

HIDALGO COUNTY REGIONAL MOBILITY AUTHORITY



OPERATING & CAPITAL BUDGET

2026



OPERATING & CAPITAL BUDGET FOR 2026



**AS ADOPTED BY THE
HIDALGO COUNTY REGIONAL MOBILITY AUTHORITY
BOARD OF DIRECTORS**



HIDALGO COUNTY REGIONAL MOBILITY AUTHORITY BOARD OF DIRECTORS



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Chairman



Ezequiel Reyna Jr.
Vice-Chairman



Juan Carlos Del Ángel
Secretary/Treasurer



Javier Peña
Director



Jose Maria "Joe" Ochoa
Director



Michael J. Williamson
Director



Hidalgo County Regional Mobility Authority
Operating Budget
2026

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INTRODUCTORY SECTION





Board of Directors

Robert L. Lozano, Chairman

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Juan Carlos Del Ángel, Secretary/Treasurer

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Jose Maria "Joe" Ochoa, Director

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December 4, 2025

Chairman Lozano

Members of the Board of Directors

Hidalgo County Regional Mobility Authority

Citizens of Hidalgo County

Pharr, Texas 78577

We are pleased to present the Preliminary Budget for the Hidalgo County Regional Mobility Authority (Authority) for the year ending December 31, 2026. Copies are available for inspection at the Executive Director's Office and the Authority's website, www.hcrma.net.

GUIDELINES FOR DEVELOPING THIS YEAR'S BUDGET

The Budget has been developed consistent with the Authority's mission statement, *"To provide our customers with a rapid and reliable alternative for the safe and efficient movement of people, goods and services"*, complementing the Strategic Plan, a summary of which is included in this document, and will be implemented by staff according to the Authority's Vision—*Enhance the quality of life and economic vitality of the region*. We believe that it is realistic, attainable and cost-effectively meets the level of effort, envisioned in the mission statement, which you have directed the Authority's staff to provide within the constraints of the Authority's budgetary and financial policies.

OVERVIEW OF THIS YEAR'S BUDGET

The year begins with estimated working capital, debt service funds, and construction project balances at \$63M. Total resources are expected to add to that almost \$46.3M. Of that amount: \$7.8M is expected to be received through vehicle registration fees, \$1.9M in permit fees, \$35.0M in federal grant and \$1.4M from estimated interest earnings. Total appropriations amount to \$92.2M--\$4.0M of which is dedicated to operations, \$8.7M to debt service, and \$78.5M in capital construction of the 365 Tollway Project and \$1.0M in environmental clearances of section A. At this level of activity, we anticipate that ending working capital, debt service funds, and capital improvement will approximate \$16.6M.

CURRENT YEAR ISSUES

Revenues

A conservative approach was taken regarding the Vehicle Registration Revenues and were budgeted at \$7.8M reflecting a slight increase from the prior year. Permit fees were budgeted at \$1.9M.

Operating Budget

The estimated operating budget is \$4.0M. This represents an increase of \$50.5K or 1.26% as compared to last year. The increase is primarily due to slight increase in personnel costs.

Capital Outlay

Amount budgeted this year is \$22K, which consists of: \$10K administration; and \$12K for construction management. This represents an increase of \$7k as compared to the prior year.

SUMMARY

We believe that this budget is realistic, attainable and cost-effectively meets not only the existing advance project development pace, which you have directed Authority staff to follow. It also addresses the issues that arose during the budget process. It will be closely monitored as to the performance of revenues and compliance with appropriations limits, with periodic reports provided to the Board of Directors.

In closing, I want to thank Celia Gaona, Chief Administrative Officer and Jose Castillo, Chief Financial Officer for each's contribution and efforts during the budget process and preparation of this document. Additionally, I would like to thank the Chairman and the Board of Directors for their direction and continued support of management and staff.

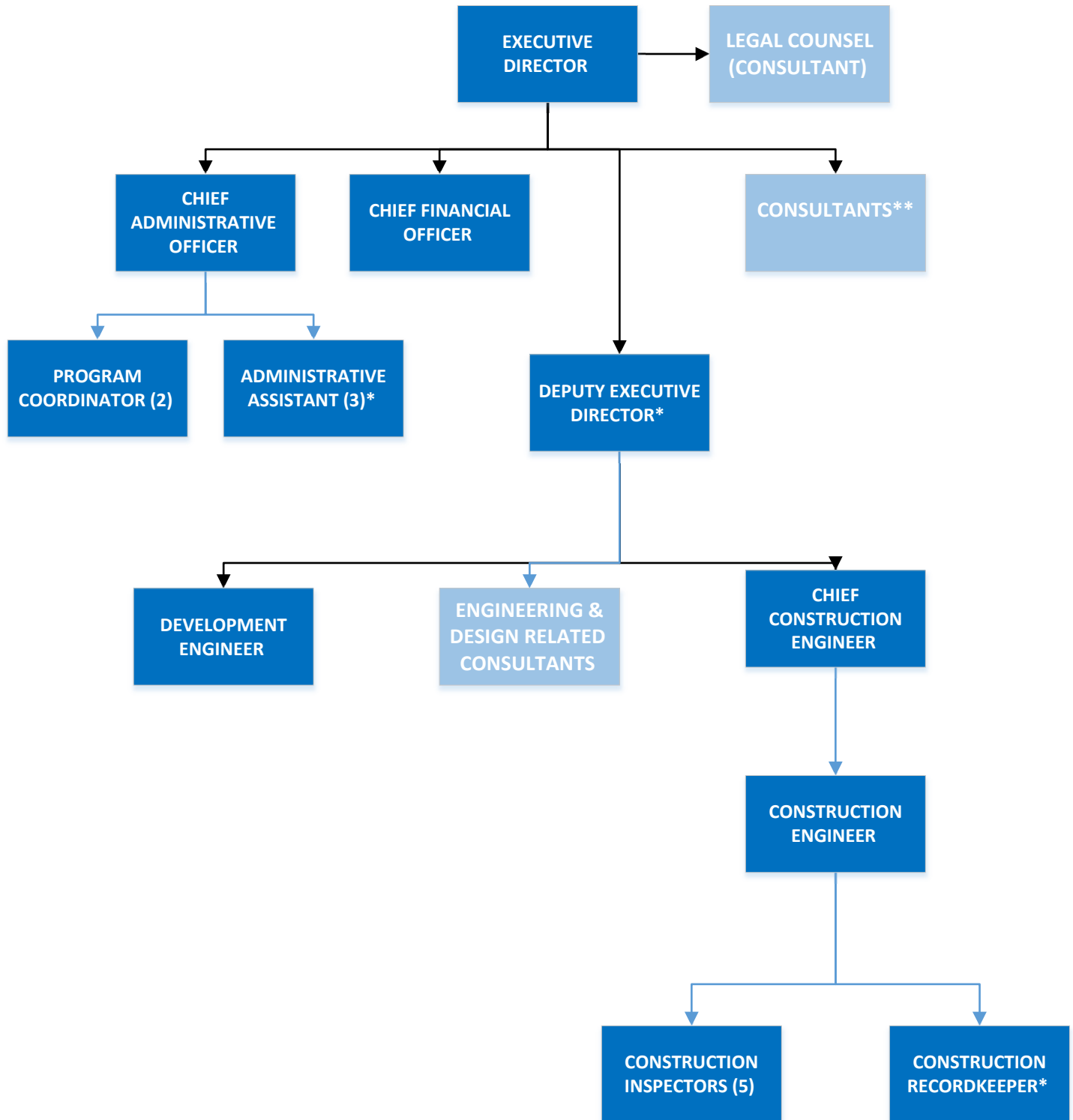
Respectfully Submitted,

HIDALGO COUNTY REGIONAL MOBILITY AUTHORITY



Pilar Rodriguez, PE
Executive Director

HIDALGO COUNTY REGIONAL MOBILITY AUTHORITY ORGANIZATIONAL CHART



*Budgeted position(s) but may have vacancies

**Non-Engineering & Design Related Consultants



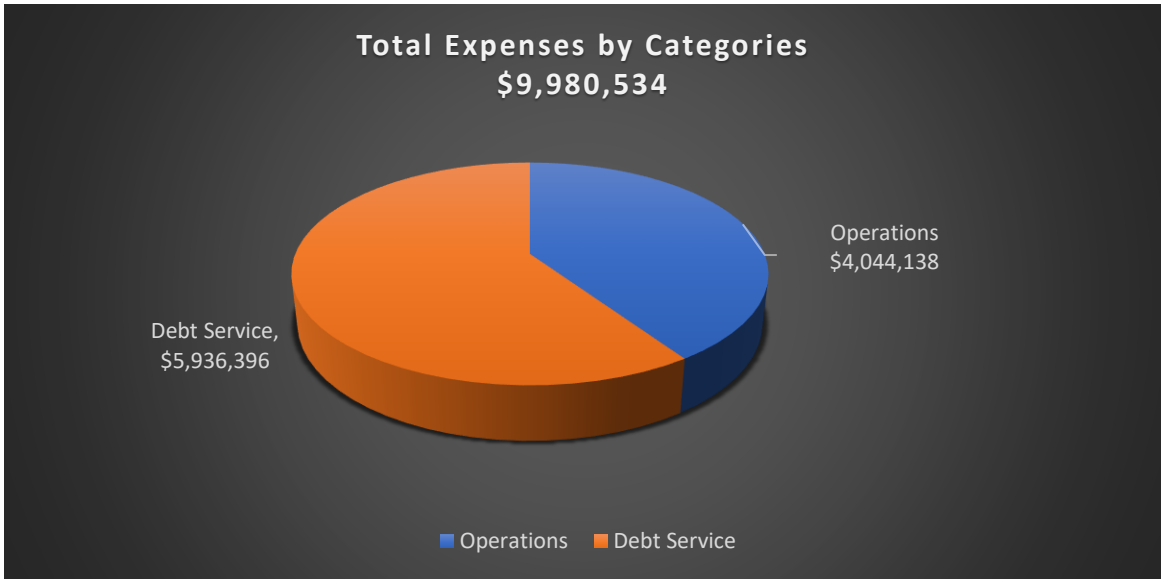
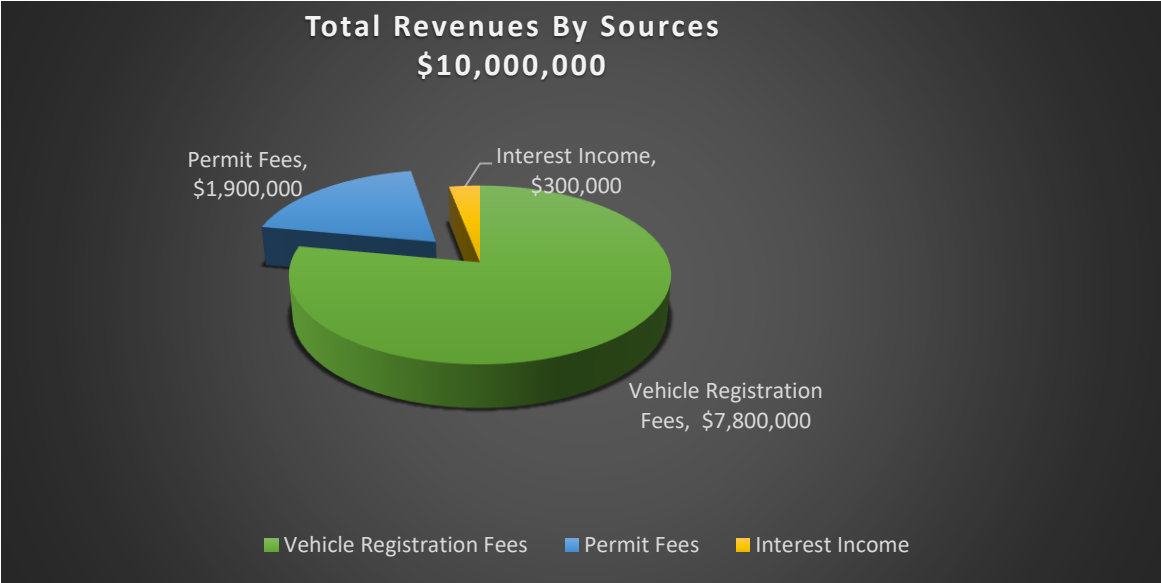
COMBINED FINANCIAL SECTION

<p align="center">Hidalgo County Regional Mobility Authority 2026 Combined Budget Summary All Funds</p>
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	Beginning Net Position	Projected Revenues	Transfers In	Transfers Out
General Fund:				
General Fund-Operations	\$ 12,420,079	\$ 10,000,000	\$ -	\$ (5,936,396)
Sr Lien General FD(Reserved)--Estimate	\$ 2,903,808	\$ 100,000	\$ -	\$ (2,803,808)
Total General Fund	\$ 15,323,887	\$ 10,100,000	\$ -	\$ (8,740,204)
Debt Service Funds:				
Senior Lien Vehicle Registration Fee Series 2020				
Revenue and Refunding Bonds	\$ 460,492	\$ 45,000	\$ 3,965,954	\$ -
Senior Lien Revenue Bond, Taxable Series 2022A	\$ 63,704	\$ 40,000	\$ 3,295,900	\$ -
Junior Lien Revenue Bond, Taxable Series 2022B	\$ 9,361	\$ 10,000	\$ 1,478,350	\$ -
Tota Debt Service Funds	\$ 533,557	\$ 95,000	\$ 8,740,204	\$ -
Capital Project Fund:				
Capital Improvements--365 Toll Road	\$ 46,660,213	\$ 36,116,127	\$ -	\$ -
Tota Capital Project Fund	\$ 46,660,213	\$ 36,116,127	\$ -	\$ -
TOTALS	\$ 62,517,657	\$ 46,311,127	\$ 8,740,204	\$ (8,740,204)

Operations	Capital Assets	Debt Service	Total Appropriations	Revenue Over/Under Expenses	Estimated Ending Net Position
\$ 4,022,138	\$ 22,000	\$ -	\$ 4,044,138	\$ 19,466	\$ 12,439,545
\$ -	\$ -	\$ -	\$ -	\$ (2,703,808)	\$ 200,000
\$ 4,022,138	\$ 22,000	\$ -	\$ 4,044,138	\$ (2,684,342)	\$ 12,639,545
\$ -	\$ -	\$ 3,965,954	\$ 3,965,954	\$ 45,000	\$ 505,492
\$ -	\$ -	\$ 3,295,900	\$ 3,295,900	\$ 40,000	\$ 103,704
\$ -	\$ -	\$ 1,478,350	\$ 1,478,350	\$ 10,000	\$ 19,361
\$ -	\$ -	\$ 8,740,204	\$ 8,740,204	\$ 95,000	\$ 628,557
\$ -	\$ 79,441,807	\$ -	\$ 79,441,807	\$ (43,325,680)	\$ 3,334,533
\$ -	\$ 79,441,807	\$ -	\$ 79,441,807	\$ (43,325,680)	\$ 3,334,533
\$ 4,022,138	\$ 79,463,807	\$ 8,740,204	\$ 92,226,149	\$ (45,915,022)	\$ 16,602,635







BUDGET FOR CALENDAR YEAR 2026



GENERAL FUND

The General Fund is a major fund used to account for resources associated with Authority which are not required to be accounted for in another fund.



Hidalgo County Regional Mobility Authority
General Fund Budget Summary
For Year Ending December 31, 2026



	Actual 2024	Budget 2025	Estimated 2025	Budget 2026
Beginning Working Capital	\$ 6,442,712	\$ 9,786,626	\$ 9,530,480	\$ 12,420,079
<u>Revenues</u>				
Vehicle Registration Fees	7,118,810	7,500,000	7,500,000	7,800,000
Permit fees oversize	2,001,105	2,000,000	1,800,000	1,900,000
Interest Income-Operations Only	404,812	300,000	310,000	300,000
Total Revenues	9,524,727	9,800,000	9,610,000	10,000,000
<u>Expenditures</u>				
<u>Summary</u>				
Personnel Services	1,798,872	2,856,805	2,068,497	2,950,388
Supplies	10,746	16,750	10,250	18,250
Other Services and Charges	618,684	981,000	594,650	993,500
Maintenance	4,540	108,000	36,100	44,000
Non-capital Outlay	-	16,000	8,500	16,000
Capital Outlay	-	15,000	6,500	22,000
Total Expenditures	2,432,842	3,993,555	2,724,497	4,044,138
Net Increase Before Other Financing Sources (Uses)	7,091,885	5,806,445	6,885,503	5,955,862
Other Financing Sources (Uses):				
Transfers-In (Out)				
Debt Service Fund - 2020A/2020B Bonds	(3,973,317)	(3,970,904)	(3,970,904)	(3,965,954)
Debt Service Fund - 2022A/2022B Bonds	-	-	-	(1,970,442)
Debt Service Fund - Other	(30,800)	-	(25,000)	-
Total Other Financing Uses	(4,004,117)	(3,970,904)	(3,995,904)	(5,936,396)
Net Increase (Decrease) After Other Financing Sources (Uses)	3,087,768	1,835,541	2,889,599	19,466
Ending Working Capital	\$ 9,530,480	\$ 11,622,167	\$ 12,420,079	\$ 12,439,545
Operating Expenditures per Day	\$ 6,665	\$ 8,722	\$ 7,464	\$ 11,080
No. of Days of Operating Expenditures in Working Capital	1,430	795	1,664	1,123
Bond Coverage Ratio: 2020A and 2020B Bonds	1.79	1.89	1.89	1.97



Departments Summary				
	Actual	Budget	Estimated	Budget
Expenditure Detail:	2024	2025	2025	2026
Personnel Services				
Salaries and Wages	\$ 1,373,586	\$ 2,173,984	\$ 1,607,971	\$ 2,318,176
Employee Benefits	399,861	643,821	429,776	597,112
Adminstrative Cost	25,425	39,000	30,750	35,100
Supplies	10,746	16,750	10,250	18,250
Other Services and Charges	618,684	981,000	594,650	993,500
Maintenance	4,540	108,000	36,100	44,000
Operations Subtotal	2,432,842	3,962,555	2,709,497	4,006,138
Capital and Non-capital Outlay	-	31,000	15,000	38,000
Total Expenditures	\$ 2,432,842	\$ 3,993,555	\$ 2,724,497	\$ 4,044,138
PERSONNEL				
Exempt	4	6	5	8
Non-Exempt	7	14	10	10
Part-Time	2	-	-	-
Total Positions Authorized	13	20	15	18

MAJOR FY 2026 GOALS

- 1.) Continue construction of the 365 Toll Project
- 2.) Begin enviornmental clearance document for Section A .
- 3.) Continue outreach and marketing the 365 Toll Project.

Department Summary

Expenditure Detail:	Actual 2024	Budget 2025	Estimated 2025	Budget 2026
<u>COMPENSATION</u>				
Salaries	\$ 587,136	\$ 844,500	\$ 603,108	\$ 854,750
Contingency	-	42,225	-	42,738
Total Salaries	587,136	886,725	603,108	897,488
Other				
Overtime	1,789	1,000	3,000	2,000
Vehicle Allowance	16,837	26,400	16,800	26,400
Phone Allowance	5,111	7,500	5,100	7,500
Total Other	23,737	34,900	24,900	35,900
Sub-Total	610,873	921,625	628,008	933,388
Benefits/Other:				
Social Security	39,630	67,911	42,780	68,811
Health Insurance	30,913	59,040	36,285	59,040
Health Insurance-other	-	-	660	660
Retirement	70,297	123,838	92,964	116,753
EAP-Assistance	-	348	214	348
Retirement-Usct	-	90,000	-	-
Compensated Absences	52,290	-	-	-
Administrative Fee	10,050	15,600	13,725	15,600
Total Compensation and Adm. Fees	814,053	1,278,362	814,636	1,194,600
<u>SUPPLIES</u>				
Office Supplies	5,386	6,000	7,000	10,000
Total Supplies	5,386	6,000	7,000	10,000
<u>OTHER SERVICES & CHARGES</u>				
Janitorial	-	1,000	300	500
Utilities	2,535	3,000	800	1,500
Contractual Services	5,664	8,000	4,500	4,000
Contractual Adm/IT Services	12,701	12,000	11,200	12,000
Dues & Subscriptions	14,889	18,000	16,500	18,000
Subscriptions-software	189	500	900	1,400
Postage/FedEx/Courier Services	2,321	2,000	1,800	2,000
General Liability	4,083	5,000	5,000	6,000
Insurance - E&O	1,833	2,000	2,000	3,000
Insurance - Surety	693	800	800	800
Insurance - LOC	500	500	500	500
Insurance - Other	8,182	7,000	4,500	5,000
Insurance - Cybersecurity	2,807	12,000	7,000	8,000
Business Meals	3,604	2,500	1,000	1,500
Advertising	1,727	2,200	-	2,200

Expenditure Detail (Continued):				
	Actual 2024	Budget 2025	Estimated 2025	Budget 2026
Marketing	\$ -	\$ 250,000	\$ 7,000	\$ 250,000
Outreach	-	50,000	6,000	50,000
Training	6,078	8,000	10,000	12,000
Travel	830	6,000	4,800	10,000
Printing	383	10,000	10,000	10,000
Bank service charges	-	100	-	100
Accounting & Auditing	33,460	40,000	35,000	40,000
Legal services	37,830	50,000	62,000	70,000
Legal services-gov. affairs	120,000	120,000	120,000	120,000
Financial consulting fees	29,391	20,000	22,000	20,000
Insurance consultant	7,000	15,000	9,000	15,000
Rental - Office	-	54,000	54,000	54,000
Rental - Office Equipment	8,687	9,000	7,000	9,000
Rental- Other	2,750	3,500	5,400	6,000
Contractual Website Services	2,400	25,000	2,400	25,000
Miscellaneous	3,500	500	-	500
Penalties & Interest	82,986	100	-	100
Bank service charges				
Total Other Services & Charges	397,023	737,700	411,400	758,100
<u>MAINTENANCE</u>				
Building Remodel	-	100,000	20,000	-
Maintenance and Repairs	2,680	5,000	3,100	25,000
Total Maintenance	2,680	105,000	23,100	25,000
<u>CAPITAL OUTLAY</u>				
Capital outlay	-	10,000	6,500	10,000
Non-capital		10,000	6,500	10,000
Total Capital Outlay	-	20,000	13,000	20,000
Total Expenditures	\$ 1,219,142	\$ 2,147,062	\$ 1,269,136	\$ 2,007,700

Department Summary

Expenditure Detail:	Actual 2024	Budget 2025	Estimated 2025	Budget 2026
<u>COMPENSATION</u>				
Salaries	\$ 583,378	\$ 621,485	\$ 665,039	\$ 792,750
Contingency	-	31,074	-	39,638
Total Salaries	583,378	652,559	665,039	832,388
<u>Other</u>				
Overtime	102,894	50,000	151,124	150,000
Vehicle Allowance	7,216	7,200	7,200	14,400
Phone Allowance	7,153	9,600	8,200	9,600
Total Other	117,263	66,800	166,524	174,000
Sub-Total	700,641	719,359	831,563	1,006,388
<u>Benefits/Other:</u>				
Social Security	52,089	53,746	62,278	75,153
Health Insurance	48,244	59,040	44,895	59,040
Retirement	90,658	83,956	111,010	127,514
EAP-Assistance	-	348	348	348
Administrative Fee	14,625	15,600	15,075	15,600
Total Compensation and Adm. Fees	906,257	932,049	1,065,169	1,284,043
<u>SUPPLIES</u>				
Office Supplies	2,705	5,000	1,500	5,000
Small Tools	2,153	5,000	1,000	2,500
Total Supplies	4,858	10,000	2,500	7,500
<u>OTHER SERVICES & CHARGES</u>				
Janitorial	-	300	1,000	2,400
Utilities	697	750	750	750
Uniforms	972	4,000	3,000	5,000
Dues & Subscriptions	2,948	1,000	250	500
Subscriptions-software	39,420	25,000	25,000	26,000
Postage	-	250	-	250
Advertising	36,212	7,000	3,000	5,000
Training	1,845	5,000	3,000	5,000
Travel	1,944	5,000	5,000	8,000
Printing & Publications	-	100	-	100
Rental-Office Equipment	2,634	2,800	3,700	3,800
Rental-Other	408	2,000	-	2,000
Vehicle Rental	62,522	70,000	66,000	68,000
Vehicle Insurance	6,755	4,000	4,000	4,000
Vehicle Maintenance	2,027	2,500	6,500	8,000
Vehicle Fuel	9,298	10,000	11,000	12,000
Total Other Services & Charges	167,682	139,700	132,200	150,800
<u>CAPITAL OUTLAY</u>				
Capital Outlay	-	5,000	-	12,000
Non-Capitalized	-	3,000	2,000	3,000
	-	8,000	2,000	15,000
Total Expenditures	\$ 1,078,797	\$ 1,089,749	\$ 1,201,869	\$ 1,457,343

Department Summary

Expenditure Detail:	Actual 2024	Budget 2025	Estimated 2025	Budget 2026
<u>COMPENSATION</u>				
Salaries	\$ 58,615	\$ 485,000	\$ 140,000	\$ 340,000
Contingency	-	21,600	-	21,600
Total Salaries	58,615	506,600	140,000	361,600
Other				
Vehicle Allowance	2,963	21,600	7,200	14,400
Phone Allowance	494	4,800	1,200	2,400
Total Other	3,457	26,400	8,400	16,800
Sub-Total	62,072	533,000	148,400	378,400
Benefits/Other:				
Social Security	4,666	38,300	11,107	27,662
Health Insurance	3,091	29,520	7,380	14,760
Retirement	7,983	37,600	19,811	46,936
EAP-Assistance	-	174	44	87
Administrative Fee	750	7,800	1,950	3,900
Total Compensation and Adm. Fees	78,562	646,394	188,692	471,745
<u>SUPPLIES</u>				
Office Supplies	502	750	750	750
Total Supplies	502	750	750	750
<u>OTHER SERVICES & CHARGES</u>				
Dues & Subscriptions	100	1,500	300	1,500
Subscriptions-Software	52,420	75,000	45,000	70,000
Postage	46	100	50	100
Advertising	-	5,000	1,800	5,000
Training	645	3,000	1,200	3,000
Travel	-	3,000	2,000	4,000
Total Other Services & Charges	53,211	87,600	50,350	83,600
<u>CAPITAL OUTLAY</u>				
Non-capitalized	-	3,000	-	3,000
Total Capital Outlay	-	3,000	-	3,000
Total Expenditures	\$ 132,275	\$ 737,744	\$ 239,792	\$ 559,095

Department Summary

	Actual	Budget	Estimated	Budget
Expenditure Detail:	2024	2025	2025	2026

MAINTENANCE

Maintenance and Repairs-BSIF	\$ 1,860	\$ 3,000	\$ 3,000	\$ 4,000
Total Maintenance	<u>1,860</u>	<u>3,000</u>	<u>3,000</u>	<u>4,000</u>

OTHER SERVICES & CHARGES

Insurance	-	15,000	-	
Utilities-BSIF	<u>768</u>	<u>1,000</u>	<u>700</u>	<u>1,000</u>
Total Other Services & Charges	<u>768</u>	<u>16,000</u>	<u>700</u>	<u>1,000</u>

Total Expenditures	<u>\$ 2,628</u>	<u>\$ 19,000</u>	<u>\$ 3,700</u>	<u>\$ 5,000</u>
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Department Summary

	Actual	Budget	Estimated	Budget
Expenditure Detail:	2024	2025	2025	2026

MAINTENANCE

Maintenance and Repairs	\$ -	\$ -		
Total Maintenance	-	-	-	-

OTHER SERVICES & CHARGES

Insurance	-	-	-	
Utilities	-	-	10,000	15,000
Total Other Services & Charges	-	-	10,000	15,000

Total Expenditures	\$ -	\$ -	\$ 10,000	\$ 15,000
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DEBT SERVICE FUNDS

The DEBT SERVICE FUNDS are established by Resolution, authorizing the issuance of revenue bonds. The fund provides for payment of bond principal, interest, paying agent fees, and a debt service reserve as a sinking fund each year. The only issue currently outstanding, pledges the Authority's portion of the County's Vehicle Registration Fee, which is sufficient to produce the money required to pay principal and interest as it comes due and provide the interest and sinking fund reserve. A Fund Balance Summary is presented for:

Senior Lien Vehicle Registration Fee Series 2020A and 2020B Revenue and Refunding Bonds

Senior Lien Toll and Vehicle Registration Fee Series 2022A Revenue Bonds

Junior Lien Toll and Vehicle Registration Fee Series 2022B Revenue Bonds

Hidalgo County Regional Mobility Authority
DEBT SERVICE FUND
Senior Lien Vehicle Registration Fee Revenue Bonds Series 2020A and 2020B
Fund Balance Summary
For Year Ending December 31, 2026

www.hcrma.net



	Actual 2024	Budget 2025	Estimated 2025	Budget 2026
Beginning Fund Balance	\$ 336,827	\$ 395,827	\$ 412,942	\$ 460,942
Revenues:				
Interest	<u>75,096</u>	<u>50,000</u>	<u>48,000</u>	<u>45,000</u>
Total Revenues	<u>75,096</u>	<u>50,000</u>	<u>48,000</u>	<u>45,000</u>
Expenditures:				
Principal	2,325,000	2,345,000	2,345,000	2,365,000
Interest and Fee Expenses	<u>1,648,317</u>	<u>1,625,904</u>	<u>1,625,904</u>	<u>1,600,954</u>
Total Debt Service Expenditures	<u>3,973,317</u>	<u>3,970,904</u>	<u>3,970,904</u>	<u>3,965,954</u>
Total Expenditures	<u>3,973,317</u>	<u>3,970,904</u>	<u>3,970,904</u>	<u>3,965,954</u>
Other Financing Sources:				
Transfer-in General Fund	<u>3,974,336</u>	<u>3,970,904</u>	<u>3,970,904</u>	<u>3,965,954</u>
Total Other Financing Sources	<u>3,974,336</u>	<u>3,970,904</u>	<u>3,970,904</u>	<u>3,965,954</u>
Ending Fund Balance	<u><u>\$ 412,942</u></u>	<u><u>\$ 445,827</u></u>	<u><u>\$ 460,942</u></u>	<u><u>\$ 505,942</u></u>

Hidalgo County Regional Mobility Authority
DEBT SERVICE FUND
Senior Lien Revenue Bond, Taxable Series 2022A
Fund Balance Summary
For Year Ending December 31, 2026

www.hcrma.net



	Actual 2024	Budget 2025	Estimated 2025	Budget 2026
Beginning Fund Balance	\$ 4,465,608	\$ 4,064,391	\$ 720,219	\$ 63,704
Revenues:				
Interest	<u>169,724</u>	<u>100,000</u>	<u>70,000</u>	<u>40,000</u>
Total Revenues	<u>169,724</u>	<u>100,000</u>	<u>70,000</u>	<u>40,000</u>
Expenditures:				
Principal	-	-	-	-
Interest Expense	<u>3,295,900</u>	<u>3,295,900</u>	<u>3,295,900</u>	<u>3,295,900</u>
Total Debt Service Expenditures	<u>3,295,900</u>	<u>3,295,900</u>	<u>3,295,900</u>	<u>3,295,900</u>
Other Financing Sources:				
Interfund Transfer-in	-	-	2,569,385	3,295,900
Interfund Transfer-(out)	<u>(619,213)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources	<u>(619,213)</u>	<u>-</u>	<u>2,569,385</u>	<u>3,295,900</u>
Ending Fund Balance	<u><u>\$ 720,219</u></u>	<u><u>\$ 868,491</u></u>	<u><u>\$ 63,704</u></u>	<u><u>\$ 103,704</u></u>

Hidalgo County Regional Mobility Authority
DEBT SERVICE FUND
Junior Lien Revenue Bond, Taxable Series 2022B (1)
Fund Balance Summary
For Year Ending December 31, 2026

www.hcrma.net



	Actual 2024	Budget 2025	Estimated 2025	Budget 2026
Beginning Fund Balance	\$ 119,248	\$ (297,094)	\$ 331,105	\$ 9,361
Revenues:				
Interest	<u>20,986</u>	<u>10,000</u>	<u>12,000</u>	<u>10,000</u>
Total Revenues	<u>20,986</u>	<u>10,000</u>	<u>12,000</u>	<u>10,000</u>
Expenditures:				
Interest Expense	<u>1,478,350</u>	<u>1,478,350</u>	<u>1,478,350</u>	<u>1,478,350</u>
Total Debt Service Expenditures	<u>1,478,350</u>	<u>1,478,350</u>	<u>1,478,350</u>	<u>1,478,350</u>
Other Financing Sources:				
Transfer-in General Fund	310,832	-	-	-
Interfund transfer-Other	<u>1,358,389</u>	<u>1,765,444</u>	<u>1,144,606</u>	<u>1,478,350</u>
Total Other Financing Sources	<u>1,669,221</u>	<u>1,765,444</u>	<u>1,144,606</u>	<u>1,478,350</u>
Ending Fund Balance	<u><u>\$ 331,105</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 9,361</u></u>	<u><u>\$ 19,361</u></u>

(1) Source of Funds:
Debt Service Account and Jr. Lien Bonds Account

CAPITAL PROJECT FUND

The Capital Project Fund is used to account for all financial resources used for the acquisition, development and/or construction of major capital infrastructure and facilities and/or assets.

Hidalgo County Regional Mobility Authority
CAPITAL IMPROVEMENT FUND BUDGET
Fund Balance Summary
For Year Ending December 31, 2026

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	Actual 2024	Budget 2025	Estimated 2025	Budget 2026
Beginning Fund Balance	\$ 73,067,844	\$ 119,000,000	\$ 100,224,955	\$ 46,660,213
Revenues:				
TxDOT Grant	24,094,669	55,000,000	9,000,000	35,116,127
Interest	4,203,839	1,000,000	3,200,000	1,000,000
Total Revenues	28,298,508	56,000,000	12,200,000	36,116,127
Expenditures:				
CONSULTING AND ENGINEERING	-	-	9,700,000	4,539,890
SH 365-ENVIROMENTAL	-	-	36,000	120,000
SH365-ROW	3,747	-	-	-
365 UTILITIES RELOCATION	1,131,625	-	3,000,000	2,500,000
IBTC ROW MOWING	5,800	-	5,250	-
LEGAL FEES	225	-	290,000	300,000
WETLAND	-	-	2,646,492	-
365 PROJECT CONSTRUCTION	-	-	47,000,000	65,981,917
365 TOLLWAY SYSTEM	-	-	3,000,000	5,000,000
Enviornmental Clearance-Section A	-	500,000	54,000	1,000,000
Enviornmental Clearance-Section E	-	500,000	33,000	-
Total Expenditures	1,141,397	1,000,000	65,764,742	79,441,807
Other Financing Sources (Uses):				
Transfer-out capital projects(365)	-	95,459,312	-	-
Total Other Financing Uses	-	95,459,312	-	-
Ending Fund Balance	\$ 100,224,955	\$ 78,540,688	\$ 46,660,213	\$ 3,334,533

Hidalgo County Regional Mobility Authority
CAPITAL PROJECT FUND BUDGET
Constuction Tollway 365 Project
Fund Balance Summary
For Year Ending December 31, 2026

www.hcrma.net



	Actual 2024	Budget 2025	Estimated 2025	Budget 2026
Beginning Fund Balance	\$ 73,247,401	\$ 19,590,688	\$ 13,059,746	\$ -
Revenues:				
TxDOT Grant (1)	-	-	-	-
Interest	2,155,971	1,000,000	29,474	-
Total Revenues	<u>2,155,971</u>	<u>1,000,000</u>	<u>29,474</u>	<u>-</u>
Expenditures:				
CONSULTING AND ENGINEERING	3,971,077	1,600,000	579,728	-
SH 365-ENVIROMENTAL	186,737	-	18,064	-
SH365-ROW	30,181	250,000	-	-
PROFESSIONAL SERVICES	265,137	200,000	70,776	-
UTILITY ADJUSTMENT	11,426	-	-	-
WETLAND	2,393,739	-	2,750,132	-
365 PROJECT CONSTRUCTION A	28,764,609	107,000,000	5,660,791	-
365 PROJECT CONSTRUCTION B	25,402,198	-	3,965,530	-
365 TOLLWAY SYSTEM	1,318,522	7,000,000	44,199	-
Total Expenditures	<u>62,343,626</u>	<u>116,050,000</u>	<u>13,089,220</u>	<u>-</u>
Interfund transfer-Other	-	95,459,312	-	-
Ending Fund Balance	<u>\$ 13,059,746</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(1) Grant reimbursements are deposited in a different fund.



SUPPLEMENTAL INFORMATION



BUDGET, FINANCIAL, & DEBT MANAGEMENT PRACTICES

Hidalgo County Regional Mobility Authority
Budget-Related, Financial and Debt Management Practices

The Authority's budget-related, financial and debt management practices have been developed to provide a sound financial management foundation upon which decisions shall be made that result in the effective management of its resources and provide reasonable assurance as to its long-term financial stability.

Budget-Related Practices

Annual Budget

An annual budget is prepared in accordance with State law and prudent business practice.

Designated Budget Officer

The Executive Director is primarily responsible for the development of the annual budget to be submitted to the Board of Directors for approval and adoption. The Chief Financial Officer and the Chief Administrative Officer assists in its preparation.

Funds Included in the Annual Budget

The budget includes all the Authority's funds, including its General Fund, Debt Service Fund(s) and Capital Project(s) Funds.

Balanced Budget Required

The Executive Director submits a balanced budget. A balanced budget is one in which total financial resources available, including prior year's ending financial resources plus projected resources, are equal to or greater than the budgeted expenditures/expenses. The Authority avoids budgetary practices that raise the level of current expenses to the point that future years' operations are placed in jeopardy.

Basis of Accounting

The basis of budgeting (e.g., modified accrual, cash, accrual) for the funds represented. The term "basis of accounting" is used to describe the timing of recognition, that is, when the effects of the transactions or events are to be recognized. The basis of accounting used for purposes of financial reporting in accordance with generally accepted accounting principles (GAAP) is not necessarily the same as the basis used in preparing the budget document. For example, governmental funds are required to use the modified accrual basis of accounting in GAAP financial statements whereas the cash basis of accounting or the "cash plus encumbrances" basis of accounting may be used in those same funds for budgetary purpose.

Estimating Revenues and Factors Affecting Budgeted Expenditures/Expenses

The budget is developed on a conservative basis. Budgeted revenues are estimated, using a reasonable and objective basis, deferring to conservatism. In the development of budgeted expenditures/expenses, estimating the factors that determine their outcome will be estimated with conservative overtones.

The Budget Process – Original Budget

The budget process for developing, adopting, and implementing the budget includes the following:

During November and December of each year, under the direction of the Executive Director, the Chief Financial Officer prepares fund budgets. Following the budget discussions, the Executive Director makes any changes to the preliminary budget, which he deems appropriate. The result is the Executive Director's recommended budget. During the month of December, the Executive Director presents his recommended budget to the Authority's Board of Directors in a budget workshop. As a result of the Board of Directors' comments during this workshop, any changes are made to the Executive Director's recommended budget. The budget reflecting these changes, if any, is the proposed budget.

Prior to January 1st of each year, or as soon thereafter as possible the Executive Director submits to the Board of Directors a recommended budget for the calendar year beginning on the following January 1st.

Prior to January 1st, the budget is legally enacted by the Board of Directors through passage of a resolution.

The budget is implemented on January 1st. The Resolution, approving and adopting the budget, appropriates spending limits at the fund level.

Availability of Proposed Budget to the Public

The Executive Director files his recommended, adjusted, and final proposed budgets with the Program Administrator on the same dates that each is targeted or required to be submitted to the Board of Directors. The proposed budget shall be available for public inspection.

The Budget Process – Amended Budget

Any change to the original budget, which will exceed the appropriated amount at the fund level, requires Board approval and a supplemental appropriation resolution, which amends the original budget. Supplemental appropriations are called budget adjustments.

The Executive Director is authorized to approve budget adjustments between line items in a department within the same fund.

Monitoring Compliance with Budget

Reports comparing actual revenues and expenditures/expenses to budgeted amounts will be prepared and carefully monitored monthly in order to determine whether estimated revenues are performing at or above levels budgeted and to ascertain that expenditures/expenses follow the legally adopted budget appropriation.

Financial Practices

Use of Unpredictable Revenues

Revenues, which are considered to be unpredictable, shall not be used to finance current operations or for budget balancing purposes, but rather for non-recurring expenditures, such as capital projects except in circumstances in which revenues for a given year under perform budgeted estimates and/or the working capital balance is insufficient to meet the Minimum Fund Balance policy. In such a case, this policy can be suspended for only one year at a time by a majority vote of the Board of Directors. This sunset provision for the exception will expire at the end of each fiscal year affected.

Minimum Working Capital

The General Fund should maintain at least a minimum balance of 90 days working capital, at this level of spending.

Priority in Applying Restricted vs Unrestricted Resources

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the Authority typically first applies restricted resources, as appropriate opportunities arise, but reserves the right to selectively defer the use thereof to a future project or replacement equipment acquisition.

Debt Management Practices

Financing Capital Projects

The Authority limits long-term debt to only those capital projects that cannot be financed from current revenues.

Debt Term Limitation

The Authority does not issue long-term debt for a period longer than the estimated useful life of the capital project.

Use of Long-Term Debt for Maintenance & Operating Costs Prohibited

The Authority does not use long-term debt to finance recurring maintenance and operating cost.

Compliance with Bond Indentures

The Authority strictly complies with all bond resolution requirements, including the following:

Revenue Bond Reserve Fund

The Authority strictly complies with the requirements of any bond resolution that calls for a reserve fund.

Revenue Bond Sinking Fund

The Authority strictly complies with the requirements of bond resolutions that call for the establishment and maintenance of a bond sinking fund. Monthly payments shall be made to this account, in the manner prescribed, in order to have enough balances in such fund to meet semi-annual principal and/or interest payments.



**HIDALGO COUNTY REGIONAL MOBILITY
AUTHORITY CALENDAR YEAR 2026
OPERATING & CAPITAL
BUDGET EXHIBIT**

Exhibit-Resolution 2025-78 Adoption of Calendar Year 2026 Operating & Capital Budget

HIDALGO COUNTY REGIONAL MOBILITY AUTHORITY
BOARD RESOLUTION NO. 2025-78

ADOPTION OF HIDALGO COUNTY REGIONAL MOBILITY AUTHORITY
FISCAL YEAR 2026 OPERATING AND CAPITAL BUDGET

THIS RESOLUTION is adopted this 16th day of December, 2025 by the Board of Director of the Hidalgo County Regional Mobility Authority.

WHEREAS, the Hidalgo County Regional Mobility Authority (the “Authority”), acting through its Board of Directors (the “Board”); is a regional mobility authority created pursuant to Chapter 370, Texas Transportation Code, as amended (the “Act”); and

WHEREAS, the Authority was created by Order of Hidalgo County (the “County”) dated October 26, 2004; Petition of the County dated April 21, 2005; and a Minute Order of the Texas Transportation Commission (the “Commission”) dated November 17, 2005, pursuant to provisions under the Act the Authority; and

WHEREAS, the Authority is required to report to the Texas Department of Transportation the annual operating and capital budget adopted pursuant to the Texas Administrative Code, Title 43, Part 1, Chapter 26, Subchapter G (Regional Mobility Authority Reports and Audits), as amended; and

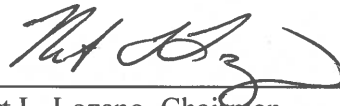
WHEREAS, the Authority’s fiscal year commences on January 1, 2026, and ends on December 31, 2026; and

WHEREAS, the Authority has reviewed the proposed Fiscal Year 2026 Budget for the necessary operating and capital expenses;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTOR OF THE
HIDALGO COUNTY REGIONAL MOBILITY AUTHORITY THAT:

- Section 1. The recital clauses are incorporated in the text of this Resolution as if fully restated.
- Section 2. The Board adopts the Fiscal Year 2026 Operating and Capital Budget, hereto attached as Exhibit A.
- Section 3. The Board of Directors authorizes the Executive Director to manage and administer the Fiscal Year 2026 Operating and Capital Budget.

Passed and Approved as to be effective immediately this 16th day of December 2025, at a regular meeting of the Board of Directors of the Hidalgo County Regional Mobility Authority at which a quorum was present and which was held in accordance with the provisions of Chapter 551, Texas Government Code.



Robert L. Lozano, Chairman

Attest:



Juan Carlos Del Ángel, Secretary/Treasurer





203 W. Newcombe Ave., Pharr, Texas 78577, (956) 402-4762

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