

SUBSTITUTE FOR
SENATE BILL NO. 777

A bill to make appropriations for the state transportation department for the fiscal year ending September 30, 2015; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 PART 1

2 LINE-ITEM APPROPRIATIONS

3 Sec. 101. There is appropriated for the state transportation
4 department for the fiscal year ending September 30, 2015, from the
5 following funds:

6 STATE TRANSPORTATION DEPARTMENT

7 APPROPRIATION SUMMARY

8 Full-time equated unclassified positions..... 6.0

9 Full-time equated classified positions..... 2,912.3

1	GROSS APPROPRIATION.....	\$ 3,682,498,600
2	Total interdepartmental grants and intradepartmental	
3	transfers	3,786,900
4	ADJUSTED GROSS APPROPRIATION.....	\$ 3,678,711,700
5	Total federal revenues.....	1,205,885,500
6	Total local and private revenues.....	50,277,100
7	Total other state restricted revenues.....	2,155,001,200
8	State general fund/general purpose.....	\$ 267,547,900
9	State general fund/general purpose schedule:	
10	Ongoing state general fund/general	
11	purpose	0
12	One-time state general fund/general	
13	purpose	267,547,900
14	Sec. 102. DEBT SERVICE	
15	State trunkline.....	\$ 198,076,600
16	Economic development.....	11,665,300
17	Local bridge fund.....	2,406,700
18	Blue Water Bridge fund.....	6,962,000
19	Airport safety and protection plan.....	4,992,200
20	Comprehensive transportation.....	<u>18,215,500</u>
21	GROSS APPROPRIATION.....	\$ 242,318,300
22	Appropriated from:	
23	Federal revenues:	
24	DOT-FHWA, highway research, planning, and construction	45,726,400
25	Special revenue funds:	
26	Blue Water Bridge fund.....	6,962,000
27	Comprehensive transportation fund.....	18,215,500

1	Economic development fund.....	11,665,300
2	Local bridge fund.....	2,406,700
3	IRS debt service rebate.....	6,981,700
4	State aeronautics fund.....	4,992,200
5	State trunkline fund.....	145,368,500
6	State general fund/general purpose.....	\$ 0
7	Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER AGENCY	
8	SUPPORT SERVICES	
9	MTF grant to department of environmental quality.....	\$ 1,312,800
10	MTF grant to department of state for collection of	
11	revenue and fees	20,000,000
12	MTF grant to department of treasury.....	2,700,000
13	MTF grant to legislative auditor general.....	303,500
14	STF grant to department of attorney general.....	2,387,000
15	STF grant to civil service commission.....	5,697,000
16	STF grant to department of technology, management,	
17	and budget	1,296,300
18	STF grant to department of state police.....	11,433,400
19	STF grant to department of treasury.....	129,900
20	STF grant to legislative auditor general.....	704,900
21	SAF grant to department of attorney general.....	174,400
22	SAF grant to civil service commission.....	150,000
23	SAF grant to department of technology, management,	
24	and budget	38,600
25	SAF grant to department of treasury.....	74,300
26	SAF grant to legislative auditor general.....	29,100
27	CTF grant to department of attorney general.....	200,900

1	CTF grant to civil service commission.....	200,000
2	CTF grant to department of technology, management,	
3	and budget	47,000
4	CTF grant to department of treasury.....	16,400
5	CTF grant to legislative auditor general.....	<u>37,300</u>
6	GROSS APPROPRIATION.....	\$ 46,932,800
7	Appropriated from:	
8	Special revenue funds:	
9	Comprehensive transportation fund.....	501,600
10	Michigan transportation fund.....	24,316,300
11	State aeronautics fund.....	466,400
12	State trunkline fund.....	21,648,500
13	State general fund/general purpose.....	\$ 0
14	Sec. 104. EXECUTIVE DIRECTION	
15	Full-time equated unclassified positions..... 6.0	
16	Full-time equated classified positions..... 29.3	
17	Unclassified positions--6.0 FTE positions.....	\$ 724,700
18	Asset management council.....	1,626,400
19	Commission audit--29.3 FTE positions.....	<u>3,356,700</u>
20	GROSS APPROPRIATION.....	\$ 5,707,800
21	Appropriated from:	
22	Special revenue funds:	
23	Michigan transportation fund.....	1,626,400
24	State trunkline fund.....	4,081,400
25	State general fund/general purpose.....	\$ 0
26	Sec. 105. BUSINESS SUPPORT	
27	Full-time equated classified positions..... 53.0	

1	Business support services--44.0 FTE positions	\$	6,662,100
2	Economic development and enhancement programs--9.0		
3	FTE positions		1,452,600
4	Property management.....		8,066,500
5	Worker's compensation.....		<u>2,237,800</u>
6	GROSS APPROPRIATION.....	\$	18,419,000
7	Appropriated from:		
8	Special revenue funds:		
9	Comprehensive transportation fund.....		1,550,700
10	Economic development fund.....		378,700
11	Michigan transportation fund.....		779,600
12	State aeronautics fund.....		634,600
13	State trunkline fund.....		15,075,400
14	State general fund/general purpose	\$	0
15	Sec. 106. INFORMATION TECHNOLOGY		
16	Information technology services and projects	\$	<u>31,473,500</u>
17	GROSS APPROPRIATION.....	\$	31,473,500
18	Appropriated from:		
19	Federal revenues:		
20	DOT-FHWA, highway research, planning, and construction		520,500
21	Special revenue funds:		
22	Blue Water Bridge fund.....		53,700
23	Comprehensive transportation fund.....		218,100
24	Economic development fund.....		37,200
25	Michigan transportation fund.....		288,000
26	State aeronautics fund.....		170,200
27	State trunkline fund.....		30,185,800

1	State general fund/general purpose	\$	0
2	Sec. 107. FINANCE, CONTRACTS, AND SUPPORT SERVICES		
3	Full-time equated classified positions	185.0	
4	Finance, contracts, and support services--185.0 FTE		
5	positions	\$	<u>21,311,000</u>
6	GROSS APPROPRIATION	\$	21,311,000
7	Appropriated from:		
8	Interdepartmental grant revenues:		
9	IDG for accounting service center user charges		3,786,900
10	Special revenue funds:		
11	Michigan transportation fund		1,553,400
12	State trunkline fund		15,970,700
13	State general fund/general purpose	\$	0
14	Sec. 108. TRANSPORTATION PLANNING		
15	Full-time equated classified positions	141.0	
16	Transportation planning--141.0 FTE positions	\$	38,271,800
17	Grants to regional planning councils		<u>488,800</u>
18	GROSS APPROPRIATION	\$	38,760,600
19	Appropriated from:		
20	Federal revenues:		
21	DOT-FHWA, highway research, planning, and construction		20,000,000
22	Special revenue funds:		
23	Comprehensive transportation fund		610,500
24	Michigan transportation fund		8,649,200
25	State aeronautics fund		15,000
26	State trunkline fund		9,485,900
27	State general fund/general purpose	\$	0

1	Sec. 109. DESIGN AND ENGINEERING SERVICES		
2	Full-time equated classified positions.....	1,586.3	
3	Engineering services--427.6 FTE positions.....	\$	50,761,600
4	Program services--1,108.7 FTE positions.....		104,867,000
5	Welcome center operations--50.0 FTE positions.....		<u>4,460,000</u>
6	GROSS APPROPRIATION.....	\$	160,088,600
7	Appropriated from:		
8	Federal revenues:		
9	DOT-FHWA, highway research, planning, and construction		23,529,800
10	Special revenue funds:		
11	Michigan transportation fund.....		11,946,200
12	State trunkline fund.....		124,612,600
13	State general fund/general purpose.....	\$	0
14	Sec. 110. HIGHWAY MAINTENANCE		
15	Full-time equated classified positions.....	747.7	
16	State trunkline operations--747.7 FTE positions.....	\$	<u>310,440,500</u>
17	GROSS APPROPRIATION.....	\$	310,440,500
18	Appropriated from:		
19	Special revenue funds:		
20	State trunkline fund.....		310,440,500
21	State general fund/general purpose.....	\$	0
22	Sec. 111. ROAD AND BRIDGE PROGRAMS		
23	State trunkline federal aid and road and bridge		
24	construction	\$	824,646,200
25	Local federal aid and road and bridge construction...		240,443,000
26	Grants to local programs.....		33,000,000
27	Rail grade crossing.....		3,000,000

1	Local bridge program.....	26,477,400
2	County road commissioners.....	597,608,200
3	Cities and villages.....	<u>333,193,300</u>
4	GROSS APPROPRIATION.....	\$ 2,058,368,100
5	Appropriated from:	
6	Federal revenues:	
7	DOT-FHWA, highway research, planning, and construction	982,720,800
8	Special revenue funds:	
9	Local funds.....	30,000,000
10	Blue Water Bridge fund.....	24,391,900
11	Local bridge fund.....	26,477,400
12	Michigan transportation fund.....	966,801,500
13	State trunkline fund.....	27,976,500
14	State general fund/general purpose.....	\$ 0
15	Sec. 112. BLUE WATER BRIDGE	
16	Full-time equated classified positions.....	41.0
17	Blue Water Bridge operations--41.0 FTE positions.....	\$ <u>6,352,200</u>
18	GROSS APPROPRIATION.....	\$ 6,352,200
19	Appropriated from:	
20	Special revenue funds:	
21	Blue Water Bridge fund.....	6,352,200
22	State general fund/general purpose.....	\$ 0
23	Sec. 113. TRANSPORTATION ECONOMIC DEVELOPMENT	
24	Forest roads.....	\$ 5,000,000
25	Rural county urban system.....	2,500,000
26	Target industries/economic development.....	18,757,800
27	Urban county congestion.....	7,629,000

1	Rural county primary.....	<u>7,629,000</u>
2	GROSS APPROPRIATION.....	\$ 41,515,800
3	Appropriated from:	
4	Special revenue funds:	
5	Economic development fund.....	41,515,800
6	State general fund/general purpose.....	\$ 0
7	Sec. 114. AERONAUTICS SERVICES	
8	Full-time equated classified positions.....	54.0
9	Aviation services--54.0 FTE positions.....	\$ 7,430,600
10	Air service program.....	<u>289,700</u>
11	GROSS APPROPRIATION.....	\$ 7,720,300
12	Appropriated from:	
13	Special revenue funds:	
14	State aeronautics fund.....	7,720,300
15	State general fund/general purpose.....	\$ 0
16	Sec. 115. PUBLIC TRANSPORTATION SERVICES	
17	Full-time equated classified positions.....	36.0
18	Passenger transportation services--36.0 FTE positions	\$ <u>5,699,500</u>
19	GROSS APPROPRIATION.....	\$ 5,699,500
20	Appropriated from:	
21	Federal revenues:	
22	DOT, federal transit administration.....	972,100
23	Special revenue funds:	
24	Comprehensive transportation fund.....	4,727,400
25	State general fund/general purpose.....	\$ 0
26	Sec. 116. BUS TRANSIT DIVISION: STATUTORY OPERATING	
27	Local bus operating.....	\$ 167,400,000

1	Nonurban operating/capital.....		<u>25,187,900</u>
2	GROSS APPROPRIATION.....	\$	192,587,900
3	Appropriated from:		
4	Federal revenues:		
5	DOT, federal transit administration.....		23,187,900
6	Special revenue funds:		
7	Comprehensive transportation fund.....		167,400,000
8	Local funds.....		2,000,000
9	State general fund/general purpose.....	\$	0
10	Sec. 117. INTERCITY PASSENGER AND FREIGHT		
11	Full-time equated classified positions.....	39.0	
12	Office of rail--39.0 FTE positions.....	\$	6,368,200
13	Freight property management.....		1,000,000
14	Detroit/Wayne County port authority.....		468,200
15	Intercity services.....		5,690,000
16	Rail operations and infrastructure.....		57,022,400
17	Marine passenger service.....		400,000
18	Terminal development.....		<u>150,000</u>
19	GROSS APPROPRIATION.....	\$	71,098,800
20	Appropriated from:		
21	Federal revenues:		
22	DOT, federal transit administration.....		4,500,000
23	DOT, federal railroad administration.....		10,100,000
24	Special revenue funds:		
25	Local funds.....		150,000
26	Private funds.....		100,000
27	Comprehensive transportation fund.....		47,388,900

1	Intercity bus equipment fund.....	140,000
2	Rail freight fund.....	6,000,000
3	Michigan transportation fund.....	2,011,500
4	State trunkline fund.....	708,400
5	State general fund/general purpose.....	\$ 0
6	Sec. 118. PUBLIC TRANSPORTATION DEVELOPMENT	
7	Specialized services.....	\$ 17,938,900
8	Municipal credit program.....	2,000,000
9	Transit capital.....	32,145,300
10	Van pooling.....	195,000
11	Service initiatives.....	4,197,300
12	Transportation to work.....	<u>4,700,000</u>
13	GROSS APPROPRIATION.....	\$ 61,176,500
14	Appropriated from:	
15	Federal revenues:	
16	DOT, federal transit administration.....	16,050,000
17	Special revenue funds:	
18	Local funds.....	5,635,000
19	Comprehensive transportation fund.....	39,491,500
20	State general fund/general purpose.....	\$ 0
21	Sec. 119. CAPITAL OUTLAY	
22	(1) BUILDINGS AND FACILITIES	
23	Special maintenance, remodeling, and additions	\$ <u>3,001,500</u>
24	GROSS APPROPRIATION.....	\$ 3,001,500
25	Appropriated from:	
26	Special revenue funds:	
27	State trunkline fund.....	3,001,500

1	State general fund/general purpose	\$	0
2	(2) AIRPORT IMPROVEMENT PROGRAMS		
3	Airport safety, protection and improvement program ...	\$	<u>91,978,000</u>
4	GROSS APPROPRIATION	\$	91,978,000
5	Appropriated from:		
6	Federal revenues:		
7	DOT, federal aviation administration		78,578,000
8	Special revenue funds:		
9	Local funds		12,392,100
10	State aeronautics fund		1,007,900
11	State general fund/general purpose	\$	0
12	Sec. 120. ONE-TIME BASIS ONLY		
13	State trunkline road and bridge construction	\$	127,000,000
14	Transit capital and rail infrastructure		10,000,000
15	Airport safety, protection, and improvement program ..		2,047,900
16	Priority transportation projects		117,000,000
17	Rail tunnel crossing project		10,000,000
18	High-speed rail crossing pilot program		<u>1,500,000</u>
19	GROSS APPROPRIATION	\$	267,547,900
20	Appropriated from:		
21	State general fund/general purpose	\$	267,547,900

22 PART 2

23 PROVISIONS CONCERNING APPROPRIATIONS

24 FOR FISCAL YEAR 2014-2015

25 GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is \$2,422,549,100.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$1,323,378,700.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF TRANSPORTATION

Grants to regional planning councils.....	\$	488,800
Grants to local programs.....		33,000,000
Rail grade crossing.....		3,000,000
Local bridge program.....		26,477,400
Grants to county road commissions.....		642,573,200
Grants to cities and villages.....		358,263,300
Economic development fund.....		41,515,800
Regional transit authority.....		2,000,000
Air service program.....		289,700
Local bus operating.....		167,400,000
Detroit/Wayne County port authority.....		468,200
Marine passenger service.....		400,000
Terminal development.....		150,000
Specialized services.....		3,853,900
Municipal credit program.....		2,000,000
Transit capital.....		25,895,300
Service initiatives.....		2,847,300
Transportation to work.....		4,700,000
Airport safety, protection, and improvement		

1	program.....	3,055,800
2	Transit capital and rail infrastructure.....	<u>5,000,000</u>
3	Total payments to local units of government.....	\$ 1,323,378,700

4 Sec. 202. The appropriations authorized under this part and
5 part 1 are subject to the management and budget act, 1984 PA 431,
6 MCL 18.1101 to 18.1594.

7 Sec. 203. As used in this part and part 1:

8 (a) "AMTRAK" means the national railroad passenger
9 corporation.

10 (b) "CTF" means comprehensive transportation fund.

11 (c) "Department" means the state transportation department.

12 (d) "DOT" means the United States department of
13 transportation.

14 (e) "DOT-FHWA" means DOT, federal highway administration.

15 (f) "FTE" means full-time equated.

16 (g) "IRS" means the internal revenue service.

17 (h) "MTF" means Michigan transportation fund.

18 (i) "SAF" means state aeronautics fund.

19 (j) "STF" means state trunkline fund.

20 Sec. 206. (1) In addition to the funds appropriated in part 1,
21 there is appropriated an amount not to exceed \$200,000,000.00 for
22 federal contingency funds. These funds are not available for
23 expenditure until they have been transferred to another line item
24 in part 1 pursuant to section 393(2) of the management and budget
25 act, 1984 PA 431, MCL 18.1393.

26 (2) In addition to the funds appropriated in part 1, there is
27 appropriated an amount not to exceed \$40,000,000.00 for state

1 restricted contingency funds. These funds are not available for
2 expenditure until they have been transferred to another line item
3 in part 1 pursuant to section 393(2) of the management and budget
4 act, 1984 PA 431, MCL 18.1393.

5 (3) In addition to the funds appropriated in part 1, there is
6 appropriated an amount not to exceed \$1,000,000.00 for local
7 contingency funds. These funds are not available for expenditure
8 until they have been transferred to another line item in part 1
9 pursuant to section 393(2) of the management and budget act, 1984
10 PA 431, MCL 18.1393.

11 (4) In addition to the funds appropriated in part 1, there is
12 appropriated an amount not to exceed \$1,000,000.00 for private
13 contingency funds. These funds are not available for expenditure
14 until they have been transferred to another line item in part 1
15 pursuant to section 393(2) of the management and budget act, 1984
16 PA 431, MCL 18.1393.

17 Sec. 207. The department shall cooperate with the department
18 of technology, management, and budget to maintain a searchable
19 website accessible by the public at no cost that includes, but is
20 not limited to, all of the following:

21 (a) Fiscal year-to-date expenditures by category.

22 (b) Fiscal year-to-date expenditures by appropriation unit.

23 (c) Fiscal year-to-date payments to a selected vendor,
24 including the vendor name, payment date, payment amount, and
25 payment description.

26 (d) The number of active department employees by job
27 classification.

1 (e) Job specifications and wage rates.

2 Sec. 208. The departments and agencies receiving
3 appropriations in part 1 shall use the Internet to fulfill the
4 reporting requirements of this part. This requirement may include
5 transmission of reports via electronic mail to the recipients
6 identified for each reporting requirement, or it may include
7 placement of reports on an Internet or Intranet site.

8 Sec. 209. Funds appropriated in part 1 shall not be used for
9 the purchase of foreign goods or services, or both, if
10 competitively priced and of comparable quality American goods or
11 services, or both, are available. Preference shall be given to
12 goods or services, or both, manufactured or provided by Michigan
13 businesses, if they are competitively priced and of comparable
14 quality. In addition, preference shall be given to goods or
15 services, or both, that are manufactured or provided by Michigan
16 businesses owned and operated by veterans, if they are
17 competitively priced and of comparable quality.

18 Sec. 210. The director shall take all reasonable steps to
19 ensure businesses in deprived and depressed communities compete for
20 and perform contracts to provide services or supplies, or both.
21 Each director shall strongly encourage firms with which the
22 department contracts to subcontract with certified businesses in
23 depressed and deprived communities for services, supplies, or both.

24 Sec. 212. The department and agencies receiving appropriations
25 in part 1 shall receive and retain copies of all reports funded
26 from appropriations in part 1. Federal and state guidelines for
27 short-term and long-term retention of records shall be followed.

1 The department may electronically retain copies of reports unless
2 otherwise required by federal and state guidelines.

3 Sec. 215. A department shall not take disciplinary action
4 against an employee for communicating with a member of the
5 legislature or his or her staff.

6 Sec. 228. Not later than November 30, the state budget office
7 shall prepare and transmit a report that provides for estimates of
8 the total general fund/general purpose appropriation lapses at the
9 close of the prior fiscal year. This report shall summarize the
10 projected year-end general fund/general purpose appropriation
11 lapses by major departmental program or program areas. The report
12 shall be transmitted to the chairpersons of the senate and house of
13 representatives standing committees on appropriations and the
14 senate and house fiscal agencies.

15 Sec. 229. Within 14 days after the release of the executive
16 budget recommendation, the department shall cooperate with the
17 state budget office to provide the senate and house appropriations
18 chairs, the senate and house appropriations subcommittees on
19 transportation, respectively, and the senate and house fiscal
20 agencies with an annual report on estimated state restricted fund
21 balances, state restricted fund projected revenues, and state
22 restricted fund expenditures for the fiscal years ending September
23 30, 2014 and September 30, 2015.

24 Sec. 233. Not later than April 1, the department shall prepare
25 and transmit a report that provides detail regarding the
26 department's expenditures for administration and planning
27 associated with local units of government. The report shall list

1 the portion of all the expenditures from part 1 that are allocated
2 for administration and planning that are associated with the
3 disbursement of all local funds. The report shall be transmitted to
4 the office of the state budget, the senate and house appropriations
5 chairs, the senate and house appropriations subcommittees on
6 transportation, respectively, and the senate and house fiscal
7 agencies.

8 Sec. 235. The department shall maintain, on a publicly
9 accessible website, a department scorecard that identifies, tracks,
10 and regularly updates key metrics that are used to monitor and
11 improve the agency's performance.

12 Sec. 260. The departments and agencies receiving
13 appropriations in part 1 shall prepare a report on out-of-state
14 travel expenses not later than January 1 of each year. The travel
15 report shall be a listing of all travel by classified and
16 unclassified employees outside this state in the immediately
17 preceding fiscal year that was funded in whole or in part with
18 funds appropriated in the department's budget. The report shall be
19 submitted to the senate and house appropriations committees, the
20 house and senate fiscal agencies, and the state budget director.
21 The report shall include the following information:

22 (a) The dates of each travel occurrence.

23 (b) The transportation and related costs of each travel
24 occurrence, including the proportion funded with state general
25 fund/general purpose revenues, the proportion funded with state
26 restricted revenues, the proportion funded with federal revenues,
27 and the proportion funded with other revenues.

1 Sec. 262. Funds appropriated in part 1 shall not be used by a
2 principal executive department, state agency, or authority to hire
3 a person to provide legal services that are the responsibility of
4 the attorney general. This prohibition does not apply to legal
5 services for bonding activities and for those activities that the
6 attorney general authorizes.

7 Sec. 263. (1) The department shall report no later than April
8 1, 2015 on each specific policy change made to implement a public
9 act affecting the department that took effect during the prior
10 calendar year to the house and senate appropriations subcommittees
11 on the budget for the department, the joint committee on
12 administrative rules, and the senate and house fiscal agencies.

13 (2) Funds appropriated in part 1 shall not be used by the
14 department to adopt a rule that will apply to a small business and
15 that will have a disproportionate economic impact on small
16 businesses because of the size of those businesses if the
17 department fails to reduce the disproportionate economic impact of
18 the rule on small businesses as provided under section 40 of the
19 administrative procedures act of 1969, 1969 PA 306, MCL 24.240.

20 (3) As used in this section:

21 (a) "Rule" means that term as defined under section 7 of the
22 administrative procedures act of 1969, 1969 PA 306, MCL 24.207.

23 (b) "Small business" means that term as defined under section
24 7a of the administrative procedures act of 1969, 1969 PA 306, MCL
25 24.207a.

26 Sec. 270. In order to reduce costs and maintain quality, it is
27 the intent of the legislature that, excluding the fleet of motor

1 vehicles for the department of state police, the department will
2 prioritize the utilization of remanufactured parts as the primary
3 means of maintenance and repair for the state of Michigan's fleet
4 of motor vehicles.

5 Sec. 271. Total authorized appropriations from all sources
6 under part 1 for legacy costs for the fiscal year ending September
7 30, 2015 are \$75,324,500.00. From this amount, total agency
8 appropriations for pension-related legacy costs are estimated at
9 \$42,130,400.00. Total agency appropriations for retiree health care
10 legacy costs are estimated at \$33,194,100.00.

11 DEPARTMENTAL SECTIONS

12 Sec. 301. (1) The department may establish a fee schedule and
13 collect fees sufficient to cover the costs to issue the permits
14 that the department is authorized by law to issue upon request,
15 unless otherwise stipulated by law. All permit fees are
16 nonrefundable application fees and shall be credited to the
17 appropriate fund to recover the direct and indirect costs of
18 receiving, reviewing, and processing the requests.

19 (2) A bridge authority shall hold 3 public hearings on an
20 increase in any toll charged by the authority at least 30 days
21 before the toll change will become effective. Two of the hearings
22 shall be held within 5 miles of the bridge over which the bridge
23 authority has jurisdiction. One hearing shall be held in Lansing.
24 Public hearings held under this section shall be conducted in
25 accordance with the open meetings act, 1976 PA 267, MCL 15.261 to
26 15.275, and shall be conducted so as to provide a reasonable

1 opportunity for public comment, including both spoken and written
2 comments.

3 Sec. 303. On request, the department shall provide to a
4 legislator, in writing, a report on the amount of money to be
5 received by each city and village and the county road commission of
6 each county, that is included in whole or in part within the
7 legislator's legislative district.

8 Sec. 304. If, as a requirement of bidding on a highway
9 project, the department requires a contractor to submit financial
10 or proprietary documentation as to how the bid was calculated, that
11 bid documentation shall be kept confidential and shall not be
12 disclosed other than to a department representative without the
13 contractor's written consent. The department may disclose the bid
14 documentation if necessary to address or defend a claim by a
15 contractor.

16 Sec. 305. (1) The department may permit space on public
17 passenger transportation properties to be occupied by public or
18 private tenants on a competitive market rate basis when such use is
19 consistent with the public transportation use as determined by the
20 department. The department shall require that revenue from the
21 tenants be placed in an account to be used to pay the costs to
22 maintain and improve the property.

23 (2) The department shall charge public transit agencies and
24 intercity bus carriers equal rates per square foot for leasing
25 space in state-owned intermodal facilities.

26 Sec. 306. (1) The amounts appropriated in part 1 to support
27 tax and fee collection, law enforcement, and other program services

1 provided to the department and to transportation funds by other
2 state departments shall be expended from transportation funds
3 pursuant to annual contracts between the department and those other
4 state departments. The contracts shall be executed prior to the
5 expenditure or obligation of those funds. The contracts shall
6 provide, but are not limited to, the following data applicable to
7 each state department:

8 (a) Estimated costs to be recovered from transportation funds.

9 (b) Description of services provided to the department and/or
10 transportation funds and financed with transportation funds.

11 (c) Detailed cost allocation methods appropriate to the type
12 of services being provided and the activities financed with
13 transportation funds.

14 (2) Not later than 2 months after publication of the state of
15 Michigan comprehensive annual financial report, each state
16 department receiving funding pursuant to an interdepartment
17 contract with the department shall submit a written report to the
18 department, the state budget director, and the house and senate
19 fiscal agencies stating by spending authorization account the
20 amount of estimated funds contracted with the department, the
21 amount of funds expended, the amount of funds returned to the
22 transportation funds, and any unreimbursed transportation-related
23 costs incurred but not billed to transportation funds. A copy of
24 the report shall be submitted to the auditor general, and the
25 report shall be subject to audit by the auditor general as provided
26 in subsection (3).

27 (3) Biennially, in each even-numbered fiscal year, the auditor

1 general shall conduct an audit of charges to transportation funds
2 by state departments for the 2 preceding fiscal years. The audit
3 shall include both charges governed by interdepartmental contracts
4 as well as miscellaneous charges from other state departments not
5 governed by contracts. The auditor general shall prepare a detailed
6 report, with recommendations and conclusions, including a summary
7 of charges and related services to transportation funds by
8 department, the appropriateness of those charges, the cost
9 allocation methodologies used in determining the level of funding,
10 and any unreimbursed transportation-related costs, if any. The
11 report shall be provided to the senate and house of representatives
12 committees on appropriations, the senate and house fiscal agencies,
13 and the state budget director 9 months after publication of the
14 state of Michigan comprehensive annual financial report.

15 Sec. 307. Before March 1 of each year, the department will
16 provide to the legislature and the house and senate fiscal agencies
17 its rolling 5-year plan listing by county or by county road
18 commission all highway construction projects for the fiscal year
19 and all expected projects for the ensuing fiscal years.

20 Sec. 308. (1) As prescribed in subsection (2), the department
21 shall submit reports to the house and senate appropriations
22 subcommittees on transportation and the house and senate fiscal
23 agencies on department activities related to the prequalification
24 of construction contractors under 1933 PA 170, MCL 123.501 to
25 123.508, and related administrative rules. The report shall be
26 submitted on or before December 1, 2014.

27 (2) The report shall include all of the following:

1 (a) A description of the department's processes and procedures
2 for evaluating construction contractor performance on capital
3 construction projects administered by the department including
4 state trunkline projects, rail infrastructure projects, local
5 agency federal-aid highway projects, and airport improvement
6 projects.

7 (b) Criteria that would cause the department to rate
8 contractor performance as unsatisfactory.

9 (c) The impact, if any, on a contractor's prequalification if
10 given an unsatisfactory performance rating by the department.

11 (d) A description of all department actions related to
12 unsatisfactory contractor performance ratings and restrictions on
13 contractor prequalification during the fiscal year ending September
14 30, 2014.

15 Sec. 310. The department shall provide in a timely manner
16 copies of the agenda and approved minutes of monthly transportation
17 commission meetings to the members of the house and senate
18 appropriations subcommittees on transportation, the house and
19 senate fiscal agencies, and the state budget director.

20 Sec. 311. From the funds appropriated in part 1, the
21 department shall conduct a study of the feasibility of constructing
22 a pedestrian-only crossing over Bear River in Petoskey that would
23 run parallel to the existing US Highway 31 crossing over Bear
24 River.

25 Sec. 312. (1) The department shall conduct a workgroup in
26 conjunction with the department of community health, the department
27 of human services, the department of corrections, the strategic

1 fund in the department of treasury, and members from both the
2 senate and the house of representatives to determine how the state
3 can maximize its services and funding for transportation for low-
4 income, elderly, and disabled individuals through consolidating all
5 of the current transportation services for these populations under
6 1 department.

7 (2) The department shall submit to the senate and house
8 appropriations subcommittees on the department budget, the senate
9 and house fiscal agencies, the senate and house policy offices, and
10 the state budget office by March 1 of the current fiscal year a
11 report on the findings of the workgroup on the items described in
12 subsection (1).

13 Sec. 313. (1) From funds appropriated in part 1, the
14 department may increase a state infrastructure bank program and
15 grant or loan funds in accordance with regulations of the state
16 infrastructure bank program of the United States department of
17 transportation. The state infrastructure bank is to be administered
18 by the department for the purpose of providing a revolving, self-
19 sustaining resource for financing transportation infrastructure
20 projects.

21 (2) In addition to funds provided in subsection (1), money
22 received by the state as federal grants, repayment of state
23 infrastructure bank loans, or other reimbursement or revenue
24 received by the state as a result of projects funded by the program
25 and interest earned on that money shall be deposited in the
26 revolving state infrastructure bank fund and shall be available for
27 transportation infrastructure projects. At the close of the fiscal

1 year, any unencumbered funds remaining in the state infrastructure
2 bank fund shall remain in the fund and be carried forward into the
3 succeeding fiscal year.

4 (3) The department shall submit a report to the house and
5 senate appropriations subcommittees on transportation and the house
6 and senate fiscal agencies on the status of the state
7 infrastructure bank. The report shall be submitted on or before
8 December 1, 2014. The report shall include all of the following:

9 (a) The balance in the state infrastructure bank at September
10 30, 2014, including a breakdown of the balance by cash and cash
11 equivalents, outstanding loans, and balance available for loan to
12 local agencies.

13 (b) A breakdown of the state infrastructure loan balance by
14 amounts designated as originating from federal sources and the
15 amounts originating from nonfederal sources.

16 (c) A list of outstanding loans by agency, original loan
17 amount, project description, loan term, and amount outstanding.

18 Sec. 319. The department shall post signs at each rest area to
19 identify the agency or contractor responsible for maintenance of
20 the rest area. The signs shall include a department telephone
21 number and shall indicate that unsafe or unclean conditions at the
22 rest area may be reported to that telephone number.

23 Sec. 353. The department shall review its contractor payment
24 process and ensure that all prime contractors are paid promptly.
25 The department shall ensure that prime contractors are in
26 compliance with special provision 109.10 regarding the prompt
27 payment of subcontractors.

1 Sec. 357. When presented with complete local federal aid
2 project submittals, the department shall complete all necessary
3 reviews and inspections required to let local federal aid projects
4 within 120 days of receipt. The department shall implement a system
5 for monitoring the local federal aid project review process.

6 Sec. 375. The department is prohibited from reimbursing
7 contractors or consultants for costs associated with groundbreaking
8 ceremonies, receptions, open houses, or press conferences related
9 to transportation projects funded, in whole or in part, by revenue
10 appropriated in part 1.

11 Sec. 381. The department shall require as a condition of each
12 contract or subcontract for construction, maintenance, or
13 engineering services that the prequalified contractor or
14 prequalified subcontractor agree to use the E-Verify system to
15 verify that all persons hired during the contract term by the
16 contractor or subcontractor are legally present and authorized to
17 work in the United States. The department may verify this
18 information directly or may require contractors and subcontractors
19 to verify the information and submit a certification to the
20 department. The department shall report to the house and senate
21 appropriations committees and the house and senate fiscal agencies
22 by March 1, 2015 describing the processes it has developed and
23 implemented under provisions of this section. As used in this
24 section, "E-Verify" means an Internet-based system operated by the
25 department of homeland security, U.S. citizenship and immigration
26 services in partnership with the social security administration.

27 Sec. 382. In administering a contract with a county road

1 commission, city, or village that allocates costs of construction
2 or reconstruction of highways, roads, and streets as provided in
3 section 18d of 1951 PA 51, MCL 247.668d, the department shall
4 submit the final cost-sharing bill to the county road commission,
5 city, or village not later than 2 years after the date of the final
6 contract payment to the construction contractor.

7 Sec. 383. (1) The department shall prepare an annual report on
8 all travel by executive branch employees, and others including
9 local public officials, university employees, and other public
10 employees on department-owned aircraft. The report shall include,
11 by department, the name of the traveler, the travel origination
12 location, the travel destination location, type of aircraft,
13 specific aircraft used, and the total estimated costs associated
14 with the air travel.

15 (2) The report shall be submitted to the senate and house
16 appropriations subcommittees on transportation and the house and
17 senate fiscal agencies no later than October 31.

18 (3) From the funds appropriated in part 1, the department is
19 prohibited from transporting legislators or legislative staff on
20 state-owned aircraft without prior approval from the senate
21 majority leader or the speaker of the house of representatives. The
22 department may transport legislators or legislative staff only when
23 the aircraft is already scheduled by state employees on official
24 state business.

25 (4) The department shall maintain a system for recovering the
26 cost of operating department-owned aircraft through charges to
27 aircraft users.

1 Sec. 384. (1) Except as otherwise provided in subsection (2),
2 the department shall not obligate the state to expend any state
3 transportation revenue for construction planning or construction of
4 the Detroit River International Crossing or a renamed successor. In
5 addition, except as provided in subsection (2), the department
6 shall not commit the state to any new contract or perform any
7 activity under any existing or proposed contract or agreement
8 related to the construction planning or construction of the Detroit
9 River International Crossing or a renamed successor that would
10 obligate the state to expend any state transportation revenue or
11 incur any liability or obligation. An expenditure for staff
12 resources used in connection with project activities, which
13 expenditure is subject to full and prompt reimbursement from
14 Canada, shall not be considered an expenditure of state
15 transportation revenue. Project activities shall mean only those
16 ministerial tasks that may lawfully be performed by the department
17 in the absence of legislature approval of a crossing agreement.
18 Project activities shall not include land acquisition, assisting in
19 the acquisition of any land that may be used for a proposed
20 crossing, participation in any authority or other body created
21 under the urban cooperation act, or other steps toward
22 implementation of the crossing agreement executed June 15, 2012,
23 which agreement is not binding upon the state unless and until it
24 is approved by the legislature.

25 (2) If the legislature hereafter enacts specific enabling
26 legislation for the construction of the Detroit River International
27 Crossing or a renamed successor and in such legislation approves

1 the crossing agreement executed June 15, 2012, subsection (1) does
2 not apply once the enabling legislation goes into effect.

3 Sec. 385. (1) The department shall submit reports to the
4 speaker of the house, the house minority leader, the senate
5 majority leader, the senate minority leader, the house and senate
6 appropriations subcommittees on transportation, and the house and
7 senate fiscal agencies on department activities related to all
8 nonconstruction or construction planning activities related to the
9 Detroit River International Crossing or a renamed successor. The
10 initial report shall be submitted on or before December 1, 2014 and
11 shall cover the fiscal year ending September 30, 2014.

12 (2) The initial report shall include, at a minimum, all of the
13 following:

14 (a) Department costs incurred in the fiscal year ending
15 September 30, 2014, including employee salaries, wages, benefits,
16 travel, and contractual services, and what activities those costs
17 were related to.

18 (b) Costs of other executive branch agencies incurred in the
19 fiscal year ending September 30, 2014, including employee salaries,
20 wages, benefits, travel, and contractual services, and what
21 activities those costs were related to.

22 (c) A breakdown of the source of funds used for the activities
23 described in subdivisions (a) and (b).

24 (d) A breakdown of reimbursements made by Canada under section
25 384(1) to the state for expenditures for staff resources used in
26 connection with project activities.

27 (e) A detailed narrative description of the status of the

1 Detroit River International Crossing or a renamed successor,
2 including all project activities undertaken by the state, the cost
3 thereof, and the date and amount of reimbursement by Canada; and
4 all other efforts undertaken to implement provisions of the
5 crossing agreement executed June 15, 2012 by representatives of the
6 Canadian government and this state.

7 (3) After submission of the initial report, a subsequent
8 report shall be submitted on March 1, 2015, June 1, 2015, and
9 September 1, 2015 and shall include the same information described
10 in subsection (2) for the applicable previous fiscal quarter.

11 (4) Neither permission to engage in project activities nor the
12 obligation to provide the reports required pursuant to this section
13 are intended and shall not be construed to be approval by the
14 legislature of the crossing agreement executed June 15, 2012.

15 **FEDERAL**

16 Sec. 401. Within 30 days of receiving the applicable fiscal
17 year authorization from the federal government to commit
18 transportation funds, the department shall notify local agency
19 representatives, the senate and house of representatives
20 appropriations transportation subcommittees, the senate and house
21 fiscal agencies, and the state budget director regarding the amount
22 of federal aid for categorical allocations to state and local
23 agency programs not specifically allocated in either federal or
24 state law.

25 Sec. 402. A portion of the federal DOT-FHWA highway research,
26 planning, and construction funds made available to this state shall

1 be allocated to transportation programs administered by local
2 jurisdictions in accordance with section 10o of 1951 PA 51, MCL
3 247.660o. A local road agency, with respect to a project approved
4 for federal aid funding in a state transportation improvement
5 program, may enter into a voluntary buyout agreement with the
6 department or with another local road agency to exchange the
7 federal aid with state restricted transportation funds as agreed to
8 by the respective parties. The state restricted transportation
9 funds received in exchange for federal aid funds shall be used for
10 the same purpose as the federal aid funds were originally intended.

11 **MICHIGAN TRANSPORTATION FUND**

12 Sec. 501. The money received under the motor carrier act, 1933
13 PA 254, MCL 475.1 to 479.43, and not appropriated to the department
14 of licensing and regulatory affairs or the department of state
15 police is deposited in the Michigan transportation fund.

16 Sec. 503. (1) The funds appropriated in part 1 for the
17 economic development and local bridge programs shall not lapse at
18 the end of the fiscal year but shall carry forward each fiscal year
19 for the purposes for which appropriated in accordance with 1987 PA
20 231, MCL 247.901 to 247.913, and section 10(5) of 1951 PA 51, MCL
21 247.660.

22 (2) Interest earned in the department of transportation
23 economic development fund and local bridge fund shall remain in the
24 respective funds and shall be allocated to the respective programs
25 based on actual interest earned at the end of each fiscal year.

26 (3) In addition to the funds appropriated in part 1, the

1 department of transportation economic development fund and local
2 bridge fund may receive federal, local, or private funds or
3 restricted source funds such as interest earnings. These funds are
4 appropriated for projects that are consistent with the purposes of
5 the respective funds.

6 (4) None of the funds statutorily dedicated to the
7 transportation economic development fund and local bridge fund
8 shall be diverted to other projects.

9 Sec. 504. Funds from the Michigan transportation fund shall be
10 distributed to the comprehensive transportation fund, the economic
11 development fund, the recreation improvement fund, and the state
12 trunkline fund, in accordance with this part and part 1 and part
13 711 of the natural resources and environmental protection act, 1994
14 PA 451, MCL 324.71101 to 324.71108, and may only be used as
15 specified in this part and part 1, 1951 PA 51, MCL 247.651 to
16 247.675, and part 711 of the natural resources and environmental
17 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

18 **STATE TRUNKLINE FUND**

19 Sec. 601. The department shall work with the road construction
20 industry and engineering consulting community to develop
21 performance and road construction warranties for construction
22 contracts. The development of warranties shall include warranties
23 on materials, workmanship, performance criteria, and design/build
24 projects. The department will report by September 30 of each
25 calendar year to the house of representatives and senate
26 appropriations subcommittees on transportation and the house and

1 senate fiscal agencies on the status of efforts to develop
2 performance and road construction warranties.

3 Sec. 603. The department shall use traffic congestion as 1 of
4 the criteria in determining the priorities for designating which
5 roads shall be remediated in its 5-year road plan, which must be
6 submitted on or before March 1 of each year. Criteria for
7 evaluating traffic congestion shall include, but not be limited to,
8 coordination with local, county, and regional planning, improvement
9 in traffic operations, improvement in physical roadway conditions,
10 accident reduction, and coordination with area public
11 transportation planning.

12 Sec. 604. At the close of the fiscal year, any unencumbered
13 and unexpended balance in the state trunkline fund shall remain in
14 the state trunkline fund and shall carry forward and is
15 appropriated for federal aid road and bridge programs for projects
16 contained in the annual state transportation program.

17 Sec. 610. The department shall have as a priority the removal
18 of dead deer and other large animal remains from the traveled
19 portion and shoulder of state highways. The department, and
20 counties that perform state highway maintenance under contract,
21 shall remove animal remains, wherever practicable and when funds
22 are available, away from the traveled portion and shoulder of state
23 highways.

24 Sec. 612. The department shall establish guidelines governing
25 incentives and disincentives provided under contracts for state
26 trunkline projects. The guidelines shall include specific financial
27 information concerning incentives and disincentives. On or before

1 January 1 of each year, the department shall prepare a report for
2 the immediately preceding fiscal year regarding contract incentives
3 and disincentives. This report shall include a list, by project, of
4 the contractors that received contract incentives and/or
5 disincentives, the amount of the incentives and/or disincentives,
6 and the number of days that each project was completed either ahead
7 or past the contracted completion date. This report shall be
8 provided to the senate and house appropriations subcommittees on
9 transportation, the senate and house standing committees on
10 transportation, and the senate and house fiscal agencies.

11 Sec. 660. (1) The legislature encourages the department to
12 examine the use of alternative road surface materials, including
13 recycled materials, and to develop criteria and specifications for
14 their use in both department-managed and contracted projects.

15 (2) The department shall evaluate the use of a bituminous mix
16 which incorporates crumb rubber from scrap tires.

17 **COMPREHENSIVE TRANSPORTATION FUND**

18 Sec. 701. The department shall establish an intercity bus
19 equipment and facility fund as a subsidiary fund within the
20 comprehensive transportation fund created under section 10b of 1951
21 PA 51, MCL 247.660b. Proceeds received by this state from the sale
22 of state-owned intercity bus equipment shall be credited to the
23 intercity bus equipment facility fund for the purchase and repair
24 of intercity bus equipment, as appropriated. Security deposits not
25 returned to a lessee of state-owned intercity bus equipment under
26 terms of the lease agreement shall be credited to the intercity bus

1 equipment fund for the repair of intercity bus equipment, as
2 appropriated. Money received by the department from lease payments
3 for state-owned intercity bus equipment, and facility maintenance
4 charges under terms of leases of state-owned intercity facilities,
5 shall be credited to the intercity bus equipment facility fund for
6 the purchase and repair of intercity bus equipment or for the
7 maintenance and rehabilitation of state-owned intercity facilities,
8 as appropriated. At the close of the fiscal year, any funds
9 remaining in the intercity bus equipment facility fund shall remain
10 in the fund and be carried forward into the succeeding fiscal year.

11 Sec. 702. Money that is received by this state as repayment
12 for loans made for rail or water freight capital projects, and as a
13 result of the sale of property or equipment used or projected to be
14 used for rail or water freight projects shall be deposited in the
15 rail fund created by section 17 of the state transportation
16 preservation act of 1976, 1976 PA 295, MCL 474.67. At the close of
17 the fiscal year, any funds remaining in the rail freight fund shall
18 remain in the fund and be carried forward into the succeeding
19 fiscal year.

20 Sec. 703. After receiving notification from a railroad company
21 pursuant to section 8 of the state transportation preservation act
22 of 1976, 1976 PA 295, MCL 474.58, the department shall immediately
23 notify the house of representatives and senate appropriations
24 subcommittees on transportation and the state budget office that
25 the railroad company has filed with the appropriate governmental
26 agencies for abandonment of a line.

27 Sec. 706. The Detroit/Wayne County port authority shall issue

1 a complete operations assessment and a financial disclosure
2 statement. The operations assessment shall include operational
3 goals for the next 5 years and recommendations to improve land
4 acquisition and development efficiency. The report shall be
5 completed and submitted to the house of representatives and senate
6 appropriations subcommittees on transportation, the state budget
7 director, and the house and senate fiscal agencies by February 15
8 of each fiscal year for the prior fiscal year.

9 Sec. 711. (1) As prescribed in subsection (2), the department
10 shall submit reports to the state budget director, the house and
11 senate appropriations subcommittees on transportation, and the
12 house and senate fiscal agencies on rail passenger service provided
13 by AMTRAK under a contractual agreement with the department. The
14 report shall be submitted on or before May 1, 2015.

15 (2) The report shall include all of the following:

16 (a) Passenger counts for the preceding fiscal year for each of
17 the 3 AMTRAK routes in Michigan.

18 (b) Revenue and operating expenses by AMTRAK route.

19 (c) Total state operating payments to AMTRAK in the preceding
20 fiscal year by AMTRAK route.

21 (d) A discussion of major factors affecting route costs and
22 revenue and net state costs in the preceding fiscal year, and
23 factors affecting route costs and revenue and net state costs
24 anticipated in the current and future fiscal years.

25 Sec. 735. For the fiscal year ending September 30, 2015, the
26 appropriation to a street railway pursuant to section 10e(22) of
27 1951 PA 51, MCL 247.660e, is \$0.

1 Sec. 736. The funds appropriated in part 1 for the high-speed
2 rail crossing pilot program shall be allocated for a pilot project
3 to test traffic control devices at rail grade crossings on railroad
4 tracks that are federally designated as a high-speed rail corridor
5 under 49 USC 26106. Any pilot project entered into under this
6 section shall be done using a competitive bidding process.

7 Sec. 740. The department shall report by March 1 of each year
8 to the house of representatives and senate appropriations
9 subcommittees on transportation and the house and senate fiscal
10 agencies the encumbered and unencumbered balances of the
11 comprehensive transportation fund.

12 Sec. 741. By December 1, 2014, the department shall submit a
13 report to the senate and house appropriations subcommittees on
14 transportation and the senate and house fiscal agencies on the
15 need, feasibility, and cost of increasing the safety standard of
16 transit buses procured by Michigan transit agencies by requiring a
17 federally approved rollover test standard.

18 AERONAUTICS FUND

19 Sec. 801. Except as otherwise provided in section 903 for
20 capital outlay, at the close of the fiscal year, any unobligated
21 and unexpended balance in the state aeronautics fund created in the
22 aeronautics code of the state of Michigan, 1945 PA 327, MCL 259.1
23 to 259.208, shall lapse to the state aeronautics fund and be
24 appropriated by the legislature in the immediately succeeding
25 fiscal year.

1 **CAPITAL OUTLAY**

2 Sec. 901. (1) From federal-state-local project appropriations
3 contained in part 1 for the purpose of assisting political entities
4 and subdivisions of this state in the construction and improvement
5 of publicly used airports and landing fields within this state, the
6 state transportation department may permit the award of contracts
7 on behalf of units of local government for the authorized locations
8 not to exceed the indicated amounts, of which the state allocated
9 portion shall not exceed the amount appropriated in part 1.

10 (2) Political entities and subdivisions shall provide not less
11 than 5% of the cost of any project under this section, unless a
12 total nonfederal share greater than 10% is otherwise specified in
13 federal law. State money shall not be allocated until local money
14 is allocated. State money for any 1 project shall not exceed 1/3 of
15 the total appropriation in part 1 from state funds for airport
16 improvement programs.

17 (3) The Michigan aeronautics commission may take those steps
18 necessary to match federal money available for airport construction
19 and improvement within this state and to meet the matching
20 requirements of the federal government. Whether acting alone or
21 jointly with another political subdivision or public agency or with
22 this state, a political subdivision or public agency of this state
23 shall not submit to any agency of the federal government a project
24 application for airport planning or development unless it is
25 authorized in this article and the project application is approved
26 by the governing body of each political subdivision or public
27 agency making the application and by the Michigan aeronautics

1 commission.

2 Sec. 902. Before the end of each fiscal year, the state
3 transportation department shall report to the house and senate
4 appropriations subcommittees on transportation and the house and
5 senate fiscal agencies on the status of airport improvement
6 projects funded in part 1 with the estimated dollars allocated for
7 each project. If there has to be a delay in reporting, the state
8 transportation department shall notify the house and senate
9 appropriations subcommittees on transportation in writing of the
10 date the report will be received.

11 Sec. 903. The appropriations in part 1 for capital outlay
12 shall be carried forward at the end of the fiscal year consistent
13 with the provisions of section 248 of the management and budget
14 act, 1984 PA 431, MCL 18.1248.

15 **ONE-TIME APPROPRIATIONS**

16 Sec. 1001. (1) Of the funds appropriated in part 1 for
17 priority transportation projects, \$115,000,000.00 shall be
18 distributed to the state trunk line fund, county road commissions,
19 and cities and villages, in the same percentages described in
20 section 10(1)(j) of 1951 PA 51, MCL 247.660. Funds that are
21 directed to county road commissions shall be distributed among the
22 county road commissions in amounts proportional to each county's
23 total distribution from the Michigan transportation fund compared
24 to the total amount distributed from the Michigan transportation
25 fund to all counties in the fiscal year ending September 30, 2013.
26 Funds that are directed to cities and villages shall be distributed

1 among cities and villages in amounts proportional to each city's or
2 village's total distribution from the Michigan transportation fund
3 compared to the total amount distributed from the Michigan
4 transportation fund to all cities and villages in the fiscal year
5 ending September 30, 2013. Funds that are directed pursuant to this
6 section to counties, cities, and villages shall be distributed in a
7 lump-sum payment no later than November 15, 2014. These funds shall
8 be restricted to the preservation, maintenance, opening, widening,
9 improving, construction, or reconstruction of highways, roads,
10 streets, and bridges.

11 (2) After the distributions in subsection (1), any remainder
12 of the funds appropriated in part 1 for priority transportation
13 projects shall be distributed to the regional transit authority
14 created under the regional transit authority act, 2012 PA 387, MCL
15 124.541 to 124.558. These funds shall not be used for ongoing
16 operations of transit services, and are restricted to staff and
17 other administrative costs related to starting up and establishing
18 the regional transit authority.

19 Sec. 1002. For the state fiscal year ending September 30,
20 2015, there is appropriated from general fund/general purpose
21 revenue, on a 1-time basis only, \$10,000,000.00 for a rail tunnel
22 crossing project between Ontario, Canada and this state that is at
23 least partially located in a city that, as of the date of the first
24 commencement of a project activity, has a population of at least
25 600,000 according to the most recent decennial census. These funds
26 are appropriated only if complete funding for the project is
27 secured.

PART 2A

PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS

FOR FISCAL YEAR 2015-2016

GENERAL SECTIONS

Sec. 1201. It is the intent of the legislature to provide appropriations for the fiscal year ending on September 30, 2016 for the line items listed in part 1. The fiscal year 2015-2016 appropriations are anticipated to be the same as those for fiscal year 2014-2015, except that the line items will be adjusted for changes in caseload and related costs, federal fund match rates, economic factors, and available revenue. These adjustments will be determined after the January 2015 consensus revenue estimating conference.

Sec. 1202. It is the intent of the legislature that the department identify the amounts for normal retirement costs and legacy retirement costs for the fiscal year ending on September 30, 2016 for the line items listed in part 1.