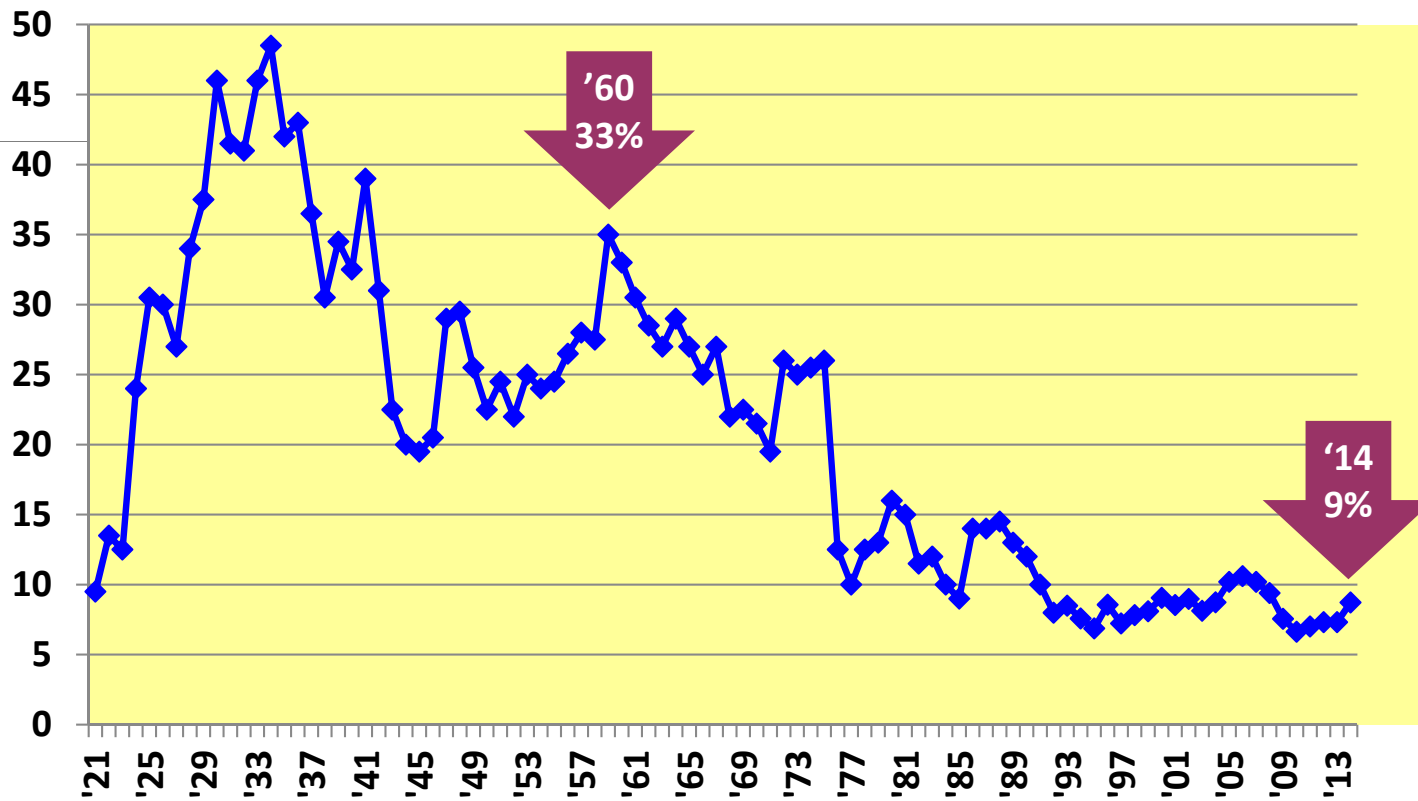


Texas Transportation Funding

MICHAEL REEVES

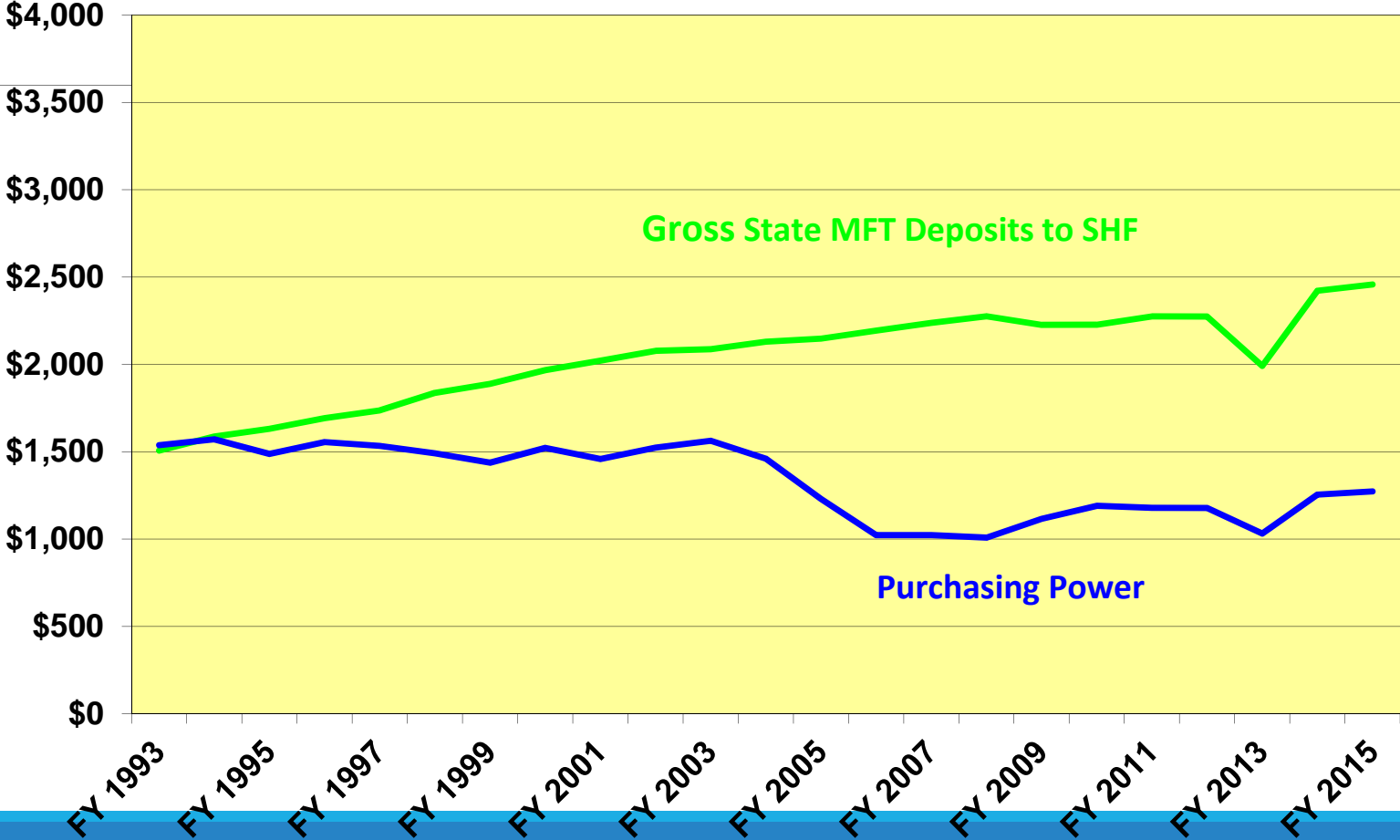


Reduced Emphasis on Transportation



In 1960, one third of the state budget went for transportation. FY 2016-17 is about 11%.

The Cost of Inflation (\$ Millions)

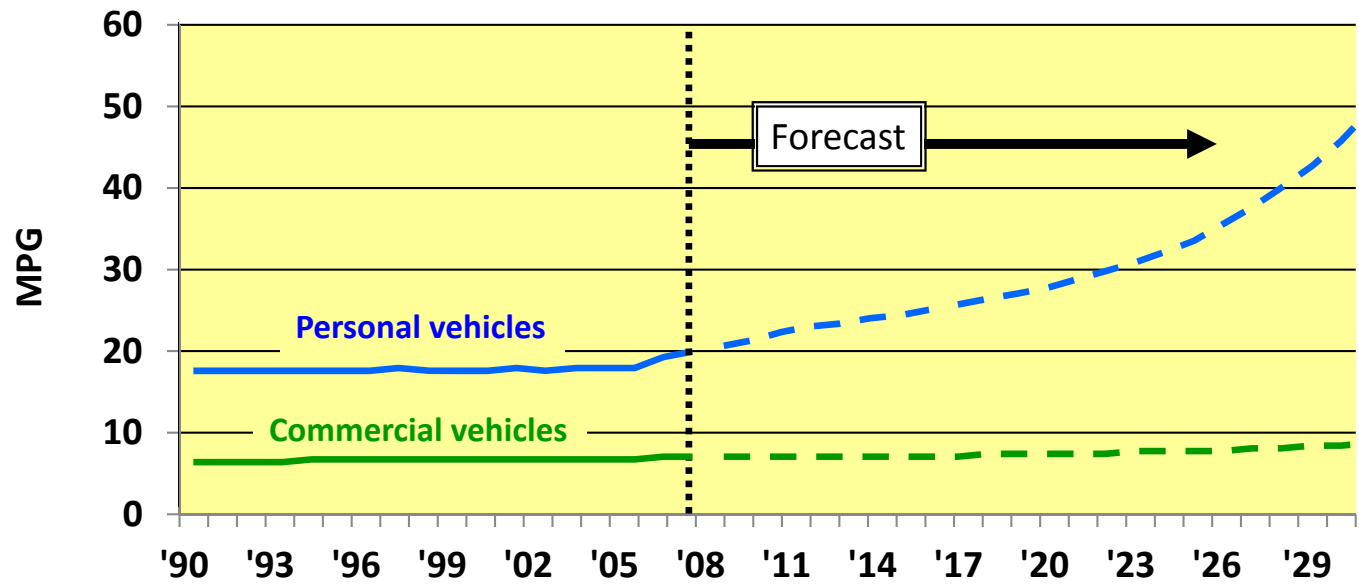


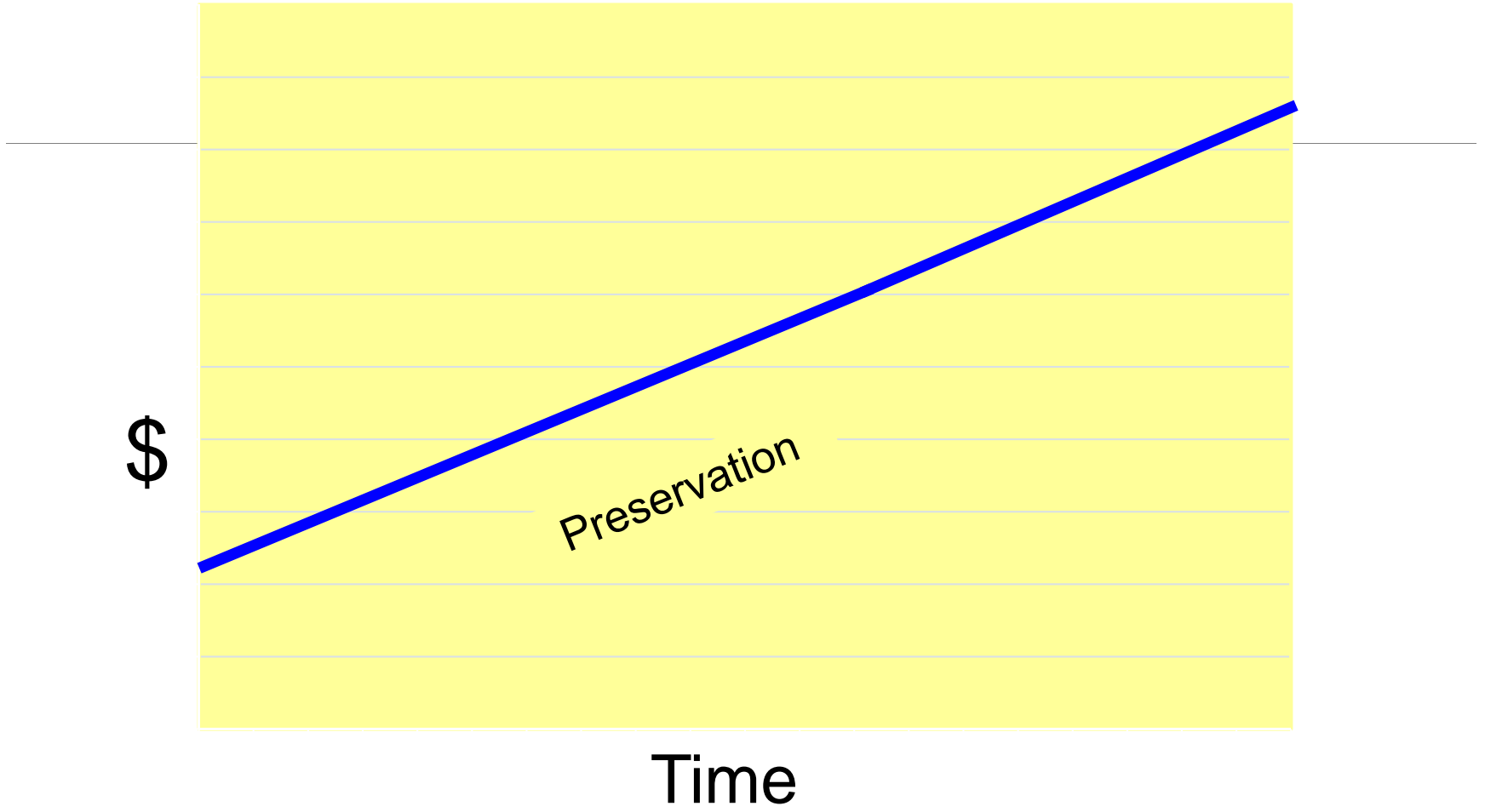
OTHER STATE FEES HAVE KEPT UP

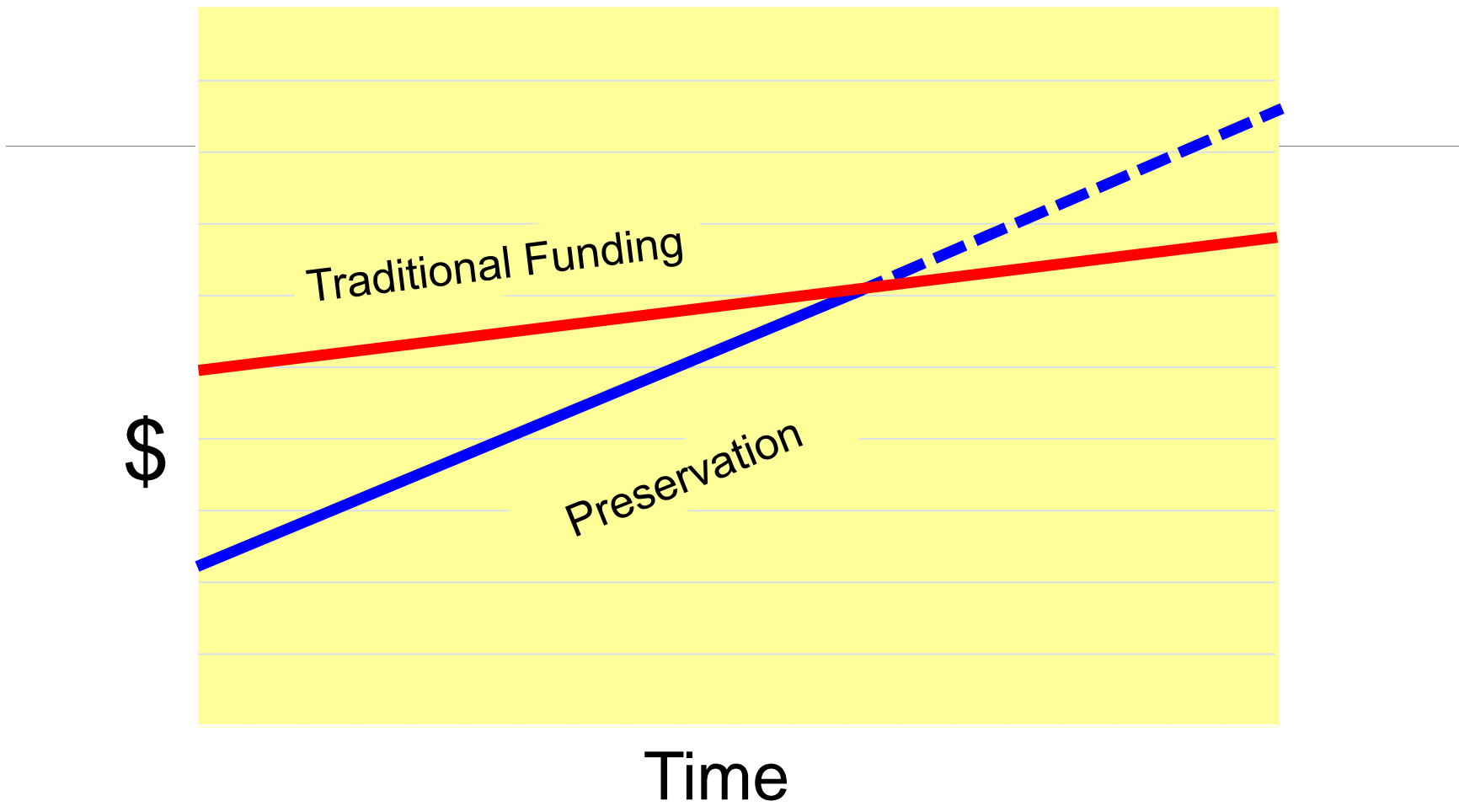
1991 Texas Tech In State Tuition	\$1,191
2014 Texas Tech In State Tuition	\$8,942
% Increase	750%
Gas Tax If Increased By Same %	\$1.50
1991 University of Texas In State Tuition	\$1,054
2014 University of Texas In State Tuition	\$9,830
% Increase	933%
Gas Tax If Increased By Same %	\$1.87

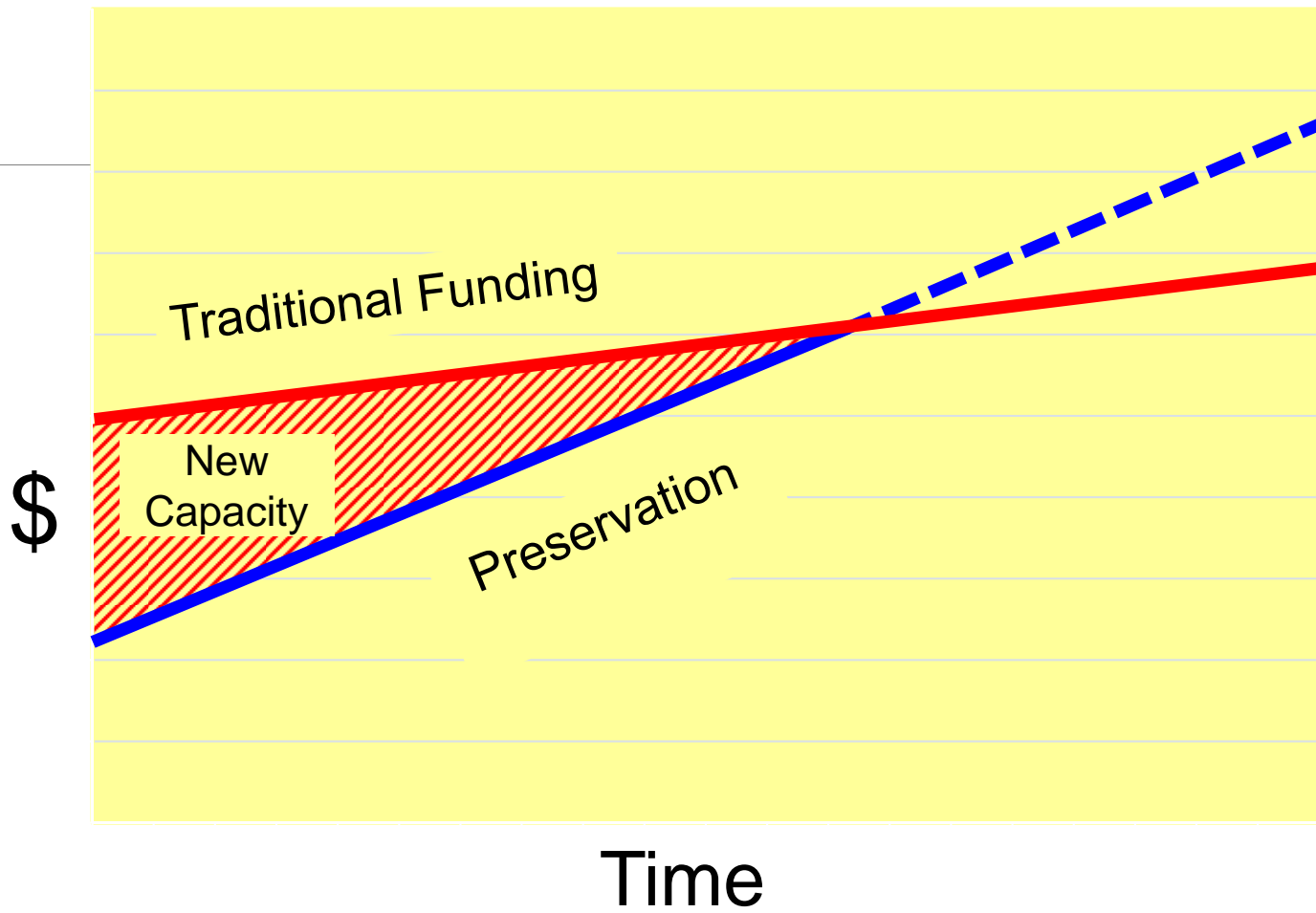
Texas Fleet Fuel Efficiency

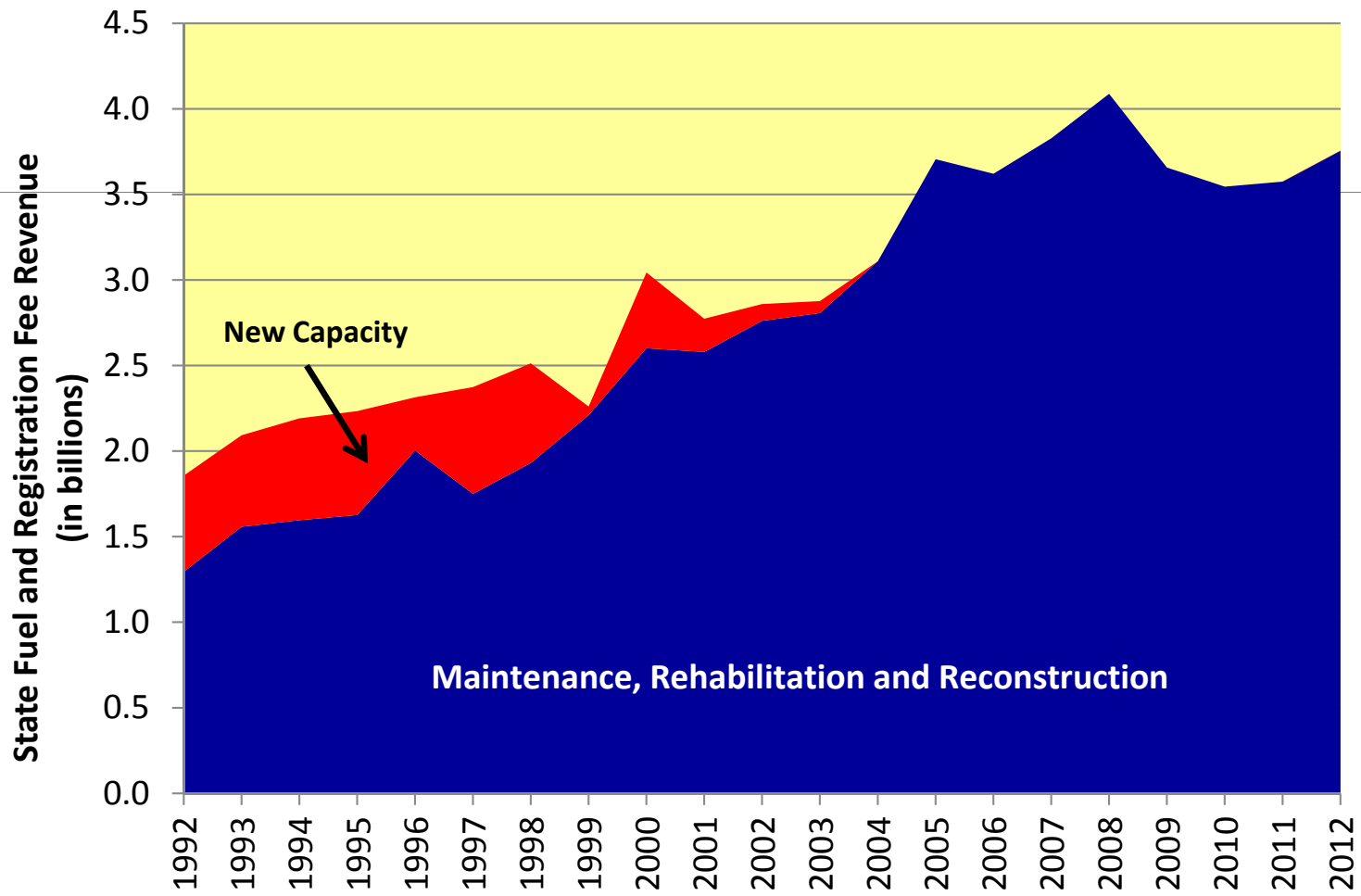
History and Future









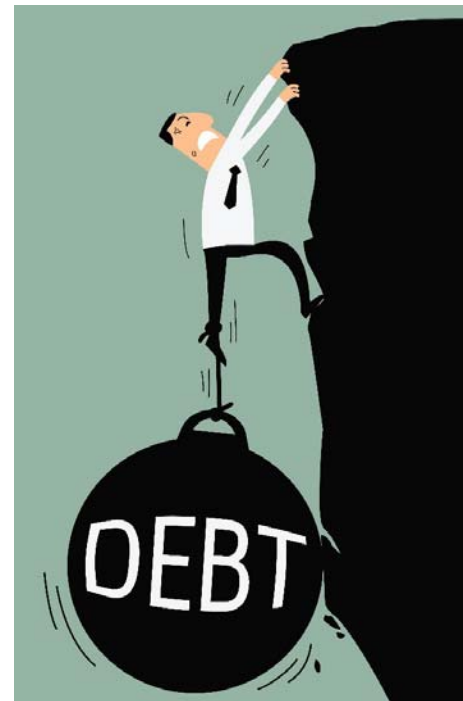


HOW DID TEXAS FILL THE GAP?

One time funding streams such as Prop 12 and Prop 14

Accumulated \$23 billion in debt

In 2014-15 biennium debt service accounted for nearly 11% of TxDOT budget (\$2.9 billion)




Proposition 1

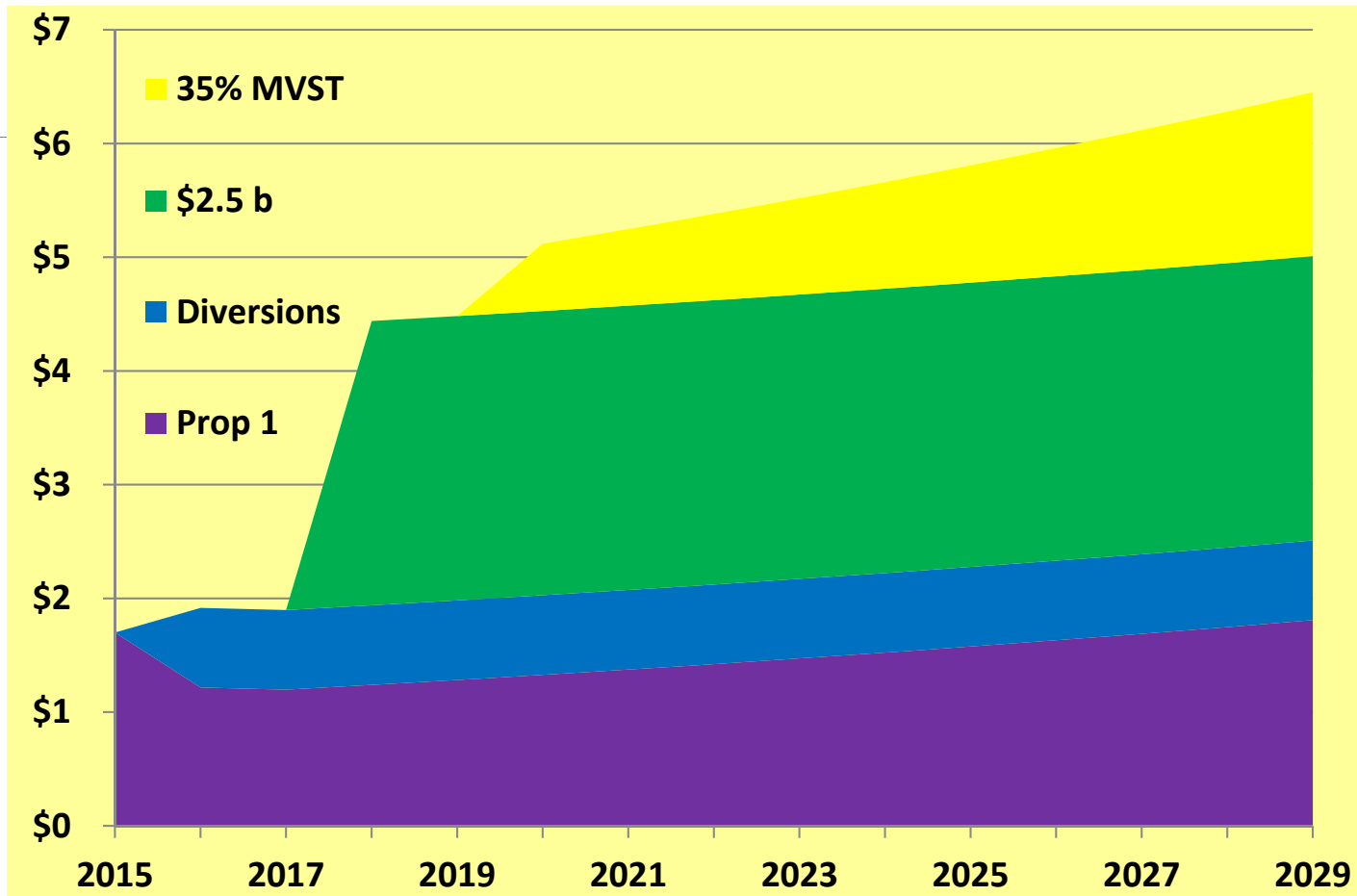
- Proposition 1, approved by the voters in November 2014 dedicated a portion of oil and gas royalties to transportation instead of “Rainy Day Fund”
- \$1.7 Billion to the state highway fund in the first year.
- Supported by 80% of the voters.
- Even with oil prices down, Comptroller still estimates ~ \$1.2 billion / year in FY 2016-17



Proposition 7

- Proposes a constitutional amendment to annually dedicate a portion of the existing general sales tax and motor vehicle sales tax to the state highway fund.
 - Use of the sales tax will be limited to the construction and maintenance of non-tolled roads and bridges, and to pay off general revenue transportation related debt.
 - \$2.5 billion in general sales tax that exceeds \$28 billion would start in FY 2018.
 - 35% of Motor Vehicle Sales Tax that exceeds \$5 billion would start in FY 2020.
- 

Transportation Funding Increases 2015 – 2029 (\$ Billions)



Ports-to-Plains Alliance

Michael Reeves

5401 N. MLK #395

Lubbock, TX 79403

(806) 775-2338

www.portstoplains.com

michael.reeves@portstoplains.com

