

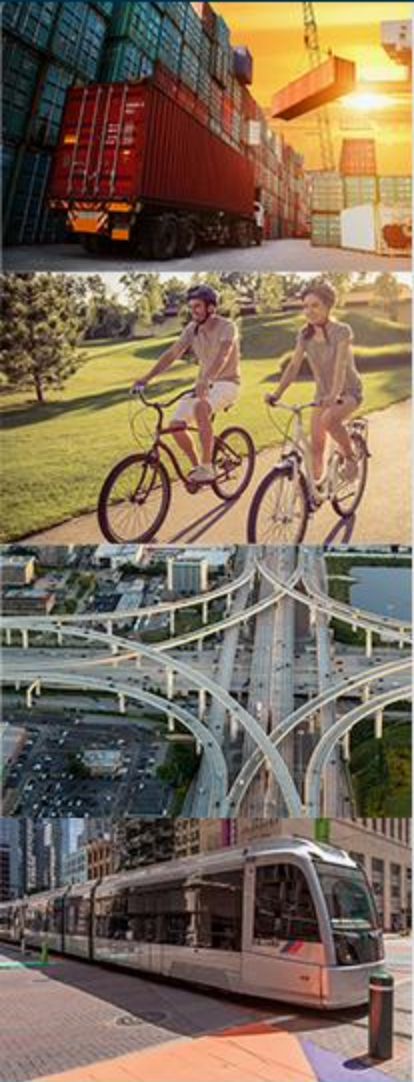


Item 8: Carry Over Spend Down (COSD) Update



Transportation Policy Council (TPC)
December 19, 2025

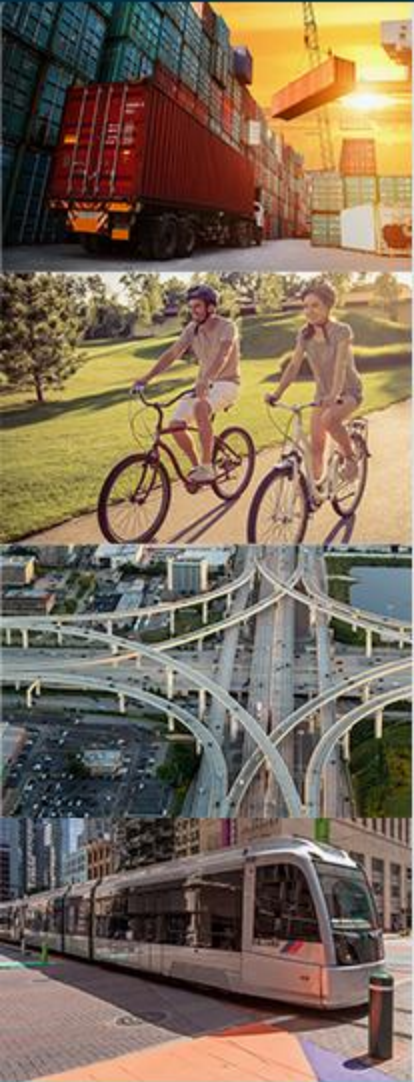
Carry Over Spend Down (COSD)



- Before 2022, the region faced challenges in managing projects within the 4-year Transportation Improvement Program (TIP).
- Repeated rollovers into other fiscal years due to
 - Projects not meeting critical path milestones for development and delivery.
 - Projects remaining stagnant
- Carryover balances in Category 5 (CMAQ) and Category 7 (STBG) were high.
- Carryover Spend-Down Policy created to aid in reducing carryover balances across the region.

Quarterly Tracking Meetings

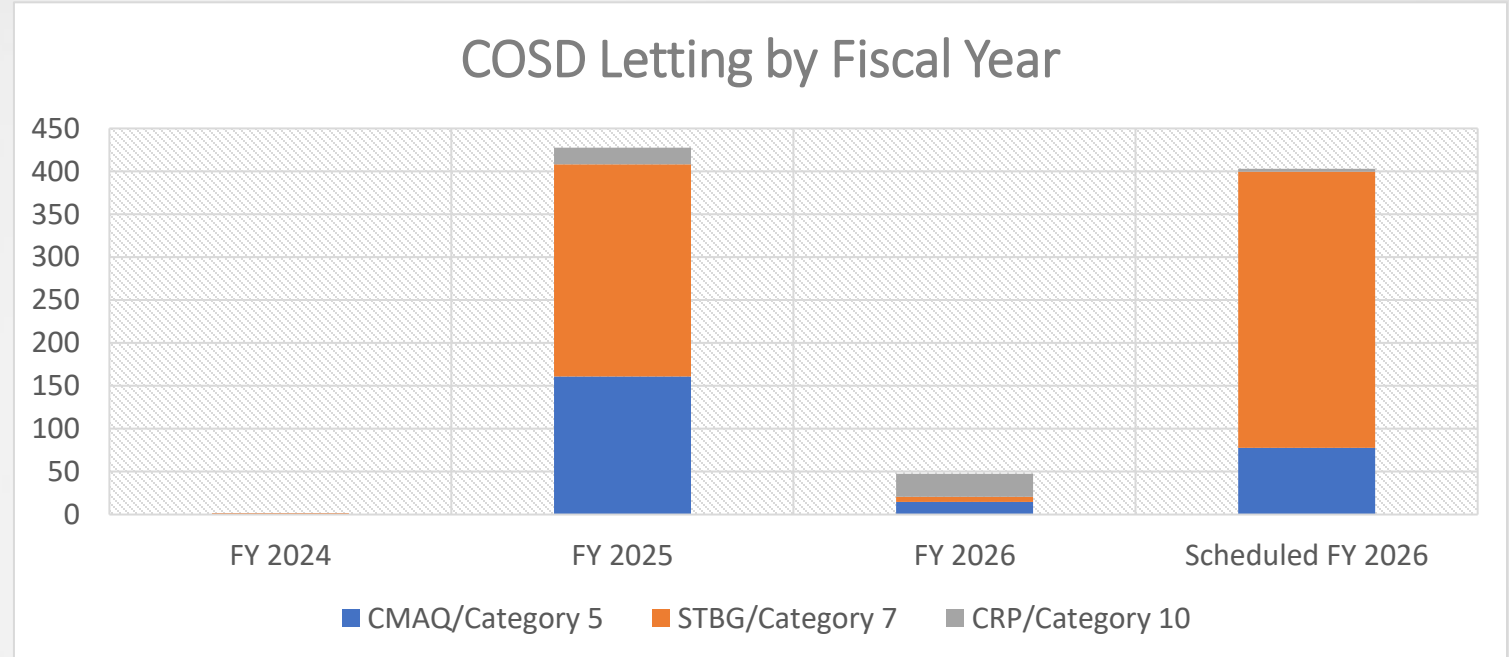
- 35 project sponsors
- 122 TIP Carry Over Spend Down (COSD) projects
- Total funding: ~\$900M
- Funding sources include:
 - Congestion Mitigation Air Quality (CMAQ) / Category 5
 - Surface Transportation Block Grant (STBG) Program / Category 7
 - Carbon Reduction Program (CRP) / Category 10



COSD Letting by Fiscal Year

Already Let

- ~\$475M
 - 2024 – 1 project (\$1.6M)
 - 2025 – 43 projects (\$427.5M)
 - 2026 – 10 projects (\$47.4M)
- ~\$403M Scheduled to Let by Aug 2026



COSD Programmed in FY 2026

Category	Let	Total Amount
Category 5 - CMAQ	3	\$14.7M
Category 7 - STBG	3	\$6.01M
Category 10 - CRP	4	\$26.63M
Total	10	\$47.35M

Category	# of Projects Scheduled	Total Amount
Category 5 - CMAQ	11	\$77.88M
Category 7 - STBG	52	\$321.77M
Category 10 - CRP	1	\$3.42M
Total	64	\$403M

FY 2026 Scheduled Project Breakdown



- Grouped: 40 Projects (\$163M)
- Non-Grouped AFA: 14 Projects (\$180M)
- Non-Grouped FTA: 3 Projects (\$53M)
- Non-Grouped TxDOT Beaumont: 7 Projects (\$7M)

Cancelled Projects

- Out of 122 projects, Four projects cancelled totaling \$10.2M.
- Funding Breakdown
 - 1 project – STBG / Category 7 – \$5.0M
 - 3 projects – CRP / Category 10 – \$5.2M



Contact

Action: For information only

Sagnik "Nik" Raha
Principal Planner/Engineer– Project Delivery
Sagnik.Raha@H-GAC.com