

10. TEXAS DEPARTMENT OF TRANSPORTATION STATE INFRASTRUCTURE BANK LOAN OPPORTUNITIES

BACKGROUND

The State Infrastructure Bank (SIB) is a federal revolving loan fund managed by the Texas Department of Transportation (TxDOT) for federal aid eligible roadway and Title 23 projects. The SIB can lend funds for on or off system federal aid eligible roadway projects to cover items such as a local contribution or local match, construction and construction related costs, right of way acquisition, and utility relocation, when associated with an eligible project. TxDOT will outline the SIB program interest rates, incentives, and eligibility.

CURRENT SITUATION

The SIB recently adjusted how interest rates are set for new loans. Also, the FY 2024 economically disadvantaged county program includes multiple H-GAC counties, which provides an opportunity to further lower SIB interest rates.

Additionally, the SIB has received multiple large early repayments in recent years and has ample capital to finance small and large projects across the state.

ACTION REQUESTED

For Discussion and Possible Action. [No Action Requested]