

SUBSTITUTE FOR
SENATE BILL NO. 865

A bill to make appropriations for the state transportation department for the fiscal year ending September 30, 2019; 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, 2019, from the
5 following funds:

6 STATE TRANSPORTATION DEPARTMENT

7 APPROPRIATION SUMMARY

8	Full-time equated unclassified positions.....	6.0
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9 Full-time equated classified positions..... 2,820.3

10	GROSS APPROPRIATION.....	\$ 4,540,089,900
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1	Total interdepartmental grants and intradepartmental	
2	transfers	4,092,500
3	ADJUSTED GROSS APPROPRIATION.....	\$ 4,535,997,400
4	Federal revenues:	
5	Federal aid - transportation programs	1,318,271,700
6	Total federal revenues.....	1,318,271,700
7	Special revenue funds:	
8	Local revenues.....	50,532,000
9	Private revenues.....	900,000
10	Total local and private revenues.....	51,432,000
11	Blue Water Bridge fund.....	24,575,400
12	Comprehensive transportation fund.....	352,756,000
13	Economic development fund.....	52,368,000
14	Intercity bus equipment fund.....	100,000
15	Local bridge fund.....	30,716,500
16	Michigan transportation fund.....	1,592,666,600
17	Qualified airport fund.....	5,525,000
18	Rail freight fund.....	6,000,000
19	State aeronautics fund.....	15,924,200
20	State trunkline fund.....	1,085,662,000
21	Total other state restricted revenues.....	3,166,293,700
22	State general fund/general purpose.....	\$ 0
23	Sec. 102. DEBT SERVICE	
24	Airport safety and protection plan.....	\$ 3,437,900
25	Blue Water Bridge fund.....	7,106,300
26	Comprehensive transportation.....	19,401,500
27	Economic development.....	11,595,300

1	Local bridge fund.....	2,315,700
2	State trunkline.....	<u>175,580,400</u>
3	GROSS APPROPRIATION.....	\$ 219,437,100
4	Appropriated from:	
5	Federal revenues:	
6	Federal aid - transportation programs.....	35,863,400
7	Special revenue funds:	
8	Blue Water Bridge fund.....	7,106,300
9	Comprehensive transportation fund.....	19,401,500
10	Economic development fund.....	11,595,300
11	Local bridge fund.....	2,315,700
12	State aeronautics fund.....	3,437,900
13	State trunkline fund.....	139,717,000
14	State general fund/general purpose.....	\$ 0
15	Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER AGENCY	
16	SUPPORT SERVICES	
17	CTF grant to civil service commission.....	\$ 250,000
18	CTF grant to department of attorney general.....	205,600
19	CTF grant to department of technology, management,	
20	and budget	55,900
21	CTF grant to department of treasury.....	16,300
22	CTF grant to legislative auditor general.....	39,800
23	MTF grant to department of environmental quality.....	1,367,600
24	MTF grant to department of state for collection of	
25	revenue and fees	20,000,000
26	MTF grant to department of treasury.....	2,744,900
27	MTF grant to legislative auditor general.....	322,100

1	SAF grant to civil service commission.....	150,000
2	SAF grant to department of attorney general.....	181,500
3	SAF grant to department of technology, management,	
4	and budget	40,800
5	SAF grant to department of treasury.....	74,000
6	SAF grant to legislative auditor general.....	31,000
7	STF grant to civil service commission.....	6,197,000
8	STF grant to department of attorney general.....	2,476,400
9	STF grant to department of state police.....	11,798,000
10	STF grant to department of technology, management,	
11	and budget	1,538,600
12	STF grant to department of treasury.....	156,900
13	STF grant to legislative auditor general.....	<u>748,200</u>
14	GROSS APPROPRIATION.....	\$ 48,394,600
15	Appropriated from:	
16	Special revenue funds:	
17	Comprehensive transportation fund.....	567,600
18	Michigan transportation fund.....	24,434,600
19	State aeronautics fund.....	477,300
20	State trunkline fund.....	22,915,100
21	State general fund/general purpose.....	\$ 0
22	Sec. 104. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
23	Full-time equated unclassified positions..... 6.0	
24	Full-time equated classified positions..... 252.3	
25	Unclassified salaries--6.0 FTE positions.....	\$ 792,100
26	Asset management council.....	1,876,400
27	Business support services--42.0 FTE positions.....	6,667,100

1	Commission audit--29.3 FTE positions	3,423,200
2	Economic development and enhancement programs--10.0	
3	FTE positions	1,669,600
4	Finance, contracts, and support services--171.0 FTE	
5	positions	21,781,700
6	Property management	7,192,800
7	Worker's compensation	<u>1,639,200</u>
8	GROSS APPROPRIATION	\$ 45,042,100
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	IDG for accounting service center user charges	4,092,500
12	Special revenue funds:	
13	Comprehensive transportation fund	1,566,600
14	Economic development fund	386,200
15	Michigan transportation fund	4,260,600
16	State aeronautics fund	710,700
17	State trunkline fund	34,025,500
18	State general fund/general purpose	\$ 0
19	Sec. 105. INFORMATION TECHNOLOGY	
20	Information technology services and projects	\$ <u>35,739,400</u>
21	GROSS APPROPRIATION	\$ 35,739,400
22	Appropriated from:	
23	Federal revenues:	
24	Federal aid - transportation programs	520,500
25	Special revenue funds:	
26	Blue Water Bridge fund	55,800
27	Comprehensive transportation fund	227,000

1	Economic development fund.....	37,500
2	Michigan transportation fund.....	296,700
3	State aeronautics fund.....	177,000
4	State trunkline fund.....	34,424,900
5	State general fund/general purpose.....	\$ 0
6	Sec. 106. TRANSPORTATION PLANNING	
7	Full-time equated classified positions.....	137.0
8	Planning services--137.0 FTE positions.....	\$ 39,133,100
9	Grants to regional planning councils.....	<u>488,800</u>
10	GROSS APPROPRIATION.....	\$ 39,621,900
11	Appropriated from:	
12	Federal revenues:	
13	Federal aid - transportation programs.....	22,000,000
14	Special revenue funds:	
15	Comprehensive transportation fund.....	612,300
16	Michigan transportation fund.....	9,615,400
17	State aeronautics fund.....	15,200
18	State trunkline fund.....	7,379,000
19	State general fund/general purpose.....	\$ 0
20	Sec. 107. DESIGN AND ENGINEERING SERVICES	
21	Full-time equated classified positions.....	1,473.3
22	Program development, delivery, and system	
23	operations--1,473.3 FTE positions.....	\$ <u>165,353,700</u>
24	GROSS APPROPRIATION.....	\$ 165,353,700
25	Appropriated from:	
26	Federal revenues:	
27	Federal aid - transportation programs.....	23,529,800

1	Special revenue funds:	
2	Comprehensive transportation fund.....	187,100
3	Michigan transportation fund.....	12,347,500
4	State aeronautics fund.....	160,300
5	State trunkline fund.....	129,129,000
6	State general fund/general purpose.....	\$ 0
7	Sec. 108. HIGHWAY MAINTENANCE	
8	Full-time equated classified positions.....	793.7
9	State trunkline operations--793.7 FTE positions.....	\$ <u>339,127,800</u>
10	GROSS APPROPRIATION.....	\$ 339,127,800
11	Appropriated from:	
12	Special revenue funds:	
13	State trunkline fund.....	339,127,800
14	State general fund/general purpose.....	\$ 0
15	Sec. 109. ROAD AND BRIDGE PROGRAMS	
16	Cities and villages.....	\$ 534,594,700
17	County road commissioners.....	958,837,100
18	Grants to local programs.....	33,000,000
19	Local agency wetland mitigation bank fund.....	2,000,000
20	Local bridge program.....	28,400,800
21	Local federal aid and road and bridge construction...	278,400,300
22	Movable bridge fund.....	5,222,400
23	Rail grade crossing.....	3,000,000
24	Rail grade crossing - surface improvements.....	3,000,000
25	State trunkline federal aid and road and bridge	
26	construction	<u>1,222,189,500</u>
27	GROSS APPROPRIATION.....	\$ 3,068,644,800

1	Appropriated from:	
2	Federal revenues:	
3	Federal aid - transportation programs	1,087,008,000
4	Special revenue funds:	
5	Local funds	30,003,500
6	Blue Water Bridge fund	10,877,600
7	Local bridge fund	28,400,800
8	Michigan transportation fund	1,539,654,200
9	State trunkline fund	372,700,700
10	State general fund/general purpose	\$ 0
11	Sec. 110. BLUE WATER BRIDGE	
12	Full-time equated classified positions	41.0
13	Blue Water Bridge operations--41.0 FTE positions	\$ <u>6,535,700</u>
14	GROSS APPROPRIATION	\$ 6,535,700
15	Appropriated from:	
16	Special revenue funds:	
17	Blue Water Bridge fund	6,535,700
18	State general fund/general purpose	\$ 0
19	Sec. 111. TRANSPORTATION ECONOMIC DEVELOPMENT	
20	Community service infrastructure fund	\$ 7,000,000
21	Forest roads	5,000,000
22	Rural county primary	8,087,200
23	Rural county urban system	2,500,000
24	Target industries/economic redevelopment	6,674,600
25	Urban county congestion	<u>8,087,200</u>
26	GROSS APPROPRIATION	\$ 37,349,000
27	Appropriated from:	

1	Special revenue funds:		
2	Economic development fund.....		37,349,000
3	State general fund/general purpose.....	\$	0
4	Sec. 112. AERONAUTICS SERVICES		
5	Full-time equated classified positions.....	48.0	
6	Air service program.....	\$	250,000
7	Aviation services--48.0 FTE positions.....		<u>7,691,100</u>
8	GROSS APPROPRIATION.....	\$	7,941,100
9	Appropriated from:		
10	State aeronautics fund.....		7,941,100
11	State general fund/general purpose.....	\$	0
12	Sec. 113. PUBLIC TRANSPORTATION SERVICES		
13	Full-time equated classified positions.....	36.0	
14	Passenger transportation services--36.0 FTE positions	\$	<u>5,874,700</u>
15	GROSS APPROPRIATION.....	\$	5,874,700
16	Appropriated from:		
17	Federal revenues:		
18	Federal aid - transportation programs.....		972,100
19	Special revenue funds:		
20	Comprehensive transportation fund.....		4,902,600
21	State general fund/general purpose.....	\$	0
22	Sec. 114. LOCAL BUS TRANSIT		
23	Local bus operating.....	\$	189,250,000
24	Nonurban operating/capital.....		<u>30,027,900</u>
25	GROSS APPROPRIATION.....	\$	219,277,900
26	Appropriated from:		
27	Federal revenues:		

1	Federal aid - transportation programs	28,027,900
2	Special revenue funds:	
3	Comprehensive transportation fund	189,250,000
4	Local funds	2,000,000
5	State general fund/general purpose	\$ 0
6	Sec. 115. INTERCITY PASSENGER	
7	Full-time equated classified positions	39.0
8	Detroit/Wayne County Port Authority	\$ 468,200
9	Freight property management	1,000,000
10	Intercity services	7,360,000
11	Marine passenger service	400,000
12	Office of rail--39.0 FTE positions	6,563,500
13	Rail operations and infrastructure	<u>79,208,000</u>
14	GROSS APPROPRIATION	\$ 94,999,700
15	Appropriated from:	
16	Federal revenues:	
17	Federal aid - transportation programs	14,500,000
18	Special revenue funds:	
19	Local funds	260,000
20	Private funds	900,000
21	Comprehensive transportation fund	73,440,600
22	Intercity bus equipment fund	100,000
23	Michigan transportation fund	2,057,600
24	Rail freight fund	3,000,000
25	State trunkline fund	741,500
26	State general fund/general purpose	\$ 0
27	Sec. 116. PUBLIC TRANSPORTATION DEVELOPMENT	

1	Municipal credit program.....	\$	2,000,000
2	Service initiatives.....		4,589,200
3	Specialized services.....		17,938,900
4	Transit capital.....		66,612,600
5	Transportation to work.....		3,875,000
6	Van pooling.....		<u>195,000</u>
7	GROSS APPROPRIATION.....	\$	95,210,700
8	Appropriated from:		
9	Federal revenues:		
10	Federal aid - transportation programs.....		26,850,000
11	Special revenue funds:		
12	Local funds.....		5,760,000
13	Comprehensive transportation fund.....		62,600,700
14	State general fund/general purpose.....	\$	0
15	Sec. 117. CAPITAL OUTLAY		
16	(1) BUILDINGS AND FACILITIES		
17	Salt storage buildings and containment control.....	\$	2,500,000
18	Special maintenance, remodeling, and additions.....		<u>3,001,500</u>
19	GROSS APPROPRIATION.....	\$	5,501,500
20	Appropriated from:		
21	Special revenue funds:		
22	State trunkline fund.....		5,501,500
23	State general fund/general purpose.....	\$	0
24	(2) AIRPORT IMPROVEMENT PROGRAMS		
25	Airport safety, protection, and improvement program..	\$	94,513,200
26	Detroit Metropolitan Wayne County Airport.....		<u>5,525,000</u>
27	GROSS APPROPRIATION.....	\$	100,038,200

1	Appropriated from:		
2	Federal revenues:		
3	Federal aid - transportation programs		79,000,000
4	Special revenue funds:		
5	Local funds		12,508,500
6	Qualified airport fund		5,525,000
7	State aeronautics fund		3,004,700
8	State general fund/general purpose	\$	0
9	Sec. 118. ONE-TIME BASIS ONLY		
10	Ann Arbor/Traverse City rail project	\$	3,000,000
11	Salt storage shed projects		<u>3,000,000</u>
12	GROSS APPROPRIATION	\$	6,000,000
13	Appropriated from:		
14	Economic development fund		3,000,000
15	Rail freight fund		3,000,000
16	State general fund/general purpose	\$	0

17 PART 2

18 PROVISIONS CONCERNING APPROPRIATIONS

19 FOR FISCAL YEAR 2018-2019

20 **GENERAL SECTIONS**

21 Sec. 201. Pursuant to section 30 of article IX of the state

22 constitution of 1963, total state spending from state resources

23 under part 1 for fiscal year 2018-2019 is \$3,166,293,700.00 and

24 state spending from state resources to be paid to local units of

25 government for fiscal year 2018-2019 is \$1,863,548,900.00. The

1 itemized statement below identifies appropriations from which
 2 spending to local units of government will occur:

3 STATE TRANSPORTATION DEPARTMENT

4	Rail grade crossing - surface improvements	\$	3,000,000
5	Target industries/economic redevelopment		4,138,300
6	Salt storage shed project		3,000,000
7	Community service infrastructure fund		7,000,000
8	Urban county congestion		8,087,200
9	Local bridge program		28,400,800
10	Service initiatives		2,614,200
11	Transit capital		50,062,600
12	Rural county primary		8,087,200
13	Cities and villages		534,594,700
14	Grants to local programs		33,000,000
15	Local bus operating		189,250,000
16	Detroit/Wayne County Port Authority		468,200
17	Airport safety, protection, and improvement program ..		3,004,700
18	Forest roads		5,000,000
19	Grants to regional planning councils		488,800
20	Movable Bridge		2,611,200
21	Air service program		250,000
22	Local agency wetlands mitigation		2,000,000
23	Rail grade crossing		1,500,000
24	Transportation to work		3,875,000
25	Marine passenger service		400,000
26	Municipal credit program		2,000,000
27	Rural county urban system		2,500,000

1	Specialized services.....	3,853,900
2	Detroit Metropolitan Wayne County Airport	5,525,000
3	County road commissions.....	<u>958,837,100</u>
4	TOTAL.....	\$ 1,863,548,900

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

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

- 9 (a) "CTF" means comprehensive transportation fund.
10 (b) "Department" means the state transportation department.
11 (c) "Director" means the director of the 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) "IDG" means interdepartmental grant.
17 (h) "MTF" means Michigan transportation fund.
18 (i) "SAF" means state aeronautics fund.
19 (j) "STF" means state trunkline fund.

20 Sec. 204. The departments and agencies receiving
21 appropriations in part 1 shall use the internet to fulfill the
22 reporting requirements of this part. This requirement may include
23 transmission of reports via electronic mail to the recipients
24 identified for each reporting requirement, or it may include
25 placement of reports on an internet or intranet site.

26 Sec. 205. Funds appropriated in part 1 shall not be used for
27 the purchase of foreign goods or services, or both, if

1 competitively priced and of comparable quality American goods or
2 services, or both, are available. Preference shall be given to
3 goods or services, or both, manufactured or provided by Michigan
4 businesses, if they are competitively priced and of comparable
5 quality. In addition, preference shall be given to goods or
6 services, or both, that are manufactured or provided by Michigan
7 businesses owned and operated by veterans, if they are
8 competitively priced and of comparable quality.

9 Sec. 206. The director shall take all reasonable steps to
10 ensure businesses in deprived and depressed communities compete for
11 and perform contracts to provide services or supplies, or both.
12 Each director shall strongly encourage firms with which the
13 department contracts to subcontract with certified businesses in
14 depressed and deprived communities for services, supplies, or both.

15 Sec. 207. The departments and agencies receiving
16 appropriations in part 1 shall prepare a report on out-of-state
17 travel expenses not later than January 1 of each year. The travel
18 report shall be a listing of all travel by classified and
19 unclassified employees outside this state in the immediately
20 preceding fiscal year that was funded in whole or in part with
21 funds appropriated in the department's budget. The report shall be
22 submitted to the senate and house appropriations committees, the
23 house and senate fiscal agencies, and the state budget director.
24 The report shall include the following information:

25 (a) The dates of each travel occurrence.

26 (b) The transportation and related costs of each travel
27 occurrence, including the proportion funded with state general

1 fund/general purpose revenues, the proportion funded with state
2 restricted revenues, the proportion funded with federal revenues,
3 and the proportion funded with other revenues.

4 Sec. 208. Funds appropriated in part 1 shall not be used by a
5 principal executive department, state agency, or authority to hire
6 a person to provide legal services that are the responsibility of
7 the attorney general. This prohibition does not apply to legal
8 services for bonding activities and for those activities that the
9 attorney general authorizes.

10 Sec. 209. Not later than November 30, the state budget office
11 shall prepare and transmit a report that provides for estimates of
12 the total general fund/general purpose appropriation lapses at the
13 close of the prior fiscal year. This report shall summarize the
14 projected year-end general fund/general purpose appropriation
15 lapses by major departmental program or program areas. The report
16 shall be transmitted to the chairpersons of the senate and house of
17 representatives standing committees on appropriations and the
18 senate and house fiscal agencies.

19 Sec. 210. (1) In addition to the funds appropriated in part 1,
20 there is appropriated an amount not to exceed \$200,000,000.00 for
21 federal contingency funds. These funds are not available for
22 expenditure until they have been transferred to another line item
23 in part 1 pursuant to section 393(2) of the management and budget
24 act, 1984 PA 431, MCL 18.1393.

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

1 expenditure until they have been transferred to another line item
2 in part 1 pursuant to section 393(2) of the management and budget
3 act, 1984 PA 431, MCL 18.1393.

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

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

16 Sec. 211. The department shall cooperate with the department
17 of technology, management, and budget to maintain a searchable
18 website accessible by the public at no cost that includes, but is
19 not limited to, all of the following:

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

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

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

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

27 (e) Job specifications and wage rates.

1 Sec. 212. Within 14 days after the release of the executive
2 budget recommendation, the department shall cooperate with the
3 state budget office to provide the senate and house appropriations
4 chairs, the senate and house appropriations subcommittees chairs,
5 and the senate and house fiscal agencies with an annual report on
6 estimated state restricted fund balances, state restricted fund
7 projected revenues, and state restricted fund expenditures for the
8 fiscal years ending September 30, 2018 and September 30, 2019.

9 Sec. 213. The department shall maintain, on a publicly
10 accessible website, a department scorecard that identifies, tracks,
11 and regularly updates key metrics that are used to monitor and
12 improve the agency's performance.

13 Sec. 214. Total authorized appropriations from all sources
14 under part 1 for legacy costs for the fiscal year ending September
15 30, 2019 are \$67,716,200.00. From this amount, total agency
16 appropriations for pension-related legacy costs are estimated at
17 \$31,218,300.00. Total agency appropriations for retiree health care
18 legacy costs are estimated at \$36,497,900.00.

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

22 Sec. 217. The department shall provide notice to the speaker
23 of the house, the house minority leader, the senate majority
24 leader, the senate minority leader, the house and senate standing
25 committees on transportation, the appropriate house and senate
26 appropriations subcommittees on transportation, and the house and
27 senate fiscal agencies on proposed federal rule changes related to

1 the department that would require amendments to the laws of this
2 state. The notice shall be given within 30 business days of the
3 proposed federal rule being posted to the federal register and
4 shall include a description of the proposed federal rule, the
5 publication date, the date when public comment closes, the document
6 citation, and a description of the statutory changes needed when
7 the rule is finalized.

8 Sec. 270. In order to reduce costs and maintain quality, it is
9 the intent of the legislature that, excluding the fleet of motor
10 vehicles for the department of state police, the department will
11 prioritize the utilization of remanufactured parts as the primary
12 means of maintenance and repair for the state of Michigan's fleet
13 of motor vehicles.

14 DEPARTMENTAL SECTIONS

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

22 (2) A bridge authority shall hold 3 public hearings on an
23 increase in any toll charged by the authority at least 30 days
24 before the toll change will become effective. Two of the hearings
25 shall be held within 5 miles of the bridge over which the bridge
26 authority has jurisdiction. One hearing shall be held in Lansing.

1 Public hearings held under this section shall be conducted in
2 accordance with the open meetings act, 1976 PA 267, MCL 15.261 to
3 15.275, and shall be conducted so as to provide a reasonable
4 opportunity for public comment, including both spoken and written
5 comments.

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

14 Sec. 305. (1) The department may permit space on public
15 passenger transportation properties to be occupied by public or
16 private tenants on a competitive market rate basis. The department
17 shall require that revenue from the tenants be placed in an account
18 to be used to pay the costs to maintain and improve the property.

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

22 Sec. 306. (1) The amounts appropriated in part 1 to support
23 tax and fee collection, law enforcement, and other program services
24 provided to the department and to transportation funds by other
25 state departments shall be expended from transportation funds
26 pursuant to annual contracts between the department and those other
27 state departments. The contracts shall be executed prior to the

1 expenditure or obligation of those funds. The contracts shall
2 provide, but are not limited to, the following data applicable to
3 each state department:

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

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

7 (c) Detailed cost allocation methods appropriate to the type
8 of services being provided and the activities financed with
9 transportation funds.

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

22 (3) The auditor general shall use a risk-based approach in
23 developing an audit program for the use of transportation funds.

24 Sec. 307. Before March 1 of each year, the department will
25 provide to the legislature, the state budget office, and the house
26 and senate fiscal agencies its rolling 5-year plan listing by
27 county or by county road commission all highway construction

1 projects for the fiscal year and all expected projects for the
2 ensuing fiscal years.

3 Sec. 310. The department shall provide in a timely manner
4 copies of the agenda and approved minutes of monthly transportation
5 commission meetings to the members of the house and senate
6 appropriations subcommittees on transportation, the house and
7 senate fiscal agencies, and the state budget director.

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

16 (2) In addition to funds provided in subsection (1), money
17 received by the state as federal grants, repayment of state
18 infrastructure bank loans, or other reimbursement or revenue
19 received by the state as a result of projects funded by the program
20 and interest earned on that money shall be deposited in the
21 revolving state infrastructure bank fund and shall be available for
22 transportation infrastructure projects. At the close of the fiscal
23 year, any unencumbered funds remaining in the state infrastructure
24 bank fund shall remain in the fund and be carried forward into the
25 succeeding fiscal year.

26 (3) The department shall submit a report to the state budget
27 director, the house and senate appropriations subcommittees on

1 transportation, and the house and senate fiscal agencies on the
2 status of the state infrastructure bank. The report shall be
3 submitted on or before December 1, 2018. The report shall include
4 all of the following:

5 (a) The balance in the state infrastructure bank at September
6 30, 2018, including a breakdown of the balance by cash and cash
7 equivalents, outstanding loans, and balance available for loan to
8 local agencies.

9 (b) A breakdown of the state infrastructure loan balance by
10 amounts designated as originating from federal sources and the
11 amounts originating from nonfederal sources.

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

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

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

24 Sec. 357. When presented with complete local federal aid
25 project submittals, the department shall complete all necessary
26 reviews and inspections required to let local federal aid projects
27 within 120 days of receipt. The department shall implement a system

1 for monitoring the local federal aid project review process.

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

7 Sec. 376. The department shall not spend funds appropriated in
8 part 1 for the purpose of examining the potential association
9 between commercial signs, outdoor advertising signs, billboards,
10 digital billboards, or commercial electronic variable message signs
11 and motor vehicle activity or motor vehicle driver behavior.

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

Senate Bill No. 865 as amended May 3, 2018

1 Sec. 382. In administering a contract with a county road
2 commission, city, or village that allocates costs of construction
3 or reconstruction of highways, roads, and streets as provided in
4 section 18d of 1951 PA 51, MCL 247.668d, the department shall
5 submit the final cost-sharing bill to the county road commission,
6 city, or village not later than 2 years after the date of the final
7 contract payment to the construction contractor.

8 Sec. 383. (1) The department shall prepare a report on use of
9 department-owned aircraft during the fiscal year ending September
10 30, 2017. With respect to each department-owned aircraft, the
11 report shall include all of the following:

12 (a) Total hours of usage.

13 (b) Description of specific flights including dates of travel,
14 names of passengers including state agency, university, or local
15 government affiliation, travel origin and destination, and total
16 estimated costs associated with the air travel.

17 (2) The report shall be submitted to the senate and house
18 appropriations subcommittees on transportation and the house and
19 senate fiscal agencies no later than February 1, 2019.

20 (3) The department shall maintain a system for recovering the
21 cost of operating department-owned aircraft through charges to
22 aircraft users.

23 (4) From the funds appropriated in part 1, the department is
24 prohibited from transporting legislators or legislative staff on
25 state-owned aircraft without prior approval from the senate
26 majority leader or the speaker of the house of representatives<< and only
27 when the aircraft is already scheduled by state agencies on related
 official state business>>.

 Sec. 384. (1) Except as otherwise provided in subsection (2),

1 the department shall not obligate the state to expend any state
2 transportation revenue for construction planning or construction of
3 the Gordie Howe International Bridge or a renamed successor. In
4 addition, except as provided in subsection (2), the department
5 shall not commit the state to any new contract related to the
6 construction planning or construction of the Gordie Howe
7 International Bridge or a renamed successor that would obligate the
8 state to expend any state transportation revenue. An expenditure
9 for staff resources used in connection with project activities,
10 which expenditure is subject to full and prompt reimbursement from
11 Canada, shall not be considered an expenditure of state
12 transportation revenue.

13 (2) If the legislature enacts specific enabling legislation
14 for the construction of the Gordie Howe International Bridge or a
15 renamed successor, subsection (1) does not apply once the enabling
16 legislation goes into effect.

17 Sec. 385. (1) The department shall submit reports to the state
18 budget director, the speaker of the house, the house minority
19 leader, the senate majority leader, the senate minority leader, the
20 house and senate appropriations subcommittees on transportation,
21 and the house and senate fiscal agencies on department activities
22 related to all nonconstruction or construction planning activities
23 related to the Gordie Howe International Bridge or a renamed
24 successor. The initial report shall be submitted on or before
25 December 1, 2018 and shall cover the fiscal year ending September
26 30, 2018.

27 (2) The initial report shall include, at a minimum, all of the

1 following:

2 (a) Department costs incurred in the fiscal year ending
3 September 30, 2018, including employee salaries, wages, benefits,
4 travel, and contractual services, and what activities those costs
5 were related to.

6 (b) Costs of other executive branch agencies incurred in the
7 fiscal year ending September 30, 2018, including employee salaries,
8 wages, benefits, travel, and contractual services, and what
9 activities those costs were related to.

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

12 (d) A breakdown of reimbursements made by Canada under section
13 384(1) to the state for expenditures for staff resources used in
14 connection with project activities.

15 (e) A narrative description of the status of the Detroit River
16 International Crossing or a renamed successor, including efforts
17 undertaken to implement provisions of the crossing agreement
18 executed June 15, 2012 by representatives of the Canadian
19 government and this state.

20 (3) After submission of the initial report, a subsequent
21 report shall be submitted on March 1, 2019, June 1, 2019, and
22 September 1, 2019 and shall include the same information described
23 in subsection (2) for the applicable previous fiscal quarter.

24 Sec. 393. The department shall promote best practices for
25 public transportation services in this state, including, but not
26 limited to, the following:

27 (a) Transit vehicle rehabilitation to reduce life-cycle cost

1 of public transportation through midlife rehabilitation of transit
2 buses.

3 (b) Cooperation between entities using transit, including
4 school districts, cities, townships, and counties with a view to
5 promoting cost savings through joint purchasing of fuel and other
6 procurements.

7 (c) Coordination of transportation dollars among state
8 departments which provide transit-related services, including the
9 department of health and human services. Priority should be given
10 to use of public transportation services where available.

11 (d) Promotion of intelligent transportation services for buses
12 that incorporate computer and navigation technology to make transit
13 systems more efficient, including stoplight coordinating, vehicle
14 tracking, data tracking, and computerized scheduling.

15 Sec. 394. The department and local road agencies shall make
16 the preservation of their existing road networks a funding
17 priority.

18 Sec. 395. From the funds appropriated in part 1 for state
19 trunkline federal aid road and bridge construction, the department
20 may expend up to \$10,000,000.00 on highway maintenance activities
21 to support safety-related, high-priority, and other deferred
22 routine maintenance needs on Michigan's state trunkline network.

23 Sec. 396. In soliciting proposals for contractual services,
24 other than construction contracts, the department shall obtain
25 assurance that the respondents have the financial capability,
26 equipment, work force, and prior work experience sufficient to
27 perform the proposed services.

1 Sec. 398. The department shall continue to work to eliminate
2 fatalities and serious injuries on Michigan's trunkline and shall
3 maintain the Toward Zero Deaths (TZD) statewide safety campaign.
4 The department shall prioritize additional median cable guardrail
5 installation when appropriate to address trunkline locations with a
6 history of correctable fatal and serious injury crashes.

7 Sec. 399. From the funds appropriated in part 1 for the
8 community service infrastructure fund, category B, \$7,000,000.00
9 shall be used to establish a local matching grant program for
10 cities and villages with a population of 10,000 or less for the
11 fiscal year ending September 30, 2019. For subsequent fiscal years,
12 \$5,000,000.00 shall be used from the funds appropriated for
13 economic development to maintain the program. The program shall be
14 managed by the asset management council, which may deduct
15 administrative costs not to exceed \$100,000.00 from the program.
16 The asset management council shall provide 50/50 matching grants
17 not to exceed \$250,000.00 for construction or preservation of city
18 and village streets which includes, but is not limited to,
19 reconstruction, replacement, rehabilitation, and capital prevention
20 maintenance.

21 **FEDERAL**

22 Sec. 402. A portion of the federal DOT-FHWA highway research,
23 planning, and construction funds made available to this state shall
24 be allocated to transportation programs administered by local
25 jurisdictions in accordance with section 10o of 1951 PA 51, MCL
26 247.660o. A local road agency, with respect to a project approved

1 for federal aid funding in a state transportation improvement
2 program, may enter into a voluntary buyout agreement with the
3 department or with another local road agency to exchange the
4 federal aid with state restricted transportation funds as agreed to
5 by the respective parties. The state restricted transportation
6 funds received in exchange for federal aid funds shall be used for
7 the same purpose as the federal aid funds were originally intended.

8 Sec. 403. After meeting the capital needs of existing section
9 5310 subrecipients, the department shall include in its grant
10 application to the Federal Transit Administration replacement buses
11 for rural transit agencies to the maximum extent possible based on
12 the federal regulations that govern the section 5310 program.

13 **MICHIGAN TRANSPORTATION FUND**

14 Sec. 501. The money received under the motor carrier act, 1933
15 PA 254, MCL 475.1 to 479.42, and not appropriated to the department
16 of licensing and regulatory affairs or the department of state
17 police is deposited in the Michigan transportation fund.

18 Sec. 503. (1) The funds appropriated in part 1 for the
19 economic development and local bridge programs shall not lapse at
20 the end of the fiscal year but shall carry forward each fiscal year
21 for the purposes for which appropriated in accordance with 1987 PA
22 231, MCL 247.901 to 247.913, and section 10(5) of 1951 PA 51, MCL
23 247.660.

24 (2) Interest earned in the transportation economic development
25 fund and local bridge fund shall remain in the respective funds and
26 shall be allocated to the respective programs based on actual

1 interest earned at the end of each fiscal year.

2 (3) In addition to the funds appropriated in part 1, the
3 transportation economic development fund and local bridge fund may
4 receive federal, local, or private funds or restricted source funds
5 such as interest earnings. These funds are appropriated for
6 projects that are consistent with the purposes of the respective
7 funds.

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

11 Sec. 504. Funds from the Michigan transportation fund shall be
12 distributed to the comprehensive transportation fund, the economic
13 development fund, the recreation improvement fund, and the state
14 trunkline fund, in accordance with this part and part 1 and part
15 711 of the natural resources and environmental protection act, 1994
16 PA 451, MCL 324.71101 to 324.71108, and may only be used as
17 specified in this part and part 1, 1951 PA 51, MCL 247.651 to
18 247.675, and part 711 of the natural resources and environmental
19 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

20 **STATE TRUNKLINE FUND**

21 Sec. 601. The department shall maintain documentation to
22 support initial acceptance of warrantied projects, interim and
23 final inspections, and notifications to contractors that the
24 warranty period had expired. The department also shall review and
25 evaluate consultant evaluation requirements or recommendations and
26 update existing policies and procedures accordingly.

1 Sec. 604. At the close of the fiscal year, any unencumbered
2 and unexpended balance in the state trunkline fund shall remain in
3 the state trunkline fund and shall carry forward and is
4 appropriated for federal aid road and bridge programs for projects
5 contained in the annual state transportation program.

6 Sec. 605. (1) From the increased funds appropriated in part 1
7 for highway maintenance, the department shall expand highway
8 maintenance activities in the current fiscal year to support
9 flooding mitigation-related activities on limited access state
10 trunklines in Wayne, Oakland, and Macomb Counties, as well as other
11 safety-related, high-priority, and deferred routine maintenance
12 needs on Michigan's state trunkline network.

13 (2) The department shall identify specific outcomes and
14 performance measures, including, but not limited to, the following:

15 (a) Number of drainage catch basins cleaned on limited-access
16 state trunklines in Wayne, Oakland, and Macomb Counties during the
17 fiscal year ending September 30, 2019.

18 (b) Number of flooding-related closures on limited-access
19 state trunklines in Wayne, Oakland, and Macomb Counties during the
20 fiscal year ending September 30, 2019.

21 Sec. 606. From the funds appropriated in part 1, it is the
22 intent of the legislature that the department shall expend between
23 \$2,000,000.00 and \$3,000,000.00 for the engineering and design of a
24 rebuilding and modernization project on I-94 between M-60 and
25 Sargent Road in Jackson County. The engineering and design work
26 shall prepare the project for the receipt of any future federal
27 funds, if and when they become available.

1 Sec. 610. The department shall have as a priority the removal
2 of dead deer and other large animal remains from the traveled
3 portion and shoulder of state highways. The department, and
4 counties that perform state highway maintenance under contract,
5 shall remove animal remains, wherever practicable and when funds
6 are available, away from the traveled portion and shoulder of state
7 highways.

8 Sec. 612. The department shall establish guidelines governing
9 incentives and disincentives provided under contracts for state
10 trunkline projects. The guidelines shall include specific financial
11 information concerning incentives and disincentives. On or before
12 January 1 of each year, the department shall prepare a report for
13 the immediately preceding fiscal year regarding contract incentives
14 and disincentives. This report shall include a list, by project, of
15 the contractors that received contract incentives and/or
16 disincentives, the amount of the incentives and/or disincentives,
17 the fund source of any incentives, and the number of days that each
18 project was completed either ahead or past the contracted
19 completion date. This report shall be provided to the senate and
20 house appropriations subcommittees on transportation, the senate
21 and house standing committees on transportation, and the senate and
22 house fiscal agencies.

23 Sec. 613. (1) On or before February 1 of each year, the
24 department shall prepare a report on all capital federal aid
25 participating construction projects completed in the prior fiscal
26 year. The report shall include the following information:

27 (a) Location of the project.

1 (b) General description of the project.

2 (c) As-bid cost of the project.

3 (d) As-built cost of the project.

4 (e) Estimated completion date.

5 (f) Actual completion date.

6 (g) Whether design engineering was performed by department
7 staff or contract engineering consultants.

8 (h) Design engineering costs.

9 (i) Whether construction engineering was performed by
10 department staff or contract engineering consultants.

11 (j) Construction engineering costs.

12 (2) The report shall include a discussion of design
13 engineering and construction engineering costs as a proportion of
14 total project costs and in comparison with other state
15 transportation agencies. The report shall also include a discussion
16 of relative efficiency and effectiveness of work performed by
17 department staff and work performed by contract engineering
18 consultants.

19 (3) The report described in this section shall be provided to
20 the senate and house appropriations subcommittees on
21 transportation, the senate and house standing committees on
22 transportation, and the senate and house fiscal agencies.

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

27 (2) The department shall report on efforts taken to implement

1 this section. The report shall include descriptions of specific
2 materials evaluated, evaluation methods, and results of specific
3 field or laboratory tests. The department shall complete and submit
4 the report to the state budget director, the house and senate
5 appropriations subcommittees on transportation, and the house and
6 senate fiscal agencies on or before March 1 of each year.

7 Sec. 670. (1) The department shall investigate, by way of bid
8 solicitation and all other practical means, the complete
9 refurbishment of all department winter maintenance trucks scheduled
10 for sale or retirement in the fiscal year ending September 30,
11 2019.

12 (2) On or before November 1, 2019, the department shall submit
13 to the house of representatives and senate appropriations
14 subcommittees and the house and senate fiscal agencies a final
15 report. The final report must include an analysis illustrating the
16 costs and benefits of the complete refurbishment of winter
17 maintenance trucks compared to the sale and purchase of new
18 equipment.

19 **TRANSIT AND RAIL RELATED FUNDS**

20 Sec. 701. The department shall establish an intercity bus
21 equipment and facility fund as a subsidiary fund within the
22 comprehensive transportation fund created under section 10b of 1951
23 PA 51, MCL 247.660b. Proceeds received by this state from the sale
24 of state-owned intercity bus equipment shall be credited to the
25 intercity bus equipment and facility fund for the purchase and
26 repair of intercity bus equipment, as appropriated. Security

1 deposits not returned to a lessee of state-owned intercity bus
2 equipment under terms of the lease agreement shall be credited to
3 the intercity bus equipment and facility fund for the repair of
4 intercity bus equipment, as appropriated. Money received by the
5 department from lease payments for state-owned intercity bus
6 equipment, and facility maintenance charges under terms of leases
7 of state-owned intercity facilities, shall be credited to the
8 intercity bus equipment and facility fund for the purchase and
9 repair of intercity bus equipment or for the maintenance and
10 rehabilitation of state-owned intercity facilities, as
11 appropriated. At the close of the fiscal year, any funds remaining
12 in the intercity bus equipment and facility fund shall remain in
13 the fund and be carried forward into the succeeding fiscal year.

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

23 Sec. 703. After receiving notification from a railroad company
24 pursuant to section 8 of the state transportation preservation act
25 of 1976, 1976 PA 295, MCL 474.58, the department shall immediately
26 notify the house of representatives and senate appropriations
27 subcommittees on transportation and the state budget office that

1 the railroad company has filed with the appropriate governmental
2 agencies for abandonment of a line.

3 Sec. 704. From the funds appropriated in part 1, the
4 department shall prepare and transmit a report that provides detail
5 regarding the department's obligations for programs funded under
6 the appropriation in part 1 for rail operations and infrastructure.
7 The report shall include a breakdown of the appropriation by
8 program, year-to-date obligations under each program itemized by
9 project, and an estimate of future obligations under each program
10 itemized by project for the remainder of the fiscal year. The
11 initial report shall be submitted to the senate and house
12 appropriations subcommittees on transportation, the state budget
13 director, and the senate and house fiscal agencies, on or before
14 February 1, 2019. The department also shall update and resubmit the
15 final report on or before November 1, 2019.

16 Sec. 706. The Detroit/Wayne County Port Authority shall issue
17 a complete operations assessment and a financial disclosure
18 statement. The operations assessment shall include operational
19 goals for the next 5 years and recommendations to improve land
20 acquisition and development efficiency. The report shall be
21 completed and submitted to the house of representatives and senate
22 appropriations subcommittees on transportation, the state budget
23 director, and the house and senate fiscal agencies by June 30 of
24 each fiscal year for the prior fiscal year.

25 Sec. 711. (1) As prescribed in subsection (2), the department
26 shall submit reports to the state budget director, the house and
27 senate appropriations subcommittees on transportation, and the

1 house and senate fiscal agencies on rail passenger service provided
2 by Amtrak under a contractual agreement with the department. The
3 report shall be submitted on or before May 1 of each year.

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

5 (a) Passenger counts for the preceding fiscal year for each
6 Amtrak service route in Michigan.

7 (b) Revenue and operating expenses by Amtrak route.

8 (c) Total state operating payments to Amtrak in the preceding
9 fiscal year by Amtrak route.

10 (d) A discussion of major factors affecting route costs and
11 revenue and net state costs in the preceding fiscal year, and
12 factors affecting route costs and revenue and net state costs
13 anticipated in the current and future fiscal years.

14 (e) Fare revenue by route and fare revenue as a percentage of
15 route operating expense.

16 Sec. 735. For the fiscal year ending September 30, 2019, the
17 appropriation to a street railway pursuant to section 10e(22) of
18 1951 PA 51, MCL 247.660e, is \$0.

19 **AERONAUTICS FUND**

20 Sec. 801. Except as otherwise provided in section 903 of this
21 part for capital outlay, at the close of the fiscal year, any
22 unobligated and unexpended balance in the state aeronautics fund
23 created in the aeronautics code of the state of Michigan, 1945 PA
24 327, MCL 259.1 to 259.208, shall lapse to the state aeronautics
25 fund and be appropriated by the legislature in the immediately
26 succeeding 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 part and part 1 and the project application is
26 approved by the governing body of each political subdivision or
27 public agency making the application and by the Michigan

1 aeronautics commission.

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

6 **ONE-TIME APPROPRIATIONS**

7 Sec. 1002. From the funds appropriated in part 1 for one-time
8 projects, \$3,000,000.00 is appropriated for rural county salt
9 storage shed construction or maintenance projects. The Michigan
10 Department of Transportation shall award up to \$600,000 per
11 applicant.

12 Sec. 1003. From the funds appropriated in part 1 for one-time
13 projects, \$3,000,000.00 is appropriated from the rail freight fund
14 for a passenger rail project to connect Ann Arbor and Traverse
15 City. The funds shall be used for the design, engineering, and
16 repairs of the rail line.