



# HOUSE BILL No. 5582

February 14, 1996, Introduced by Reps. Jellema, Middleton, Bankes, Johnson, McBryde, Gilmer, Bobier, Dolan and McNutt and referred to the Committee on Appropriations.

## EXECUTIVE BUDGET BILL

A bill to make appropriations for the department of transportation and certain transportation purposes for the fiscal year ending September 30, 1997; to provide for the imposition of fees; to provide for reports; to create certain funds; to prescribe certain powers and duties of certain state departments and officials; and to provide for the expenditure of the appropriations.

### THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Sec. 101. There is appropriated for the department of transportation  
2       and certain state purposes designated in this bill for the fiscal year  
3       ending September 30, 1997, from the following funds:

4       DEPARTMENT OF TRANSPORTATION

1 APPROPRIATIONS SUMMARY:

2 Full-time equated unclassified positions . . . 6.0

3 Full-time equated classified positions . . 3,439.3

4 GROSS APPROPRIATION . . . . . \$ 1,101,304,800

5 Interdepartmental grant revenues:

6 Total interdepartmental grants and

7 intradepartmental transfers . . . . . 0

8 ADJUSTED GROSS APPROPRIATION . . . . . \$ 1,101,304,800

9 Federal revenues:

10 Total federal revenues . . . . . 494,112,300

11 Special revenue funds:

12 Total local revenues . . . . . 5,600,000

13 Total other state restricted revenues . . . . . 601,592,500

14 State general fund/general purpose . . . . . \$ 0

15 DEBT SERVICE

16 State trunkline . . . . . \$ 45,187,900

17 Trunkline bonds, series 1989A-EDF (\$100,000,000) . 11,482,000

18 Critical bridge . . . . . 3,000,000

19 Comprehensive transportation . . . . . 23,130,100

20 GROSS APPROPRIATION . . . . . \$ 82,800,000

21 Appropriated from:

22 Special revenue funds:

23 Comprehensive transportation fund . . . . . 23,130,100

24 Michigan transportation fund . . . . . 14,482,000

25 State trunkline fund . . . . . 45,187,900

26 State general fund/general purpose . . . . . \$ 0

27 EXECUTIVE DIRECTION

28

1	Full-time equated unclassified positions . . . . .	6.0	
2	Full-time equated classified positions . . . . .	36.0	
3	Members of the state transportation		
4	commission (per diem payments) . . . . .	\$	60,000
5	Unclassified salaries . . . . .		453,400
6	Commission audit--36.0 FTE positions . . . . .		<u>2,960,400</u>
7	GROSS APPROPRIATION . . . . .	\$	3,473,800
8	Appropriated from:		
9	Special revenue funds:		
10	State trunkline fund . . . . .		3,473,800
11	State general fund/general purpose . . . . .	\$	0
12	ADMINISTRATIVE SERVICES		
13	Full-time equated classified positions . . . . .	123.7	
14	Administration and data center--76.2 FTE positions	\$	15,495,200
15	Building occupancy charges-property		
16	management . . . . .		4,275,000
17	Human resources--42.5 FTE positions . . . . .		3,472,000
18	Economic development administration--		
19	5.0 FTE positions . . . . .		537,800
20	Rent . . . . .		1,940,000
21	Workers' compensation . . . . .		<u>2,446,200</u>
22	GROSS APPROPRIATION . . . . .	\$	28,166,200
23	Appropriated from:		
24	Special revenue funds:		
25	General fund restricted purpose . . . . .		130,000
26	State aeronautics fund . . . . .		754,100
27	Comprehensive transportation fund . . . . .		1,578,900
28	Michigan transportation fund . . . . .		401,000

1	State trunkline fund . . . . .	25,302,200
2	State general fund/general purpose . . . . . \$	0
3	BUREAU OF FINANCE AND ADMINISTRATION	
4	Full-time equated classified positions . . . . . 286.5	
5	Administration--286.5 FTE positions . . . . . \$	<u>27,002,000</u>
6	GROSS APPROPRIATION . . . . . \$	27,002,000
7	Appropriated from:	
8	Special revenue funds:	
9	Michigan transportation fund . . . . .	459,500
10	State trunkline fund . . . . .	26,542,500
11	State general fund/general purpose . . . . . \$	0
12	BUREAU OF TRANSPORTATION PLANNING	
13	Full-time equated classified positions . . . . . 194.1	
14	Administration--194.1 FTE positions . . . . . \$	16,102,100
15	Grants to regional planning councils . . . . .	<u>488,800</u>
16	GROSS APPROPRIATION . . . . . \$	16,590,900
17	Appropriated from:	
18	Federal revenues:	
19	DOT-FHWA, highway planning and construction . . .	5,819,500
20	Special revenue funds:	
21	State aeronautics fund . . . . .	226,700
22	Comprehensive transportation fund . . . . .	1,618,500
23	Michigan transportation fund . . . . .	4,275,700
24	State trunkline fund . . . . .	4,650,500
25	State general fund/general purpose . . . . . \$	0
26	BUREAU OF HIGHWAYS	
27	Full-time equated classified positions . . . . . 1,808.5	
28	Engineering operations--906.5 FTE positions . . . \$	24,872,600

1	Maintenance operations--85.0 FTE positions . . . .	9,915,500
2	Program services--817.0 FTE positions . . . . .	49,660,100
3	Testing services . . . . .	<u>(12,000,000)</u>
4	GROSS APPROPRIATION . . . . .	\$ 72,448,200
5	Appropriated from:	
6	Federal revenues:	
7	DOT-FHWA, highway research, planning,	
8	and construction . . . . .	2,000,000
9	DOT-NHTSA, state and community highway safety . .	146,800
10	Special revenue funds:	
11	Michigan transportation fund . . . . .	1,972,600
12	State trunkline fund . . . . .	68,328,800
13	State general fund/general purpose . . . . .	\$ 0
14	HIGHWAY MAINTENANCE	
15	Full-time equated classified positions . . . . .	817.5
16	State operations--817.5 FTE positions . . . . .	\$ 76,635,300
17	Equipment rental . . . . .	(18,000,000)
18	Sign and signal . . . . .	(1,500,000)
19	Contract operations . . . . .	<u>114,487,900</u>
20	GROSS APPROPRIATION . . . . .	\$ 171,623,200
21	Appropriated from:	
22	Special revenue funds:	
23	State trunkline fund . . . . .	171,623,200
24	State general fund/general purpose . . . . .	\$ 0
25	ROAD AND BRIDGE PROGRAMS	
26	Federal aid and road and bridge construction . . .	\$ 547,785,900
27	Rail grade crossing . . . . .	3,000,000
28	Critical bridge program . . . . .	<u>5,250,000</u>

1	GROSS APPROPRIATION . . . . .	\$	556,035,900
2	Appropriated from:		
3	Federal revenues:		
4	DOT-FHWA Highway research, planning,		
5	and construction . . . . .		450,000,000
6	Special revenue funds:		
7	Local funds . . . . .		5,000,000
8	Michigan transportation fund . . . . .		41,000,000
9	State trunkline fund . . . . .		60,035,900
10	State general fund/general purpose . . . . .	\$	0
11	TRANSPORTATION ECONOMIC DEVELOPMENT FUND		
12	Forest roads . . . . .	\$	5,000,000
13	Rural county urban system . . . . .		2,500,000
14	Target industries/economic redevelopment . . . . .		11,386,600
15	Urban county congestion . . . . .		11,434,300
16	Rural county primary . . . . .		<u>11,434,300</u>
17	GROSS APPROPRIATION . . . . .	\$	41,755,200
18	Appropriated from:		
19	Special revenue funds:		
20	General fund restricted purpose . . . . .		12,870,000
21	Michigan transportation fund . . . . .		24,925,200
22	State trunkline fund . . . . .		3,960,000
23	State general fund/general purpose . . . . .	\$	0
24	BUREAU OF AERONAUTICS		
25	Full-time equated classified positions . . . . .	60.0	
26	Administration--60.0 FTE positions . . . . .		6,716,300
27	Air service program . . . . .	\$	<u>1,000,000</u>
28	GROSS APPROPRIATION . . . . .	\$	7,716,300

1	Appropriated from:	
2	Special revenue funds:	
3	State aeronautics fund . . . . .	7,716,300
4	State general fund/general purpose . . . . .	\$ 0
5	BUREAU OF URBAN & PUBLIC TRANSPORTATION	
6	Full-time equated classified positions . . . . .	113.0
7	Administration--113.0 FTE positions . . . . .	\$ <u>8,641,900</u>
8	GROSS APPROPRIATION . . . . .	\$ 8,641,900
9	Appropriated from:	
10	Special revenue funds:	
11	Comprehensive transportation fund . . . . .	7,458,900
12	Michigan transportation fund . . . . .	1,183,000
13	State general fund/general purpose . . . . .	\$ 0
14	BUS TRANSIT DIVISION:	
15	Nonurban operating/capital . . . . .	\$ <u>6,746,000</u>
16	GROSS APPROPRIATION . . . . .	\$ 6,746,000
17	Appropriated from:	
18	Federal revenues:	
19	DOT-Federal transit act . . . . .	6,546,000
20	Special revenue funds:	
21	Local funds . . . . .	200,000
22	State general fund/general purpose . . . . .	\$ 0
23	INTERCITY PASSENGER AND FREIGHT	
24	Freight property management . . . . .	\$ 2,000,000
25	Detroit/Wayne County port authority . . . . .	301,900
26	Intercity bus equipment . . . . .	1,500,000
27	Rail passenger service . . . . .	5,000,000
28	Freight preservatison and development . . . . .	7,800,000

1	Intercity bus service development . . . . .	2,050,000
2	Marine passenger services . . . . .	1,000,000
3	Terminal development . . . . .	1,100,000
4	Intercity passenger and freight discretionary . .	<u>2,116,500</u>
5	GROSS APPROPRIATION . . . . .	\$ 22,868,400
6	Appropriated from:	
7	Federal revenues:	
8	DOT-Federal transit act . . . . .	1,000,000
9	DOT-FRA, local rail freight assistance . . . . .	2,000,000
10	DOT-FRA, RAIL PASSENGER/HSGT . . . . .	3,000,000
11	Special revenue funds:	
12	Local funds . . . . .	100,000
13	Rail preservation . . . . .	1,000,000
14	Comprehensive transportation fund . . . . .	15,768,400
15	State general fund/general purpose . . . . .	\$ 0
16	PUBLIC TRANSPORTATION DEVELOPMENT	
17	Specialized services . . . . .	\$ 3,181,300
18	Local share bonus . . . . .	1,000,000
19	Effective service bonus . . . . .	1,000,000
20	Municipal credit program . . . . .	1,000,000
21	Bus capital . . . . .	32,500,000
22	Ride sharing . . . . .	262,500
23	Van pooling . . . . .	125,000
24	Bus property management . . . . .	175,000
25	Service development and new technology . . . . .	2,900,000
26	Planning grants . . . . .	100,000
27	Audit settlements . . . . .	200,000
28	Region service coordination . . . . .	2,000,000

1	Public transportation development discretionary	<u>10,993,000</u>
2	GROSS APPROPRIATION . . . . .	\$ 55,436,800
3	Appropriated from:	
4	Federal revenues:	
5	DOT-Federal transit act . . . . .	23,600,000
6	Special revenue funds:	
7	Local funds . . . . .	300,000
8	Comprehensive transportation fund . . . . .	31,536,800
9	State general fund/general purpose . . . . .	\$ 0
10	<b>GENERAL SECTIONS</b>	
11	Sec. 201. (1) Pursuant to section 30 of article IX of the state	
12	constitution of 1963, total state spending from state sources for	
13	fiscal year 1996-97 is estimated at \$601,592,500.00 in this bill and	
14	state spending from state sources paid to local units of government for	
15	fiscal year 1996-97 is estimated at \$46,421,800.00. The itemized	
16	statement below identifies appropriations from which spending to units	
17	of local government will occur:	
18	Department of Transportation	
19	Transportation economic development fund	
20	Forest roads . . . . .	\$ 5,000,000
21	Rural county urban system . . . . .	2,500,000
22	Urban county congestion . . . . .	11,434,300
23	Rural county primary . . . . .	11,434,300
24	State trunkline fund	
25	Grants to regional planning councils . . . . .	488,800
26	Critical bridge program . . . . .	5,250,000
27	Comprehensive transportation fund	
28	Bus capital . . . . .	2,600,000

1	Marine passenger service . . . . .	1,000,000
2	Detroit/Wayne County port authority . . . . .	301,900
3	Local ride sharing operating grants . . . . .	262,500
4	Planning grants . . . . .	50,000
5	Local share bonus . . . . .	1,000,000
6	Effective service bonus . . . . .	1,000,000
7	Municipal credit program . . . . .	1,000,000
8	Specialized services . . . . .	<u>3,100,000</u>
9	Total payments to local units of government . . . \$	46,421,800

10       (2) If it appears to the principal executive officer of a  
 11 department or branch that state spending to local units of government  
 12 will be less than the amount that was projected to be expended under  
 13 subsection (1), the principal executive officer shall immediately give  
 14 notice of the approximate shortfall to the department of management and  
 15 budget.

16       Sec. 202. The expenditures and funding sources authorized under  
 17 this bill are subject to the management and budget act, Act No. 431 of  
 18 the Public Acts of 1984, being sections 18.1101 to 18.1594 of the  
 19 Michigan Compiled Laws.

20       Sec. 203. (1) In addition to the funds appropriated in section 101,  
 21 there is appropriated an amount not to exceed \$20,000,000.00 for  
 22 federal contingency funds. These funds are not available for  
 23 expenditure until they have been transferred to another line item in  
 24 this act pursuant to section 393(2) of the management and budget act,  
 25 Act No. 431 of the Public Acts of 1984, being section 18.1393 of the  
 26 Michigan Compiled Laws.

27       (2) In addition to the funds appropriated in section 101, there is  
 28 appropriated an amount not to exceed \$10,000,000.00 for state  
 29 restricted contingency funds. These funds are not available for

1 expenditure until they have been transferred to another line item in  
2 this act pursuant to section 393(2) of the management and budget act,  
3 Act No. 431 of the Public Acts of 1984, being section 18.1393 of the  
4 Michigan Compiled Laws.

5 (3) In addition to the funds appropriated in section 101, there is  
6 appropriated an amount not to exceed \$250,000.00 for local and private  
7 contingency funds. These funds are not available for expenditure until  
8 they have been transferred to another line item in this act pursuant to  
9 section 393(2) of the management and budget act, Act No. 431 of the  
10 Public Acts of 1984, being section 18.1393 of the Michigan Compiled  
11 Laws.

12 Sec. 204. (1) Beginning October 1, 1996, there is a hiring freeze  
13 imposed on the state classified civil service. State departments and  
14 agencies are prohibited from hiring any new full-time state classified  
15 civil service employees or prohibited from filling any vacant state  
16 classified civil service positions. This hiring freeze does not apply  
17 to internal transfers of classified employees from 1 position to  
18 another within a department or to positions that are 80% or more  
19 federal or restricted funds.

20 (2) The director of the department of management and budget shall  
21 grant exceptions to this hiring freeze when the director believes that  
22 the hiring freeze will result in the state department or agency being  
23 unable to deliver basic services. The director of the department of  
24 management and budget shall report by the fifteenth of each month to  
25 the chairpersons of the senate and house appropriations committees the  
26 number of exclusions to the hiring freeze approved during the previous  
27 month and the justification for the exclusion.

28 Sec. 205. The department of civil service shall bill departments  
29 and/or agencies at the end of the first fiscal quarter for the 1%

charges authorized by section 5 of article XI of the state constitution of 1963. Payments shall be made for the total amount of the billing by the end of the second fiscal quarter.

Sec. 206.(1) Departments and state agencies that receive funds under this bill may receive and expend federal funds for purposes allowed by the federal government and these funds are appropriated, if the funds are provided as block grants or other similar replacements for or consolidations of prior federal funding sources.

(2) Departments and state agencies may use the funds described in subsection (1) to continue existing programs and shall not establish new programs utilizing these funds unless the legislature has enacted modifications to the existing program or enacted a new program.

Sec. 207. As used in this act:

(a) "CTF" means comprehensive transportation fund.

(b) "Department" means the department of transportation.

(c) "DOT" means the United States department of transportation.

(d) "DOT-FHWA" means the DOT federal highway administration.

(e) "DOT-FRA" means the DOT federal railroad administration.

(f) "DOT-FRA, RAIL PASSENGER/HSGT" means the DOT federal railroad administration, high speed ground transportation.

(g) "DOT-NHTSA" means the DOT-national highway traffic safety administration.

(h) "EDF" means economic development fund.

(i) "FTE" means full-time equated.

(j) "IDG" means interdepartmental grant.

(k) "MTF" means Michigan transportation fund.

(l) "RIF" means recreation improvement fund.

(m) "STF" means state trunkline fund.

#### DEPARTMENTAL SECTIONS

1       Sec. 301. The department may establish a fee schedule and collect  
2 fees sufficient to cover the costs of the issuance of the permits which  
3 the department is authorized by law to issue upon request, and for  
4 which fees are not otherwise stipulated by law. A bridge authority  
5 shall hold 3 public hearings on a change in any toll charged by the  
6 authority at least 30 days before the toll change will become  
7 effective. Two of the hearings shall be held within 5 miles of the  
8 bridge that the bridge authority has jurisdiction over. One hearing  
9 shall be held in Lansing.

10       Sec. 302. If, as a requirement of bidding on a highway project, the  
11 department requires a contractor to submit financial or proprietary  
12 documentation as to how the bid was calculated, that bid documentation  
13 shall be kept confidential and shall not be disclosed other than to a  
14 department representative without the contractor's written consent. The  
15 department may disclose the bid documentation if necessary to address  
16 or defend a claim by a contractor.

17       Sec. 303. The department may permit space on public passenger  
18 transportation properties to be occupied by public or private tenants  
19 on a competitive market rate basis. The department may require that  
20 revenue from the tenants be placed in an account to be used for the  
21 costs of maintaining and improving the property.

22       Sec. 304. To promote more effective management of employees within  
23 the bureau of highways, the director of the department may temporarily  
24 transfer positions between appropriation units within and between the  
25 highway engineering and highway maintenance programs to cover functions  
26 that the director considers to be critical due to seasonal fluctuations  
27 and emergency situations. The department shall report at the end of  
28 the fiscal year to the department of management and budget on the  
29 temporary cross-divisional transfers of positions pursuant to this

1 section.

2 **FEDERAL**

3 Sec. 401. (1) The projected apportionment for this state for the  
 4 fiscal year ending September 30, 1997, from the intermodal surface  
 5 transportation efficiency act of 1991, is \$451,645,919.00. The  
 6 \$451,645,919.00 is projected to be broken down into the following.  
 7 categories (programs) of highway assistance:

8	Interstate resurfacing, restoration, rehabilitation,	
9	and reconstruction . . . . .	\$ 77,508,502
10	National highway system . . . . .	79,761,005
11	Surface transportation . . . . .	87,330,500
12	Interstate reimbursement . . . . .	68,995,474
13	Bridge . . . . .	53,997,769
14	Congestion mitigation and air quality . . . . .	24,418,096
15	Donor state bonus . . . . .	31,894,190
16	Minimum allocation . . . . .	9,043,181
17	Metropolitan planning . . . . .	4,775,676
18	Highway research, planning, and construction . . .	6,592,159
19	Restoration . . . . .	7,329,367
20	Total apportionment . . . . .	\$ 451,645,919

21 **MICHIGAN TRANSPORTATION FUND**

22 Sec. 501. The money received under the motor carrier act, Act No.  
 23 254 of the Public Acts of 1933, being sections 475.1 to 479.20 of the  
 24 Michigan Compiled Laws, and not appropriated to the department of  
 25 commerce or the department of state police, is deposited in the  
 26 Michigan transportation fund.

27 Sec. 502. The state treasurer shall perform audits and make  
 28 investigations of the disposition of all state funds received by county  
 29 road commissions and cities and villages for transportation purposes to

1 determine compliance with the terms and conditions of Act No. 51 of the  
2 Public Acts of 1951, being sections 247.651 to 247.675 of the Michigan  
3 Compiled Laws. The county road commissions shall make available to the  
4 state treasurer the pertinent records for the audit.

5       Sec. 503. If a county road commission has entered into a contract  
6 with the department to eliminate or cut roadside weeds and if the weeds  
7 were eliminated or cut by a city or township after the city or township  
8 has requested the county to perform its contractual obligation, then  
9 the department shall reimburse the city or township and shall deduct  
10 that amount from the fund appropriated to the county involved. This  
11 action shall require prior approval of the state. The department shall  
12 consult with the department of agriculture prior to use of plant growth  
13 retardant on freeway or highway rights-of-way.

14       Sec. 504. (1) The funds appropriated in section 101 for the  
15 economic development programs shall not lapse at the end of the fiscal  
16 year but shall carry forward each fiscal year for the purposes for  
17 which appropriated in accordance with Act No. 231 of the Public Acts of  
18 1987, being sections 247.901 to 247.914 of the Michigan Compiled Laws.

19       (2) Interest earned in the economic development fund shall remain  
20 in the fund and shall be allocated to the respective programs based on  
21 actual interest earned at the end of each fiscal year.

22       (3) The department of transportation economic development fund may  
23 receive and expend federal, local, or private funds or restricted  
24 source funds such as interest earnings for projects that are consistent  
25 with the programmatic mission of the fund in addition to funds  
26 appropriated in section 101.

27       Sec. 505. (1) Funds from the Michigan transportation fund (MTF)  
28 shall be distributed to the comprehensive transportation fund (CTF),  
29 the economic development fund (EDF), the recreation improvement fund

(RIF), and the state trunkline fund (STF), in accordance with Act 51, of 1951, being sections 247.651 to 247.675 of the Michigan Compiled Laws and Act 221 of 1987 being sections 318.531 to 318.541 of the Michigan Compiled Laws, in amounts not to exceed \$127,876,200.00, \$36,775,000.00, \$13,239,800.00 and \$420,759,200.00 respectively, and may only be used as specified in Act 51, of 1951, as amended, and Public Act 221 of 1987.

(2) Appropriations of state restricted transportation funds have been made to the following departments/agencies in respective appropriation acts. The amounts appropriated to these departments/agencies are limited to the amounts listed below:

Department of attorney general . . . . .	\$ 2,482,300
Department of civil service . . . . .	4,193,700
Department of management and budget . . . . .	1,053,800
Department of natural resources . . . . .	25,700
Department of state . . . . .	86,439,200
Department of state police . . . . .	6,423,900
Department of treasury . . . . .	6,370,000
Legislative auditor general . . . . .	517,700

(3) The amounts appropriated and transferred to various state agencies from section 101 shall be expended from the transportation funds pursuant to annual contracts between the department and state agencies providing tax and fee collection and other services applicable to transportation funds. The contracts shall be executed prior to the transfer of these funds. The contracts shall provide, but are not limited to the following data applicable to each state agency:

(a) estimated costs to be recovered from transportation funds;

(b) description of services financed with transportation funds;

(4) If the spending authorization accounts also are to be used for

1 financing other than transportation fund services, the agency shall  
2 submit cost allocation methods and rationale for the portion of costs  
3 allocated to transportation funds.

4 (5) At the close of each fiscal year and before April 1, each  
5 department/agency shall submit a written report to the department of  
6 management and budget stating by spending authorization account the  
7 amount of estimated funds contracted with the department, the amount of  
8 funds expended, and the amount of funds returned to the transportation  
9 funds. A copy of the report shall be submitted to the auditor general  
10 and the report shall be subject to audit by the auditor general.

11 (6) The department and the state agencies with which the department  
12 contracts in the manner provided in subsection (3) shall work together  
13 to explore methods of minimizing lapses or shortfalls in grants from  
14 transportation funds.

15 Sec. 506. Of the amount appropriated in section 101 from the  
16 Michigan transportation fund to the department of state, \$186,600.00  
17 represents the additional cost of issuing specialized license plates  
18 for veterans and national guard members, as included in Act Nos. 16,  
19 17, 18, and 19 of the Public Acts of 1989 as amended of the Michigan  
20 Compiled Laws. The department of state shall prepare an annual report  
21 on the number of and the additional costs associated with the veteran  
22 license plates to the department of transportation and the chairs of  
23 the house and senate appropriations subcommittees on transportation.  
24 Any unspent funds based on these annual reports shall lapse to the  
25 Michigan transportation fund and be distributed in accordance with Act  
26 No. 51 of the Public Acts of 1951, being sections 247.651 to 247.675 of  
27 the Michigan Compiled Laws.

28 Sec. 507. (1) Of the amount appropriated in section 101 from the  
29 Michigan transportation fund to the department of state, \$187,600.00

1 represents the additional cost of issuing generic license plates for  
2 nonprofit fraternal or public service organizations, as included in  
3 section 803m of the Michigan vehicle code, Act No. 300 of the Public  
4 Acts of 1949, being section 257.803m of the Michigan Compiled Laws.

5 (2) The department of state shall prepare an annual report on the  
6 number of, and the additional costs associated with, the generic  
7 license plates to the state transportation department, the house and  
8 senate appropriations subcommittees on transportation, and the house  
9 and senate fiscal agencies.

10 (3) Any unspent funds based on these annual reports shall lapse to  
11 the Michigan transportation fund to be distributed in accordance with  
12 Act No. 51 of the Public Acts of 1951, being sections 247.651 to  
13 247.675 of the Michigan Compiled Laws.

#### 14 **STATE TRUNKLINE FUND**

15 Sec. 601. Pursuant to section 11 of Act No. 286 of the Public Acts  
16 of 1964, being section 247.811 of the Michigan Compiled Laws, the  
17 amount appropriated in section 101 for the state transportation  
18 commission may be expended for per diem payments at the rate of \$75.00  
19 per day, not to exceed \$10,000.00 in the fiscal year for each member of  
20 the state transportation commission.

#### 21 **COMPREHENSIVE TRANSPORTATION FUND**

22 Sec. 701. Money that is returned to the state as repayment for a  
23 loan for intercity bus equipment is not money to be deposited in the  
24 comprehensive transportation fund under section 10b of Act No. 51 of  
25 the Public Acts of 1951, being section 247.660b of the Michigan  
26 Compiled Laws, but is money that is deposited in the intercity bus  
27 equipment fund for appropriation for the purchase and repair of  
28 intercity bus equipment. Proceeds received by the state from the sale  
29 of intercity bus equipment are deposited in an intercity bus equipment

1 fund for appropriation for the purchase and repair of intercity bus  
2 equipment. Security deposits from the lease of state owned intercity  
3 bus equipment not returned to the lessee of such equipment under terms  
4 of the lease agreement are deposited in the intercity bus equipment  
5 fund for appropriation for the repair of intercity bus equipment.

6 Sec. 702. Money that is received by the state as repayment of loans  
7 made for rail or water freight capital projects, and as a result of the  
8 sale of a property or equipment used or projected to be used for rail  
9 or water freight projects shall be deposited in the fund created by  
10 section 17 of the state transportation preservation act of 1976, Act  
11 No. 295 of the Public Acts of 1976, being section 474.67 of the  
12 Michigan Compiled Laws.

13 Sec. 703. (1) The discretionary accounts in section 101 shall be  
14 used for programs and projects as determined by the department. The  
15 department shall inform the house and senate appropriations committees  
16 of the manner in which the funds in these accounts will be expended not  
17 less than 30 days before expenditure.

18 (2) If a situation arises that is considered to be an emergency by  
19 the director of the department, the requirement to inform the house and  
20 senate appropriations committees shall be waived. The director shall  
21 inform those committees of this action within 5 days of the action.

22 (3) If the department intends to alter a program after approval,  
23 the department shall follow the requirements of subsection (1).

24 Sec. 704. (1) The departments of community health, family  
25 independence agency, and transportation, and the office of services to  
26 the aging within the department of management and budget shall develop  
27 a system to identify and collect the following information annually for  
28 each county:

29 (a) All operational and capital costs of services provided,

1 contracted for, or purchased, to transport clients or program  
2 participants within the county, including all other funds received and  
3 expended for those purposes by the state department.

4 (b) Population groups that utilize transportation services by a  
5 percentage of the total number of persons who utilize the services.

6 (c) Services accessed through transportation provided by  
7 percentages of the total dollar amount expended for the services.

8 (d) All funding sources for transportation and amounts from each  
9 source.

10 (e) If known, provide the existence of interagency or countywide  
11 transportation planning or coordination, and the extent to which each  
12 state department participates.

13 (2) On an annual basis a model form shall be obtained from the  
14 department of management and budget to provide the information required  
15 in subsection (1).

16 (3) On or before December 31 of each year, the department shall  
17 report to the house and senate appropriations subcommittees on  
18 transportation on the development of the system required in subsection  
19 (1).

20 (4) The information collected for the fiscal year shall be  
21 submitted by each department on or before December 31 of the  
22 immediately following fiscal year to the respective house and senate  
23 appropriations subcommittees on transportation and the department of  
24 management and budget.

## 25 **AERONAUTICS FUND**

26 Sec. 801. At the close of the fiscal year ending September 30,  
27 1997, any unobligated and unexpended balance in the state aeronautics  
28 fund created in the aeronautics code of the state of Michigan, Act No.  
29 327 of the Public Acts of 1945, being sections 259.1 to 249.208 of the

1 Michigan Compiled Laws, shall lapse to the state aeronautics fund and  
2 be appropriated by the legislature in the immediately succeeding fiscal  
3 year.

4 Sec. 802. Rates charged by the department for use of state  
5 aircraft shall be sufficient to cover the cost of maintenance,  
6 operation, repair, and replacement of the aircraft.

Final page.