



FY 2020-2021 LEGISLATIVE APPROPRIATIONS REQUEST OVERVIEW

Texas Transportation Commission



Timeline: FY 2020 – 2021 Legislative Appropriations Request (LAR)

March 2018	Initial Legislative Appropriations Request (LAR) discussion with Commission.
April 2018 through June 2018	Continued discussion with Commission and Administration. Internal development of draft LAR.
June 2018	Strategic Plan for 2019 to 2023 submitted to the Legislative Budget Board (LBB) and Governor's Office.
July 2018	Presentation of draft LAR to Commission (per Transportation Code § 201.119).
August 2018	Commission considers adoption of LAR. Submitted to the LBB and Governor's office.
September 2018 through June 2019	LBB analysis of request, public hearings, legislative consideration and approval as part of the General Appropriation Act (GAA).

Key Components

Administrators Statement – This narrative is intended to explain issues fundamental to the department's request including:

- Significant changes in policy.
- Significant changes in provisions of service such as costs, technology or privatization.
- Significant changes to external factors impacting operations and mission such as population changes and federal mandates.
- Purposes of any new funding being requested.
- Organizational structure.

Summaries of Request – Includes various reports that summarize the agency's budget request for fiscal years 2020 and 2021 and includes data for fiscal years 2017, 2018, and 2019, by Legislative Strategy and Method of Finance.

Key Components (continued)

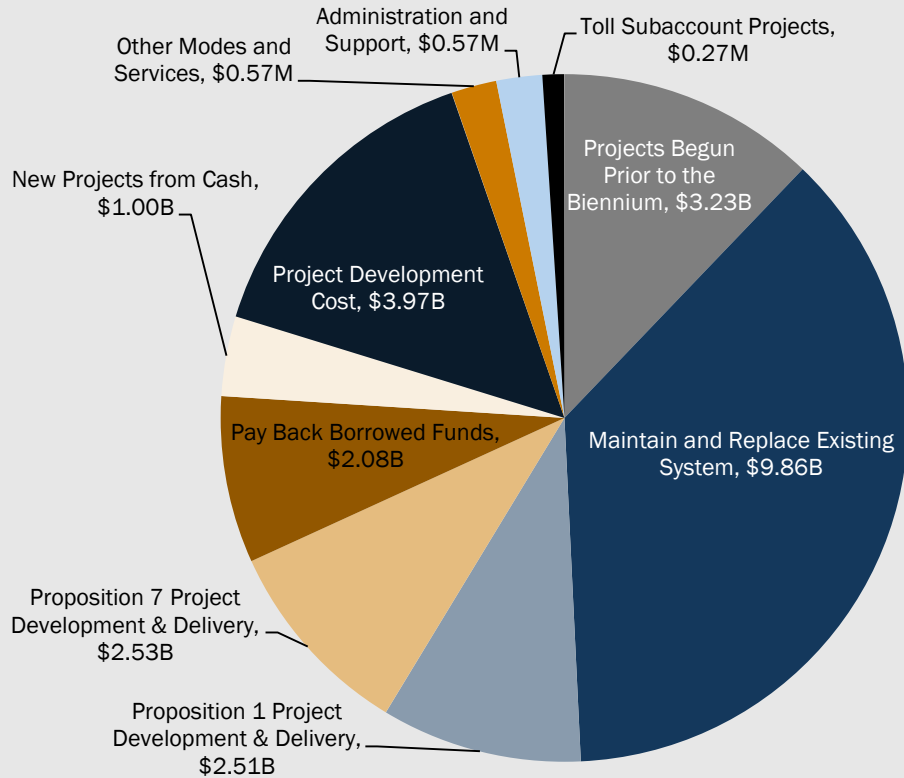
Full-Time Equivalent Positions (FTEs) – Provides summary information on FTEs to include the actual usage for prior years and budgeted and requested FTEs for current and requested years by Legislative Strategy. (Current FTE limitation is 12,213.5)

Rider Revisions and Additions – Reflects and explains any proposed revisions and/or deletions of existing department riders as well as any proposed new rider authority.

Capital Budget – Includes various reports that summarize current and historical capital expenditure detail and provides information on future operation and maintenance cost that are the basis for the department's capital budget request.

Requests for Exceptional Items – Includes various reports that provide detail and analysis for any funding requests that are above the departments baseline budget request.

FY 2018–19 Budget: Uses



	FY 2018-19
Projects Begun Prior to the Biennium	\$3.23B
Maintain and Replace Existing System	\$9.86B
Proposition 1 Project Development & Delivery	\$2.51B
Proposition 7 Project Development & Delivery	\$2.53B
Pay Back Borrowed Funds	\$2.08B
New Projects from Cash	\$1.00B
Project Development Cost	\$3.97B
Other Modes and Services	\$0.57M
Administration and Support	\$0.57M
Toll Subaccount Projects	\$0.27M
TxDOT Grand Total¹	\$26.60B

¹ Grand Total may not tie due to rounding

FY 2018–19 Budget Structure

Project Development and Delivery

- Plan/Design/Manage
- Contracted Planning & Design
- Right of Way Acquisition
- Construction Contracts
- Maintenance Contracts
- Proposition 1, 2014
- Proposition 7, 2015
- Construction Grants & Services

Routine System Maintenance

- Contracted Routine Maintenance
- Routine Maintenance
- Ferry Operations

Optimize Services and Systems

- Public Transportation
- Traffic Safety
- Travel Information
- Research
- Aviation Services
- Gulf Waterway

Rail

- Rail Plan/Design/Manage
- Contract Rail Plan/Design
- Rail Construction
- Rail Safety

Indirect Administration

- Central Administration
- Information Resources
- Other Support Services

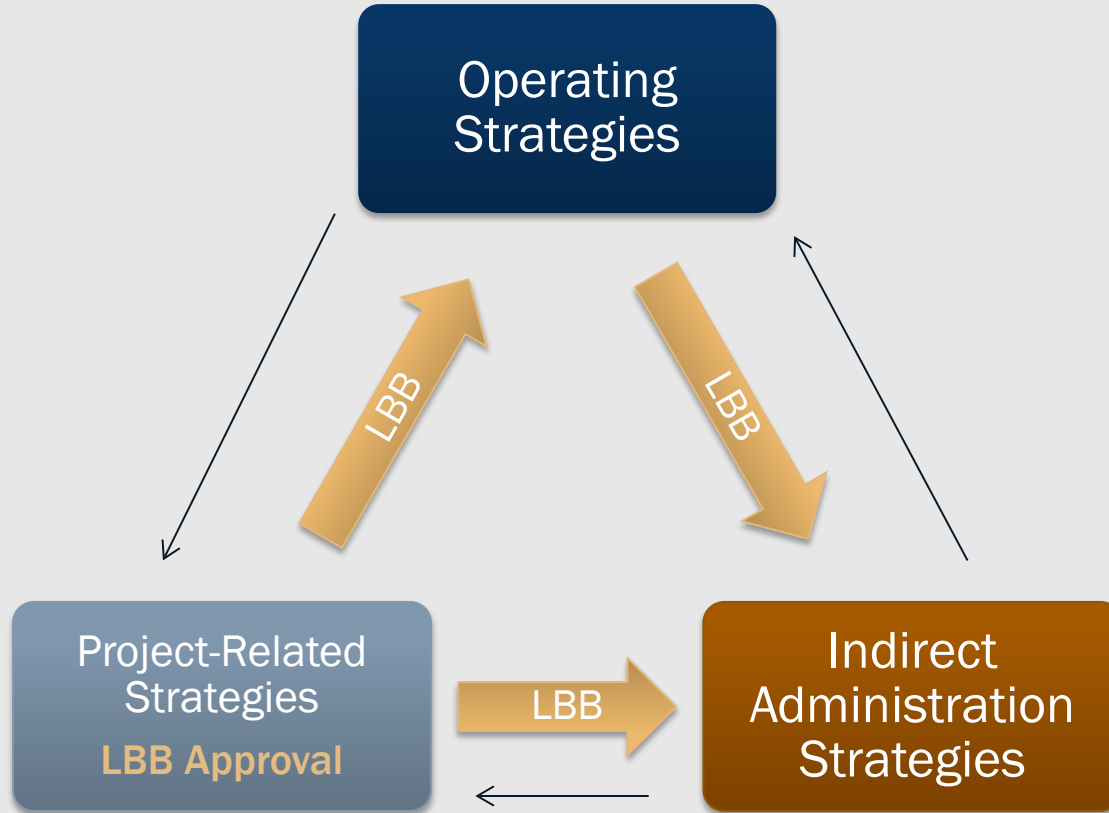
Debt Service Payments

- General Obligation Bonds
- State Highway Fund Bonds
- Texas Mobility Fund Bonds
- Other Debt Service

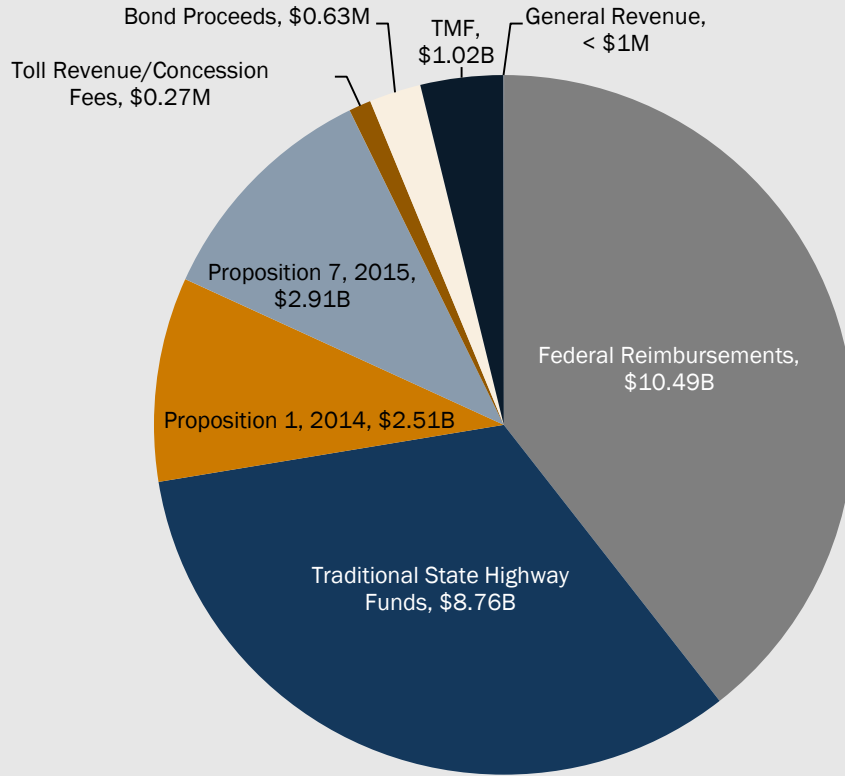
Develop Toll Subaccount Projects

- Plan/Design/Manage – subaccount
- Contracted Plan/Design – subaccount
- Right of Way – subaccount
- Construction Contracts – subaccount

FY 2018-19 TxDOT Transferability in GAA



FY 2018-19 Budget: Sources



	FY 2018-19
Federal Reimbursements	\$10.49B
Traditional State Highway Funds	\$8.76B
Proposition 1, 2014	\$2.51B
Proposition 7, 2015	\$2.91B
Toll Revenue/Concession Fees	\$0.27M
Bond Proceeds	\$0.63M
TMF	\$1.02B
General Revenue	< \$1M
TxDOT Grand Total	\$26.60B

¹ Grand Total may not tie due to rounding

Exceptional Items – FY 2018-19 LAR

Priority	Title	Biennial Amount	Decision
1	Veteran Toll Discount Program	\$ 16,600,000	Denied
2	Rail Safety ¹	\$ 2,177,350	Withdrawn
3	Rail - SORR Rehab Fort Stockton	\$ 33,000,000	Denied
4	Rail - SORR Rehab Paisano	\$ 7,000,000	Denied
5	Rural Public Transit Program	\$ 7,000,000	Denied

¹ Exceptional Item #2 - Rail Safety, was removed from consideration after the LAR submission, as it was determined additional funding was no longer needed.

Exceptional Items – FY 2018-19 LAR

Priority	Title	Biennial Amount	Decision
6	Maritime	\$ 132,875,785	Denied
7	Rail - NETEX	\$ 30,000,000	Denied
8	Truck Discount Toll Program	\$ 48,000,000	Denied
9	Rail - Heartland Flyer ²	\$ 5,000,000	Withdrawn

² Exceptional Item #9 - Rail Heartland Flyer, was removed from consideration after the LAR submission, since it was already included in the base Strategy request

Rider 42. Proposition 7 Appropriations.

- a) Contingent upon the Comptroller transferring the fiscal year 2018 Proposition 7, 2015, amount (estimated to be \$2,205,400,000) to the State Highway Fund pursuant to Article VIII, Sec. 7-c (a) of the Texas Constitution by September 3, 2018, and the Comptroller transferring a portion of the fiscal year 2019 Proposition 7, 2015, amount (estimated to be \$700,000,000) to the State Highway Fund by August 31, 2019, the following amounts are allocated to the strategies above for the following purposes, in accordance with Article VIII, Sec. 7-c, subsection (c), of the Texas Constitution:
 - 1) \$2,527,698,000 in fiscal year 2019 in Strategy A.1.7, Proposition 7, 2015, for the construction, maintenance, or acquisition of rights-of-way for public roadways other than toll roads; and
 - 2) \$377,702,000 in fiscal year 2019 in Strategy F.1.1, General Obligation Bonds, for the repayment of principal and interest on general obligation bonds issued as authorized by Article III, Sec. 49-p, of the Texas Constitution.
- b) Pursuant to Texas Constitution, Article VIII, Sec. 7-c (a), the full amount of sales tax proceeds for fiscal year 2018 and an estimated \$700,000,000 for fiscal year 2019 shall be transferred to the State Highway Fund during the biennium. The sales tax proceeds shall be allocated as described in subsection (1) and (2) of this rider. It is the intent of the Legislature that the remaining sales tax proceeds for fiscal year 2019 will transfer to the State Highway Fund in the following year.