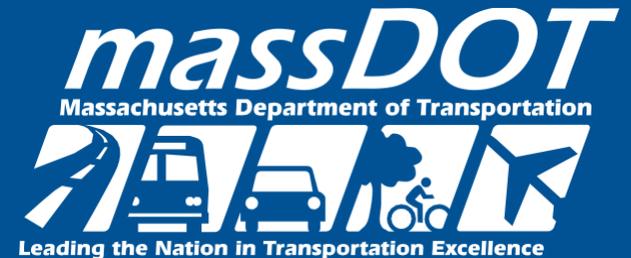


# FY26 Capital Budget Mid-Year Report

*March 11, 2026*

Jack Caljouw, Capital Budget Director

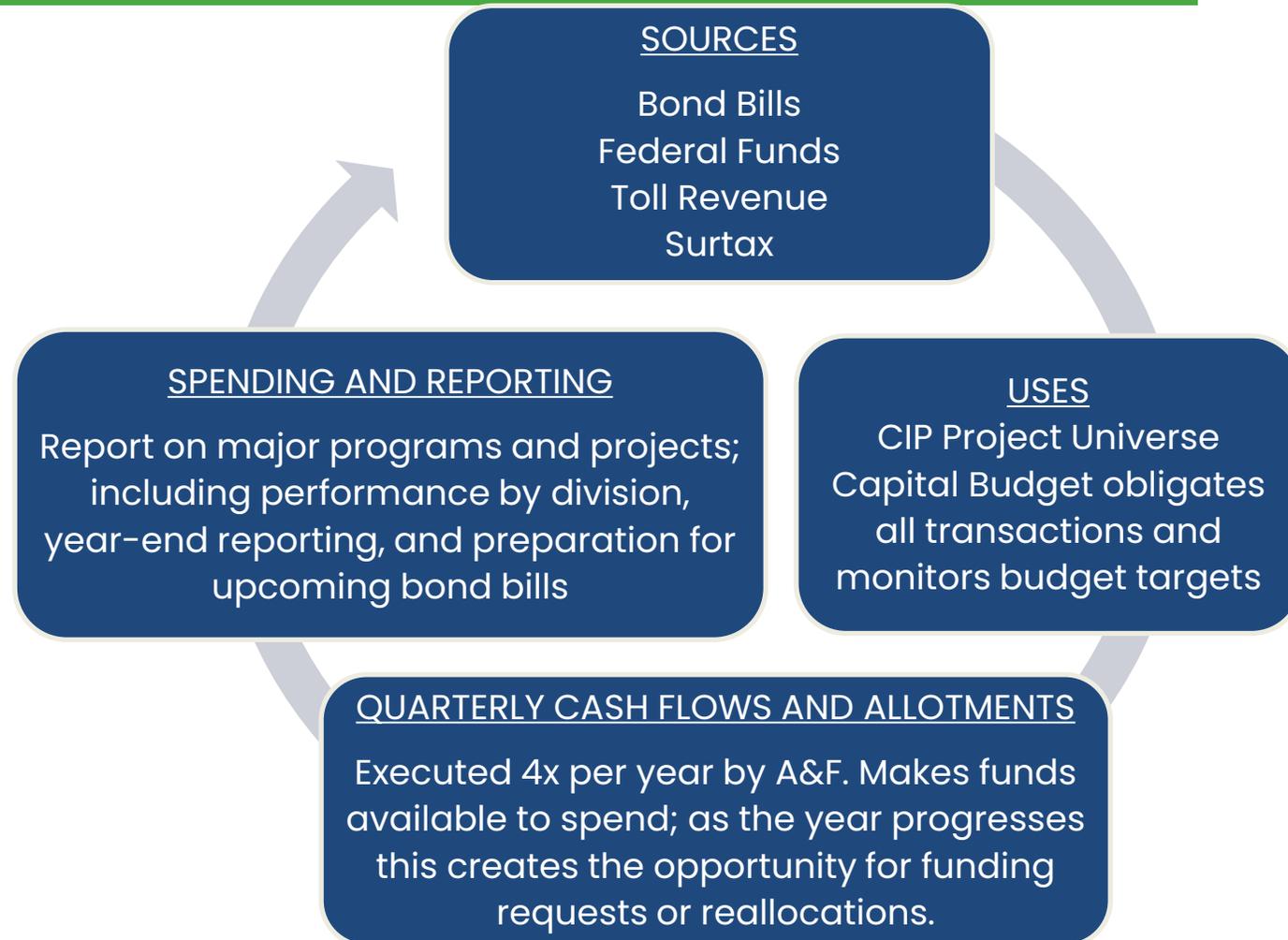


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# FY26 MassDOT Capital Plan Delivery

- Capital Investment Plan is built, at the highest level, by pairing FUNDING SOURCES with USES
- PRIORITY – PROGRAM – PROJECT UNIVERSE
- Capital Budget extracts out the Fiscal Year Sources and Uses and then:
  1. Obligates/Encumbers (> \$4 B last year)
  2. Runs quarterly cashflows and allocates funds
  3. Conducts expenditures analysis & reporting
- Pending Chapter 90 bond bill will include substantial new authorization for MassDOT including additional spending enabled by surtax revenues.



# FY26 CIP Estimates and Updated Projections

FUNDING SOURCE	BOND CAP (STATE)	FEDERAL FUNDS (FHWA)	RAIL ENHANCEMENT PROGRAM (REP)	Next Gen Bridge & Surtax (ETF)	TOLLS & OTHER	TOTAL PROGRAM
CIP TARGET	\$1,077 M	\$1,137 M	\$138 M	\$431 M	\$487 M	<b>\$3,271 M</b>
PROJECTION	\$1,008 M	\$1,160 M	\$120 M	\$499 M	\$487 M	<b>\$3,274 M</b>
<b>% of Target</b>	<b>94%</b>	<b>102%</b>	<b>87%</b>	<b>116%</b>	<b>100%</b>	<b>100%</b>

## Program is on track to hit overall targets

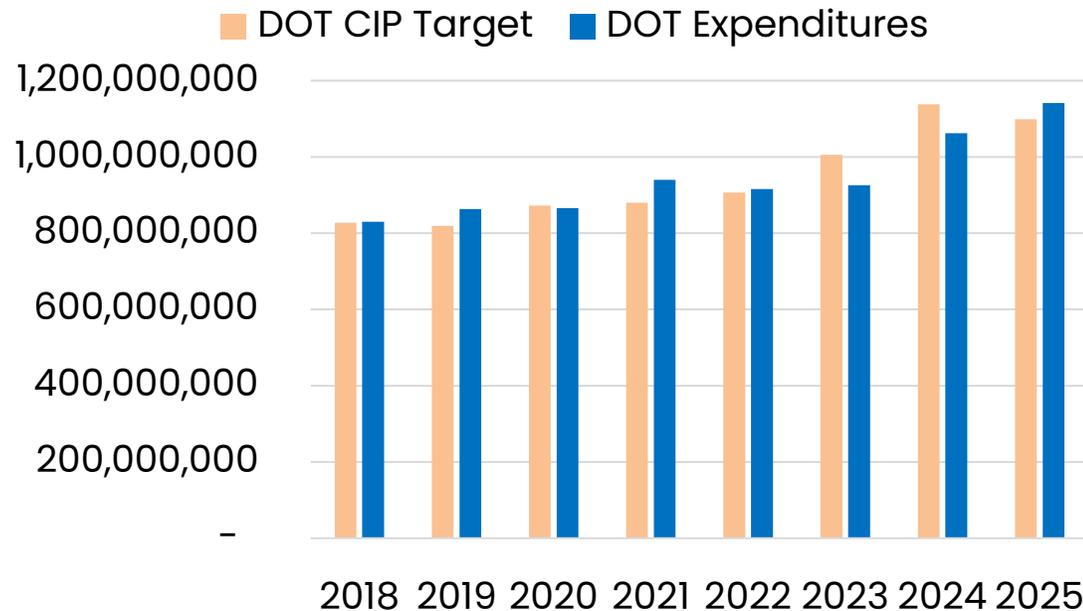
- Federal project portfolio exceeds projection for the first time in several years
- Next Gen Bridge and Surtax-funded programs sees robust spending
- State sourced spending across categories is on track to meet or exceed estimates.
- Reduced Rail Enhancement Program and other MBTA project spending

# DOT Bond Cap

## FY26 Projections and Capital Trends

- Last year was the first time DOT has met or exceeded its bond cap target since FY22.
- Chapter 90 program is on track for largest reimbursements in its history – most spending supported by surtax.

**Bond Cap Target vs Cap Expenditures**



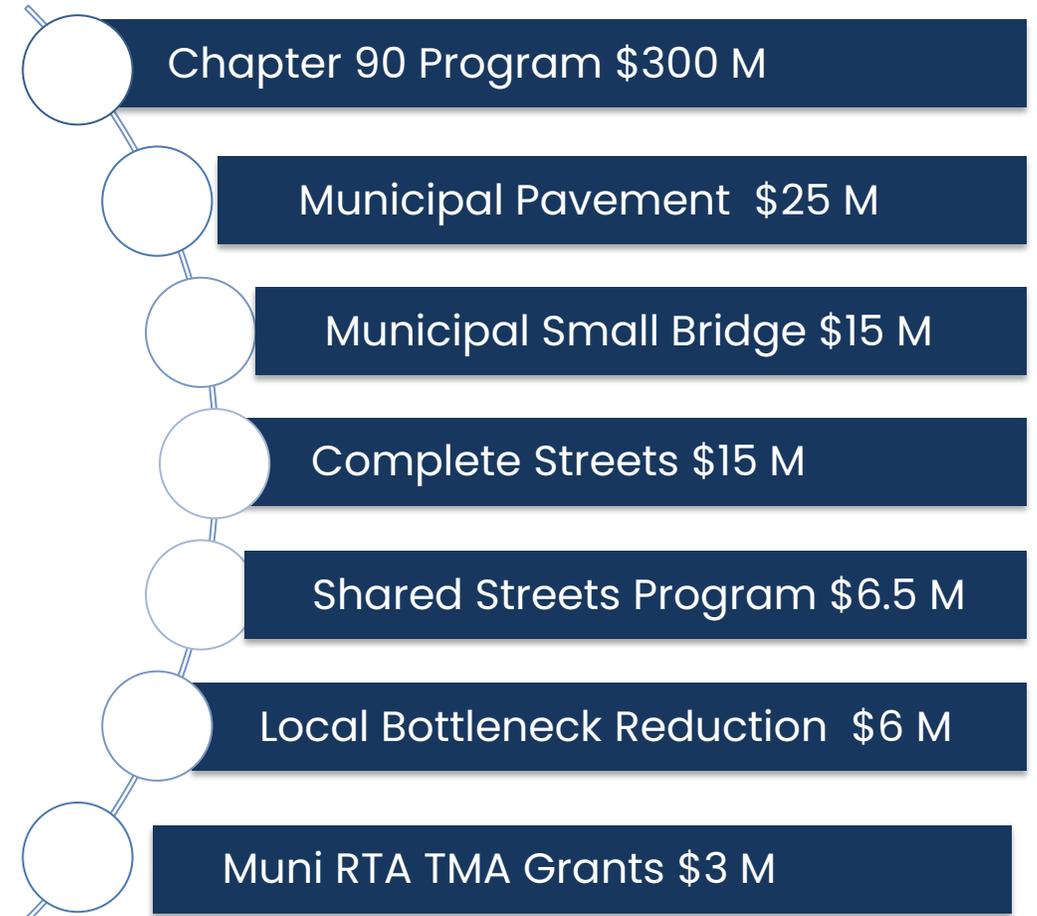
**FY26 BOND CAP TARGET**

DOT Division	CIP Bond Cap	FY26 Projections	%
Aeronautics	15,862,376	8,422,807	53%
Chapter 90	205,000,000	62,834,959	31%
Facilities	5,452,000	4,500,000	83%
Fiscal + ODCR	4,728,731	4,000,000	85%
Highway	677,626,795	767,677,494	113%
Information Technology	18,900,000	18,900,000	100%
OTP	19,615,534	19,615,534	100%
Rail	62,605,800	56,357,166	90%
RMV	5,611,500	3,111,500	55%
Security	4,750,000	4,750,000	100%
Transit	56,835,412	57,935,412	102%
<b>Grand Total</b>	<b>1,076,988,148</b>	<b>1,008,104,872</b>	<b>94%</b>

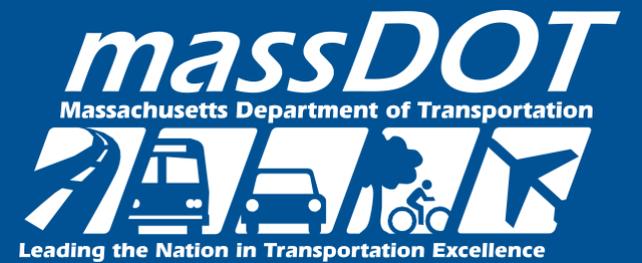
# Empowering Our Municipalities

## \$370M in State Funded Local Aid Programming

- DOT provides technical assistance to assist with planning, project design, scope and estimates for Muni Bridge and Local Bottleneck Reduction Programs
- Technology upgrades as well as State Aid Engineering assistance at the Highway District level
- Grant Central – providing greater accessibility and resources for our partners at the local level
- New Unpaved Roads and Community Culverts programs will see significant expenditures next year



Thank You



# Appendix

# Capital Program Sources Breakdown

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- **State Bond Cap:** Typically, the largest funding source, representing state-backed capital spending subject to A&F disbursement.
- **Federal Formula Funds:** Federally backed source for DOT which typically come with a state match requirement.
- **Rail Enhancement Program, Next Generation Bridge, and Surtax Funds:** Special obligation bonds dedicated to MBTA rail projects, bridge preservation, and the lifecycle pavement/bridge program. These programs are fundamentally also backed by the state but have dedicated sources (CTF/GANs/Surtax) and uses (Rail/Bridges/Pavement).
- **Toll Funding and CARM/Other:** Toll funds dedicated to improving Toll-roads and appropriated backing for Central Artery focused remediation.

*CTF = Commonwealth Transportation Fund – State fund dedicated to finance transportation projects.*

*GANs = Grant Anticipation Notes – Financing secured by future anticipated federal grants.*

*CARM = Central Artery Repair and Maintenance – Appropriated funding supporting Central Artery.*

# Capital Deliverables for MassDOT

FY26 Capital investments target the performance of assets, preserve strategically important infrastructure, address the resiliency of our assets, and ensure mobility, accessibility and equity across all modes.

## Highway

- Significant investments in FY26 to improve the condition of the Commonwealth's bridges and supported in part with the bridge formula funding provided under BIL
- Asset stewardship of ~10,000+ road miles and 3,000+ bridges as well as 35 lane miles of tunnels

## Rail

- Maintain and improve rail assets to a state of good repair including, track and right of way reliability, replace/repair culverts and grade crossing improvements for safe transport of people and goods

## Transit

- Investments in community mobility to provide safe and reliable transport to all; continues to work with 15 RTAs in transitioning to zero emissions vehicles and infrastructure

## Aeronautics

- Ensure safe and reliable movement of goods in 35 public use airports; reduce congestion on roads and major airports; stimulates business development and tourism; invest in sustainable equipment and infrastructure