

Act No. 54
Public Acts of 1989
Approved by the Governor
June 12, 1989
Filed with the Secretary of State
June 12, 1989

STATE OF MICHIGAN
85TH LEGISLATURE
REGULAR SESSION OF 1989

Introduced by Senator Holmes

ENROLLED SENATE BILL No. 235

AN ACT to make appropriations for the state transportation department and certain transportation purposes for the fiscal year ending September 30, 1990; to provide for the imposition of fees; to provide for reports; to prescribe certain powers and duties of certain state departments and officials; and to provide for the expenditure of the appropriations.

The People of the State of Michigan enact:

Sec. 101. There is appropriated for the state transportation department and certain state purposes designated in this act for the fiscal year ending September 30, 1990, from the following funds:

STATE TRANSPORTATION DEPARTMENT

APPROPRIATIONS SUMMARY:

Full-time equated unclassified positions6.0

Full-time equated classified positions.....4,189.9

GROSS APPROPRIATION \$ 2,189,617,200

Interdepartmental grant revenues:

IDT-equipment rental credit..... 19,000,000

IDT-sign and signal credit from road and bridge construction..... 900,000

IDT-road and bridge construction 51,362,000

IDT-testing service credit from road and bridge construction..... 8,000,000

IDT-MTF to STF-administration 50,477,000

IDT-MTF to STF-formula..... 364,418,600

IDT-MTF to CTF-formula..... 108,199,100

IDT-Aeronautics fund to STF-administration 363,700

IDT-CTF to STF-administration 1,395,800

IDG from department of labor 22,200

IDG from department of military affairs..... 2,100

IDG from department of natural resources 476,300

Total interdepartmental grants (IDG)..... 604,616,800

ADJUSTED GROSS APPROPRIATION \$ 1,585,000,400

Federal revenues:

DOT-NHTSA, State and community highway safety..... 110,000

DOT-FHWA Highway research, planning, and construction 256,900,000

DOT, federal reimbursement 0

DOT-FRA, Local rail service assistance 500,000

DOT-UMTA 5,450,000

DOT, Surface transportation act, section 18..... 3,500,000

Total federal revenues 266,460,000

For Fiscal Year
Ending Sept. 30,
1990

Special revenue funds:	
Local funds	\$ 4,000,000
Total local revenues	4,000,000
Michigan transportation fund	1,170,366,800
General fund restricted purpose	16,201,800
State trunkline fund	42,228,000
State aeronautics fund.....	9,532,800
Comprehensive transportation fund	68,611,000
Intercity bus equipment fund.....	3,300,000
Rail preservation fund.....	4,300,000
Total other state restricted revenues	1,314,540,400
General fund/general purpose.....	\$ 0

MICHIGAN TRANSPORTATION FUND APPROPRIATIONS SUMMARY:

Rail grade crossing	\$ 3,000,000
Executive division.....	35,600
Local services division.....	2,251,000
Highway traffic and safety division.....	51,400
Bureau of transportation planning	2,147,400
Transportation safety and tariffs	1,216,600
Subtotal to state trunkline fund	8,702,000
Legislative auditor general.....	87,000
Department of state.....	60,040,000
Department of treasury.....	5,519,000
Department of state police.....	595,800
Department of civil service.....	413,700
Department of natural resources	265,300
Department of management and budget	123,500
Subtotal to other state departments.....	67,044,300
Recreation improvement fund.....	12,629,600
10% to comprehensive transportation fund	108,199,100
Critical bridge fund.....	5,000,000
Economic development fund.....	36,775,000
39.1% of adjusted net gross to state trunkline	364,418,600
39.1% of adjusted net gross to county road commissions.....	364,418,600
21.8% of adjusted net gross to cities and villages.....	203,179,600
GROSS APPROPRIATION	\$ 1,170,366,800
Special revenue funds:	
Michigan transportation fund	1,170,366,800
General fund/general purpose.....	\$ 0

STATE TRUNKLINE FUND PROGRAM APPROPRIATIONS SUMMARY:

Full-time equated unclassified positions	5.0
Full-time equated classified positions.....	3,976.9
GROSS APPROPRIATION	\$ 815,857,500
Interdepartmental grant revenues:	
IDT-equipment rental credit.....	19,000,000
IDT-sign and signal credit from road and bridge construction.....	900,000
IDT-road and bridge construction	51,362,000
IDT-testing service credit from road and bridge construction.....	8,000,000
IDT-MTF to STF-administration	50,477,000
IDG from department of labor	22,200
IDG from department of military affairs.....	2,100
IDG from department of natural resources	476,300
Total interdepartmental grants (IDG).....	130,239,600
ADJUSTED GROSS APPROPRIATION	\$ 685,617,900
Federal revenues:	

	For Fiscal Year Ending Sept. 30, 1990
DOT-NHTSA, State and community highway safety.....	\$ 110,000
DOT-FHWA Highway research, planning, and construction	256,900,000
Total federal revenues	257,010,000
Special revenue funds:	
General fund restricted purpose	16,201,800
State trunkline fund	408,406,100
Total other state restricted	424,607,900
General fund/general purpose.....	\$ 0
DEBT SERVICE	
Trunkline highway bonds, series 1983/1999 (\$135,000,000).....	\$ 10,640,200
Trunkline refunding bonds, series 1986 I (\$80,110,000).....	6,588,400
Trunkline refunding bonds, series 1986 II (\$25,540,000)	2,152,100
Trunkline highway bonds, series 1984/1999 (\$50,000,000).....	4,392,700
GROSS APPROPRIATION	\$ 23,723,400
Appropriated from:	
Special revenue funds:	
State trunkline fund	23,723,400
General fund/general purpose.....	\$ 0
INTERDEPARTMENT & STATUTORY CONTRACTS	
To state general fund for:	
Department of civil service.....	\$ 1,663,900
Legislative auditor general.....	208,000
Department of attorney general.....	1,781,000
Department of management and budget	3,372,800
Department of treasury.....	19,800
Department of commerce (Washington office).....	9,100
Department of state police	4,326,300
Department of natural resources	23,200
GROSS APPROPRIATION	\$ 11,404,100
Appropriated from:	
Special revenue funds:	
State trunkline fund	11,404,100
General fund/general purpose.....	\$ 0
EXECUTIVE BUREAU	
Full-time equated unclassified positions	5.0
Full-time equated classified positions.....	124.9
Members of the state transportation commission (per diem payments).....	\$ 60,000
Director.....	80,800
Deputy director.....	61,500
Governmental and legislative liaison.....	60,200
Director-office of communications	61,000
Executive assistant-legislative liaison.....	50,000
Executive division—39.9 FTE positions.....	2,287,700
Human resources—44.0 FTE positions	2,321,200
Commission Audit—36.0 FTE positions.....	2,197,300
Economic development administration—5.0 FTE positions.....	529,800
Rent.....	956,400
Worker's compensation	1,550,300
GROSS APPROPRIATION	\$ 10,215,700
Appropriated from:	
Special revenue funds:	
State trunkline fund	9,650,300
General fund restricted purpose	162,000
Interdepartmental grant revenues:	
IDT-Michigan transportation fund.....	403,400
General fund/general purpose.....	\$ 0

BUREAU OF ADMINISTRATION

Full-time equated classified positions.....	348.7	
Engineering & scientific data center—112.0 FTE positions.....		\$ 12,902,500
Technical services—118.9 FTE positions.....		7,558,800
Travel information—70.1 FTE positions.....		2,660,600
Transportation safety and tariffs—21.2 FTE positions.....		1,216,600
Office of small business—26.5 FTE positions.....		1,528,300
GROSS APPROPRIATION		\$ 25,866,800
Appropriated from:		
Interdepartmental grant revenues:		
IDG from department of labor		22,200
IDG from department of military affairs.....		2,100
IDG from department of natural resources		476,300
IDT-MTF to STF-administration		1,216,600
Special revenue funds:		
State trunkline fund		24,149,600
General fund/general purpose.....		\$ 0

BUREAU OF FINANCE

Full-time equated classified positions.....	114.1	
Finance—Operations—71.1 FTE positions.....		\$ 3,141,400
Finance—Services—43.0 FTE positions		1,989,800
GROSS APPROPRIATION		\$ 5,131,200
Appropriated from:		
Special revenue funds:		
State trunkline fund		5,131,200
General fund/general purpose.....		\$ 0

BUREAU OF TRANSPORTATION PLANNING

Full-time equated classified positions.....	175.3	
Administration—175.3 FTE positions.....		\$ 10,825,000
Grants to regional planning councils.....		488,800
GROSS APPROPRIATION		\$ 11,313,800
Appropriated from:		
Federal revenues:		
DOT-FHWA Highway research, planning, and construction		4,900,000
Interdepartmental grant revenues:		
IDT-road and bridge construction		1,226,400
IDT-MTF to STF-administration		2,147,400
Special revenue funds:		
State trunkline fund		3,040,000
General fund/general purpose.....		\$ 0

BUREAU OF HIGHWAYS: HIGHWAY SERVICES

Full-time equated classified positions.....	873.0	
Administration—12.0 FTE positions.....		\$ 755,600
Programming and engineering services—83.5 FTE positions		4,190,900
Local services—38.0 FTE positions		2,251,000
Design—437.4 FTE positions		21,660,100
Real Estate—154.0 FTE positions		9,898,100
Traffic and safety—148.1 FTE positions.....		8,085,300
GROSS APPROPRIATION		\$ 46,841,000
Appropriated from:		
Federal revenues:		
DOT-NHTSA, State and community highway safety.....		110,000
Interdepartmental grant revenues:		
IDT-road and bridge construction		19,823,900
IDT-MTF to STF-administration		2,302,400
Special revenue funds:		

	For Fiscal Year Ending Sept. 30, 1990
State trunkline fund	\$ 24,604,700
General fund/general purpose	\$ 0
BUREAU OF HIGHWAYS: HIGHWAY OPERATION	
Full-time equated classified positions	2,340.9
Materials and technology—240.2 FTE positions	\$ 13,046,200
Construction—1,006.8 FTE positions	42,533,100
Maintenance—1,093.9 FTE positions	91,812,100
Urban center maintenance	583,300
Contract payments to local units	87,436,000
Heavy maintenance-nonroutine	515,000
GROSS APPROPRIATION	\$ 235,925,700
Appropriated from:	
Interdepartmental grant revenues:	
IDT-equipment rental credit from other department units	19,000,000
IDT-sign and signal credit from road and bridge construction	900,000
IDT-testing service credit from road and bridge construction	8,000,000
IDT-road and bridge construction	30,311,700
Special revenue funds:	
State trunkline fund	177,714,000
General fund/general purpose	\$ 0
ROAD AND BRIDGE CONSTRUCTION	
State trunkline and bridge construction	\$ 383,488,800
GROSS APPROPRIATION	\$ 383,488,800
Appropriated from:	
Federal revenues:	
DOT-FHWA Highway research, planning, and construction	252,000,000
Special revenue funds:	
Local funds	4,000,000
State trunkline fund	127,488,800
General fund/general purpose	\$ 0
RAIL GRADE CROSSING ACCOUNT PROGRAM	
Rail grade crossing account	\$ 3,000,000
GROSS APPROPRIATION	\$ 3,000,000
Appropriated from:	
Interdepartmental grant revenues:	
IDT-Michigan transportation fund to state trunkline fund - administration	3,000,000
General fund/general purpose	\$ 0
TRANSPORTATION ECONOMIC DEVELOPMENT FUND	
Forest roads	\$ 5,100,000
Rural county urban system	2,550,000
Target industries/state takeovers	22,923,500
Urban county congestion	11,436,750
Rural county primary	11,436,750
GROSS APPROPRIATION	\$ 53,447,000
Appropriated from:	
Special revenue funds:	
General fund restricted purpose	16,039,800
State Trunkline Fund	1,000,000
Interdepartmental grant revenues:	
IDT-MTF to STF-administration	36,407,200
General fund/general purpose	\$ 0
CRITICAL BRIDGE FUND PROGRAM	
Critical bridge program	\$ 5,500,000
GROSS APPROPRIATION	\$ 5,500,000

For Fiscal Year
Ending Sept. 30,
1990

Appropriated from:	
Interdepartmental grant revenues:	
IDT-Michigan transportation fund.....	\$ 5,000,000
Special revenue funds:	
State trunkline fund	500,000
General fund/general purpose.....	\$ 0

AERONAUTICS FUND PROGRAM

APPROPRIATIONS SUMMARY:

Full-time equated classified positions.....	73.0
GROSS APPROPRIATION	\$ 9,532,800
Special revenue funds:	
State aeronautics fund.....	9,532,800
General fund/general purpose.....	\$ 0

INTERDEPARTMENT & STATUTORY CONTRACTS

To general fund for:

Department of civil service.....	\$ 30,300
Legislative auditor general.....	18,100
Department of attorney general.....	96,100
Department of management and budget	7,800
Department of treasury.....	52,900
Department of commerce (Washington office).....	9,100

To trunkline fund for:

Overhead.....	332,400
Rent	31,300
GROSS APPROPRIATION	\$ 578,000
Appropriated from:	
Special revenue funds:	
State aeronautics fund.....	578,000
General fund/general purpose.....	\$ 0

BUREAU OF AERONAUTICS

Full-time equated classified positions.....	73.0
Executive division—12.0 FTE positions.....	\$ 954,900
Air marketing/incentive program	2,657,000
Airport development division—25.2 FTE positions.....	1,513,000
Safety & services division—18.4 FTE positions	1,631,100
Air transport division—13.4 FTE positions.....	1,945,700
Aeronautics planning—4.0 FTE positions	253,100
GROSS APPROPRIATION	\$ 8,954,800
Appropriated from:	
Special revenue funds:	
State aeronautics fund.....	8,954,800
General fund/general purpose.....	\$ 0

COMPREHENSIVE TRANSPORTATION FUND PROGRAM

APPROPRIATIONS SUMMARY:

Full-time equated unclassified positions	1.0
Full-time equated classified positions.....	140.0
GROSS APPROPRIATION	\$ 193,860,100
Federal revenues:	
DOT-FRA, Local rail service assistance	500,000
DOT-UMTA	5,450,000
DOT, Surface transportation act, section 18.....	3,500,000
Total federal	9,450,000
Special revenue funds:	
Intercity bus equipment fund.....	3,300,000
Rail preservation fund.....	4,300,000

		For Fiscal Year Ending Sept. 30, 1990
Comprehensive transportation fund	\$	176,810,100
Total other state restricted		184,410,100
General fund/general purpose	\$	0
DEBT SERVICE		
Public Transportation Bonds:		
Series 1985	\$	3,961,500
Series 1986 II		6,221,900
Series 1988 II		1,346,000
Series 1986 I		3,773,400
Series 1988 I		5,381,200
GROSS APPROPRIATION	\$	20,684,000
Appropriated from:		
Special revenue funds:		
Comprehensive transportation fund		20,684,000
General fund/general purpose	\$	0
INTERDEPARTMENT & STATUTORY CONTRACTS		
To general fund for:		
Department of civil service	\$	62,000
Legislative auditor general		30,700
Attorney general's office		131,500
Department of management and budget		15,200
Department of treasury		16,100
Department of commerce (Washington office)		9,100
To state trunkline fund for:		
Overhead		1,221,700
Rent		174,100
GROSS APPROPRIATION	\$	1,660,400
Appropriated from:		
Special revenue funds:		
Comprehensive transportation fund		1,660,400
General fund/general purpose	\$	0
BUREAU OF URBAN & PUBLIC TRANSPORTATION		
Full-time equated unclassified positions	1.0	
Full-time equated classified positions	140.0	
Director of the bureau of urban and public transportation	\$	72,700
Administration—117.0 FTE positions		6,612,900
Comprehensive transportation planning—23.0 FTE positions		1,371,500
Audits		250,000
Worker's compensation		3,700
GROSS APPROPRIATION	\$	8,310,800
Appropriated from:		
Special revenue funds:		
Comprehensive transportation fund		8,310,800
General fund/general purpose	\$	0
BUS TRANSIT DIVISION: STATUTORY OPERATING		
Urban/nonurban statutory operating	\$	102,308,400
Nonurban supplemental operating		3,500,000
GROSS APPROPRIATION	\$	105,808,400
Appropriated from:		
Federal revenues:		
DOT, Surface transportation act, section 18		3,500,000
Special revenue funds:		
Comprehensive transportation fund		102,308,400
General fund/general purpose	\$	0

For Fiscal Year
Ending Sept. 30,
1990

INTERCITY PASSENGER AND FREIGHT

Property management and miscellaneous expenses	\$	2,000,000
Detroit/wayne county port authority		301,900
Intercity bus equipment.....		3,300,000
Rail passenger		3,500,000
Freight preservation and development		8,466,800
Marine passenger services.....		900,000
Intercity bus service development		900,000
Passenger services directory		50,000
Intercity passenger terminals		3,000,000
Discretionary account.....		296,800
GROSS APPROPRIATION	\$	22,715,500

Appropriated from:

Federal revenues:

DOT-FRA, Local rail service assistance		500,000
Total federal revenues.....		500,000

Special revenue funds:

Rail preservation fund.....		4,300,000
Intercity bus equipment loan fund.....		3,300,000
Comprehensive transportation fund		14,615,500
General fund/general purpose.....	\$	0

PUBLIC TRANSPORTATION DEVELOPMENT

Specialized services	\$	2,500,000
Local share bonus.....		1,000,000
Effective service bonus.....		1,000,000
Municipal credit program		1,000,000
Bus transit capital		14,400,000
Technical studies.....		635,000
Local ride sharing operating		250,000
Van pooling.....		110,000
Bus property management		225,000
Service development and new technology		1,650,000
Planning grants		50,000
Discretionary account.....		11,861,000
GROSS APPROPRIATION	\$	34,681,000

Appropriated from:

Federal revenues:

DOT-UMTA		5,450,000
Total federal revenues		5,450,000

Special revenue funds:

Comprehensive transportation fund		29,231,000
Total other state restricted revenues		29,231,000
General fund/general purpose.....	\$	0

GENERAL SECTIONS

Sec. 201. (1) In accordance with the provisions of section 30 of article IX of the state constitution of 1963, total state spending in this appropriation act is \$1,314,540,400.00 and state appropriations to be paid to local units of government in section 101 are as follows:

For Fiscal Year
Ending Sept. 30,
1990

State Transportation Department

Michigan transportation fund

Economic development fund.....	\$	7,500,000
--------------------------------	----	-----------

	For Fiscal Year Ending Sept. 30, 1990
Grants to cities and villages.....	\$ 203,179,600
Grants to county road commissions.....	364,418,600
Critical bridge program.....	5,000,000
State trunkline fund	
Grants to regional planning councils.....	488,800
Critical bridge program interest	500,000
Comprehensive transportation fund	
Urban/nonurban statutory operating assistance.....	102,308,400
Detroit/Wayne county port authority	301,900
Bus transit capital	14,400,000
Marine passenger service.....	900,000
Local ride sharing operating grants.....	250,000
Planning grants	50,000
Local share bonus.....	1,000,000
Effective service bonus.....	1,000,000
Municipal credit program	1,000,000
Total payments to local units of government	\$ 702,297,300

(2) When it appears to the principal executive officer of each department that state spending to local units of government will be less than the amount that was projected to be expended for any quarter, the principal executive officer shall immediately give notice of the approximate shortfall to the department of management and budget, the senate and house appropriations committees, and the senate and house fiscal agencies.

Sec. 202. The appropriations made and the expenditures authorized under this act and the departments, agencies, commissions, boards, offices, and programs for which an appropriation is made under this act are subject to the management and budget act, Act No. 431 of the Public Acts of 1984, being sections 18.1101 to 18.1594 of the Michigan Compiled Laws.

Sec. 203. As used in this act:

- (a) "AASHTO" means the American association of state highway and transportation officials.
- (b) "DOT" means the United States department of transportation.
- (c) "DOT-FHWA" means DOT-federal highway administration.
- (d) "DOT-FRA" means DOT-federal railroad administration.
- (e) "DOT-NHTSA" means DOT-national highway traffic safety administration.
- (f) "FTE" means full-time equated.
- (g) "IDG" means interdepartmental grant.
- (h) "IDT" means interdepartmental transfer.
- (i) "MBE-WBE" means minority business enterprises and women's business enterprises.
- (j) "SEMTA" means the southeastern Michigan transportation authority.
- (k) "UMTA" means the urban mass transportation act of 1964.

DEPARTMENTAL SECTIONS

Sec. 301. The department may establish a fee schedule and collect fees sufficient to cover the costs of the issuance of the permits which the department is authorized by law to issue upon request, and for which fees are not otherwise stipulated by law.

Sec. 302. The department shall prepare an official transportation map which shall be distributed without charge. Each legislator shall receive a quantity of maps as determined by the legislative council.

Sec. 303. All funds appropriated in section 101 shall be expended in accordance with section 20 of article V of the state constitution of 1963 which states in part "No appropriation shall be a mandate to spend."

Sec. 304. On request, the state treasurer shall provide to a legislator, in writing, a report on the amount of money to be received by each city and village and the county road commission of each county, which city, village, or county is included in whole or in part within the legislator's legislative district.

Sec. 305. To promote more effective management of employees within the bureau of highways, the director of the department may temporarily transfer positions between appropriation units, within and between the highway operations and highway services programs, to cover functions which the director considers to be critical due to seasonal fluctuations and emergency situations. The department shall report at the end of the fiscal year to the department of management and budget on the temporary cross-divisional transfers of positions pursuant to this section.

Sec. 306. (1) The department shall comply with the state's affirmative action policy and shall establish and maintain an affirmative action program based on the guidelines developed by the Michigan equal employment and business opportunity council established pursuant to Executive Order No. 1983-4.

(2) The department shall programmatically insure that minority owned and women owned businesses be given equal participation opportunities in all aspects of the department's activities and with all governmental units with which the department deals.

Sec. 307. (1) The amounts appropriated and transferred to various state agencies from section 101 shall be expended from the transportation funds pursuant to annual contracts between the department and state agencies providing tax and fee collection and other services applicable to transportation funds. The contracts shall be executed prior to the enactment of the respective budgets. The contracts shall provide, but will not be limited to, the following data applicable to each state agency:

(a) Estimated costs to be recovered from transportation funds, segregated by the agency's spending authorization accounts.

(b) Description of services financed with transportation funds.

(c) If the spending authorization accounts also are to be used for financing other than transportation fund services, the agency shall submit cost allocation methods and rationale for the portion of costs allocated to transportation funds.

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

(3) The department and the state agencies with which the department contracts in the manner provided in subsection (1) shall work together to explore methods of minimizing lapses or shortfalls in grants from transportation funds.

Sec. 308. For the purpose of meeting unanticipated needs when current staffing levels may not be sufficient, the department may maintain within the executive division a pool of nonmanagement positions that may be used throughout the department at the discretion of the director.

Sec. 309. The department shall present to the house and senate appropriations transportation subcommittees an updated revenue report as the report becomes available from the office of revenue and tax analysis.

Sec. 310. The department shall not allocate the interest income derived from any notes and bonds until the proposed allocation is approved by the senate and house appropriations committees.

Sec. 311. (1) Of the funds appropriated in section 101 for intercity air marketing, \$35,000.00 shall be granted for the training of local airport personnel and other support services, and the remaining amount shall be used solely for the purposes of air service promotion and marketing for Michigan airports.

(2) Any deviation from this program in any way shall be approved by the house and senate appropriations subcommittees on transportation prior to the expenditure of the funds.

(3) The department shall report to the house and senate appropriations subcommittees on transportation the progress of this program on a quarterly basis.

Sec. 312. Any deviation from the road project list annually approved by the state transportation commission, or any changes, including economic development projects, which causes the original order of projects or the status of those projects to change shall be reported to the house and senate appropriations committees on a quarterly basis.

Sec. 313. At the close of the fiscal year ending September 30, 1990, any unencumbered and unexpended balance in the state trunkline fund shall remain in the state trunkline fund and shall be used for capital outlay trunkline and bridge construction pursuant to section 11(1)(d) of Act No. 51 of the Public Acts of 1951, being section 247.661 of the Michigan Compiled Laws, for projects contained in an annual state transportation program approved by the legislature.

Sec. 314. The department shall use part of the funds appropriated in section 101 for highway services to develop a strategy for implementing the concept of intelligent highways and vehicles. Specifically, the department shall investigate methods by which traffic congestion might be reduced in areas which have experienced rapid growth in the volume of traffic. The department shall report its findings to the transportation subcommittees of the house and senate appropriations committees in a timely manner.

Sec. 315. The department, boards of county road commissioners, and city and village transportation departments shall cooperate with local school boards to improve safety conditions at school bus stopping points.

FEDERAL

Sec. 401. (1) The projected apportionment for this state for the fiscal year ending September 30, 1990, from the 1987 surface transportation assistance act, is \$308,501,441.00. The \$308,501,441.00 is projected to be broken down into the following categories (programs) of highway assistance:

Interstate construction	\$ 40,554,123
Interstate resurfacing, restoration, rehabilitation, and reconstruction.....	82,885,566
Primary.....	81,501,883
Secondary	17,221,240
Urban.....	27,160,511
Bridge	25,854,660
Hazard elimination.....	6,133,681
Railroad highway crossings.....	5,334,058
85% minimum floor funds	20,000,000
Metropolitan planning.....	1,855,719
Total apportionment.....	\$ 308,501,441

(2) When the department receives authorization from the federal highway administration to commit 85% minimum floor funds, it shall present to the senate and house appropriations transportation subcommittees the department's recommendation for distribution of these funds. If a recommendation or recommendations are not disapproved within 30 business days by the senate and house appropriations transportation subcommittees, then the recommendation or recommendations shall be considered as approved.

Sec. 402. If federal funding is reduced or eliminated for any rail passenger line within the state which includes the 4 lines operating from Grand Rapids-Chicago, Port Huron-Chicago, Detroit-Chicago, and Detroit-Toledo, then the balance in the accounts appropriated under rail passenger operating assistance for the lines operating from Grand Rapids-Chicago and Port Huron-Chicago may be used to continue the operations of any of the 4 rail passenger lines.

MICHIGAN TRANSPORTATION FUND

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

Sec. 502. The state treasurer shall perform audits and make investigations of the disposition of all state funds received by county road commissions and cities and villages for transportation purposes to determine compliance with the terms and conditions of Act No. 51 of the Public Acts of 1951, being sections 247.651 to 247.674 of the Michigan Compiled Laws. The county road commissions shall make available to the state treasurer the pertinent records for the audit.

Sec. 503. If a county road commission has entered into a contract with the department to eliminate or cut roadside weeds and if the weeds were eliminated or cut by a city or township after the city or township has

requested the county to perform its contractual obligation, then the department shall reimburse the city or township and shall deduct that amount from the fund appropriated to the county involved. This action shall require prior approval of the state. The department shall consult with the department of agriculture prior to use of plant growth retardant on freeway or highway rights-of-way.

Sec. 504. The appropriations in section 101 for the economic development programs shall not lapse at the end of the fiscal year but shall carry forward each fiscal year for the purposes for which appropriated in accordance with Act No. 231 of the Public Acts of 1987, being sections 247.901 to 247.914 of the Michigan Compiled Laws, and Act No. 233 of the Public Acts of 1987, being sections 247.931 to 247.933 of the Michigan Compiled Laws.

Sec. 505. Interest earned in the economic development fund shall remain in the fund and shall be allocated to the respective programs by estimate and adjusted to actual interest earned at the end of each fiscal year.

Sec. 506. The department of transportation economic development fund may receive and expend federal, local, or private funds for projects that are consistent with the programmatic mission of the fund in addition to funds appropriated in section 101.

Sec. 507. Of the amount appropriated in section 101 from the Michigan transportation fund to the department of state, \$1,853,800.00 represents the additional cost of issuing specialized license plates for veterans and national guard members, as included in enrolled House Bills 4170, 4171, 4172, and 4173 in the fiscal year ending September 30, 1990. The department of state shall prepare a quarterly report on the number of and the additional costs associated with the veteran license plates to the department of transportation and the chairs of the house and senate appropriations subcommittees on transportation. Any unspent funds based on these quarterly reports shall lapse to the Michigan transportation fund and be distributed in accordance with Act No. 51 of the Public Acts of 1951, being sections 247.651 to 247.675 of the Michigan Compiled Laws.

STATE TRUNKLINE FUND

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

Sec. 602. (1) From the state trunkline fund appropriation in section 101, \$1,000,000.00 shall be expended to provide summer jobs for youths throughout the state.

(2) The income received from the summer jobs for youth program by a recipient of general assistance shall be treated as countable earned income. The income shall be reported to the department of social services in the month following the month in which it is received and reflected in the general assistance grant in the month following the reporting month.

(3) General assistance recipients whose cash grants are canceled due to income from this program for which funds are appropriated in this act shall remain eligible for medical coverage under the general assistance medical program.

(4) Payments made through the summer jobs for youth program to recipients of public assistance who are not head of a household are considered to be county training program incentives.

(5) Following termination of income from this program and upon application by the recipient, the department of social services shall process the application according to procedures designed to reinstate with a minimum of delay the cash grants of persons determined eligible.

Sec. 603. The department shall make the use of recycled oil and rubber products or recapped tires and recycled asphalt in roads a priority where safely possible in departmental vehicles.

COMPREHENSIVE TRANSPORTATION FUND

Sec. 701. Money which is returned to the state as repayment for a loan for intercity bus equipment is not money to be deposited in the comprehensive transportation fund under section 10b of Act No. 51 of the Public

Acts of 1951, being section 247.660b of the Michigan Compiled Laws, but is money that is deposited in an intercity bus equipment fund for appropriation for the purchase and repair of intercity bus equipment. Proceeds received by the state from the sale of intercity bus equipment are deposited in an intercity bus equipment fund for appropriation for the purchase and repair of intercity bus equipment. Security deposits from the lease of state owned intercity bus equipment not returned to the lessee of such equipment under terms of the lease agreement are deposited in an intercity bus equipment fund for appropriation for the repair of intercity bus equipment.

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

Sec. 703. Funds appropriated in section 101 shall not be used for rail freight and water freight operating assistance, unless approved by the house and senate appropriations subcommittees on transportation.

Sec. 704. Funds appropriated under this act shall not be provided to a transportation authority for the construction of a bus terminal, unless the department determines that the facility is designed to also act as a terminal for intercity carriers.

Sec. 705. The appropriation in section 101 for van pooling shall be administered by the bureau of transportation planning of the department through grants to eligible authorities and eligible governmental agencies to insure coordination between van and car pooling programs and the transit systems operated by the eligible authorities and eligible governmental agencies.

Sec. 706. In allocating funds appropriated under this act, the department shall give a higher funding priority to those comprehensive transportation programs and projects for which each entity or combination of entities, to receive the funding, commits its own funds for the programs or projects in an amount equal to or greater than 2/3 of the total projected cost. The department shall present on April 1 of each year to the senate and house appropriations transportation subcommittees an annual report listing transportation programs and projects receiving higher funding priority and the entity or combination of entities that are committing its own funds for the programs or projects in an amount equal to or greater than 2/3 of the total projected cost.

Sec. 707. (1) Not more than the \$42,540,000.00 in appropriated state funds and in obligated comprehensive transportation fund bond proceeds already committed for the Detroit transportation corporation central automated transit system, also known as the Detroit downtown people mover project, shall be expended for that system.

(2) The cost for the construction of the Detroit downtown people mover project is \$210,000,000.00. If at any time the cost for the construction of the Detroit downtown people mover project exceeds \$210,000,000.00, the costs above \$210,000,000.00 are the primary responsibility of the city of Detroit and the Detroit transportation corporation according to the following plan:

(a) If the cost overruns are directly attributable to SEMTA decisions prior to October 4, 1985, then those costs and only those costs may be taken from the state allocation to SEMTA.

(b) Any cost overruns attributable to actions or decisions of the Detroit transportation corporation after October 3, 1985, shall be covered from the normal SEMTA allocation to the city of Detroit and the Detroit department of transportation. This is the only funding plan for cost overruns and there is no provision or expectation of other state money of any nature or character whatsoever for the construction or operation of this project.

Sec. 708. Entities operating railroads and receiving appropriations under section 101 shall expend those appropriations for goods and services of manufacturers, suppliers, and service companies located in this state, whenever practicable, if the goods and services are comparably priced and reasonably available.

Sec. 709. (1) The following rail lines are designated as an essential corridor in Michigan and shall receive priority in matters concerning operation, maintenance, and rehabilitation:

ANN ARBOR RAILROAD SYSTEM - MICHIGAN INTERSTATE RAILROAD COMPANY, OPERATOR:

Toledo to north of Ann Arbor.
Saline branch.

TUSCOLA AND SAGINAW BAY RAILROAD:

From Ann Arbor north to Durand to Ashley, north from Ashley to Frankfort.
Owosso north to Swan Creek.
Cadillac north through Walton Junction to Traverse City.
Traverse City south to Grawn.
Traverse City east to Williamsburg.
Cadillac north to Petoskey.
Petoskey to Charlevoix.
The Vassar Lines.
Middleton to Ashley.

CSX RAIL LINE:

Montague south to Chicago.
Holland east to Grand Rapids.
Port Huron west to Ludington.
Bridgeport west through Saginaw to Edmore.
Walhalla to Manistee.
Fremont to Berry.
Hamilton to Holland.
LaCrosse subdivision at New Buffalo.
Bad Axe to Saginaw.
Saginaw to Bay City to Essexville.
Ohio state line to Bridgeport via Plymouth and Flint.
Detroit to Grand Rapids.
Traverse City to Interlochen to Manistee.
Elmdale to Greenville.
Port Huron to Marine City.
Baldwin to Grand Rapids.
The entire COE Railroad.

GRAND TRUNK LINE:

Port Huron west to Flint, Lansing, Battle Creek, Kalamazoo through Niles to the Indiana border.
Durand through Pontiac to Detroit.
Detroit west to Chicago.
Port Huron to Detroit.
Richmond to Pontiac.
Pontiac to Lake Orion.
Detroit to Ohio border.
Pavilion to Kalamazoo.

SOO LINE:

West from Sault Ste. Marie to Baraga.
Trout Lake west through Escanaba to the Wisconsin border.
Wisconsin border to White Pine Mine.
Baraga to Arnheim.
Arnheim to Lake Linden.

ESCANABA AND LAKE SUPERIOR RAIL LINES:

Escanaba north to Ontonagon.
Republic south to Iron Mountain.
Iron Mountain to Wisconsin border.

THE CHICAGO AND NORTH WESTERN RAILROAD:

All Michigan lines.

STATE OF MICHIGAN:

Charlevoix Branch.
Comstock Park to Cadillac.

LAKE SUPERIOR AND ISHPEMING RAIL LINE

LENAWEE COUNTY RAILROAD

HURON AND EASTERN RAILWAY

DETROIT-MACKINAC RAILROAD

NORFOLK SOUTHERN:

Detroit to Ohio border.

CENTRAL MICHIGAN RAILROAD:

Durand west to Muskegon.

CONRAIL:

Jackson to Lansing.

Detroit to Toledo.

Detroit to Utica.

Detroit to Carleton.

Jackson to Ackerson Lake.

Ohio border to Ottawa Lake.

Indiana border to Grand Rapids.

White Pigeon to Sturgis.

Kalamazoo to Upjohn.

Plainwell to Otsego.

Grand Rapids to 44th street.

(2) Any changes to the essential corridor list in subsection (1) shall be approved by the house and senate appropriations subcommittees on transportation.

(3) After receiving notification from a railroad company pursuant to section 8 of the state transportation preservation act of 1976, Act No. 295 of the Public Acts of 1976, being section 474.58 of the Michigan Compiled Laws, the department shall immediately notify the house and senate appropriations subcommittees on transportation that the railroad company has filed with the appropriate governmental agencies for abandonment of a line.

Sec. 710. (1) The discretionary accounts in section 101 shall be used for programs and projects as determined by the department. The department shall inform the house and senate appropriations committees of the manner in which the funds in these accounts will be expended not less than 30 days before expenditure.

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

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

Sec. 711. Neither appropriated state funds nor comprehensive transportation fund bond proceeds shall be expended or committed for a light rail system in Michigan.

Sec. 712. Funds appropriated in section 101 for local bus new services are to be obligated by contract or purchase agreement only for expenditures in the fiscal year ending September 30, 1990, and shall not be used for future year obligations. Contracts may be signed for 3 years. However, funds shall be appropriated on an annual basis for each year of the contract.

Sec. 713. (1) The departments of mental health, public health, social services, and transportation, and the office of services to the aging within the department of management and budget shall develop a system to identify and collect the following information for each county:

(a) All operational and capital costs of services provided, contracted for, or purchased, to transport clients or program participants within the county, including all other funds received and expended for those purposes by the state department.

(b) Population groups utilizing transportation services by a percentage of the total.

(c) Services accessed through transportation provided by percentages of the dollar total.

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

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

(2) A model form shall be obtained from the department of management and budget after September 1, 1989, for the purpose of providing the information required in subsection (1).

(3) By December 31, 1989, the department shall report to the house and senate appropriations subcommittees on transportation on the development of the system required in subsection (1).

(4) The information collected for the fiscal year ending September 30, 1990 shall be submitted by each department by December 31, 1990, to the respective house and senate appropriations subcommittees and the department of management and budget.

AERONAUTICS FUND

Sec. 801. At the close of the fiscal year ending September 30, 1990, any unobligated and unexpended balance in the state aeronautics fund shall lapse to the state aeronautics fund and be appropriated by the legislature in the succeeding fiscal year.

Sec. 802. The department is authorized to negotiate with the department of management and budget the establishment of a revolving fund for the future replacement of the general aviation aircraft fleet within the department, aeronautics bureau, air transport division.

Sec. 803. Rates charged by the department of transportation for use of state aircraft shall be sufficient to cover the cost of maintenance, operation, repair, and replacement of the aircraft.

Sec. 804. (1) Appropriations in section 101 for the air marketing/incentive program include funds for 3 pilot projects to induce airline companies to provide improved air service to Michigan communities.

(2) Before the selection of each pilot project, a market analysis and feasibility study shall be prepared for potential routes which shall include the definition of revenues and expenses estimated for the route under consideration. Costs of the study shall be shared 50% by the state and 50% by local and private sources.

(3) Copies of completed feasibility studies and market analyses shall be provided to the house and senate appropriations subcommittees on transportation 30 days prior to the selection of a pilot project.

(4) The department shall notify the house and senate appropriations subcommittees on transportation within 10 days after the selection of each pilot project.

This act is ordered to take immediate effect.

Secretary of the Senate.

Clerk of the House of Representatives.

Approved.....

Governor.

