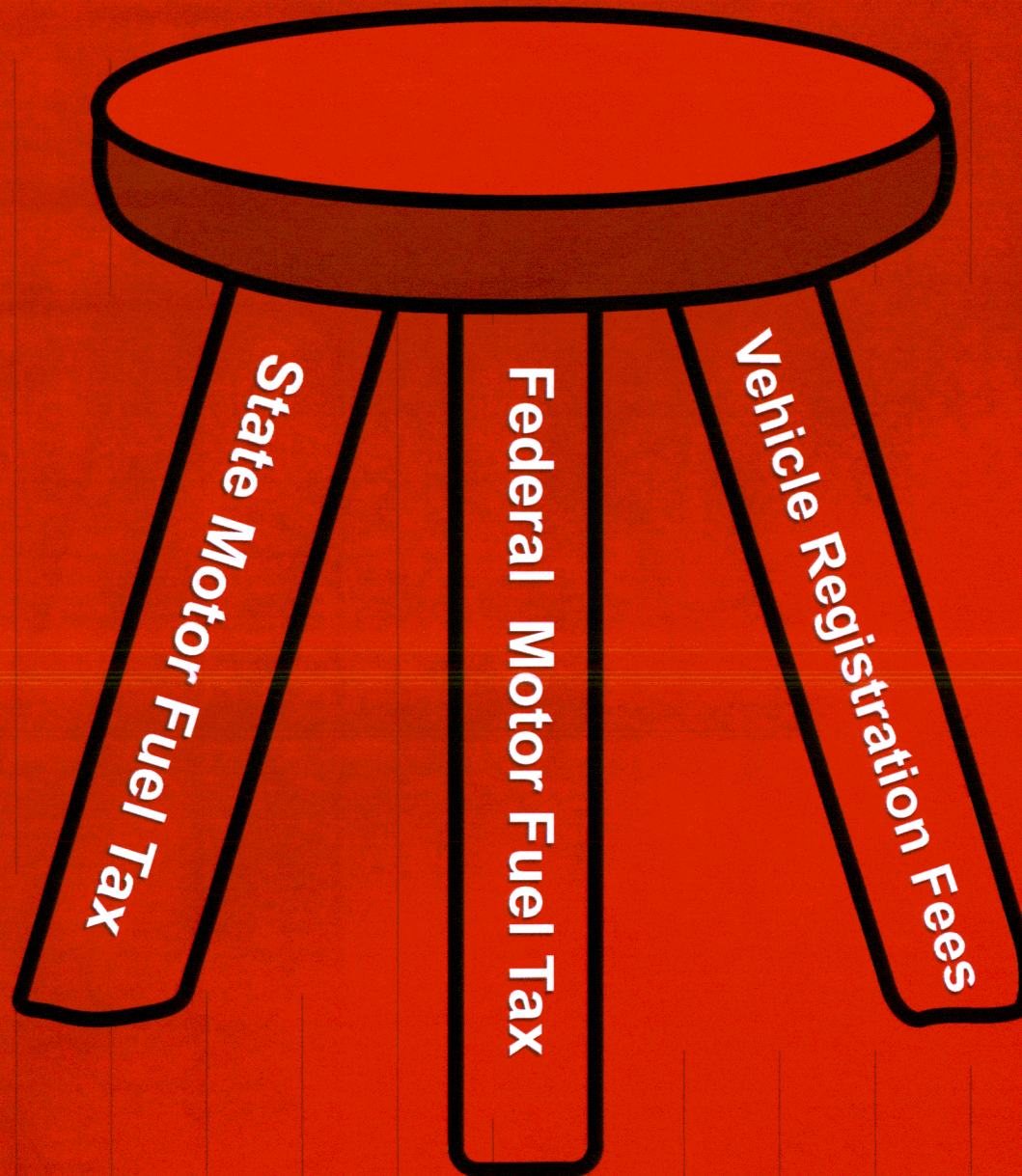


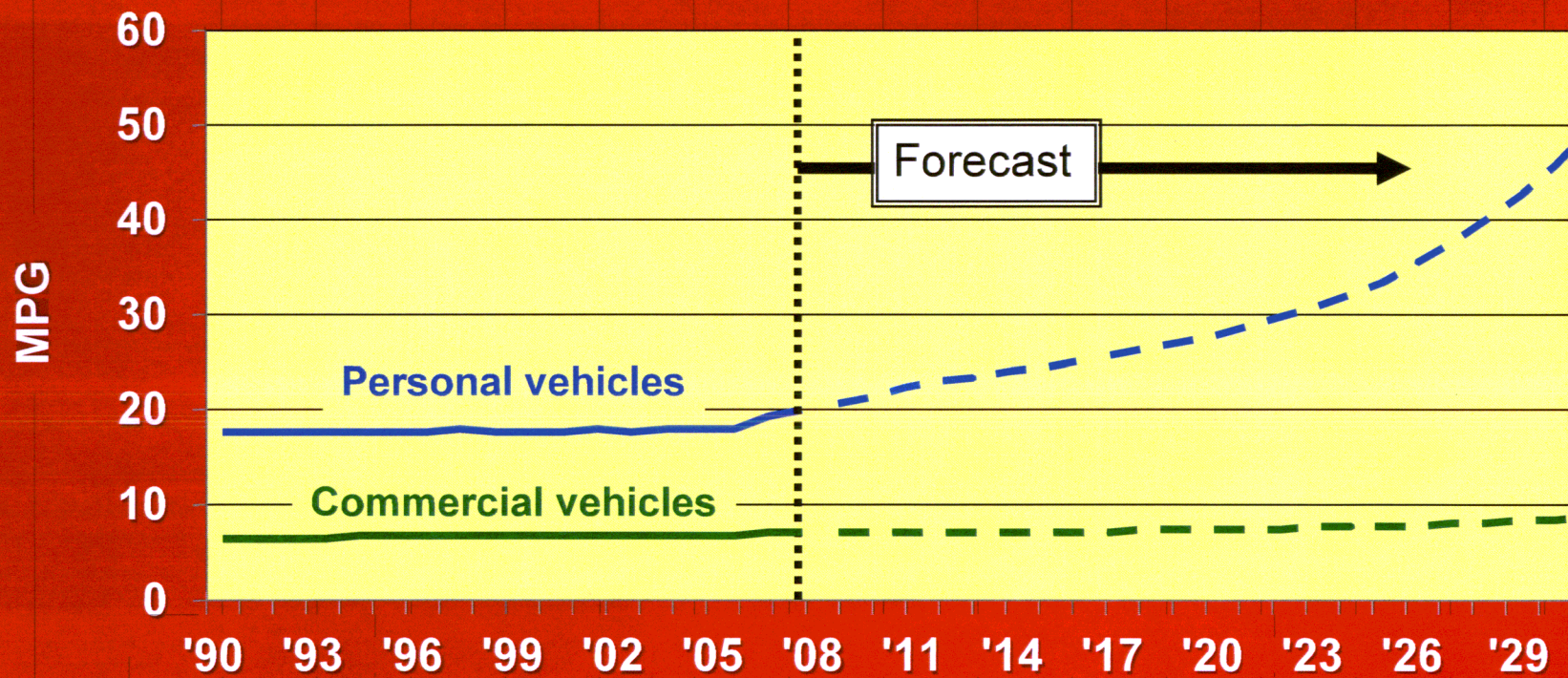
# **Texas Transportation Funding**

**State Senator Robert Nichols**

# Traditional Revenue Sources

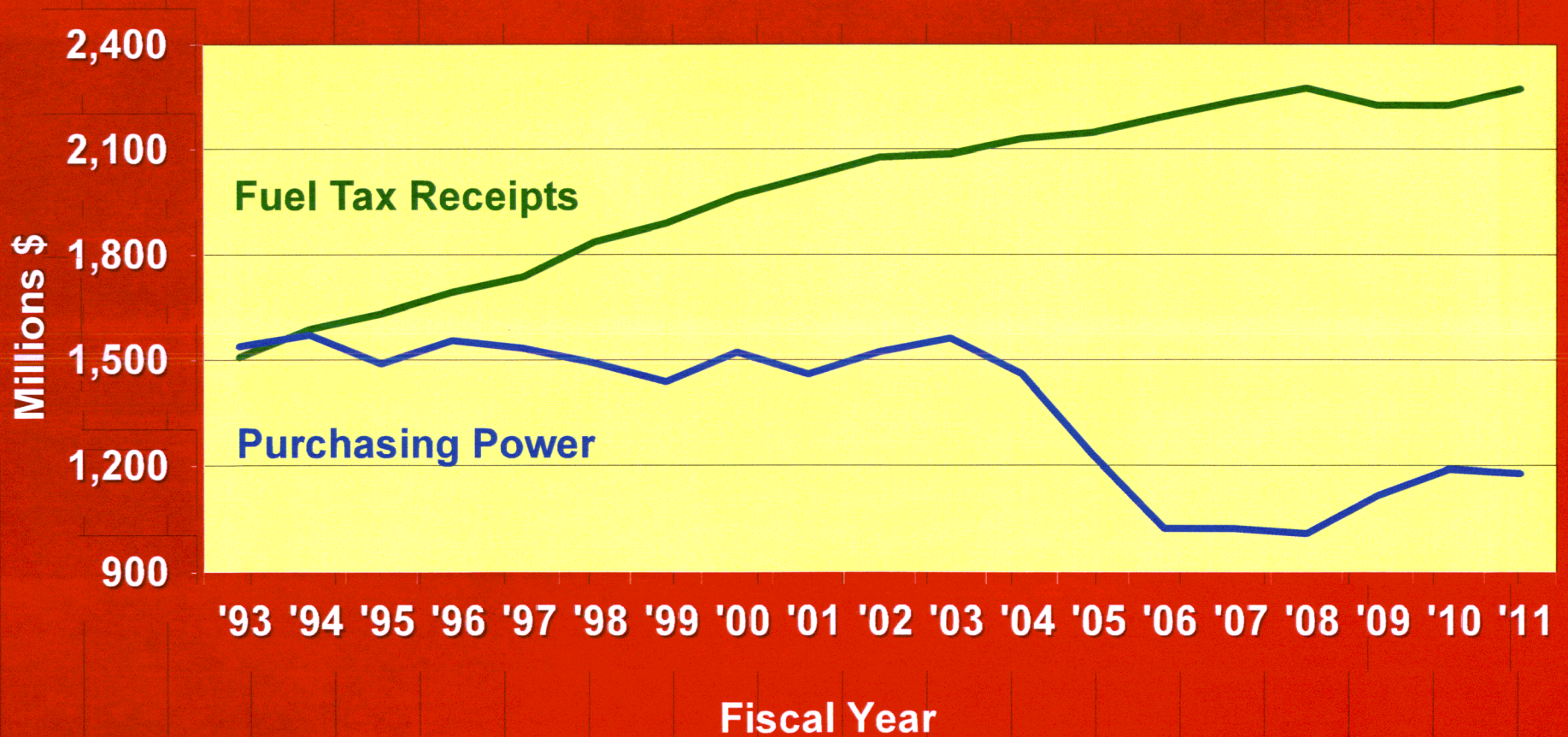


# Texas Fleet Fuel Efficiency History and Future



# The Cost of Inflation

Gross State MFT Deposits to St Hwy Fund  
Purchasing Power of State MFT Deposits



# Transportation Funding

maintenance

construction

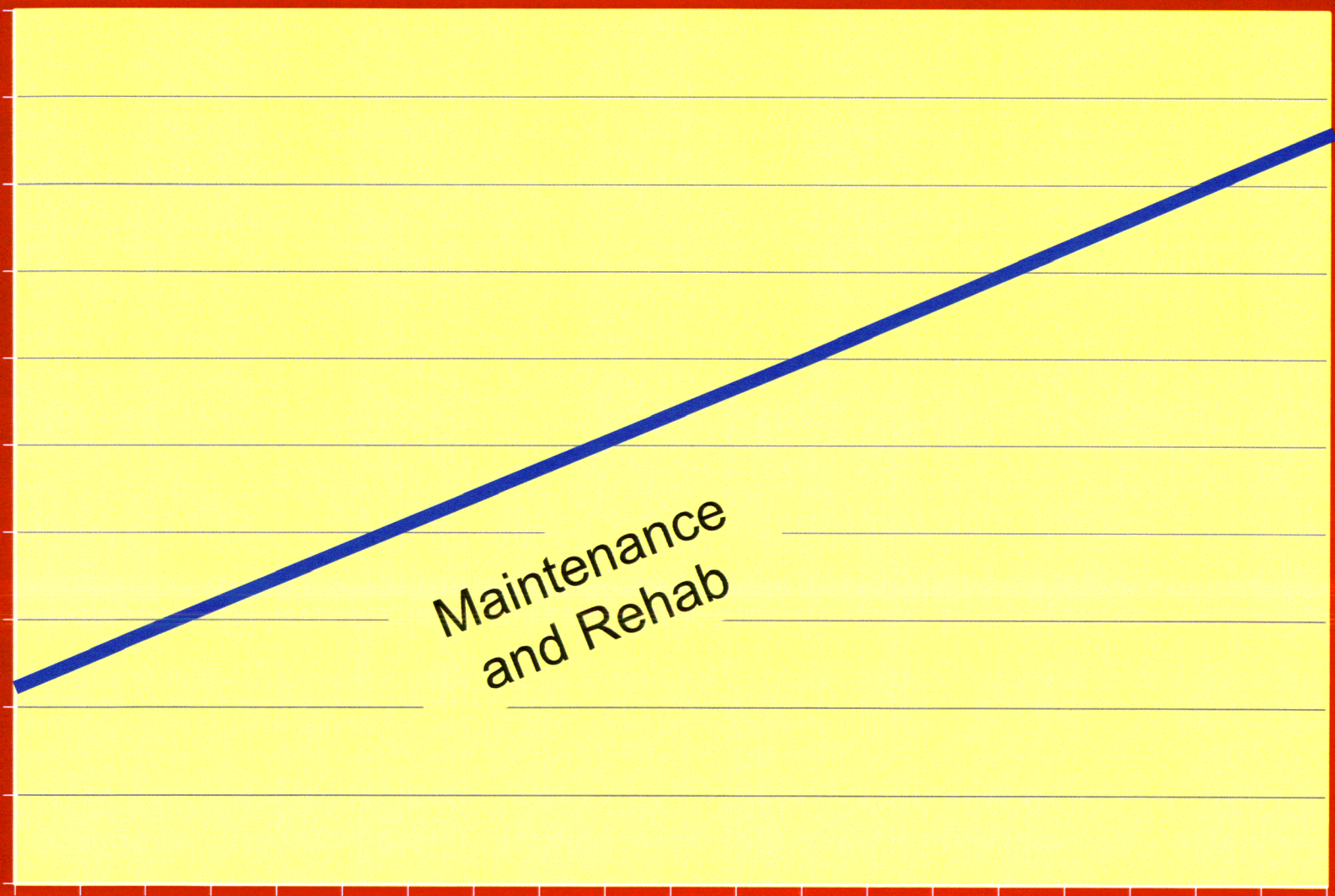
rehab  
( Overhaul existing  
system )

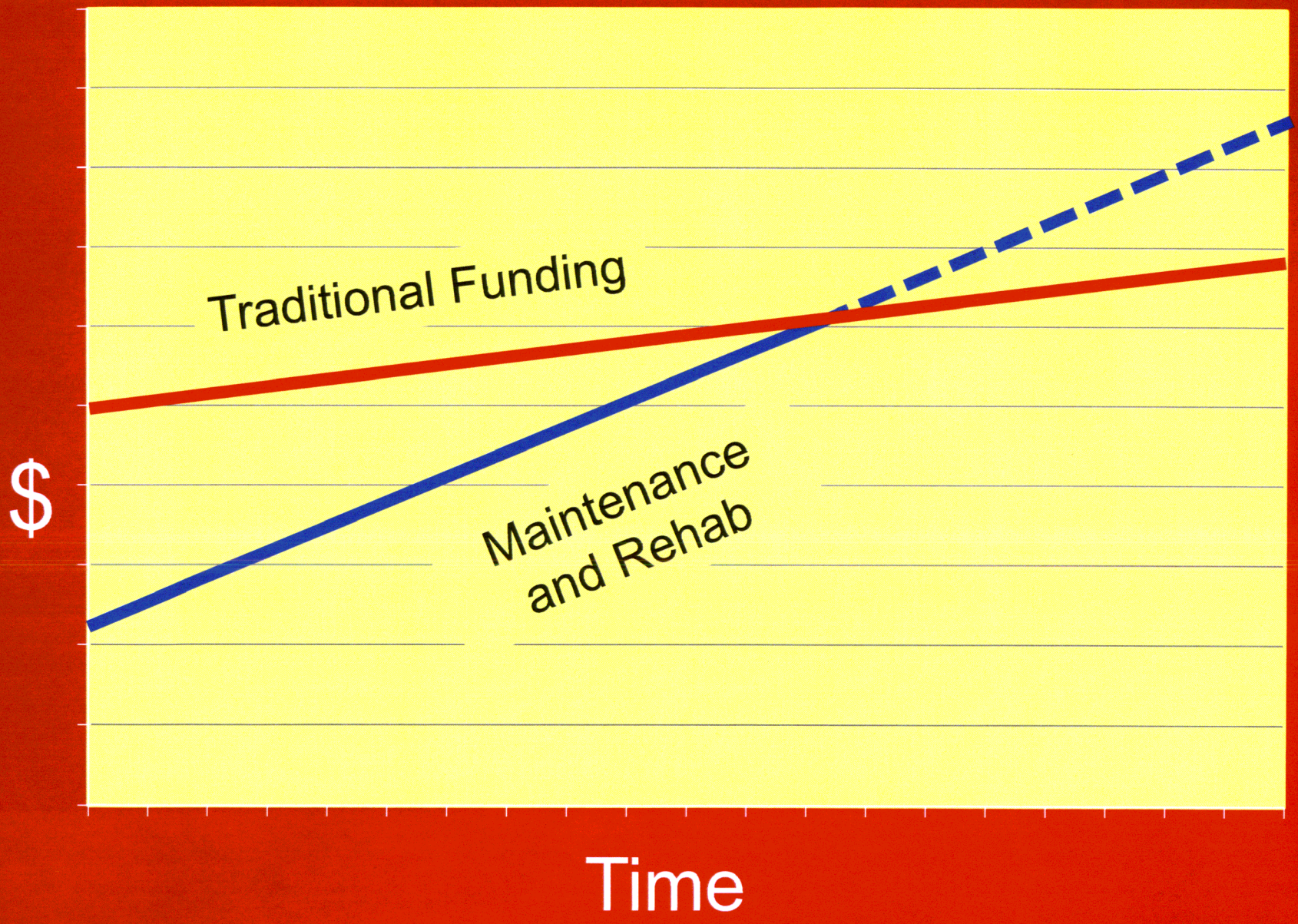
new capacity

\$

Maintenance  
and Rehab

Time



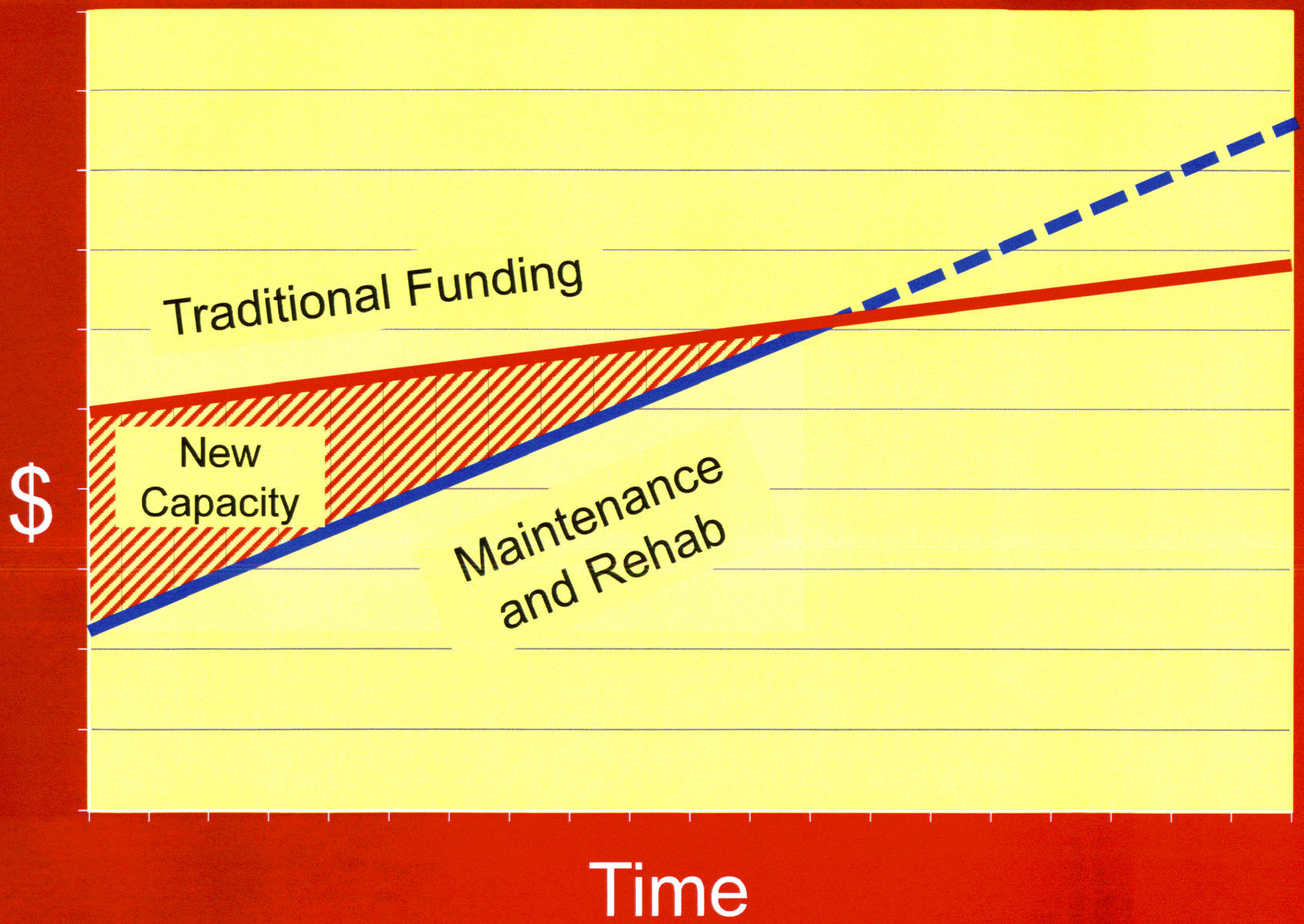


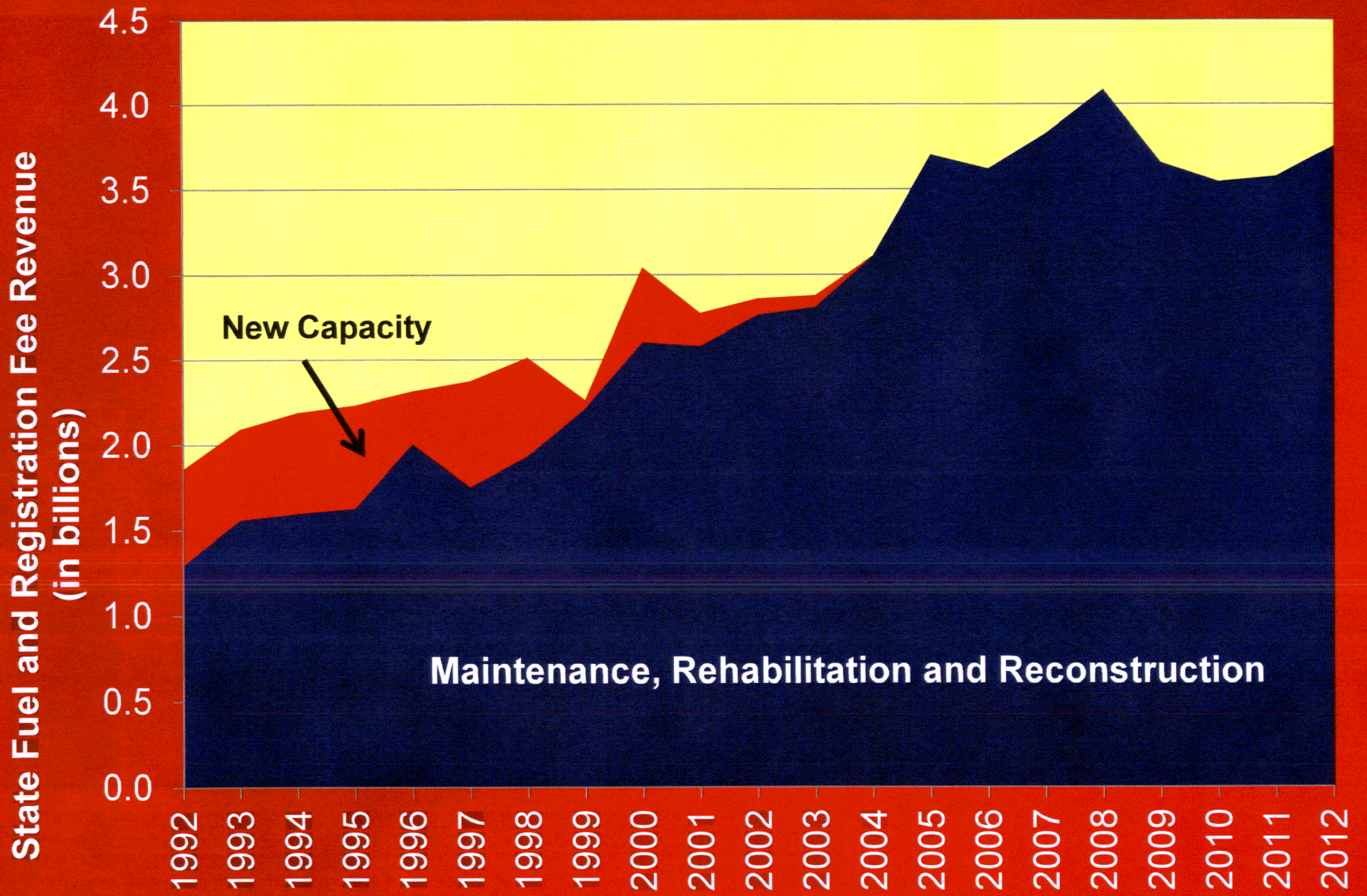
Traditional Funding

Maintenance and Rehab

\$

Time

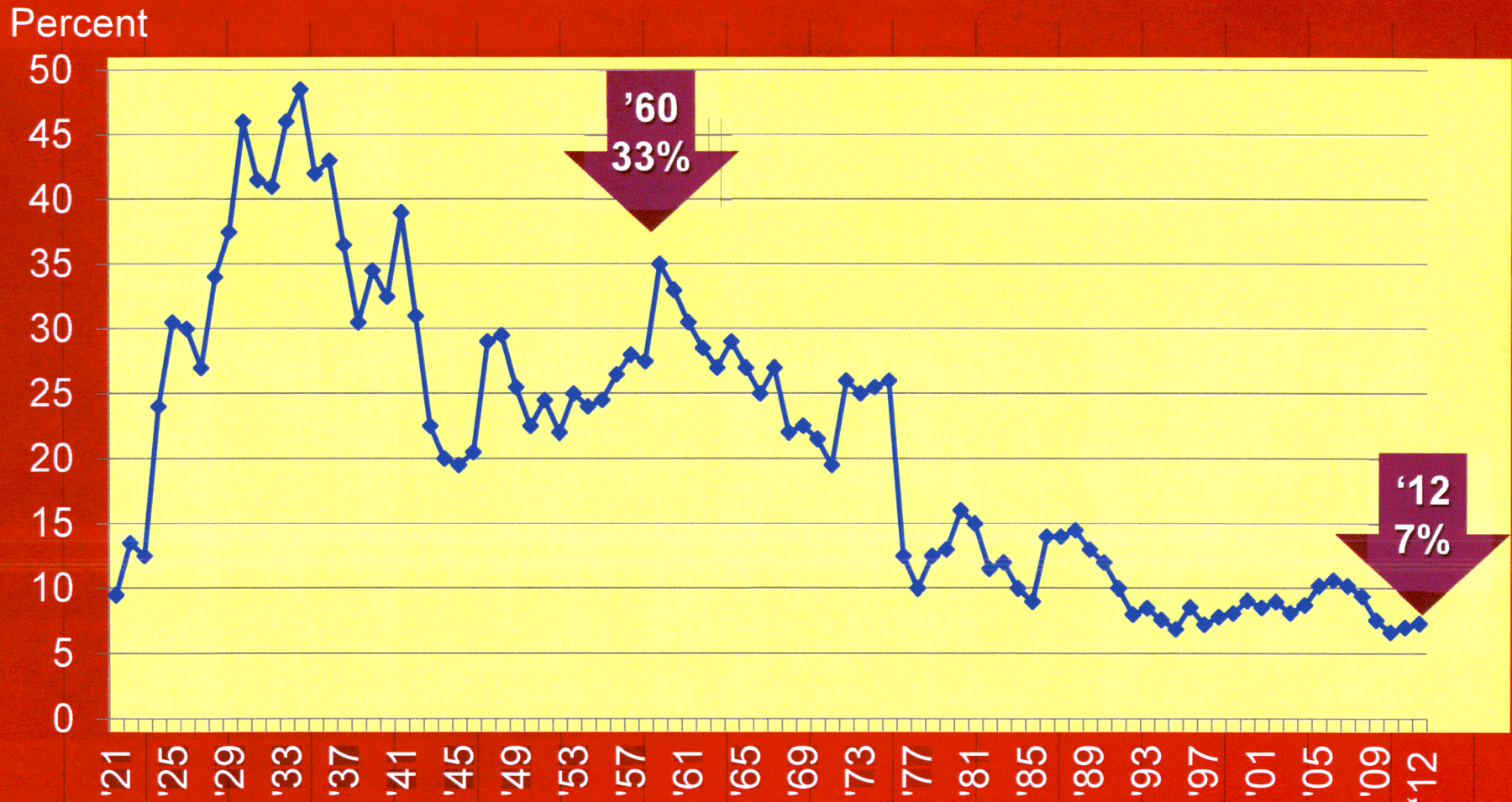




# One Time Funding Streams

- 2001 Texas Mobility Fund (\$6.9 Billion debt)
- 2003 Proposition 14 (\$6 Billion debt)
- 2007 Proposition 12 (\$5 Billion debt)
- 2008 NTTA Payment on SH 121 (\$3.2 Billion debt)
- 2009 Federal Stimulus Dollars (\$2.6 Billion)
- Also, \$1.9 Billion in outstanding pass through debt
- Grand Total of \$25.6 Billion in one time funding and over **\$23 Billion in debt**

# Reduced Emphasis on Transportation



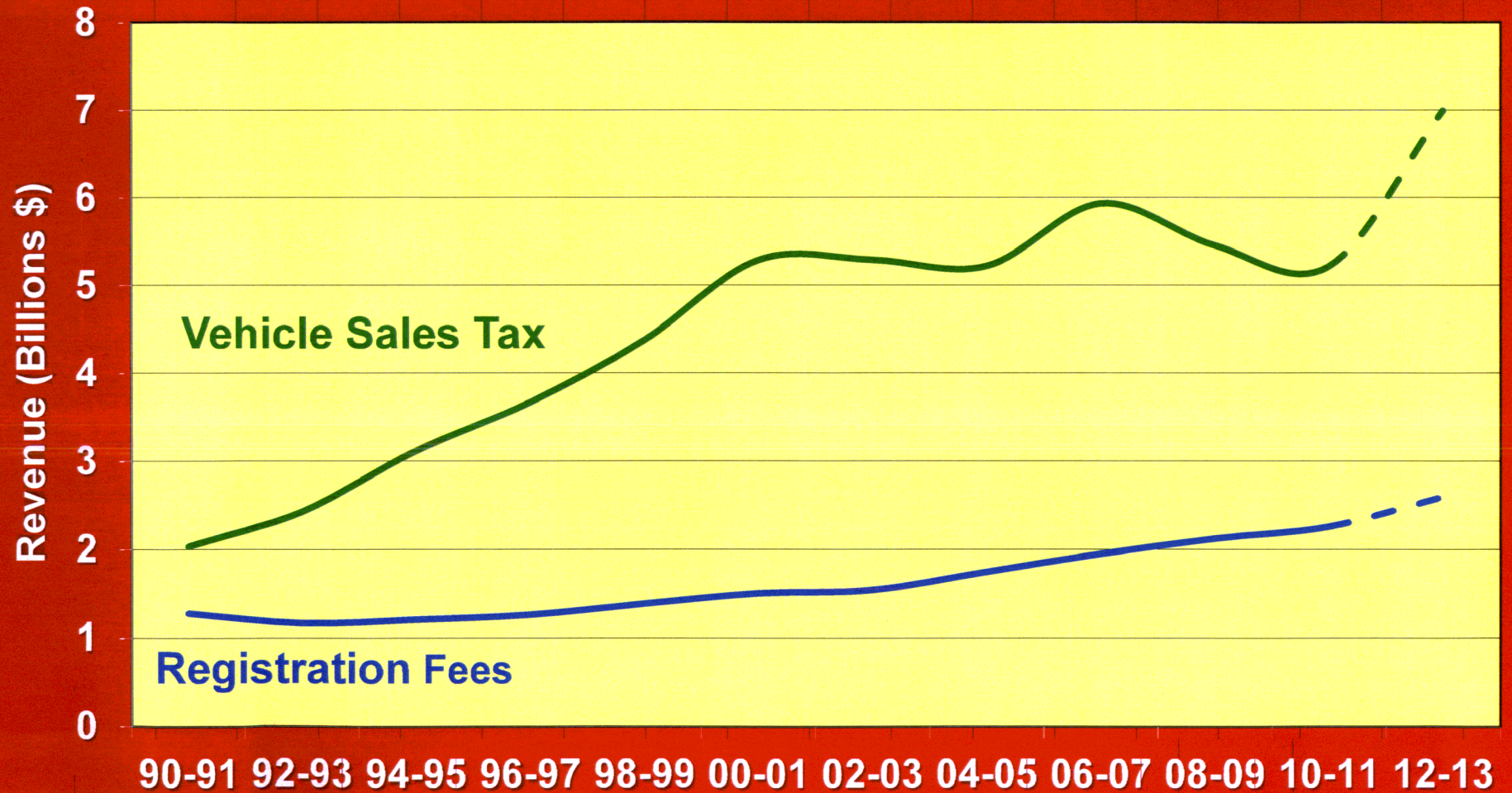
**In 1960, one third of the state budget went for transportation. Today, it is closer to seven percent.**

# **Transportation Funding Sources for Texas Need to Be:**

- 1. Predictable**
- 2. Constitutionally Dedicated**
- 3. Transportation Related**
- 4. Independent of Fuel Source**
- 5. Adjusts for Inflation**

# Sales Tax and Registration

by Biennium



# What This Proposal Does:

- **Proposes a constitutional amendment which would dedicate the existing sales tax on new and used automobiles to the state highway fund.**

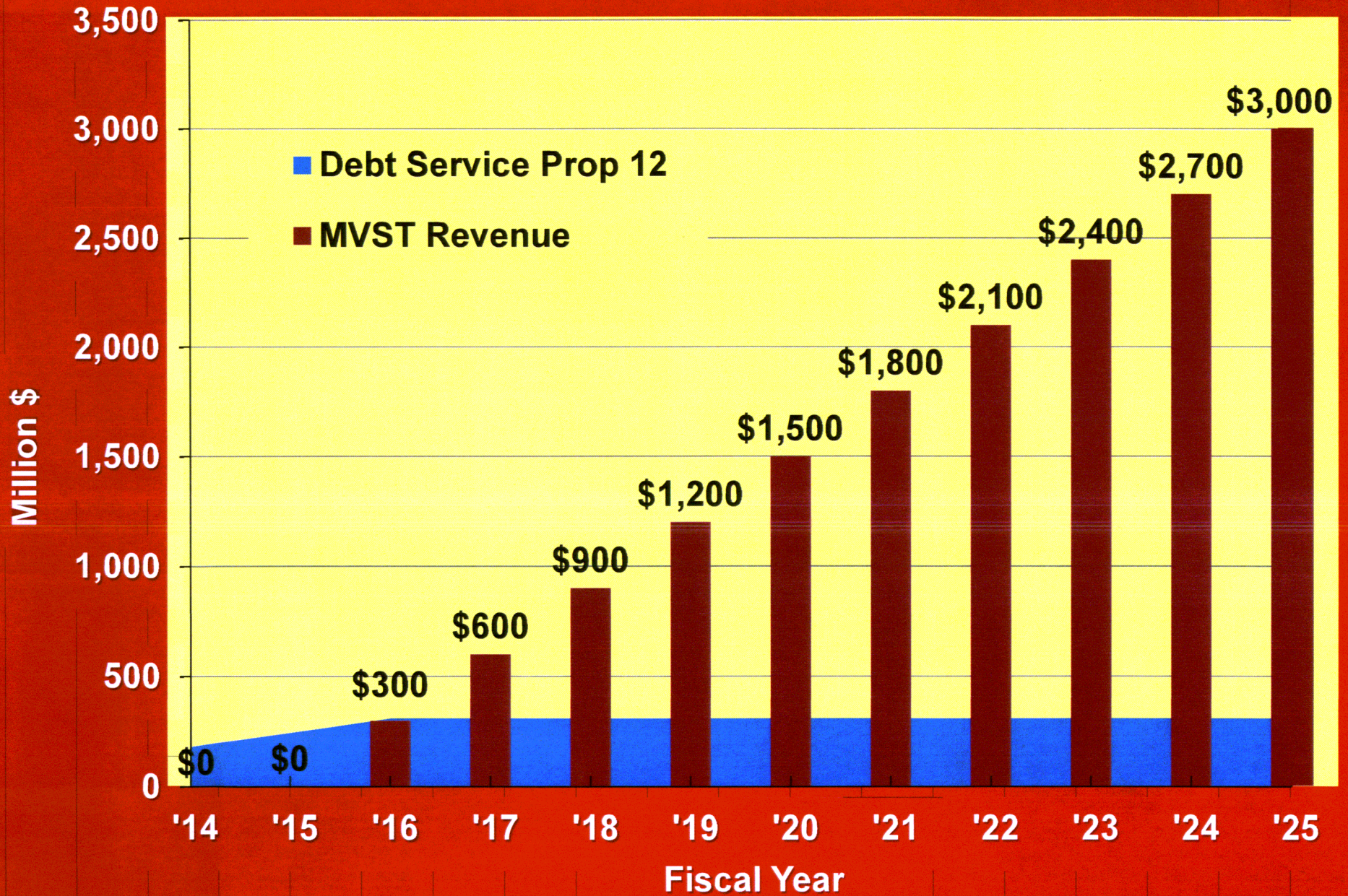
# What This Proposal Does:

- **Proposes a constitutional amendment which would dedicate the existing sales tax on new and used automobiles to the state highway fund.**
- **Use of the sales tax will be limited to the uses of the state highway fund, and to pay off general revenue transportation related debt.**

# What This Proposal Does:

- **Proposes a constitutional amendment which would dedicate the existing sales tax on new and used automobiles to the state highway fund.**
- **Use of the sales tax will be limited to the uses of the state highway fund, and to pay off general revenue transportation related debt.**
- **The enabling legislation for this amendment would incrementally dedicate the sales tax by 10% a year. The implementation would not begin until next biennium.**

## Revenue from Vehicle Sales Tax and Prop 12 Debt Service



## Revenue from Vehicles Sales Tax After Prop 12

