9.   10-YEAR FINANCIAL OUTLOOK: BALANCES SUMMARY

BACKGROUND

Since December 2023, three groups of new projects were recommended by the Transportation Advisory Committee (TAC) and approved for programming by the Transportation Policy Council (TPC):

1. Regional Goods Movement Projects approved in December 2023.
2. TxDOT Houston District Out-of-Cycle/Priority projects approved in June 2024.
3. Carryover Spend Down projects approved as follow:
    a. The first round (August 2024 and August 2025 let dates) - approved in December 2023.
    b. Second round (August 2025 let date) - approved in September 2024.
    c. Third round (August 2026 let date) - approved in two parts in October 2024 and December 2024.

At the January 2025 meetings of the TAC and TPC, staff previewed the projects recommended for funding in the five categories listed below:

1. Major Projects
2. High Growth Area Needs
3. Operation Improvements and Congestion Management
4. Resiliency and State of Good Repair
5. Transit

If the recommended projects in the five categories above are approved, the total programmed amount since December 2023, including local/state match, will be approximately $3.1 billion ($2.6B federal).

CURRENT SITUATION

Staff will present the 10-year financial outlook and summary of available balances for funding in categories 2-Metro Mobility, 5-Congestion Mitigation and Air Quality (CMAQ), 7-Surface Transportation Block Grant (STBG), 9-Transportation Alternatives Set Aside (TASA), and 10-Carbon Reduction Program (CRP). Staff will present the summary of programmed amounts and available balances in two parts: Fiscal Years 2025 – 2028 (the current TIP years), and Fiscal Years 2029 – 2035 (the remainder of the 10-year period). Staff will also show three scenarios:

1. Current Balances - reflecting current TPC approved programming and known cost increases.
2. Adjusted Balances - reflecting current TPC approved programming, known cost increases, and some proposed shifts.
3. Adjusted Balances with Project Selection Process - reflecting TPC approved programming, known cost increases, proposed shifts, and staff recommendations of new project selections.

ACTION REQUESTED

Information only.