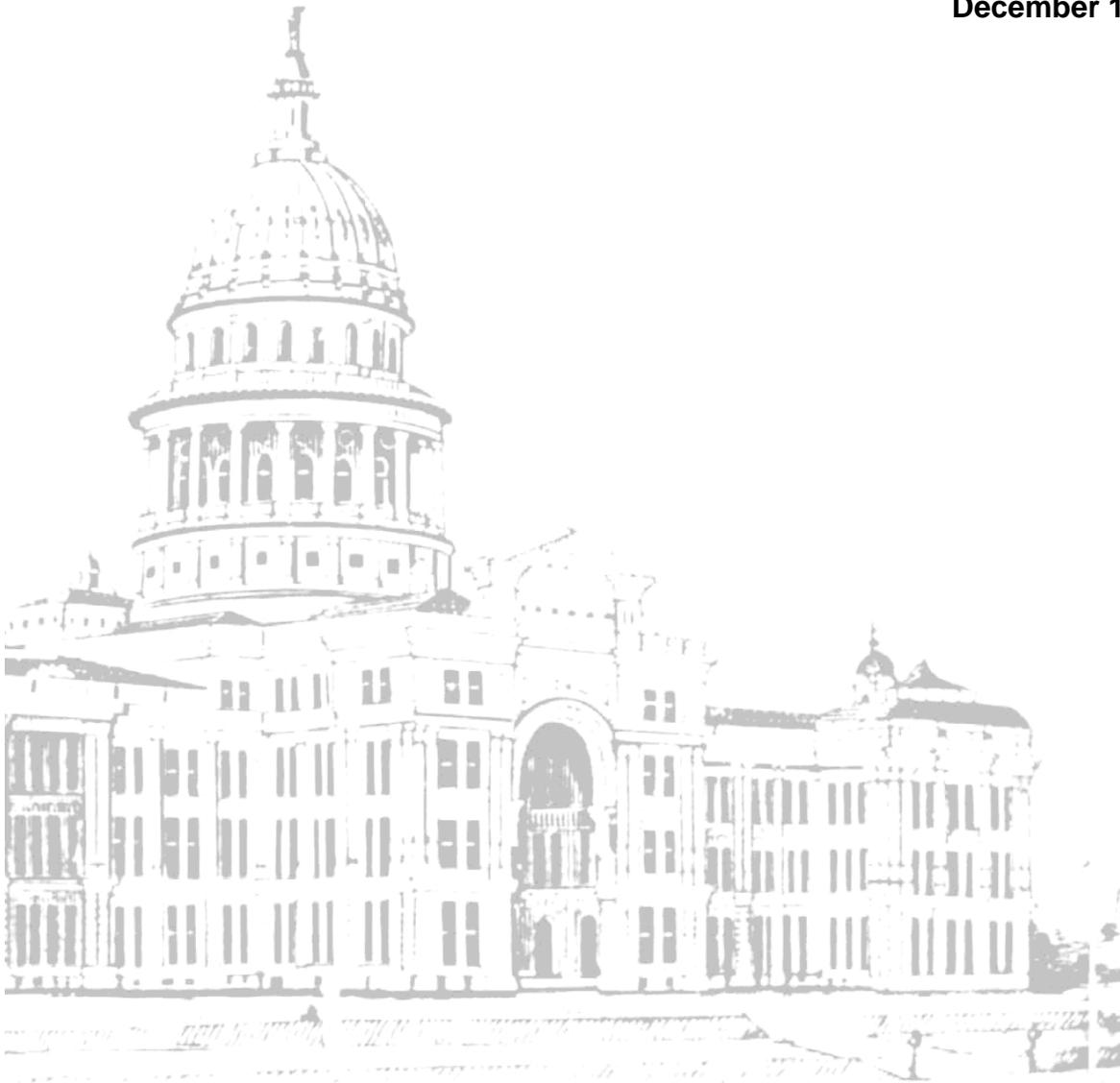


Transportation Program Expenditures Fiscal Year 2012

Phil Wilson, Executive Director
Texas Department of Transportation

December 1, 2012



Submitted in Compliance with Section 201.616
of the Texas Transportation Code



TRANSPORTATION PROGRAM EXPENDITURES – FISCAL YEAR 2012 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, the department) provides an accounting of expenditures from the preceding fiscal year made in connection with:

- the unified transportation program (UTP) of the department
- turnpike projects and toll roads of the department
- rail facilities described in Chapter 91
- the amount of bonds or other public securities issued for transportation projects
- the direction of money by the department to a regional mobility authority (RMA) in this state.

This report demonstrates how TxDOT is meeting its goals of maintaining a safe system, addressing congestion, connecting Texas communities and becoming a best-in-class state agency.

UNIFIED TRANSPORTATION PROGRAM

The UTP is TxDOT's ten-year plan to guide transportation project development and construction. The UTP includes distribution of funding in the following project categories for the maintenance of the existing transportation system and for all highway construction programs:

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

Details down to the project level are available on TxDOT's Internet site at <http://www.txdot.gov/government/reports/utp.html>

As a result of an effort by the Texas Transportation Commission (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 and Urban Corridor Projects, refers to corridors located within 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, fiscal 2012 expenditures related to the UTP are broken out by program category and department district in the exhibit starting on page 7.

TURNPIKE PROJECTS AND TOLL ROADS

The use of toll roads allows Texas to build needed infrastructure at little cost to taxpayers, which frees up tax money for other important transportation challenges. In fiscal 2012, capital, operating, maintenance, right of way, project development, administrative and financing expenditures on toll roads of the department, excluding indirect costs, from various funding sources, were as follows:

District	Toll Project	Location	Total
Austin	Central Texas Turnpike System	SH 45N, Loop 1 and SH 130	\$ 198,233,974
Austin	SH 45SE	From I-35 near Creedmoor eastward to SH 130	\$ 1,943,800
Austin	SH 130 Segments 5 & 6	From SH 130/SH 45 SE to I-10 east of Seguin	\$ 6,263,616
Beaumont	Grand Parkway segment I-2	SH 99 from I-10 E south to Fisher Road	\$ 2,232,472
Dallas	LBJ Express ^{^*}	I-635 from Luna Rd to east of U.S. 75, and I-35E from Loop 12 to I-35	\$ 36,201,186
Dallas	I-35E Project [^]	From I-635 in Dallas Cnty to U.S. 380 in Denton Cnty	\$ 40,348,126
Dallas	SH 183 Managed Lanes [^]	From I-35E westward to SH 360	\$ 6,082,227
Fort Worth	DFW Connector [^]	SH 114/SH 121 corridor around the north DFW Airport entrance	\$ 311,437,067
Fort Worth	North Tarrant Express ^{^*}	Portions of I-35W, SH 121, SH 183 and I-820 in northern and eastern Tarrant County	\$ 97,321,593
Houston	Grand Parkway segments D-H	SH 99 loop around the Houston metropolitan area	\$ 163,294,401
Houston	SH 249 Segment 2	From north of Spring Cypress Rd to FM 1774	\$ 4,198
Laredo	Camino Colombia Toll Road	From intersection of FM 1472 and FM 255 to I-35	\$ 524,708
Tyler	Loop 49	Segments 1, 2, 3A and 5	\$ 21,431,923

Note: No other districts had expenditures related to TxDOT turnpike projects or toll roads in fiscal 2012. See RMA section on page 6 for expenditures on toll projects developed by RMAs.

[^]Projects include non-tolled general purpose lanes and tolled managed lanes. Expenditures reported here are TxDOT expenditures for the total project, not just the tolled managed lanes.

*Expenditures of private funds are not included.

RAIL FACILITIES DESCRIBED IN CHAPTER 91

Chapter 91 of the Transportation Code describes the Commission's powers in relation to rail facilities. In fiscal 2012, the following district expenditures were incurred on the rehabilitation of the South Orient Railroad for a tie marking and construction management contract:

- *Brownwood* - \$931,939
- *San Angelo* - \$3,865,140

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

- *Atlanta* - \$15,141
- *Austin* - \$47,390
- *Beaumont* - \$321,327
- *Bryan* - \$24,912
- *Corpus Christi* - \$22,478
- *Dallas* - \$37,619
- *Fort Worth* - \$37,619
- *Houston* - \$24,912
- *Laredo* - \$22,478
- *Paris* - \$22,478
- *Pharr* - \$22,478
- *San Antonio* - \$22,478
- *Tyler* - \$15,141
- *Waco* - \$22,478
- *Wichita Falls* - \$22,478

Statewide Studies - \$1,234,495

BONDS OR OTHER PUBLIC SECURITIES ISSUED FOR TRANSPORTATION PROJECTS

As discussed more fully in the sections that follow, the Commission is authorized through various statutory and constitutional provisions to issue general obligation and revenue bonds. No new bonds were issued in fiscal 2012 by TxDOT.

Total TxDOT bonds and other public securities are detailed below by bond type and fund. For bonds other than toll revenue bonds, TxDOT does not issue bonds for all contractor payments at one time; therefore, it is not known at the time of issuance which specific projects will be funded by a particular bond issuance. Lists of specific projects categorized by funding source can be found within TxDOT's Project Tracker web pages. Follow the link below to access: <http://www.txdot.gov/inside-txdot/projects/project-tracker.html>

General Obligation Bonds

Texas Mobility Fund (TMF)

In 2001, the Texas Legislature established the TMF, and voters approved it in that same year. Article III, Section 49-k of the Texas Constitution and Subchapter M, Chapter 201 of the Texas Transportation Code authorize the Commission to issue bonds secured by revenues deposited into the TMF and, at the option of the Commission, the full faith and credit of the state of Texas. The proceeds may fund state highway improvement projects, publicly owned toll roads, other public transportation projects and a loan program for qualified mobility projects.

TMF bonds may have a maturity of no longer than 30 years, and bonding capacity is constrained by statutory debt service coverage requirements as certified by the State Comptroller. As of Aug. 31, 2012, the Commission was authorized to issue up to \$7.2 billion in TMF bonds and other obligations.

	Issued Bond Principal	Issued Premium	Retired	Bonds Matured	Adjustments*	Outstanding
9/1/11	\$6,255,100,000	\$61,109,369		(\$197,420,000)	\$78,435,540	\$6,197,224,909
FY 2012	0			(46,770,000)	(8,586,281)	
8/31/12	\$6,255,100,000	\$61,109,369		(\$244,190,000)	\$69,849,259	\$6,141,868,628

* The adjustment represents the premium amortization net of discount amortization.

State of Texas Highway Improvement General Obligation Bonds (HIGO)

Article III, Section 49-p of the Texas Constitution and Transportation Code 222.004 authorize the issuance of up to \$5 billion in general obligation bonds for highway improvement projects. The HIGO bond program was approved by the voters in 2007 under ballot Proposition 12, and thus HIGO bonds are also referred to as "Proposition 12" bonds.

	Issued Bond Principal	Issued Premium	Retired	Bonds Matured	Adjustments*	Outstanding
9/1/11	\$977,810,000	\$22,187,536			(\$4,280,459)	\$995,717,077
FY 2012	0			(20,160,000)	(4,280,460)	
8/31/12	\$977,810,000	\$22,187,536		(\$20,160,000)	(\$8,560,919)	\$971,276,617

* The adjustment represents the premium amortization.

Revenue Bonds

State Highway Fund (SHF) Revenue Financing Program

In 2003, the Texas Legislature provided the Commission the ability to issue revenue bonds secured by the revenues of SHF. Authorized by Article III, Section 49-n of the Texas Constitution and Section 222.003 of the Texas Transportation Code, SHF obligations (also called "Proposition 14" Bonds) are secured by a pledge of, and are payable from, revenues deposited to the State Highway Fund. Under current statutory authority, proceeds may be used for state highway improvement projects; however \$1.2 billion must be used for safety projects. State Highway Fund Revenue Bonds may have a maximum maturity of 20 years and up to \$6 billion aggregate principal amount may be issued.

	Issued Bond Principal	Issued Premium	Retired	Bonds Matured	Adjustments*	Outstanding
9/1/11	\$4,457,390,000	\$141,938,816		(\$378,945,000)	(\$45,066,224)	\$4,175,317,592
FY 2012	0			(114,510,000)	(6,362,682)	
8/31/12	\$4,457,390,000	\$141,938,816		(\$493,455,000)	(\$51,428,906)	\$4,054,444,910

*Issued Premium consists of premium less underwriters' discount less cost of issuance.

Business-Type Activity Bonds of the Central Texas Turnpike System (CTTS)

First Tier Revenue Bonds, Series 2002-A; First Tier Revenue Refunding Put Bonds, Series 2009

Pursuant to Chapters 1207 and 1371 of the Texas Government Code, and Chapter 228, Subchapter C of the Texas Transportation Code, the Commission is authorized to issue turnpike revenue bonds to finance certain costs associated with toll roads.

In 2002, the Commission issued revenue bonds and approved a federal Transportation Infrastructure Finance and Innovation Act loan, which together totaled \$2.2 billion in financing for certain costs of the CTTS 2002 Project, located in the Austin District.

	Issued Bond Principal	Accretion	Retired	Issued To Date	Bonds Matured	Adjustments*	Outstanding
9/1/11	\$2,349,268,782	\$291,001,830	(\$1,050,000,000)	\$1,590,270,612		(\$11,840,675)	\$1,578,429,937
FY 2012	0	42,402,710		42,402,710	(4,505,000)	422,162	
8/31/12	\$2,349,268,782	\$333,404,540	(\$1,050,000,000)	\$1,632,673,322	(\$4,505,000)	(\$11,418,513)	\$1,616,749,809

*Adjustment includes discount, premium and deferred loss.

Component Unit Bonds

The Texas Private Activity Bond Surface Transportation Corporation (TxPABST), a blended component unit of TxDOT, has two conduit debt bond issues outstanding as of Aug. 31, 2012. The debt service payments associated with the TxPABST bonds are not the responsibility of the state of Texas.

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 transportation projects, provide local governments more control in transportation planning, help build transportation projects, relieve congestion and improve mobility and increase safety for motorists. The following are disbursements (cash expenditures) to or on behalf of RMAs made during fiscal 2012:

District	Name	FY 2012	Description of current year amounts
Austin	Central Texas RMA	\$33,591,326	Toll equity grants for development and construction costs on the following toll projects: 290E, Loop 1, 290West/SH 71 West, SH 45SW. Contract payments for HERO roadside assistance program and 183-A bike/pedestrian path.
El Paso	Camino Real RMA	\$138,049,621	Loop 375: Project development agreement payments, in-kind construction contribution, toll equity loans and grants and a SIB loan; pass-through payments for Spur 601.
Paris	Grayson County RMA	\$ 317,384	Toll equity loan and grant for preliminary development to extend the Dallas North Tollway into Grayson County.
Pharr	Cameron County RMA	\$12,100,264	Toll equity loans for evaluation of the West Parkway and South Padre Island Second Access projects, and an ARRA grant and in-kind construction contribution for the SH 550 toll project.
Pharr	Hidalgo County RMA	\$21,830	In-kind expenditures by TxDOT for Trade Corridor Connector project.
San Antonio	Alamo RMA	\$65,041,244	Toll equity grant for evaluation of the US 281 proposed toll road system; project development agreement payments for construction of the US 281/Loop 1604 interchange and Superstreet projects; I-35 Planning and Environmental Linkages study.
Tyler	North East Texas RMA	\$41,641,270	Toll equity loan and a SIB loan for development of Segment 3B of Toll 49.

Exhibit - UNIFIED TRANSPORTATION PROGRAM

Explanation of Tables

The listed fiscal 2012 expenditures for UTP Categories 1 through 12 represent expenditures, excluding indirect costs, directly related to contractor payments for highway improvement and maintenance projects.

Aviation expenditures exclude indirect costs and are 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.

Public Transportation expenditures exclude indirect costs and are directly associated with federal and state grant programs for public transportation.

Expenditures for Rail-Related Projects exclude indirect costs and represent those projects listed in the rail section of 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 & Urban Corridor Projects	Non-Traditional Funded Projects	Statewide Connectivity Corridor Projects	Congestion Mitigation and Air Quality Improvement	Structures Replacement and Rehabilitation
Abilene	21,574,903	455,224	4,977	-	-	2,899,160
Amarillo	32,918,781	43,649	10,719,739	1,437,355	-	7,236,520
Atlanta	15,987,297	-	19,808,970	-	-	7,124,847
Austin	37,186,628	21,227,615	74,747,875	-	-	11,026,442
Beaumont	20,443,669	-	16,217,334	-	2,193,041	8,912,868
Brownwood	17,355,741	-	13,998	-	-	2,146,181
Bryan	26,325,943	3,942	16,995,862	578,832	-	1,900,443
Childress	6,119,765	-	-	-	-	2,279,329
Corpus Christi	30,886,559	4,005,002	12,563,028	2,361,363	-	44,726,719
Dallas	52,581,587	32,357,032	349,678,649	-	5,537,725	20,674,537
El Paso	19,198,650	45,715,225	77,218,109	-	5,050,108	1,259,168
Fort Worth	67,404,672	138,019,315	58,717,700	42,459	3,547,715	23,080,700
Houston	69,657,262	41,841,213	184,846,657	24,323	32,958,657	29,141,917
Laredo	25,893,924	-	19,488,150	6,086,808	-	3,975,236
Lubbock	24,177,185	391,414	21,682,048	-	-	95,294
Lufkin	15,478,344	-	3,636	-	-	8,082,471
Odessa	16,559,757	-	3,432,536	-	-	37,775
Paris	38,857,659	8,250	23,917,262	6,963,465	-	12,208,858
Pharr	33,818,472	2,108,316	49,281,225	14,067,901	-	5,339,073
San Angelo	13,215,724	-	1,142,190	-	-	1,327,589
San Antonio	39,648,040	3,739,804	85,817,325	6,485,350	-	3,722,111
Tyler	23,703,719	-	23,169,197	-	-	6,796,395
Waco	16,722,228	21,749,630	127,865,959	16,497,387	-	5,794,095
Wichita Falls	17,787,563	-	(110,580)	-	-	9,883,134
Yoakum	37,264,700	-	8,559,610	9,250,769	-	6,643,472
Total	720,768,772	311,665,631	1,185,781,456	63,796,012	49,287,246	226,314,334

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	-	1,326,798	569,609	(2,670)	4,390,930	6,545,864
Amarillo	-	800,928	836,624	779,692	3,550,178	5,459,710
Atlanta	-	20,572,441	53,787	1,207,502	5,443,960	10,137,720
Austin	7,169,060	30,516,722	10,989	8,653,269	10,373,490	20,492,701
Beaumont	-	5,053,650	2,415,399	5,446,000	3,750,570	13,790,513
Brownwood	-	538,806	255,673	171,306	22,723	4,378,025
Bryan	-	22,896,894	-	11,641,007	2,125,840	29,766,786
Childress	-	12,261	-	127,331	3,080,303	1,948,689
Corpus Christi	5,288,819	18,317,949	501,004	5,174,415	3,268,385	5,092,513
Dallas	29,783,524	23,828,585	14,290,594	10,579,917	1,308,201	27,815,745
El Paso	12,825,861	4,663,879	1,001,533	12,229,274	3,703,985	5,001,477
Fort Worth	64,134,996	10,350,186	622,866	7,700,175	5,572,480	180,079,333
Houston	57,138,999	20,088,751	7,681,522	43,129,582	6,048,982	32,966,251
Laredo	-	238,082	7,860,824	6,962,039	1,403,864	8,966,356
Lubbock	308,042	1,868,680	-	86,014	3,814,675	7,234,670
Lufkin	-	14,255,062	71,961	971,745	1,906,262	3,700,161
Odessa	-	4,861,648	5,962,901	79,899	3,289,643	2,929,921
Paris	-	14,220,798	-	1,172,382	3,032,449	4,172,161
Pharr	1,590,925	3,572,355	158,599	19,742,189	4,154,671	22,170,632
San Angelo	-	539,264	94,683	3,449,969	1,407,560	3,599,048
San Antonio	33,134,629	6,398,331	2,388,242	7,954,592	3,353,696	28,873,385
Tyler	-	23,015,774	2,191,014	3,972,737	4,120,082	5,646,208
Waco	-	9,858,126	10,392,176	1,522,244	854,862	44,415,692
Wichita Falls	-	4,783,903	1,344,433	637,218	1,864,518	6,675,051
Yoakum	-	3,113,087	12,315	2,674,126	971,110	9,495,160
Total	211,374,855	245,692,960	58,716,748	156,061,954	82,813,419	491,353,772

Expenditures By Unified Transportation Program Category, Concluded

TxDOT District	Aviation	Public Transportation	Rail Related Projects	TOTAL
Abilene	\$719,705	\$1,168,737		\$39,653,237
Amarillo	2,331,493	3,592,523		69,707,192
Atlanta	1,370,352	2,559,086		84,265,962
Austin	5,340,581	4,532,988		231,278,360
Beaumont	746,990	2,016,725		80,986,759
Brownwood	708,608	5,739,401	1,510,562	32,841,024
Bryan	5,898,673	5,045,918		123,180,140
Childress	10,369	1,311,820		14,889,867
Corpus Christi	599,343	2,764,086		135,549,185
Dallas	22,711,799	11,179,393		602,327,288
El Paso	31,579	3,395,196		191,294,044
Fort Worth	10,934,066	3,763,733		573,970,396
Houston	8,496,666	5,669,283		539,690,065
Laredo	326,585	3,091,502		84,293,370
Lubbock	1,356,834	4,673,847		65,688,703
Lufkin	74,144	5,192		44,548,978
Odessa	6,310,949	5,179,909		48,644,938
Paris	4,033,933	3,308,100		111,895,317
Pharr	708,492	5,422,776		162,135,626
San Angelo	720,991	2,712,475	3,639,769	31,849,262
San Antonio	7,676,004	7,906,361		237,097,870
Tyler	1,062,922	5,757,097		99,435,145
Waco	4,244,465	3,181,219		263,098,083
Wichita Falls	2,861,190	422,359		46,148,789
Yoakum	1,008,534	4,204,737		83,197,620
Total	\$90,285,267	\$98,604,463	\$5,150,331	\$3,997,667,220
Public Transportation Admin & Other		3,184,210		3,184,210
GrandTotal	\$90,285,267	\$101,788,673	\$5,150,331	\$4,000,851,430