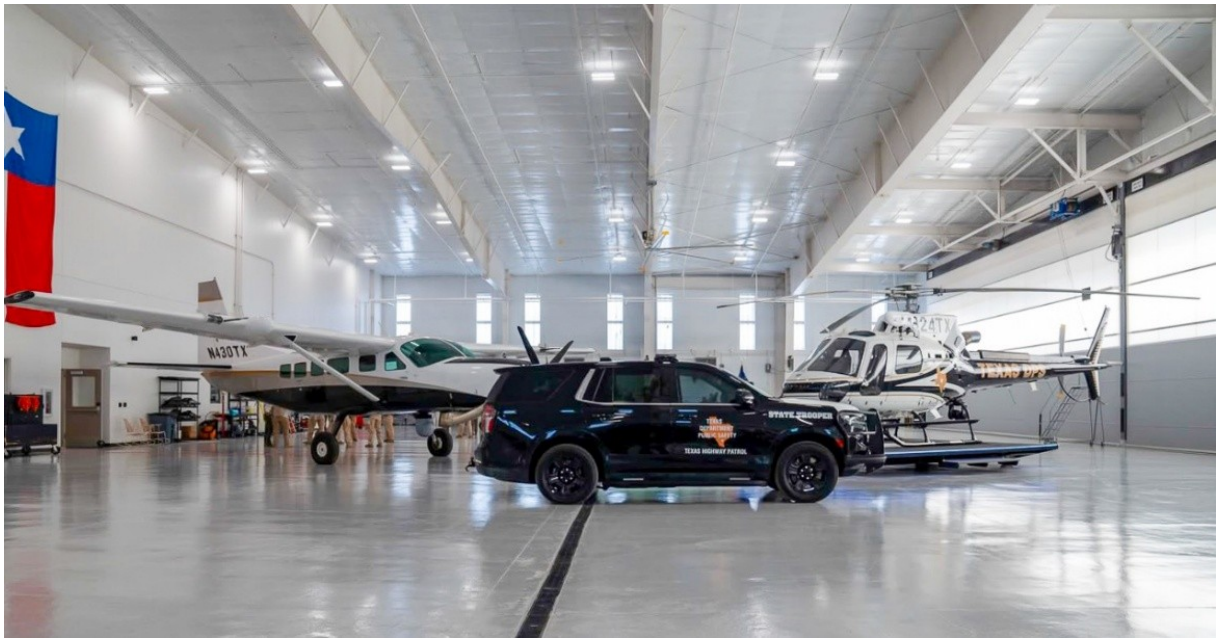
State of Texas



Department of Public Safety

ANNUAL

Financial Report

FREEMAN F. MARTIN
COLONEL
WALT GOODSON
JASON C. TAYLOR
LIEUTENANT COLONELS

COMMISSION
STEVEN P. MACH, CHAIR
NELDA L. BLAIR
DAN HORD III
LARRY B. LONG
STEVEN H. STODGHILL

FOR THE PERIOD SEPTEMBER 1, 2025 THROUGH AUGUST 31, 2026

Annual Financial Report
For the Year Ended August 31, 2026

TEXAS DEPARTMENT OF PUBLIC SAFETY

ANNUAL FINANCIAL REPORT

For the Year Ended August 31, 2026

Freeman F. Martin
Colonel

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TEXAS DEPARTMENT OF PUBLIC SAFETY

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STEVEN H. STODGHILL

November 1, 2026

Honorable Greg Abbott, Governor
Honorable Don Huffines, Texas Comptroller
Phillip Ashley, Director, Legislative Budget Board
Lisa Collier, CPA, State Auditor

Ladies and Gentlemen:

We are pleased to submit the Annual Financial Report of the Texas Department of Public Safety for the year ended August 31, 2026, in compliance with TEX. GOV'T CODE ANN §2101.011, and in accordance with the requirements established by the Comptroller of Public Accounts.

Due to the statewide requirements embedded in Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments, the Comptroller of Public Accounts does not require the accompanying annual financial report to comply with all the requirements in this statement. The financial report will be considered for audit by the State Auditor as part of the audit of the State of Texas Annual Comprehensive Financial Report; therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

Please contact Chris Sims (512) 424-7261 or Michelle McInnis at (512) 462-6169 for any questions.

Sincerely,

Freeman F. Martin

Freeman F. Martin
Colonel

UNAUDITED

Texas Department of Public Safety (405)
Exhibit I - Combined Balance Sheet / Statment of Net Assets - Governmental Funds
For the Fiscal Year Ended August 31, 2026

	Governmental Fund Types		
	General Funds (Exh A-1)	Capital Projects Funds (Exh C-1)	Governmental Funds Total
ASSETS			
Current Assets:			
Cash			
Cash on Hand	$ 1,184,945.00	$ -	$ 1,184,945.00
Cash in Bank	1,087,005.94		1,087,005.94
Cash in State Treasury	45,192,787.87		45,192,787.87
Legislative Appropriations	878,426,245.32		878,426,245.32
Receivables from:			
Federal	43,900,969.30		43,900,969.30
Accounts Receivable			-
Due From Other Funds	-		-
Due From Other Agencies	5,359,250.21		5,359,250.21
Consumable Inventories	558,664.07		558,664.07
Merchandise Inventories	4,753,737.14		4,753,737.14
Total Current Assets	$ 980,463,604.85	$ -	$ 980,463,604.85
Non-Current Assets:			
Total Non-Current Assets:	$ -	$ -	$ -
Total Assets:	$ 980,463,604.85	$ -	$ 980,463,604.85
LIABILITIES AND FUND BALANCES			
Current Liabilities:			
Payables from:			
Accounts	$ 32,430,915.08	$ -	$ 32,430,915.08
Payroll	97,531,804.19		97,531,804.19
Due to Other Funds	-		-
Due to Other Agencies	-		-
Unearned Revenues	7,443,650.08		7,443,650.08
Total Current Liabilities:	$ 137,406,369.35	$ -	$ 137,406,369.35
Non-Current Liabilities:			
Total Non-Current Liabilities:	$ -	$ -	$ -
Total Liabilities:	$ 137,406,369.35	$ -	$ 137,406,369.35
FUND FINANCIAL STATEMENT			
Fund Balances (Deficits):			
Nonspendable In Inventory	$ 5,312,401.21	$ -	$ 5,312,401.21
Restricted	110,053,572.92		110,053,572.92
Assigned	125,264.17		125,264.17
Committed	9,425,533.50		9,425,533.50
Unassigned	718,140,463.70		718,140,463.70
Total Fund Balances	$ 843,057,235.50	$ -	$ 843,057,235.50
Total Liabilities and Fund Balances	$ 980,463,604.85	$ -	$ 980,463,604.85

The accompanying notes to the financial statements are an integral part of this statement.

UNAUDITED

Texas Department of Public Safety (405)
Exhibit II - Combined Statement of Revenues, Expenditures, and Changes in Fund Balances / Statement of Activities - Governmental Funds
For the Fiscal Year Ended August 31, 2026

	General Funds (Exh A-2)	Capital Projects Funds (Exh C-2)	Governmental Funds Total
REVENUES			
Legislative Appropriations:			
Original Appropriations	$ 1,909,891,227.00	$ -	$ 1,909,891,227.00
Additional Appropriations	260,323,624.30		260,323,624.30
Federal Revenue	56,984,219.51		56,984,219.51
Federal Grant Pass-Through Revenue	10,859,981.47		10,859,981.47
State Grant Pass-Through Revenue	3,291,051.72		3,291,051.72
Licenses, Fees & Permits	84,268,213.14		84,268,213.14
Interest and Other Investment Income	214,753.69		214,753.69
Land Income	76,735.00		76,735.00
Settlement of Claims	141,883.45		141,883.45
Sales of Goods and Services	33,089,423.12		33,089,423.12
Other	(1,619,555.38)		(1,619,555.38)
Total Revenues	$ 2,357,521,557.02	$ -	$ 2,357,521,557.02
EXPENDITURES			
Salaries and Wages	$ 1,121,307,657.74	$ -	$ 1,121,307,657.74
Payroll Related Costs	286,299,074.71		286,299,074.71
Professional Fees and Services	76,173,578.75	37,650.48	76,211,229.23
Travel	23,021,254.15		23,021,254.15
Materials and Supplies	174,072,167.73	-	174,072,167.73
Communication and Utilities	31,133,355.51	608.00	31,133,963.51
Repairs and Maintenance	28,070,977.57	-	28,070,977.57
Rentals and Leases	9,873,395.79		9,873,395.79
Printing and Reproduction	16,180,391.51		16,180,391.51
Claims and Judgments	5,077,131.94		5,077,131.94
Federal Grant Pass-Through Expenditures	-		-
State Grant Pass-Through Expenditures	-		-
Intergovernmental Payments	3,439,562.13		3,439,562.13
Public Assistance Payments	1,000,000.00		1,000,000.00
Other Expenditures	97,902,518.79	-	97,902,518.79
Capital Outlay (Note 2)	393,346,876.87	1,062.50	393,347,939.37
Debt service:			
Principal - Leases/SBITA	79,333,475.14		79,333,475.14
Principal - Other General Long Term Debt	3,098,509.22		3,098,509.22
Interest on Long-Term Debt (GWFS)	2,645,869.05		2,645,869.05
Total Expenditures/Expenses	$ 2,351,975,796.60	$ 39,320.98	$ 2,352,015,117.58
Excess (Deficiency) of Revenues over Expenditures	$ 5,545,760.42	$ (39,320.98)	$ 5,506,439.44
OTHER FINANCING SOURCES (USES)			
Sale of Capital Assets	$ 4,728,785.02	$ -	$ 4,728,785.02
Long Term Debt Issued	$ -		-
Increase in Obligations - Leases	142,783,709.32		142,783,709.32
Insurance Recoveries	714,982.25		714,982.25
Interagency transfer of Capital Assets	8,000.00		8,000.00
Legislative Financing Sources	931,877.39		931,877.39
Transfers In	12,849,951.44	39,320.98	12,889,272.42
Transfers Out	(2,713,379.85)		(2,713,379.85)
Legislative Transfers In	-		-
Legislative Transfers Out	-		-
Total Other Financing Sources (Uses)	$ 159,303,925.57	$ 39,320.98	$ 159,343,246.55
Net Change in Fund Balances/Net Assets	$ 164,849,685.99	$ -	$ 164,849,685.99
FUND FINANCIAL STATEMENT - FUND BALANCES			
Fund Balances - Beginning	$ 701,592,065.09	$ -	$ 701,592,065.09
Restatements	50,518.30		50,518.30
Fund Balances as Restated	701,642,583.39	-	701,642,583.39
Appropriations Lapsed	(23,435,033.88)		(23,435,033.88)
Fund Balances - Ending	$ 843,057,235.50	$ -	$ 843,057,235.50

The accompanying notes to the financial statements are an integral part of this statement.

Texas Department of Public Safety (405)

Exhibit VI - Combined Statement of Net Assets - Fiduciary Funds

For the Fiscal Year Ended August 31, 2026

	Custodial Funds Funds (Exhibit J-1)	Totals
ASSETS		
Cash and Cash Equivalents:		
Cash in State Treasury	$ 1,144,270.48	$ 1,144,270.48
Cash in Bank	-	-
Legislative Appropriatons	2,130.00	2,130.00
Other Investments - Securities Held in Trust	3,286,148.22	3,286,148.22
Receivables From:		
Other	-	-
Total Current Assets	$ 4,432,548.70	$ 4,432,548.70
Total Assets	$ 4,432,548.70	$ 4,432,548.70
LIABILITIES		
Unearned Revenue	$ -	$ -
Total Current Liabilities	$ -	$ -
Total Liabilities	$ -	$ -
NET POSITION		
Fiduciary NP for Other Purposes	4,432,548.70	4,432,548.70
Total Net Position	$ 4,432,548.70	$ 4,432,548.70

The accompanying notes to the financial statements are an integral part of this statement.

Texas Department of Public Safety (405)
Exhibit VII — Combined Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended August 31, 2026

Combined Statement of Changes in Fiduciary Net Position	Custodial Funds (Exhibit J-2)	Totals
ADDITIONS		
Contributions:		
Member Contributions	$ -	$ -
State Contributions		
Premium Contributions		
Transfers In of Contributions		
Federal Contributions		
Other Contributions		
Total Contributions	$ -	$ -
Investment Income:		
From Investing Activities:		
Net Increase (Decrease) in Fair Value of Investments	$ -	$ -
Interest, Dividend and Other	1,216,297.57	1,216,297.57
Total Investing Income (Loss)	$ 1,216,297.57	$ 1,216,297.57
Less Investing Activities Expense	-	-
Net Income from Investing Activities	1,216,297.57	1,216,297.57
From Securities Lending Activities:		
Securities Lending Income	-	-
Less Securities Lending Expense:		
Borrower Rebates	-	-
Management Fees	-	-
Net Income from Securities Lending Activities	-	-
Total Net Investment Income (Loss)	$ 1,216,297.57	$1,216,297.57
Capital Share and Individual Account Transactions:		
Net Increase/Decrease in Participant Investments	-	-
Net Capital Share and Individual Account Transactions	-	-
Other Additions:		
Contributions to Employee Benefit Funds	$ -	$ -
Federal Revenue		
Settlement of Claims		
Property Taxes Collected		
Other Revenue		
Transfer In		
Gain/Loss on Sale of Capital Assets		
Gain/Loss on Impairment of Capital Assets		
Increase Net Assets-Interagency Transfer of Capital Assets		
Gain/Loss on Other Financing Activity		
Extraordinary Items		
Total Other Additions	$ -	$ -
Total Additions	$ 1,216,297.57	$ 1,216,297.57
DEDUCTIONS		
Benefits		
Refunds of Contributions		
Transfers Out of Contributions		
Salaries and Wages		
Payroll Related Costs		
Professional Fees and Services		
Travel		
Printing and Reproduction		
Depreciation and Amortization Expense		
Loss on Sale of Properties		
Loss on Impairment of Capital Assets		
Settlement of Claims		
Interest Expense		
Decrease Net-Assets-Interagency Transfer of Capital Assets		
Transfer Out	(85,097.00)	(85,097.00)
Intergovernmental Payments		
Property Taxes - Distributed		
Other Expenses		
Total Deductions	$ (85,097.00)	$ (85,097.00)
INCREASE (DECREASE) IN NET POSITION	$ 1,131,200.57	$ 1,131,200.57
NET POSITION		
Net Position, September 1, 2025	3,301,348.13	3,301,348.13
Restatements		
Net Position, September 1, 2025, as Restated	$ 3,301,348.13	$ 3,301,348.13
Net Position, August 31, 2026	$ 4,432,548.70	$ 4,432,548.70

The accompanying notes to the financial statements are an integral part of this statement.

Note 1: Summary of Significant Accounting Policies

Entity

The Texas Department of Public Safety (DPS) is an agency of the State of Texas, and its financial records comply with state statutes and regulations. This includes compliance with the Texas Comptroller of Public Accounts' Reporting Requirements for State Agencies.

DPS was created under the provisions of S.B. 146, 44th Legislature, Regular Session (1935), which incorporated the Texas Rangers and the State Highway Patrol into a new department. The principal objectives of DPS are to protect the life, rights, privileges, and well-being of the people of Texas.

Due to the statewide requirements embedded in Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments,* the Comptroller of Public Accounts does not require the accompanying annual financial report to comply with all the requirements in this statement. The financial report will be considered for audit by the State Auditor as part of the audit of the State of Texas Annual Comprehensive Financial Report; therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

Blended Component Units: No component units have been identified which should have been blended into an appropriate fund.

Fund Structure

The accompanying financial statements are presented on the basis of funds, each of which is considered a separate accounting entity.

Governmental Fund Types & Government-wide Adjustment Fund Types

General Fund: The general fund is the principal operating fund used to account for most of the State's general activities. It accounts for all financial resources except those accounted for in other funds. The funds and purpose are listed below:

Fund 0036 - Texas Department of Insurance Operating – This fund was created to receive money from taxes and fees as required by the Insurance Code and money received by the Board from sales, reimbursements and fees authorized by other statutes.

Fund 0092 - Federal Disaster Fund is part of the General Revenue Fund. Fund 0092 was established to receive state and federal revenue which is used to pay for Emergency Management related activities. The account administrator of this fund was moved by H.B. 2794 and S.B. 799, 86th Leg., R.S. to the Texas Division of Emergency Management (TDEM) from DPS of Public Safety. The bill created TDEM as a service agency of the Texas A&M University System.

Fund 0099 - Operator & Chauffeur License Fund - This fund was created to receive federal funds and other authorized revenue. Since Fiscal Year 2015 DPS remains the controlling agency but does not have authority to spend out of this fund.

Fund 0221 - Federal Civil Defense & Disaster Relief Fund - This fund was created to hold federal funds appropriated to support the organization and coordination of a program of civil defense and disaster relief.

Fund 0222 - Department of Public Safety Federal Fund - This fund was created to receive federal funds for use in accordance with the "Federal Emergency Planning Program" and other Federal programs.

Fund 0325 - Coronavirus Relief Fund - Established outside the General Revenue Fund to receive Texas' share of federal money appropriated under various federal legislation related to the coronavirus pandemic.

Fund 0501 - Motorcycle Education Fund - This fund was created to receive $5 of each Class M license renewal fee. Funds may be used to defray the costs of administering the motorcycle operation training and safety program. Starting with Fiscal Year 2021, this fund and the motorcycle education program was moved to the Texas Department of Licensing and Regulation (TDLR) by S.B. 616, 86th legislature. DPS will continue to collect the fee and transfer the funds monthly to TDLR.

Fund 0599 - Economic Stabilization Fund - To receive transfer of one-half of any unencumbered positive balance in the General Revenue Fund (0001) on the last day of the preceding biennium and an amount equal to 75 percent of excess oil and gas production taxes received in Fiscal Year 1987 and any other money appropriated to the fund by the legislature.

Fund 5010 - Sexual Assault Program – This appropriated fund receives fees collected from sexually oriented businesses. Amounts in the account may only be appropriated to the Attorney General, Department of State Health Services, UT Austin, Texas State University, Governor's Office, Department of Public Safety, Comptroller Judiciary, Department of Criminal Justice, Juvenile Justice Department, Comptroller and Supreme Court for uses specified in law. Primarily for grants to such programs as: sexual violence awareness and prevention campaigns; victims of human trafficking; sexual assault nurse examiner programs; increase the level of sexual assault services in this state; victim assistance coordinators; and technology in rape crisis centers.

Fund 5013 - Breath Alcohol Testing Fund - This account was created in General Revenue to receive court costs from defendants convicted under the Penal Code.

Fund 5153 - Emergency Radio Infrastructure Fund - Fees are deposited in the account as provided by Section 133.102(e) (11), Local Government Code. The account administrator changed from Department of Public Safety to the Governor's Office by H.B. 2952, 86th Leg., R.S.

Fund 5177 - Identification Fee Exemption - An account in general revenue consisting of grants and donations, including $1 contributions at the time of driver's license or personal ID card issuance or renewal. Used to reimburse the Mobility Fund 0365 for revenue loss due to any waived fees for ID cards and driver's licenses issued to foster youth, homeless youth, victims of family violence or children of victims.

Fund 5185 - DNA Testing – This fund was created to receive court costs from defendants convicted under certain
sections of the Penal Code. Defendants convicted of a felony pay $133, defendants convicted of a Class A or B misdemeanors pay $83 and defendants convicted of a non-jailable offense pay $40. This account receives 0.1394% of total collections.

Fund 5186 - Transportation Administrative Fee – This fund was created to receive court costs from defendants convicted under certain sections of the Penal Code. Defendants convicted of a felony pay $133, defendants convicted of a Class A or B misdemeanor pay $83 and defendants convicted of a non-jailable offense pay $40. This account receives 4.3363% of total collections.

Capital Projects Funds: These funds are used to finance construction of new DPS buildings and Crime lab facilities in various state locations.

Fund 7629 - T.P.F.A. G.O. Commercial Paper Series 2008 DPS Project 1A Fund - The purpose of this fund is to deposit proceeds from the sale of bonds (except accrued interest) and investment earnings. To be used to pay cost of issuance and project costs as defined in the bond resolution.

Fund 7656 - T.P.F.A. G.O. Commercial Paper Series 2008 DPS Project 1C Fund - The purpose of this fund is to deposit proceeds from the sale of bonds (except accrued interest) and investment earnings. To be used to pay cost of issuance and project costs as defined in the bond resolution.

Fiduciary Fund Types

Fiduciary funds account for assets held by the state in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. When assets are held under the terms of a formal trust agreement, either a pension trust fund, or a private purpose trust fund is used.

Agency Funds: Agency funds are used to account for assets the government holds on behalf of others in a purely custodial capacity. Agency funds involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments.

Basis of Accounting

The basis of accounting determines when revenues and expenditures or expenses are recognized in the accounts reported in the financial statements. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

Governmental fund types that build the fund financial statements are accounted for using the modified accrual basis of accounting. Under the modified accrual basis, revenues are recognized in the period in which they become both measurable and available to finance operations of the fiscal year or liquidate liabilities existing at fiscal year-end. The State of Texas considers receivables collected within sixty days after year-end to be available and recognizes them as revenues of the current year for Fund Financial Statements prepared on the modified accrual basis. Expenditures and other uses of financial resources are recognized when the related liability is incurred.

Governmental adjustment fund types that will build the government-wide financial statements are accounted for using the full accrual basis of accounting. This includes capital assets, accumulated depreciation, unpaid Employee Compensable leave, the unmatured debt service (principal and interest) on general long-term liabilities, long-term capital leases, long-term claims and judgments and full accrual revenues and expenses. The activity will be recognized in these fund types.

Budgets and Budgetary Accounting

The budget is prepared biennially and represents appropriations authorized by the legislature and approved by the Governor (the General Appropriations Act).

Unencumbered appropriations are generally subject to lapse 60 days after the end of the fiscal year for which they were appropriated.

Assets, Liabilities, and Fund Balances/Net Assets

Assets

Cash and Cash Equivalents: Short-term highly liquid investments with an original maturity of three months or less are considered cash equivalents.

Inventories and Prepaid Items: Inventories include both merchandise inventories on hand for sale and consumable inventories. Inventories are valued at cost generally utilizing the last-in, first-out method. The consumption method of accounting is used to account for inventories and prepaid items that appear in the governmental and proprietary fund types. The cost of these items is expensed when the items are consumed.

Capital Assets: Assets with an initial, individual cost of more than $5,000 and an estimated useful life in excess of one year should be capitalized. These assets are capitalized at cost or, if not purchased, at appraised fair value as of the date of acquisition. Purchases of assets by governmental funds are reported as expenditures. Depreciation is reported on all "exhaustible" assets. "Inexhaustible" assets such as works of art and historical treasures are not depreciated. Road and highway infrastructure is reported on the modified basis. Assets are depreciated over the estimated useful life of the asset using the straight-line method.

Current Receivables - Other: Other receivables include year-end revenue accruals. This account can appear in governmental and proprietary fund types.

Liabilities

Accounts Payable: Accounts Payable represents the liability for the value of assets or services received at the balance sheet date for which payment is pending.

Current Payables - Other: Payables are the accrual at year-end of expenditure transactions. Payables may be included in either the governmental or proprietary fund types.

Employees' Compensable Leave Balances: Employees' Compensable Leave Balances represent the liability that becomes "due" upon the occurrence of relevant events such as resignations, retirements, and uses of leave balances by covered employees. Liabilities are reported separately as either current or non-current in the statement of net assets.

Fund Balance / Net Assets

The difference between fund assets and liabilities is 'Net Assets' on the government-wide, proprietary, and fiduciary fund statements, and the 'Fund Balance' is the difference between fund assets and liabilities on the governmental fund statements.

Fund Balance Components: Fund balances for governmental funds are classified as non-spendable, restricted, committed, assigned or unassigned in the fund financial statements.

- Non-spendable fund balance includes amounts not available to be spent because they are either (1) not in spendable form or (2) legally or contractually required to be maintained intact.
- Restricted fund balance includes those resources that have constraints placed on their use through external parties or by law through constitutional provisions.
- Committed fund balance can be used only for specific purposes pursuant to constraints imposed by a formal action of the Texas Legislature, the state's highest level of decision-making authority.
- Assigned fund balance includes amounts constrained by the state's intent to be used for specific purposes but are neither restricted nor committed. Intent is expressed by (1) the Texas Legislature or (2) a body (for example, a budget or finance committee) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.
- Unassigned fund balance is the residual classification for the general fund. This classification represents fund balance that was not assigned to other funds and was not restricted, committed, or assigned to specific purposes within the general fund.

Invested In Capital Assets, Net Of Related Debt: Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bond, notes and other debt that are attributed to the acquisition, construction, or improvement of those assets.

Restricted Net Assets: Restricted net assets result when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors and the like or imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Assets: Unrestricted net assets consist of net assets that do not meet the definition of the two preceding categories. Unrestricted net assets often have constraints on resources, which are imposed by management but can be removed or modified.

Interfund Activities and Balances

The agency has the following types of transactions between funds:

Transfers: Legally required transfers that are reported when incurred as 'Transfers In' by the recipient fund and as 'Transfers Out' by the disbursing fund.

Reimbursements: Reimbursements are repayments from funds responsible for expenditures or expenses to funds that made the actual payment. Reimbursements of expenditures made by one fund for another that are recorded as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund. Reimbursements are not displayed in financial statements.

Interfund Receivables and Payables: Interfund loans are reported as interfund receivables and payables. If repayment is due during the current year or soon thereafter it is classified as "Current", repayment for two (or more) years is classified as "Non-Current".

Interfund Sales and Purchases: Charges or collections for services rendered by one fund to another that are recorded as revenues of the recipient fund and expenditures or expenses of the disbursing fund.

Note 2: Capital Assets

A summary of changes in Capital Assets for the year ended August 31, 2026, is presented below:

	Balance 9/1/2025	Adjustments	Reclassifications: Completed CIP	Reclassifications: Inc-Int'agy Trans	Reclassifications: Dec-Int'agy Trans	Additions	Deletions	Balance 8/31/2026
GOVERNMENTAL ACTIVITIES								
Non-depreciable or Non-amortizable Assets								
Land and Land Improvements	15,980,763.01			506,720.93				16,487,483.94
Construction in Progress	507,317,681.65	(183,426.50) *				62,540,078.25		569,674,333.40
Total Non-depreciable or Non-amortizable Assets	**$ 523,298,444.66**	**$ (183,426.50)**	**$ -**	**$ 506,720.93**	**$ -**	**$ 62,540,078.25**	**$ -**	**$ 586,161,817.34**
Depreciable Assets								
Buildings and Building Improvements	401,254,396.03			283,267.11		1,010,127.20		402,547,790.34
Infrastructure	823,109.00					5,680,063.00		6,503,172.00
Facilities and Other Improvements	11,134,575.46	(609,360.65)				162,000.00		10,687,214.81
Furniture and Equipment	327,665,814.33	(64,919.50)		282,057.07	(1,819,170.93)	32,569,297.77	(27,438,354.12)	331,194,724.62
Vehicles, Boats and Aircraft	464,363,277.31	50,469.55		1,549,137.95	(534,164.63)	145,438,395.07	(30,091,638.31)	580,775,476.94
Other Capital Assets	4,377,291.26					2,445,073.00	(52,500.00)	6,769,864.26
Total Depreciable Assets	**$ 1,209,618,463.39**	**$ (623,810.60)**	**$ -**	**$ 2,114,462.13**	**$ (2,353,335.56)**	**$ 187,304,956.04**	**$ (57,582,492.43)**	**$ 1,338,478,242.97**
Accumulated Depreciation								
Buildings and Building Improvements	(204,348,517.94)			(236,055.60)		(12,336,165.73)		(216,920,739.27)
Infrastructure	(624,190.84)					(234,476.24)		(858,667.08)
Facilities and Other Improvements	(1,964,568.19)	307,382.65 *				(491,366.88)		(2,148,552.42)
Furniture and Equipment	(229,595,152.11)	(8,803.04) *		(282,057.07)	629,916.75	(23,922,494.67)	25,394,214.59	(227,784,375.55)
Vehicles, Boats and Aircraft	(246,838,522.07)	510,582.08 *		(677,237.52)	361,932.74	(57,216,284.02)	27,904,601.41	(275,954,927.38)
Other Capital Assets	(1,282,483.60)					(342,285.30)	23,070.08	(1,601,698.82)
Total Accumulated Depreciation	**$ (684,653,434.75)**	**$ 809,161.69**	**$ -**	**$ (1,195,350.19)**	**$ 991,849.49**	**$ (94,543,072.84)**	**$ 53,321,886.08**	**$ (725,268,960.52)**
Amortizable Assets-Intangible								
Computer Software	16,957,851.05					8,541,880.34	(1,527,947.99)	23,971,783.40
Total Amortizable Assets-Intangible	**$ 16,957,851.05**	**$ -**	**$ -**	**$ -**	**$ -**	**$ 8,541,880.34**	**$ (1,527,947.99)**	**$ 23,971,783.40**
Accumulated Amortization								
Computer Software	(12,044,670.55)					(1,974,295.49)	1,527,947.99	(12,491,018.05)
Total Accumulated Amortization	**$ (12,044,670.55)**	**$ -**	**$ -**	**$ -**	**$ -**	**$ (1,974,295.49)**	**$ 1,527,947.99**	**$ (12,491,018.05)**
Total Governmental Activities	**$ 1,053,176,653.80**	**$ 1,924.59**	**$ -**	**$ 1,425,832.87**	**$ (1,361,486.07)**	**$ 161,869,546.30**	**$ (4,260,606.35)**	**$ 1,210,851,865.14**
Amortizable Assets- IRTU								
Buildings and Building Improvements	149,557,427.10	14,858,196.29				75,534,994.33		239,950,617.72
Subscription Assets	182,705,556.06	23,295,543.26				67,248,714.99	(25,973,323.53)	247,276,490.78
Total Amortizable Assets- IRTU	**$ 332,262,983.16**	**$ 38,153,739.55**	**$ -**	**$ -**	**$ -**	**$ 142,783,709.32**	**$ (25,973,323.53)**	**$ 487,227,108.50**
Accumulated Amortization-IRTU								
Buildings and Building Improvements	(63,651,015.15)	(3,151,606.02)				(23,163,296.43)		(89,965,917.60)
Subscription Assets	(58,985,965.53)	(6,101,308.13)				(54,657,015.30)	25,973,323.53	(93,770,965.43)
Total Accumulated Amortization-IRTU	**$ (122,636,980.68)**	**$ (9,252,914.15)**	**$ -**	**$ -**	**$ -**	**$ (77,820,311.73)**	**$ 25,973,323.53**	**$ (183,736,883.03)**
Total Governmental Activities	**$ 209,626,002.48**	**$ 28,900,825.40**	**$ -**	**$ -**	**$ -**	**$ 64,963,397.59**	**$ -**	**$ 303,490,225.47**

***Presentation error noted in amounts in adjustment column totaling $389,942.62.There is no impact to the Financials.**

Included in capital asset ending balances are various capital assets that are held for sale.

Classification	Capital Asset	Historical Cost	Accumulated Depreciation	Net Book Value	Outstanding Loan/Note			
Governmental Activities	Buildings	$ 1,780,571.22	$ 1,530,392.11	$ 250,179.11	$ -			
		$ 1,780,571.22	**$ 1,530,392.11**	**$ 250,179.11**	**$ -**	**$ -**	**$ -**	**$ -**

Note 3: Deposits, Investments, & Repurchase Agreements

Texas Department of Public Safety is authorized by statute to make investments following the "prudent person rule." There were no significant violations of legal provisions during the period.

Deposits of Cash in Bank

As of August 31, 2026, the carrying amount of deposits was $1,087,005.94 as presented below.

Governmental and Business-Type Activities	
Cash in Bank – Carrying Value	$1,082,000.00
Cash in Bank per AFR	$1,082,000.00

Fiduciary Funds	
Cash in Bank – Carrying Value	$5,005.94
Cash in Bank per AFR	$5,005.94

Note 4: Short-Term Debt *Not Applicable*

Note 5: Long-Term Liabilities

Changes in Long-Term Liabilities

During the year ended August 31, 2026, the following changes occurred in liabilities.

Governmental Activities	Balance 9/01/25	Additions	Reductions	Adjustments	Balance 8/31/26	Due in Year	Amounts Due Thereafter
Claims and Judgements	$103,580.30	$5,077,131.94	$4,534,523.03		$646,189.21	$646,189.21	
Right to Use Lease Obligations	$87,517,067.99	$75,534,994.33	$22,568,301.45	$12,002,428.02	$152,486,188.89	$24,044,839.89	$128,441,349.00
Right to Use Subscriptions Obligations	$109,744,572.65	$67,248,714.99	$56,765,173.69	$15,405,755.57	$135,633,869.72	$46,040,675.80	$89,593,193.92
Employees' Compensable Leave	$115,813,630.64	$351,747,700.92	$324,010,736.78		$143,550,594.78	$73,399,563.31	$70,151,031.47
Pollution Remediation	$273,200.00	$60,900.00	$268,600.00		$65,500.00	$65,500.00	
Total Governmental Activities	**$313,452,051.58**	**$499,669,442.18**	**$408,147,334.95**	**$27,408,183.59**	**$432,382,342.60**	**$144,196,768.21**	**$288,185,574.39**

Notes and Loans-Direct Borrowings

Governmental Activities Year	Principal	Interest	Total
2027	$3,318,490.64	$2,425,887.63	$5,744,378.27
2028	$3,554,089.84	$2,190,288.43	$5,744,378.27
2029	$3,806,415.61	$1,937,962.66	$5,744,378.27
2030	$4,076,655.47	$1,667,722.80	$5,744,378.27
2031	$4,366,081.25	$1,378,297.02	$5,744,378.27
2032	$4,676,055.08	$1,068,323.19	$5,744,378.27
2033	$5,008,035.77	$736,342.50	$5,744,378.27
2034	$5,363,585.73	$380,792.54	$5,744,378.27
Totals	**$34,169,409.39**	**$11,785,616.77**	**$45,955,026.16**

Employees' Compensable Leave

A state employee is entitled to be paid for all unused vacation time accrued, in the event of the employee's resignation, dismissal, or separation from State employment, provided the employee has had continuous employment with the State for six months. Expenditures for accumulated annual leave balances are recognized in the period paid or taken in governmental fund types. For these fund types, the liability for unpaid benefits is recorded in the Statement of Net Assets. An expense and liability for proprietary fund types are recorded in the proprietary funds as the benefits accrue to employees. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

Pollution Remediation Obligations

The Agency is responsible for: the maintenance of DPS state-owned underground storage tanks and is currently managing 13 sites. This year the agency conducted mold remediation at the Waco Crime Lab and asbestos abatement at DPS HQ as well as multiple DL Offices and removed hazardous materials and universal waste from DPS HQ.

Note 6: Bonded Indebtedness *Not Applicable*

Note 7: Bonded Derivatives *Not Applicable*

Note 8: Leases

Leases Liability

Included in the expenditures reported in the financial statements are the following amounts of rent paid or due under lease liability:

Fund Type	Amount
General Fund	$22,568,301.45

Future lease payments

Year Ended August 31, 2026

Primary Government			
Governmental Activities			
Year	**Principal**	**Interest**	**Total Future Min. Lease Payments**
2027	$24,044,839.89	$3,393,655.52	$27,438,495.41
2028	$19,485,006.80	$2,976,236.40	$22,461,243.20
2029	$18,140,645.02	$2,568,732.05	$20,709,377.07
2030	$17,924,787.91	$2,164,385.97	$20,089,173.88
2031	$16,995,490.77	$1,758,028.35	$18,753,519.12
2032-2036	$55,610,695.45	$3,404,788.11	$59,015,483.56
2037-2041	$284,723.05	$9,496.68	$294,219.73
Totals	**$152,486,188.89**	**$16,275,323.08**	**$168,761,511.97**

Subscription Lease Liability

Included in the expenditures reported in the financial statements are the following amounts of subscription fees paid under the non-cancelable liability:

Fund Type	Amount
Business Type	$56,765,173.69

Future Subscription Payments

Year Ended August 31, 2026

Primary Government			
Governmental Activities			
Year	Principal	Interest	Total Future Min. Subscription Payments
2027	$46,040,675.80	$4,127,912.95	$50,168,588.75
2028	$35,956,768.20	$2,774,798.59	$38,731,566.79
2029	$24,912,955.24	$1,732,733.14	$26,645,688.38
2030	$17,559,711.53	$929,710.66	$18,489,422.19
2031	$3,610,427.73	$339,572.27	$3,950,000.00
2032-2036	$7,553,331.22	$346,668.79	$7,900,000.01
Totals	**$135,633,869.72**	**$10,251,396.40**	**$145,885,266.12**

Note 9: Pension Plans *Not Applicable*

Note 10: Deferred Compensation *Not Applicable*

Note 11: Post Employment Health Care and Life Insurance *Not Applicable*

Note 12: Interfund Activities and Transactions *Not Applicable*

Note 13: Continuance Subject to Review

Under the Texas Sunset Act, the Agency will be abolished effective September 1, 2031, unless continued in existence by the Legislature as provided by the Act. If abolished, the agency may continue until September 1, 2032, to close out its operations.

Note 14: Adjustments to Beginning Net Position, Fund Balances or Fund Net Position

During Fiscal Year 2026, adjustments were made which required the restatement of the amounts in fund balances and fund equity as discussed and shown below:

Correction of an Error in Previously Issued Financial Statements (Column C)

There was a $12,002,428.02 increase in the Right to Use Lease Obligations due to leases not being included in previous years that were not disclosed until this year. There was also a $16,843,475.14 increase in Right to Use Subscription Obligations due to agency divisions adding multiple Subscriptions this year that should have been included in previous years, they were left off in error due to misinterpretation of the new GASB 96 reporting requirements for Subscriptions.

Adjustments to and Restatements of Beginning Balance

During Fiscal Year 2026, changes to or within the financial reporting agency and error corrections resulted in adjustments to and restatements of beginning net position and fund net position, as follows (amounts in thousands):

Governmental Funds	09/01/2025 As Previously Reported	Error Correction	09/01/2025 As Restated
Major Funds			
General Fund	$701,592,065.09	$50,518.30	$701,642,583.39
Total for Major Funds	**$701,592,065.09**	**$50,518.30**	**$701,642,583.39**
Governmental Activities			
Capital Assets	$1,263,192,598.90	$28,512,807.37	$1,291,705,406.27
Long-Term Liabilities	($351,341,220.16)	($28,845,903.16)	($380,187,123.32)
Total for Governmental Activities Adjustment	**$911,851,378.74**	**($333,095.79)**	**$911,518,282.95**

Note 15: Contingent Liabilities

Unpaid Claims and Lawsuits
Unpaid claims totaled $646,189.21 as of August 31, 2026. These miscellaneous claims were set up as liabilities. (Please see note 5.)

As of August 31, 2026, DPS or its employees, who were sued due to their actions performed in their course and scope of their job duties were named defendants in 80 new lawsuits. These suits include the following: tort claims, civil rights, wrongful death and third-party claims. The monetary relief requested from these lawsuits ranges from $0 (i.e. injunctive relief only) to $1,000,000.00 plus. Some cases are clearly frivolous in nature. Adverse judgment of suits determined to be valid could result in liabilities to DPS, but based upon prior experience, it is highly unlikely that the outcome from these lawsuits would materially affect the financial position of DPS. It is anticipated that any resulting judgments of consequence would be presented to a forthcoming session of the legislature for its consideration as a method of funding.

Federal Assistance

DPS has received several federal grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to a request for reimbursements from grantor agencies for expenditures disallowed under the terms of the grant. Based on prior experience, management believes such disallowances, if any, will be immaterial.

Under the Texas Sunset Act, the Agency will be abolished effective September 1, 2031, unless continued in existence by the Legislature as provided by the Act. If abolished, the agency may continue until September 1, 2032, to close out its operations.

Note 17: Risk Management

DPS is exposed to a variety of civil claims resulting from the performance of its duties. It is agency policy to periodically assess the proper combination of commercial insurance and retention of risk to cover losses to which it may be exposed.

The agency assumes substantially all risks associated with tort and liability claims due to the performance of its duties. Currently there is no purchase of commercial insurance nor is the agency involved in any risk pools with other government entities.

The agency's liabilities are reported when it is both probable that a loss has occurred, and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Liabilities are reevaluated periodically to consider current settlements, frequency of claims, experience and economic factors. There were no significant reductions in insurance coverage in the past year, and losses did not exceed funding arrangements during the past three years. Changes in the balances of the agency's claims liabilities during fiscal 2025 and 2026 were:

	Beginning Balance	Increases	Decreases	Ending Balance
2026	$103,580.30	$5,077,131.94	$4,534,523.03	$646,189.21
2025	$539,328.86	$5,096,157.01	$5,531,905.57	$103,580.30

Please note that in any given fiscal year DPS enters into numerous financial settlement agreements resulting from lawsuits and claims filed against DPS. Importantly, there are numerous factors that impact DPS's total settlement figure for lawsuits and claims that are completely outside DPS's control, consequently the disparity of the total financial settlements paid may vary significantly from one fiscal year to the next.

Note 18: Management Discussion & Analysis

Overview of the Financial Statements

The financial statements of the DPS present the financial position and results of operations of the agency for the fiscal year ended August 31, 2026, in accordance with generally accepted accounting principles for state and local governments.

The financial statements include government-wide financial statements, fund financial statements and notes to the financial statements. These statements provide information about the agency's financial position and changes in financial position for the fiscal year.

Financial Summary

Financial Summary	FY 26	FY 25
Total Assets and Deferred Outflows	$ 980,463,604.85	$ 847,081,236.62
Total Liabilities and Deferred Inflows	137,406,369.35	145,489,171.53
Net Position	843,057,235.50	701,592,065.09
Total Revenues	2,357,521,557.02	2,107,791,585.96
Total Expenses	2,352,015,117.58	2,436,001,392.70
Change in Net Position	164,849,685.99	(231,640,082.23)

Significant Financial Highlights

- Net position increased by $396,489,768.22 primarily due to changes in spending patterns.
- Revenues increased by $249,729,971.06 primarily due to increases in appropriations, licenses, fees and permits and sales of goods and services.
- Expenses decreased by ($83,986,275.12) primarily due to decreases in travel and repairs and maintenance.

Significant Financial Changes

The most significant changes in financial activity during the fiscal year include:

- Net position increased primarily due to spending patterns within major programs. The Texas Highway Patrol ($35 million), Routine Operations ($21 million), and other miscellaneous operational areas (totaling to $18 million) increased total expenses by $74 million.
- Spending increases were offset by major expenditure decreases to Extraordinary Operations ($42 million) and Driver License ($19 million) for non-capital operations.

Capital Assets and Long-Term Debt Activity

The most significant changes in Capital Asset activity during the fiscal year include:

- Reduced spending on one-time construction projects that relate to the acquisition of land for a new Regional Headquarters in El Paso ($10 million) and a significant decrease in construction outlays to build a new training facility in Williamson County ($315 million).
- Spending increase for new capital asset activity surrounding a variety of capital projects, such as tech modernization ($22 million), vehicles and related equipment ($40 million), helicopter replacement ($37 million), and construction of the Texas Ranger Museum and Brenham Driver License office ($19 million).
- In addition, spending on deferred maintenance and other capital budget projects outpaced the prior year.

Currently Known Facts, Decisions or Conditions

Currently known facts, decisions or conditions expected to affect the agency's future financial position include:

- Changes in legislative appropriations are expected to decrease the Department's base budget by three percent.
- Major program shifts, resulting from improved federal collaboration to secure Texas' international border with Mexico, will shift the Department's expenditure under Operation Lone Star. The Department's staffing levels, travel, and overtime expenses will likely decrease in the coming year.
- Planned exceptional items could infuse additional new appropriations for personnel costs and capital projects.

Note 20: Stewardship, Compliance, & Accountability

Confiscated/Entrusted Property

Confiscated/Entrusted Property represents assets held by DPS as the result of criminal investigations or stolen assets recovered by DPS. Those seized assets are held in the custody of DPS at the request of various courts in the State until court decisions have been made. At the time of the decisions, the property will either be returned to the defendant or awarded to the State, county, or federal government. Stolen assets recovered by DPS are held until positive identification is made and those items can be returned to the rightful owner.

Confiscated/Entrusted Property may consist of cash, foreign currency, automobiles, airplanes, weapons, precious metals and various other assets of value and is maintained throughout the State in Department-secured locations. On August 31, 2026, a physical count of the property was performed. U.S. monetary assets are recorded in Agency Funds. The values of the other confiscated assets cannot be readily determined and are disclosed only by type as listed above.

Note 21: *Not Applicable*

Note 22: Donor Restricted Endowments *Not Applicable*

Note 23: Extraordinary or Special Items *Not Applicable*

Note 24:Disaggregation of Receivable and Payable Balances *Not Applicable*

Note 25: Termination Benefits *Not Applicable*

Note 26: Segment Information *Not Applicable*

Note 27: Service Concession Arrangements *Not Applicable*

Note 28: Deferred Outflows of Resources and Deferred Inflows of Resources *Not Applicable*

Note 29: Trouble Debt Restructuring *Not Applicable*

Note 30: Non-Exchange Financial Guarantees *Not Applicable*

Note 31: Tax Abatements *Not Applicable*

Note 32: Fund Balances

DPS has the following restrictions/covenants causing fund balances to be committed and restricted:

GAAP Fund	Fund	AFR 54 Class	Citation	Comments
0001	1002	Restricted	GAA, Article V, 47	Budget execution order Item 2
0001	1003	Restricted	GAA, Article V, 47	Budget execution order Item 4 – Strategy 1-1-4 Local Border Security
0001	3045	Restricted	Grant Contract	OOG DR4223 Assistance Grant
0001	3048	Restricted	Grant Contract	OOG DR4266 Assistance Grant
0001	3050	Restricted	Grant Contract	OOG DR4272 Assistance Grant
0001	3146	Restricted	Federal ALN 16.575	Federal Funds, restrictions are externally imposed by federal agencies
0001	3147	Restricted	Federal ALN 16.575	2020 Crime Victim Assist Responsibility Team

0001	3177	Restricted	Federal ALN 16.741	Federal Funds, restrictions are externally imposed by federal agencies
0001	3656	Restricted	Grant Contract	N TX Tollway Dallas IAC 2016
0001	5066	Restricted	Federal ALN 20.616	Federal Funds, restrictions are externally imposed by federal agencies
0001	5068	Restricted	Federal ALN 20.616	Federal Funds, restrictions are externally imposed by federal agencies
0001	5235	Restricted	Grant Contract	OOG Open Disaster Grant
0001	5317	Restricted	Grant Contract	Work Zone Enforcement 09-4XXIA001 2018
0001	5326	Restricted	Federal ALN 20.616	Federal Funds, restrictions are externally imposed by federal agencies
0001	5328	Restricted	Federal ALN 20.616	Federal Funds, restrictions are externally imposed by federal agencies
0001	5405	Restricted	Federal ALN 16.710	Community Policing Development
0001	5448	Restricted	Federal ALN 97.067	Federal Funds, restrictions are externally imposed by federal agencies
0001	5557	Restricted	Grant Contract	FM 5116 Hidden Pines Assistance Grant
0001	5559	Restricted	Grant Contract	February 2016 Wildfire Grant
0001	5707	Restricted	Federal ALN 20.218	Texas Commercial Vehicle Safety FMMCG 034717
0001	5708	Restricted	Federal ALN 20.218	Texas Commercial Vehicle Safety FMMCG 039718
0001	5737	Restricted	Federal ALN 19.705	Federal Funds, restrictions are externally imposed by federal agencies
0001	5828	Restricted	Grant Contract	TCEQ Harvey 528-18-81736 Debris Assist
0001	6101	Restricted	Credit Card Service Fees	Credit Card Service Fees due DIR
0001	6300	Restricted	H.S. Title 9 B, CH 778	Emergency Management Assistance Compact – Appnrd Receipts
0001	6720	Restricted	State Seized	DPS State Fund
0001	7201	Restricted	Federal ALN 16.575	Federal Funds, restrictions are externally imposed by federal agencies
0001	7205	Restricted	Federal ALN 16.741	Federal Funds, restrictions are externally imposed by federal agencies
0001	7406	Restricted	Federal ALN 20.600	ST/Community Highway Safety
0001	7410	Restricted	Federal ALN 20.616	Federal Funds, restrictions are externally imposed by federal agencies
0001	7411	Restricted	Federal ALN 20.600	Federal Funds, restrictions are externally imposed by federal agencies
0001	7420	Restricted	Federal ALN 20.616	Federal Funds, restrictions are externally imposed by federal agencies
0001	7702	Restricted	Federal ALN 95.001	Federal Funds, restrictions are externally imposed by federal agencies
0001	7801	Restricted	Federal ALN 97.067	Homeland Security Grant Program
0001	7805	Restricted	Federal ALN 97.067	Homeland Security Grant Program
0001	7815	Restricted	Federal ALN 97.067	Federal Funds, restrictions are externally imposed by federal agencies
0001	7825	Restricted	Federal ALN 97.067	OOG-UAS Detection Tech
0001	7901	Restricted	Grant Contract	North Texas Tollway
0001	7902	Restricted	Grant Contract	TDA Roadside Inspection
0001	7907	Restricted	Grant Contract	Crime Lab MOUS
0001	7910	Restricted	Grant Contract	AG Victims Assistance
0001	7911	Restricted	Grant Contract	TXDOT Work Zone Enforcement
0001	7921	Restricted	Grant Contract	Texas Top 10 #2411610
0001	7923	Restricted	Grant Contract	Sexual Assault Kits
0001	7925	Restricted	Grant Contract	OAG Operation Lone Star
0092	0092	Restricted	Federal Disaster Fund	Federal Disaster Fund
0092	3014	Restricted	Federal Grant	TDEM FMAG Prior Year Carry Forward
0092	3463	Restricted	Federal ALN 97.036	Federal Funds , restrictions are externally imposed by federal agencies
0092	3465	Restricted	Federal ALN 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3468	Restricted	Federal ALN 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3470	Restricted	Federal ALN 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3487	Restricted	Federal ALN 97.042	Federal Funds, restrictions are externally imposed by federal agencies
0092	3565	Restricted	Federal ALN 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3579	Restricted	Federal ALN 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3582	Restricted	Federal ALN 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3583	Restricted	Federal ALN 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3584	Restricted	Federal ALN 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3587	Restricted	Federal ALN 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3890	Restricted	Federal Grant	TDEM Prior Year Carry Forward
0092	3984	Restricted	Federal ALN 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	6092	Restricted	Federal Disaster Fund	Federal Disaster Fund
0092	7602	Restricted	Federal Grant	Federal Funds, restrictions are externally imposed by federal agencies

0099	0099	Committed	GR account	Fund balance default to committed
0221	0221	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	1221	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	2221	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	3117	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	3221	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	3970	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	5008	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	7101	Restricted	Federal Grant	11.549 State/Local Implementation Program
0221	7221	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0222	0222	Restricted	Federal Seized	DPS Federal Seized Fund
0222	1222	Restricted	Federal ALN 16.922	Federal Funds, restrictions are externally imposed by federal agencies
0222	1223	Restricted	Federal ALN 21.000	Federal Funds, restrictions are externally imposed by federal agencies
0222	3222	Restricted	Federal Seized	DPS Federal Fund
0222	5222	Restricted	Federal Seized	DPS Federal Fund
0222	6222	Restricted	Federal Seized	DPS Federal Fund
0222	7204	Restricted	Federal Seized	DPS Federal Fund – Federal CJD
0222	7207	Restricted	Federal Seized	16.922 Equitable Sharing Program- DOJ
0222	7222	Restricted	Federal Seized	DPS Federal Fund
0222	7502	Restricted	Federal Seized	21.016 Nat Asset Seizure US Treasury
5013	1013	Committed	Breath Alcohol Testing	Gr Acct – Breath Alcohol Testing Fund
5013	2513	Committed	Breath Alcohol Testing	Unappropriated Breath Alcohol Testing Fund
5013	5013	Committed	Breath Alcohol Testing	Gr Acct – Breath Alcohol Testing Fund
5185	1185	Restricted	DNA Testing Account	GR Acct – DNA Testing
5186	1186	Restricted	Transportation Admin Fee	GR Acct – Transportation Admin Fee

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UNAUDITED

Texas Department of Public Safety (405)
Exhibit A-1 - Combining Balance Sheet - All General and Consolidated Funds
For the Fiscal Year Ended August 31, 2026

		Consolidated Accounts					
	General Revenue Fund (0001)	Texas Department Insurance Operating Fund (0036)	Federal Disaster Fund (0092)	Operator & Chauffeur License Fund (0099)	Fed. Civil Defense & Disaster Relief Fund (0221)	Federal Fund (0222)	Coronavirus Relief Fund Fund (0325)
ASSETS							
Current Assets:							
Cash							
Cash on Hand	$ 1,181,945.00	$ -	$ -	$ -	$ -	$ 3,000.00	
Cash in Bank	1,082,000.00						
Cash in State Treasury	14,038,903.83			402,551.91	132,132.20	7,587,848.46	771,352.85
Legislative Appropriations	878,426,245.32						
Receivables from:							
Federal	43,900,969.30		-		-	-	-
Accounts Receivable							
Due From Other Funds	-						-
Due From Other Agencies	5,359,250.21		-				
Consumable Inventories	558,664.07						
Merchandise Inventories	4,753,737.14						
Total Current Assets	$ 949,301,714.87	$ -	$ -	$ 402,551.91	$ 132,132.20	$ 7,590,848.46	$ 771,352.85
Non-Current Assets:							
Total Non-Current Assets:	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Assets:	$ 949,301,714.87	$ -	$ -	$ 402,551.91	$ 132,132.20	$ 7,590,848.46	$ 771,352.85
LIABILITIES AND FUND BALANCES							
Current Liabilities:							
Payables from:							
Accounts	$ 32,392,108.60	$ -	$ -	$ -	$ -	$ 38,692.91	$ -
Payroll	96,757,204.95	28,198.28					
Due To Other Funds	-						
Due To Other Agencies	-		-				
Unearned Revenues	1,903,482.14		-		-	5,540,167.94	-
Total Current Liabilities	$ 131,052,795.69	$ 28,198.28	$ -	$ -	$ -	$ 5,578,860.85	$ -
Non-Current Liabilities:							
Total Non-Current Liabilities:	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Total Liabilities:	$ 131,052,795.69	$ 28,198.28	$ -	$ -	$ -	$ 5,578,860.85	$ -
Fund Balances (Deficits):							
Nonspendable in Inventory	$ 5,312,401.21	$ -	$ -	$ -	$ -	$ -	$ -
Restricted	94,983,087.95		-		132,132.20	2,011,987.61	-
Assigned	125,264.17						
Committed				402,551.91			
Unassigned	717,828,165.85	(28,198.28)	-				771,352.85
Total Fund Balances	$ 818,248,919.18	$ (28,198.28)	$ -	$ 402,551.91	$ 132,132.20	$ 2,011,987.61	$ 771,352.85
Total Liabilities and Fund Balances	$ 949,301,714.87	$ -	$ -	$ 402,551.91	$ 132,132.20	$ 7,590,848.46	$ 771,352.85

The accompanying notes to the financial statements are an integral part of this statement.

Motorcyle Education Fund (0501)	Economic Stabilization Fund (0599)	Sexual Assault Testing Program (FUND 5010)	Breath Alcohol Testing Fund (5013)	Emergency Radio Infastructure Fund (5153)	DNA Testing Fund (5185)	Transportation Admin Fee Fund (5186)	Funds Held Outside the State Treasury Fund (9999)	TOTALS
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,184,945.00
							5,005.94	1,087,005.94
-			9,017,975.65		363,399.17	12,878,623.80		45,192,787.87
								878,426,245.32
								43,900,969.30
								-
								-
	-	-		-				5,359,250.21
								558,664.07
								4,753,737.14
$ -	$ -	$ -	$ 9,017,975.65	$ -	$ 363,399.17	$ 12,878,623.80	$ 5,005.94	$ 980,463,604.85
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
$ -	$ -	$ -	$ 9,017,975.65	$ -	$ 363,399.17	$ 12,878,623.80	$ 5,005.94	$ 980,463,604.85
$ -	$ -	$ 103.57	$ -	$ -	$ 10.00	$ -		$ 32,430,915.08
-		384,660.88	-	46,092.27		315,647.81		97,531,804.19
								-
	-							-
-								7,443,650.08
$ -	$ -	$ 384,764.45	$ -	$ 46,092.27	$ 10.00	$ 315,647.81	$ -	$ 137,406,369.35
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
$ -	$ -	$ 384,764.45	$ -	$ 46,092.27	$ 10.00	$ 315,647.81	$ -	$ 137,406,369.35
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 5,312,401.21
				-	363,389.17	12,562,975.99		110,053,572.92
								125,264.17
			9,017,975.65				5,005.94	9,425,533.50
-	-	(384,764.45)		(46,092.27)				718,140,463.70
$ -	$ -	$ (384,764.45)	$ 9,017,975.65	$ (46,092.27)	$ 363,389.17	$ 12,562,975.99	$ 5,005.94	$ 843,057,235.50
$ -	$ -	$ -	$ 9,017,975.65	$ -	$ 363,399.17	$ 12,878,623.80	$ 5,005.94	$ 980,463,604.85

The accompanying notes to the financial statements are an integral part of this statement.

Texas Department of Public Safety (405)
Exhibit A-2 - Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -
All General and Consolidated Funds
For the Fiscal Year Ended August 31, 2026

		Consolidated Accounts					
	General Revenue Fund (0001)	Texas Department Insurance Operating Fund (0036)	Federal Disaster Fund (0092)	Operator & Chauffeur License Fund (0099)	Fed. Civil Defense & Disaster Relief Fund (0221)	Federal Fund (0222)	Coronavirus Relief Fund (0325)
REVENUES							
Legislative Appropriations:							
Original Appropriations	$ 1,909,891,227.00	$ -	$ -	$ -	$ -	$ -	$ -
Additional Appropriations	260,323,624.30						
Federal Revenue (Schedule 1A)	55,688,783.44		-		-	1,295,436.07	-
Federal Grant Pass-Through Revenue (Schedule 1A)	10,859,981.47		-				-
State Grant Pass-Through Revenue (Schedule 1B)	3,291,051.72						
Licenses, Fees & Permits	75,019,316.73						
Interest and Other Investment Income	(95,216.33)				5,106.46	291,050.96	13,808.24
Land Income	76,735.00						
Settlement of Claims	141,883.45						
Sales of Goods and Services	33,089,423.12						
Other	3,023,002.93		(5,408,071.01)		-		757,512.70
Total Revenues	$ 2,351,309,812.83	$ -	$ (5,408,071.01)	$ -	$ 5,106.46	$ 1,586,487.03	$ 771,320.94
EXPENDITURES							
Salaries and Wages	$ 1,112,716,560.21	$ 391,055.90	$ (669.37)	$ -	$ -	$ -	$ -
Payroll Related Costs	283,530,738.48	94,298.03	2,117.14		-		-
Professional Fees and Services	75,543,414.79		-		-	84,073.00	-
Travel	22,952,366.72		-		-		
Materials and Supplies	172,218,755.52	-	(1,265.06)		-	146,124.73	-
Communication and Utilities	30,878,070.06		-			239,843.83	-
Repairs and Maintenance	27,285,556.38	2,517.45	(145.21)			332,612.70	-
Rentals and Leases	9,873,395.79		-		-		
Printing and Reproduction	16,180,361.51		-				
Claims and Judgments	5,077,131.94				-		
Federal Grant Pass-Through Expenditures	-		-				
State Grant Pass-Through Expenditures (Schedule 1B)	-						
Intergovernmental Payments	3,439,562.13		-		-		
Public Assistance Payments	1,000,000.00		-				
Other Expenditures	97,775,567.89		(37.50)		-	-	-
Debt service:							
Principal - Leases/SBITA	79,333,475.14					-	
Principal - Other General Long Term Debt	3,098,509.22						
Interest on Long-Term Debt (GWFS)	2,645,869.05						
Capital Outlay	392,854,095.06		-		-	492,781.81	-
Total Expenditures	$ 2,336,403,429.89	$ 487,871.38	$ 0.00	$ -	$ -	$ 1,295,436.07	$ -
Excess (Deficiency) of Revenues over Expenditures	$ 14,906,382.94	$ (487,871.38)	$ (5,408,071.01)	$ -	$ 5,106.46	$ 291,050.96	$ 771,320.94
OTHER FINANCING SOURCES (USES)							
Sale of Capital Assets	$ 4,721,820.73	$ -	$ -	$ -	$ -	$ 6,964.29	$ -
Long Term Debt Issued	-						
Increase in Obligations - Leases	142,783,709.32						
Insurance Recoveries	714,982.25						
Interagency transfer of Capital Assets	8,000.00						
Legislative Financing Sources	931,877.39						
Transfers In	-	485,811.54	5,400,929.77				
Transfers Out	(2,036,131.85)		-				
Legislative Transfers In	-						
Legislative Transfers Out	-						
Total Other Financing Sources (Uses)	$ 147,124,257.84	$ 485,811.54	$ 5,400,929.77	$ -	$ -	$ 6,964.29	$ -
Net Change in Fund Balances	$ 162,030,640.78	$ (2,059.84)	$ (7,141.24)	$ -	$ 5,106.46	$ 298,015.25	$ 771,320.94
FUND FINANCIAL STATEMENT - FUND BALANCES							
Fund Balances - Beginning	$ 679,609,935.22	$ (26,138.44)	$ -	$ 402,551.91	$ 127,025.74	$ 1,713,972.36	$ 31.91
Restatements	43,377.06		7,141.24		-	-	-
Fund Balances as Restated	679,653,312.28	(26,138.44)	7,141.24	402,551.91	127,025.74	1,713,972.36	31.91
Appropriations Lapsed	(23,435,033.88)						
Fund Balances--Ending	$ 818,248,919.18	$ (28,198.28)	$ (0.00)	$ 402,551.91	$ 132,132.20	$ 2,011,987.61	$ 771,352.85

The accompanying notes to the financial statements are an integral part of this statement.

Motorcycle Education Fund (0501)	Economic Stabilization Fund (0599)	Sexual Assault Testing Program (FUND 5010)	Breath Alcohol Testing Fund (5013)	Emergency Radio Infrastructure Fund (5153)	DNA Testing Fund (5185)	Transportation Admin Fee Fund (5186)	Funds Held Outside the State Treasury Fund (9999)	TOTALS
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,909,891,227.00
								260,323,624.30
								56,984,219.51
								10,859,981.47
								3,291,051.72
(1,043.50)			786,368.10	-	263,606.53	8,199,965.28		84,268,213.14
							4.36	214,753.69
								76,735.00
								141,883.45
-								33,089,423.12
				-			8,000.00	(1,619,555.38)
$ (1,043.50)	$ -	$ -	$ 786,368.10	$ -	$ 263,606.53	$ 8,199,965.28	$ 8,004.36	$ 2,357,521,557.02
$ -	$ -	$ 3,479,303.90	$ 1,598,999.39	$ 451,848.91	$ -	$ 2,670,558.80	$ -	$ 1,121,307,657.74
-		1,113,621.34	301,781.19	148,880.42		1,107,638.11		286,299,074.71
-	-	21,245.96		-		524,845.00		76,173,578.75
-		68,887.43		-		-		23,021,254.15
-	-	1,268,770.79	-	-	250,661.75	189,120.00		174,072,167.73
-		11,524.40		495.00		3,422.22		31,133,355.51
-	-	84,295.97		-	143,644.00	222,496.28		28,070,977.57
		-						9,873,395.79
-		20.00		-	10.00	-		16,180,391.51
		-						5,077,131.94
								-
				-				-
	-							3,439,562.13
								1,000,000.00
-	-	80,452.18	-	-	37,850.12	23.15	8,662.95	97,902,518.79
	-							
								79,333,475.14
								3,098,509.22
								2,645,869.05
	-	-		-	-			393,346,876.87
$ -	$ -	$ 6,128,121.97	$ 1,900,780.58	$ 601,224.33	$ 432,165.87	$ 4,718,103.56	$ 8,662.95	$ 2,351,975,796.60
$ (1,043.50)	$ -	$ (6,128,121.97)	$ (1,114,412.48)	$ (601,224.33)	$ (168,559.34)	$ 3,481,861.72	$ (658.59)	$ 5,545,760.42
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 4,728,785.02
								$ -
								142,783,709.32
								714,982.25
								8,000.00
								931,877.39
1,151.50	-	6,361,526.25		600,532.38				12,849,951.44
-	(677,248.00)			-				(2,713,379.85)
								0.00
								-
$ 1,151.50	$ (677,248.00)	$ 6,361,526.25	$ -	$ 600,532.38	$ -	$ -	$ -	$ 159,303,925.57
$ 108.00	$ (677,248.00)	$ 233,404.28	$ (1,114,412.48)	$ (691.95)	$ (168,559.34)	$ 3,481,861.72	$ (658.59)	$ 164,849,685.99
$ (108.00)	$ 677,248.00	$ (618,168.73)	$ 10,132,388.13	$ (45,400.32)	$ 531,948.51	$ 9,081,114.27	$ 5,664.53	$ 701,592,065.09
								50,518.30
(108.00)	677,248.00	(618,168.73)	10,132,388.13	(45,400.32)	531,948.51	9,081,114.27	5,664.53	701,642,583.39
								(23,435,033.88)
$ -	$ -	$ (384,764.45)	$ 9,017,975.65	$ (46,092.27)	$ 363,389.17	$ 12,562,975.99	$ 5,005.94	$ 843,057,235.50

The accompanying notes to the financial statements are an integral part of this statement.

UNAUDITED

Texas Department of Public Safety (405)
Exhibit C-1 - Combining Balance Sheet - Capital Project Funds
For the Fiscal Year Ended August 31, 2026

	Capital Projects Fund (7629)	Capital Projects Fund (7656)	TOTALS
ASSETS			
Current Assets:			
Cash			
Cash on Hand	$ -	$ -	$ -
Cash in Bank			-
Receivables from:			-
Federal			-
Accounts Receivable			-
Due From Other Agencies	-	-	-
Total Current Assets	$ -	$ -	$ -
Total Assets:	$ -	$ -	$ -
LIABILITIES AND FUND BALANCES			
Liabilities			
Current Liabilities:			
Payables from:			
Accounts Payable	$ -	$ -	$ -
Payroll			
Due To Other Agencies	-	-	-
Total Current Liabilities	$ -	$ -	$ -
Non-Current Liabilities:	$ -	$ -	$ -
Total Non-Current Liabilities:	$ -	$ -	$ -
Total Liabilities:	$ -	$ -	$ -
Fund Balances (Deficits):			
Restricted	$ -	$ -	$ -
Unassigned	-	-	-
Total Fund Balances	$ -	$ -	$ -
Total Liabilities and Fund Balances	$ -	$ -	$ -

The accompanying notes to the financial statements are an integral part of this statement.

UNAUDITED

Texas Department of Public Safety (405)

Exhibit C-2 - Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Capital Project Funds

For the Fiscal Year Ended August 31, 2026

	Capital Projects Fund (7629)	Capital Projects Fund (7656)	TOTALS
REVENUES			
Interest and Investment Income	$ -	$ -	$ -
Federal Revenue			-
Federal Grant Pass-Through Revenue			-
State Grant Pass-Through Revenue			-
Licenses, Fees & Permits			-
Land Income			-
Settlement of Claims			-
Sales of Goods and Services			-
Other			-
Total Revenues	$ -	$ -	$ -
EXPENDITURES			
Salaries and Wages	$ -	$ -	$ -
Payroll Related Costs			-
Professional Fees and Services	37,650.48	-	37,650.48
Travel			-
Materials and Supplies	-	-	-
Communication and Utilities	608.00	-	608.00
Repairs and Maintenance	-	-	-
Rentals and Leases		-	-
Printing and Reproduction			-
Claims and Judgments			-
Federal Grant Pass-Through Expenditures			-
Intergovernmental Payments			-
Public Assistance Payments			-
Other Expenditures	-	-	-
Debt service:			
Principal			-
Capital Outlay	1,062.50	-	1,062.50
Total Expenditures	$ 39,320.98	$ -	$ 39,320.98
Excess (Deficiency) of Revenues over Expenditures	$ (39,320.98)	$ -	$ (39,320.98)
OTHER FINANCING SOURCES (USES)			
Sale of Capital Assets	$ -	$ -	$ -
Insurance Recoveries			
Transfers In	39,320.98	-	39,320.98
Transfers Out			-
Total Other Financing Sources (Uses)	$ 39,320.98	$ -	$ 39,320.98
Net Change in Fund Balances/Net Assets	$ -	$ -	$ -
FUND FINANCIAL STATEMENT - FUND BALANCES			
Fund Balances - Beginning	$ -	$ -	$ -
Appropriations Lapsed			
Fund Balances - Ending	$ -	$ -	$ -

The accompanying notes to the financial statements are an integral part of this statement.

Texas Department of Public Safety (405)
Exhibit J-1 — Combining Statement of Fiduciary Net Position — Custodial Funds
For Fiscal Year Ended August 31, 2026

Combining Statement of Fiduciary Net Position	Custodial Funds Fund 1 3300 2368, 2538	Other Custodial Funds Fund 2 3650 0914,0940,2914, 3914, 4914	Totals
ASSETS			
Cash and Cash Equivalents:			
Cash on Hand	$ -	$ -	$ -
Cash in Bank			
Cash in State Treasury		1,144,270.48	1,144,270.48
Cash Equivalents			
Legislative Appropriations	2,130.00		2,130.00
Securities Lending Collateral			
Short Term Investments:			
U.S. Government Agency Obligations			
Corporate Equity			
Corporate Obligations			
Repurchase Agreements			
Foreign Securities			
Other Short Term Investments			
Investments:			
U.S. Government Agency Obligations			
Corporate Equity			
Corporate Obligations			
Repurchase Agreements			
Foreign Securities			
Other Investments- Securities Held in Trust		3,286,148.22	3,286,148.22
Receivables from:			
Federal			
Other Intergovernmental Taxes			
Interest and Dividends			
Accounts Receivable			
Other			
Interfund Receivable			
Due From Other Funds			
Due From Other Agencies			
Consumable Inventories			
Merchandise Inventories			
Other Assets			
Total Assets	$ 2,130.00	$ 4,430,418.70	$ 4,432,548.70
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows of Resources			
Total Deferred Outflows of Resources	$ -	$ -	$ -
LIABILITIES			
Payables from:			
Accounts	$ -	$ -	$ -
Payroll			
Other Intergovernmental			
Interest			
Investment Trades			
Other			
Interfund Payable			
Due To Other Funds			
Due To Other Agencies			
Unearned Revenue			
Obligations/Securities Lending			
Total Liabilities	$ -	$ -	$ -
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows of Resources			
Total Deferred Inflows of Resources	$ -	$ -	$ -
NET POSITION			
Restricted for Pensions	$ -	$ -	$ -
Restricted for OPEB			
Restricted for Pool Participants			
Fiduciary NP Other Purposes	2,130.00	4,430,418.70	4,432,548.70
Total Net Position	$ 2,130.00	$ 4,430,418.70	$ 4,432,548.70

The accompanying notes to the financial statements are an integral part of this statement.

Texas Department of Public Safety
Exhibit J-2 — Combining Statement of Changes in Fiduciary Net Position — Custodial Funds
For the Fiscal Year Ended August 31, 2026

Combining Statement of Changes in Fiduciary Net Position	Custodial Funds Fund 1 3300 2368, 2538	Other Custodial Funds Fund 2 3650 0914, 0940, 2914, 3914, 4914	Totals
ADDITIONS			
Investment Income			
From Investing Activities:			
Net Increase (Decrease) in Fair Value of Investments	$ -	$ -	$ -
Interest, Dividend and Other	(201,291.00)	1,417,588.57	1,216,297.57
Total Investing Income (Loss)	$ (201,291.00)	$ 1,417,588.57	$ 1,216,297.57
Less Investing Activities Expense			
Net Income from Investing Activities	$ (201,291.00)	$ 1,417,588.57	$ 1,216,297.57
From Securities Lending Activities:			
Securities Lending Income			
Less Securities Lending Expense:			
Borrower Rebates			
Management Fees			
Net Income from Securities Lending Activities	$ -	$ -	$ -
Total Net Investment Income (Loss)	$ (201,291.00)	$ 1,417,588.57	$ 1,216,297.57
Other Additions:			
Federal Revenue			
Contributions to Employee Benefit Funds			
Settlement of Claims			
Property Taxes Collected			
Transfer In			
Total Other Additions	$ -	$ -	$ -
Total Additions	$ (201,291.00)	$ 1,417,588.57	$ 1,216,297.57
DEDUCTIONS			
Benefits	$ -	$ -	$ -
Salaries and Wages			
Payroll Related Costs			
Professional Fees and Services			
Travel			
Printing and Reproduction			
Other Expenditures			
Settlement of Claims			
Interest Expense			
Transfer Out	(85,097.00)		(85,097.00)
Intergovernmental Payments			
Property Taxes - Distributed			
Total Deductions	$ (85,097.00)	$ -	$ (85,097.00)
INCREASE (DECREASE) IN NET POSITION	$ (286,388.00)	$ 1,417,588.57	$ 1,131,200.57
NET POSITION			
Net Position, September 1, 2025	$ 288,518.00	$ 3,012,830.13	3,301,348.13
Restatements			
Net Position, September 1, 2025, as Restated	$ 288,518.00	$ 3,012,830.13	$ 3,301,348.13
Net Position, August 31, 2026	$ 2,130.00	$ 4,430,418.70	$ 4,432,548.70

The accompanying notes to the financial statements are an integral part of this statement.

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SUPPLEMENTAL SCHEDULES

Agency 405 - Department of Public Safety
Schedule 1A - Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended August 31, 2026

Federal Grantor/ Pass-through Grantor/ Program Title	ALN Number	NSE Name/ Identifying Number	Agy/ Univ No	Pass-through From: Pass-Through From Agencies or Universities Amount	Pass-through From: Pass-Through From Non-State Entities Amount	Direct Program Amount
Executive Office of the President						
Direct Programs						
High Intensity Drug Trafficking Areas Program	95.001					$ 156,837.00
Total - Executive Office of the President				**$ -**	**$ -**	**$ 156,837.00**
U.S. Department of Homeland Security						
Direct Programs						
Port Security Grant Program	97.056					$ 156,900.00
Pass-Through:						
Homeland Security Grant Program	97.067					$ (220,484.67)
Pass-Through From:						
Governor - Fiscal			300	$ 5,190,491.62		
Counter-Unmanned Aircraft Systems (C-UAS) Grant Program	97.161					$ (0.80)
Pass-Through From:						
Governor - Fiscal			300	$ 3,064,067.10		
Totals - U.S. Department of Homeland Security				**$ 8,254,558.72**	**$ -**	**$ (63,585.47)**
U.S. Department of Justice						
Direct Programs						
National Criminal History Improvement Program (NCHIP)	16.554					$ 7,501,746.58
Public Safety Partnership and Community Improvement Grant	16.710					$ 73,422.33
DNA Backlog Rduction Program	16.741					$ 2,670,400.28
National Sexual Assault Kit Initiative	16.833					$ 1,295,778.37
Equitable Sharing Program	16.922					$ 1,295,436.07
Pass-Through:						
Crime Victims Assistance	16.575					$ 220,721.35
Pass-Through From:						
Governor - Fiscal			300	$ 108,354.55		
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742					$ (235,796.47)
Pass-Through From:						
Texas Division of Emergency Management			300	$ 467,605.16		
Totals - U.S. Department of Justice				**$ 575,959.71**	**$ -**	**$ 12,821,708.51**
U.S. Department of Transportation						
Direct Programs						
Highway Planning and Construction	20.205					$ 29,032.34
Commercial Driver's License Program Implementation Grant	20.232					$ 831,901.10
Totals - U.S. Department of Transportation				**$ -**	**$ -**	**$ 860,933.44**
Federal Motor Carrier Safety Assistance Cluster						
U.S. Department of Transportation						
Direct Programs						
Motor Carrier Safety Assistance	20.218					$ 42,778,217.50
Totals - U.S. Department of Transportation				**$ -**	**$ -**	**$ 42,778,217.50**
Highway Safety Cluster						
U.S. Department of Transportation						

Total PT From and Direct Prog. Amount	Agy/ Univ No	Pass-through To: Pass-Through To Agencies or Universities Amount	Pass-through To: Pass-Through To Non-State Entities Amount	Expenditures Amount	Total PT To and Expenditures Amount
$ 156,837.00				$ 156,837.00	$ 156,837.00
$ 156,837.00		**$ -**	**$ -**	**$ 156,837.00**	**$ 156,837.00**
$ 156,900.00				$ 156,900.00	$ 156,900.00
$ 4,970,006.95				$ 4,970,006.95	$ 4,970,006.95
$ 3,064,066.30				$ 3,064,066.30	$ 3,064,066.30
$ 8,190,973.25		**$ -**	**$ -**	**$ 8,190,973.25**	**$ 8,190,973.25**
$ 7,501,746.58				$ 7,501,746.58	$ 7,501,746.58
$ 73,422.33				$ 73,422.33	$ 73,422.33
$ 2,670,400.28				$ 2,670,400.28	$ 2,670,400.28
$ 1,295,778.37				$ 1,295,778.37	$ 1,295,778.37
$ 1,295,436.07				$ 1,295,436.07	$ 1,295,436.07
$ 329,075.90				$ 329,075.90	$ 329,075.90
$ 231,808.69				$ 231,808.69	$ 231,808.69
$ 13,397,668.22		**$ -**	**$ -**	**$ 13,397,668.22**	**$ 13,397,668.22**
$ 29,032.34				$ 29,032.34	$ 29,032.34
$ 831,901.10				$ 831,901.10	$ 831,901.10
$ 860,933.44		**$ -**	**$ -**	**$ 860,933.44**	**$ 860,933.44**
$ 42,778,217.50				$ 42,778,217.50	$ 42,778,217.50
$ 42,778,217.50		**$ -**	**$ -**	**$ 42,778,217.50**	**$ 42,778,217.50**

Agency 405 - Department of Public Safety
Schedule 1A - Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended August 31, 2026

Federal Grantor/ Pass-through Grantor/ Program Title	ALN Number	NSE Name/ Identifying Number	Agy/ Univ No	Pass-through From: Pass-Through From Agencies or Universities Amount	Pass-through From: Pass-Through From Non-State Entities Amount	Direct Program Amount
Pass-Through From:						
State and Community Highway Safety	20.600					$ 6,864.78
Pass-Through From:						
Texas Department of Transportation			601	$ 292,058.32		
National Priority Safety Programs	20.616					$ 423,243.75
Pass-Through From:						
Texas Department of Transportation			601	$ 1,737,404.72		
Totals - U.S. Department of Transportation				**$ 2,029,463.04**	**$ -**	**$ 430,108.53**
Total Expenditures of Federal Awards				**$10,859,981.47**	**$0.00**	**$56,984,219.51**

Total PT From and Direct Prog. Amount	Agy/ Univ No	Pass-through To: Pass-Through To Agencies or Universities Amount	Pass-through To: Pass-Through To Non-State Entities Amount	Expenditures Amount	Total PT To and Expenditures Amount
$ 298,923.10				$ 298,923.10	$ 298,923.10
$ 2,160,648.47				$ 2,160,648.47	$ 2,160,648.47
$ 2,459,571.57		**$ -**	**$ -**	**$ 2,459,571.57**	**$ 2,459,571.57**
$67,844,200.98		**$0.00**	**$0.00**	**$67,844,200.98**	**$67,844,200.98**

Note 1 – Non-Monetary Assistance

DPS did not receive personal property as part of the General Service Administration donation of the Federal Surplus Program (ALN 39.003) from Texas Facilities Commission (Agency 303), for Fiscal Year 2026.

Note 2 – Reconciliation

Below is a reconciliation of the total of federal pass-through and federal expenditures as reported on the Schedule of Federal Financial Assistance to the total of federal revenues and federal grant pass-through revenues as reported in the general-purpose financial statement. Generally, federal funds are not earned until expended. Therefore, federal revenues equal federal expenditures for the reporting period.

Per Combined Governmental Operating Statement/Statement of Activities and Proprietary Statement of Changes in Revenues, Expenses and Net Assets.

Governmental Funds – Federal Revenue (Ex. II)	56,984,219.51
Governmental Funds – Federal Pass-Through Revenue	10,859,981.47
Non-Monetary	-
Total Pass Through and Expenditures per Federal Schedule	**67,844,200.98**
SEFA balance	**67,844,200.98**

Note 7 – Deferred Revenue

ALN Number	Federal Title	Deferred Revenue
16.833	National Sexual Assault Kit Initiative	40,526.07
16.922	Equitable Sharing - Department of Justice	4,153,152.53
20.218	Motor Carrier Safety Assistance	305,926.32
21.016	Equitable Sharing - Treasury	1,387,015.41
97.067	Homeland Security Grant Program	971,789.05
97.161	Counter-Unmanned Aircraft Systems (C_UAS) Grant Program	0.80
Total Deferred Revenue		**$6,858,410.18**

Disclosure Note – Note 8: Disaster Grants Public Assistance (ALN 97.036)

In Fiscal Year 2026, DPS had no expenditures in 97.036.

Texas Department of Public Safety (405)

Schedule 1B

Schedule of State Grant Pass-Throughs From/To State Agencies

For the Year Ended August 31, 2026

Pass-through From	Grant ID	Agency Number	Amount
Body-Worn Cameras	**300.0083**		
Governor - Fiscal		300	$ 693,992.25
			$ 693,992.25
88th LEG, SB30, SECX.26 Victims Crime Supplement	**300.0603**		
Governor - Fiscal		300	$ 271,990.58
			$ 271,990.58
DNA Testing Grants Program	**300.2000**		
Governor - Fiscal		300	$ 103,799.08
			$ 103,799.08
Crime Stoppers Assistance Fund	**300.5012**		
Governor - Fiscal		300	$ 5,225.00
			$ 5,225.00
Evidence Testing Grants	**300.5170**		
Governor - Fiscal		300	$ 890,877.17
			$ 890,877.17
Bullet-Resistant Vests	**300.6091**		
Governor - Fiscal		300	$ 300,050.00
			$ 300,050.00
Technology Infrastructure Grants Rider 25 24-25	**300.6483**		
Governor - Fiscal		300	$ 856,430.25
			$ 856,430.25
Texas Department of Public Safety	**302.2515**		
Attorney General Office		302	$ 168,687.39
			$ 168,687.39
Total Pass-Through from Other Agencies (Exh. II):			**$ 3,291,051.72**