excluding indirect costs, were incurred for the Rehabilitation of the South Orient Railroad to improve the line, enabling an increase in freight operations.

Expenditures for engineering studies of freight truck and rail movements, excluding indirect costs, were incurred by the following districts:

- *Amarillo* - \$76,293
- *Atlanta* - \$73,923
- *Austin* - \$46,296
- *Corpus Christi* - \$47,625
- *Fort Worth* - \$153,630
- *Dallas* - \$153,630
- *Houston* - \$601,865
- *Lubbock* - \$76,293
- *Lufkin* - \$73,923
- *Odessa* - \$76,293
- *Paris* - \$73,923
- *Pharr* - \$25,547
- *San Antonio* - \$531,672
- *Tyler* - \$73,923
- *Yoakum* - \$22,078

Bonds or Other Public Securities Issued for Transportation Projects

2002 Central Texas Turnpike System First Tier Revenue Bonds and Second Tier Bond Anticipation Notes (CTTS Bonds):

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 Project of the Central Texas Turnpike System 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 made a draw on the TIFIA bonds to pay a \$124,930,000 Bond Anticipation Notes (BANs) principal payment on June 1, 2007. The balance of \$791,830,000 has not been drawn as of August 31, 2007. The current plan is to draw down \$775,070,000 to satisfy the remaining BANs principal maturing on June 1, 2008.

| | CTTS Debt Issued | CTTS Debt Retired | CTTS Debt Outstanding |
|--------|-------------------------|--------------------------|------------------------------|
| FY2002 | \$2,199,993,782 | | \$2,199,993,782 |
| FY2007 | \$124,930,000 (TIFIA) | \$124,930,000 (BANs) | \$2,199,993,782 |

State of Texas General Obligation Mobility Fund Bonds:

In 2001, the Texas Legislature established the Texas Mobility Fund, which was approved by voters in November of that year. In 2003, the Texas Legislature dedicated revenues to the fund.

On Sept. 30, 2004, following a lengthy public participation process, the Texas Transportation Commission approved the Texas Mobility Funds Strategic Plan, which emphasizes local control, the need to leverage the funds, and the goal to measure success on the ability to reduce congestion, improve safety, expand economic opportunity and enhance statewide connectivity.

The Texas Department of Transportation had authorization from the Bond Review Board, as of August 31, 2007, to issue up to \$4 billion in Texas Mobility Fund Bonds and other obligations, giving TxDOT, and Texans, the means to ramp up projects intended to ease congestion and increase mobility faster than ever.

During FY 2007 TxDOT issued \$2.2 billion in Texas Mobility Bonds. As of August 31, 2007, \$3.9 billion of mobility bonds were outstanding.

| | Issued | Retired | Outstanding |
|--------|-----------------|----------------|--------------------|
| FY2005 | \$1,000,000,000 | | \$1,000,000,000 |
| FY2006 | \$750,000,000 | \$24,485,000 | \$1,725,515,000 |
| FY2007 | \$2,196,605,000 | \$35,370,000 | \$3,886,750,000 |

State Highway Fund First Tier Revenue Bonds:

Transportation Code, Chapter 222, Subchapter A, authorized TxDOT to issue State Highway Fund (SHF) Revenue Bonds. The aggregate principal amount of the bonds and other public securities that are issued may not exceed \$6 billion due to the passage of SB 792, 80th R.S., which amended to Chapter 222, Subchapter A (SB 792). The Commission may only issue bonds or other public securities in an aggregate principal amount of not more than \$1.5 billion each year due to the passage of SB 792. During FY 2007, TxDOT issued \$952 million in SHF Revenue Bonds. As of August 31, 2007, \$1.5 billion of SHF Revenue bonds were outstanding.

| | Issued | Retired | Outstanding |
|--------|---------------|----------------|--------------------|
| FY2006 | \$600,000,000 | | \$600,000,000 |
| FY2007 | \$952,550,000 | \$20,810,000 | \$1,531,740,000 |

State Highway Fund Revenue Commercial Paper:

TxDOT has the authority to issue and have outstanding an aggregate principal amount of \$500 million. During FY 2007, TxDOT issued \$170 million of State Highway Fund Revenue Commercial Paper for short term cash management purposes. As of August 31, 2007, \$158 million of commercial paper was outstanding.

| | Issued | Retired | Outstanding |
|--------|---------------|----------------|--------------------|
| FY2006 | \$300,000,000 | \$211,150,000 | \$88,850,000 |
| FY2007 | \$170,000,000 | \$100,850,000 | \$158,000,000 |

Direction of Money by the Department to Regional Mobility Authorities

A regional mobility authority (RMA) is a political subdivision formed by one or more counties, and in limited instances a city, to finance, acquire, design, construct, operate, maintain, expand or extend transportation projects. Projects may be tolled or non-tolled. RMAs generate revenue for additional transportation projects, provide local governments more control in transportation planning, help build transportation projects sooner and relieve congestion faster, and improve mobility and increase safety for motorists. The following are disbursements to, or on behalf of RMAs made during FY 2007.

| District | Name | Amount | Description |
|-----------------|--|---------------|--|
| Austin | Central Texas Regional Mobility Authority | \$491,880 | Operating Costs and Professional Services performed on the 183-A project |
| Pharr | Cameron County Regional Mobility Authority | \$405,530 | Evaluation of the West Loop and Second Causeway Projects |
| San Antonio | Alamo Regional Mobility Authority | \$4,002,779 | Evaluation of the US 281/Loop 1604 CDA Proposed Toll Road System |
| Tyler | North East Texas Regional Mobility Authority | \$2,804,037 | Preliminary development of LP 49 extension and the "Hourglass" project |

Explanation of Tables

The listed FY 2007 expenditures for UTP Categories 1 through 12 represent expenditures, excluding indirect costs, directly related to contractor payments for highway improvement and maintenance projects.

The listed expenditures for Aviation represent expenditures, excluding indirect costs, directly associated with federal and state financial assistance grants to publicly owned general aviation and reliever airports included in the Texas Airport System Plan. These Aviation Facilities Development Grants are for capital improvements for items such as pavement improvements, land acquisition, runway extension or relocation, terminal buildings, control towers, weather observing systems, and new facilities.

The listed expenditures for Public Transportation represent expenditures, excluding indirect costs, directly associated with federal & state grant programs for public transportation.

The last schedule lists expenditures, excluding indirect costs, for expenses that are related to projects listed in the UTP.

Expenditures By Unified Transportation Program Category

| | Category 1 | Category 2 | Category 3 | Category 4 | Category 5 | Category 6 |
|-----------------------|---|------------------------------|------------------------------|--|---|---|
| TxDOT District | Preventive Maintenance and Rehabilitation | Metro Area Corridor Projects | Urban Area Corridor Projects | Statewide Connectivity Corridor Projects | Congestion Mitigation and Air Quality Improvement | Structures Replacement and Rehabilitation |
| Abilene | \$50,575,407 | | \$6,938,954 | \$3,806,521 | | \$15,086,624 |
| Amarillo | 100,150,789 | | | 8,946,582 | | 3,298,425 |
| Atlanta | 38,426,618 | | 17,834,216 | 24,807,524 | | 9,943,204 |
| Austin | 64,126,437 | 142,702,843 | 61,676 | 89,776,882 | | 21,829,313 |
| Beaumont | 91,891,032 | | 30,682,218 | 29,598,155 | 3,384,885 | 23,761,683 |
| Brownwood | 21,011,396 | | | 1,092,753 | | 2,708,502 |
| Bryan | 30,897,289 | | 3,182,971 | 49,455,770 | | 8,222,101 |
| Childress | 34,706,656 | | | 8,862,968 | | 11,456,856 |
| Corpus Christi | 50,325,812 | 6,246,428 | | 43,018,601 | | 13,307,766 |
| Dallas | 139,046,936 | 108,140,082 | | 9,154,917 | 73,226,790 | 28,890,027 |
| El Paso | 44,356,198 | 2,481,414 | | 966,465 | 924,162 | (85,257) |
| Fort Worth | 92,768,027 | 3,074,381 | (62) | 6,370,496 | 2,582,300 | 16,560,722 |
| Houston | 160,515,676 | 393,698,664 | | 188,996 | 71,938,797 | 47,906,155 |
| Laredo | 35,094,120 | | 17,667,041 | 10,127,430 | | 14,244,594 |
| Lubbock | 79,571,658 | 24,043,006 | | | | |
| Lufkin | 44,569,833 | | | 575,239 | | 10,170,410 |
| Odessa | 43,103,046 | | | 1,909,135 | | 1,407,066 |
| Paris | 29,788,125 | | | 203,830 | | 9,021,761 |
| Pharr | 32,036,386 | 68,411,314 | 57,393,253 | 27,624,890 | | 8,025,980 |
| San Angelo | 38,971,165 | | | 1,508,960 | | 327,675 |
| San Antonio | 147,152,227 | 107,675,879 | | 4,849,850 | | 8,921,033 |
| Tyler | 41,162,876 | | 6,829,429 | 25,311,634 | | 5,730,968 |
| Waco | 34,329,516 | | 7,805,640 | 74,219,448 | | 9,226,616 |
| Wichita Falls | 45,772,696 | | 10,916,352 | 26,398,801 | | 8,311,174 |
| Yoakum | 67,510,662 | | | 14,266,205 | | 19,653,475 |
| Total | \$1,557,860,582 | \$856,474,011 | \$159,311,687 | \$463,042,055 | \$152,056,935 | \$297,926,873 |

Note: Negative amounts shown above are adjustments to prior year expenditures.

Expenditures By Unified Transportation Program Category, Continued

| | Category 7 | Category 8 | Category 9 | Category 10 | Category 11 | Category 12 |
|-----------------------|--|----------------------|--|----------------------|-----------------------------------|---------------------------|
| TxDOT District | STP - Metro Mobility / Rehabilitation | STP - Safety | STP - Transportation Enhancements | Miscellaneous | District Discretionary | Strategic Priority |
| Abilene | | \$578,418 | \$986,018 | \$632,373 | \$7,615,489 | |
| Amarillo | | 2,157,241 | 621,020 | 1,441,633 | 14,201,631 | |
| Atlanta | | 35,978,149 | 885,648 | 5,803,892 | 3,033,959 | 5,239,083 |
| Austin | 20,218,320 | 32,306,382 | 2,579,560 | 14,943,622 | 18,289,599 | 6,389,342 |
| Beaumont | 6,900,808 | 18,834,482 | 1,405,490 | 9,059,136 | 26,711,435 | 17,199,567 |
| Brownwood | | 270,300 | 105,221 | 285,737 | 1,484,297 | |
| Bryan | | 13,030,853 | 12,191,785 | 5,253,737 | 7,703,987 | 2,997,542 |
| Childress | | 3,033,911 | 20,000 | 1,141,186 | 6,701,341 | |
| Corpus Christi | 6,718,652 | 6,725,582 | 111,144 | 10,908,971 | 6,943,569 | 3,119,881 |
| Dallas | 62,573,986 | 16,389,451 | 1,205,072 | 26,893,028 | 25,570,432 | 17,620,302 |
| El Paso | 19,531,327 | 431,219 | 186,588 | 13,517,986 | 6,347,491 | 5,764,876 |
| Fort Worth | 25,766,984 | 32,213,561 | 1,443,212 | 6,545,131 | 12,326,172 | 1,425,336 |
| Houston | 109,986,757 | 8,935,601 | 2,206,489 | 42,786,626 | 13,989,464 | 29,896,276 |
| Laredo | | 5,526,669 | 353,160 | 4,504,342 | 32,641,414 | 4,107 |
| Lubbock | 5,198,411 | 8,046,350 | 1,153,492 | 1,196,973 | 4,067,146 | 13,223,465 |
| Lufkin | | 37,474,943 | 3,511,721 | 1,303,924 | 20,229,292 | 42,754 |
| Odessa | | 1,198,401 | 3,495,024 | 982,989 | 12,512,989 | 480,489 |
| Paris | | 11,575,025 | 1,043,635 | 1,846,828 | 6,941,125 | 797,717 |
| Pharr | 17,689,231 | 12,288,850 | 2,502,507 | 5,274,737 | 17,509,827 | |
| San Angelo | | 303,356 | 92,965 | 1,265,173 | 10,877,263 | 765,506 |
| San Antonio | 34,586,915 | 22,587,618 | 1,031,091 | 5,176,897 | 14,730,365 | 7,460,824 |
| Tyler | | 54,594,801 | 2,288,843 | 1,446,667 | 18,109,788 | 5,500,697 |
| Waco | | 11,732,994 | 15,883,991 | 4,092,005 | 18,511,713 | |
| Wichita Falls | | 3,988,541 | (132,149) | 422,498 | 5,716,101 | |
| Yoakum | | 8,354,743 | 795,320 | 982,768 | 14,154,300 | 2,596,385 |
| Total | \$309,171,391 | \$348,557,440 | \$55,966,846 | \$167,708,859 | \$326,920,190 | \$120,524,150 |

Expenditures By Unified Transportation Program Category, Concluded

| TxDOT District | Aviation | Public Transportation | Grand Total |
|-------------------------------------|-----------------|------------------------------|--------------------|
| Abilene | \$582,147 | \$1,065,254 | \$87,867,205 |
| Amarillo | 2,789,697 | 2,423,111 | 136,030,130 |
| Atlanta | 559,455 | 1,791,021 | 144,302,770 |
| Austin | 4,043,393 | 3,483,153 | 420,750,522 |
| Beaumont | 270,812 | 1,830,061 | 261,529,764 |
| Brownwood | 595,121 | 3,100,615 | 30,653,942 |
| Bryan | 2,298,176 | 6,470,772 | 141,704,983 |
| Childress | 469,302 | 732,029 | 67,124,248 |
| Corpus Christi | 4,327,358 | 2,122,217 | 153,875,981 |
| Dallas | 5,285,362 | 5,943,679 | 519,940,064 |
| El Paso | 640,555 | 1,229,479 | 96,292,503 |
| Fort Worth | 4,301,522 | 3,223,291 | 208,601,073 |
| Houston | 16,581,372 | 3,959,539 | 902,590,411 |
| Laredo | 398,214 | 1,854,065 | 122,415,155 |
| Lubbock | 2,205,476 | 3,351,490 | 142,057,466 |
| Lufkin | 1,342,287 | 0 | 119,220,403 |
| Odessa | 675,595 | 2,710,904 | 68,475,640 |
| Paris | 1,077,422 | 2,334,358 | 64,629,826 |
| Pharr | 1,463,341 | 3,623,670 | 253,843,986 |
| San Angelo | 524,370 | 1,558,709 | 56,195,143 |
| San Antonio | 1,741,466 | 3,858,307 | 359,772,470 |
| Tyler | 1,624,081 | 2,280,645 | 164,880,428 |
| Waco | 2,991,519 | 1,560,475 | 180,353,918 |
| Wichita Falls | 3,019,329 | 390,932 | 104,804,275 |
| Yoakum | 598,546 | 2,516,161 | 131,428,566 |
| Subtotal | \$60,405,917 | \$63,413,936 | \$4,939,340,872 |
| Medical Transportation | | 140,467,594 | 140,467,594 |
| Public Transportation Admin & Other | | 5,207,522 | 5,207,522 |
| Total | \$60,405,917 | \$209,089,051 | \$5,085,015,987 |

Schedule of Related Non-UTP Expenditures, FY 2007

| TxDOT District | Right-of-Way | Preliminary Engineering | Construction Engineering | Total |
|-----------------------|---|--------------------------------|---------------------------------|-----------------|
| Abilene | \$121,194 | \$4,309,109 | \$3,562,135 | \$7,992,438 |
| Amarillo | 211,681 | 2,959,738 | 4,161,155 | 7,332,573 |
| Atlanta | 4,866,351 | 6,214,541 | 4,861,179 | 15,942,071 |
| Austin | 81,566,177 | 73,219,359 | 20,727,215 | 175,512,750 |
| Beaumont | 4,451,808 | 9,591,059 | 6,883,515 | 20,926,382 |
| Brownwood | 2,914,226 | 2,077,437 | 2,112,269 | 7,103,932 |
| Bryan | 6,525,855 | 6,223,826 | 6,099,997 | 18,849,678 |
| Childress | 2,279,998 | 2,039,308 | 2,534,804 | 6,854,110 |
| Corpus Christi | 2,488,272 | 9,495,828 | 7,044,421 | 19,028,521 |
| Dallas | 130,943,566 | 69,936,969 | 27,111,654 | 227,992,189 |
| El Paso | 1,139,785 | 16,481,757 | 4,783,846 | 22,405,389 |
| Fort Worth | 77,049,518 | 27,549,826 | 11,094,353 | 115,693,698 |
| Houston | 89,144,668 | 63,101,685 | 37,889,781 | 190,136,134 |
| Laredo | 13,732,023 | 18,271,946 | 5,396,671 | 37,400,639 |
| Lubbock | 551,044 | 3,612,967 | 6,686,014 | 10,850,024 |
| Lufkin | 24,300,140 | 9,239,654 | 4,110,883 | 37,650,678 |
| Odessa | 1,342,859 | 2,226,412 | 2,981,560 | 6,550,831 |
| Paris | 9,592,111 | 5,453,338 | 4,163,661 | 19,209,110 |
| Pharr | 23,746,888 | 15,888,340 | 7,618,913 | 47,254,141 |
| San Angelo | 540,388 | 1,688,048 | 3,078,875 | 5,307,311 |
| San Antonio | 21,300,245 | 58,547,531 | 20,759,226 | 100,607,003 |
| Tyler | 19,516,563 | 9,823,241 | 6,238,271 | 35,578,075 |
| Waco | 60,451,394 | 12,731,244 | 7,180,050 | 80,362,688 |
| Wichita Falls | 2,035,445 | 6,389,516 | 3,892,769 | 12,317,729 |
| Yoakum | 4,929,492 | 4,171,793 | 4,248,434 | 13,349,719 |
| Subtotal | \$585,741,690 | \$441,244,471 | \$215,221,651 | \$1,242,207,812 |
| | | | | |
| | Non-District Specific Expenditures | | | |
| Statewide | 21,798 | 19,109,427 | 1,611 | 19,132,835 |
| Total | \$585,763,488 | \$460,353,898 | \$215,223,262 | \$1,261,340,648 |