

# SENATE BILL No. 659

November 1, 1989, Introduced by Senators BINSFELD and ARTHURHULTZ and referred to the Committee on State Affairs, Tourism, and Transportation.

A bill to amend sections 11 and 12 of Act No. 231 of the Public Acts of 1987, entitled

"An act to create a transportation economic development fund in the state treasury; to prescribe the uses of and distributions from this fund; to prescribe the powers and duties of the state transportation department, state transportation commission, and certain other bodies; and to permit the issuance of certain bonds,"

being sections 247.911 and 247.912 of the Michigan Compiled Laws.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1       Section 1. Sections 11 and 12 of Act No. 231 of the Public  
2 Acts of 1987, being sections 247.911 and 247.912 of the Michigan  
3 Compiled Laws, are amended to read as follows:

4       Sec. 11. (1) For the purpose of funding projects under this  
5 act, the ~~commission~~ DEPARTMENT may issue bonds in the manner  
6 provided in section 18b of Act No. 51 of the Public Acts of 1951,

1 being section 247.668b of the Michigan Compiled Laws. Bonds  
2 shall not be committed for any project under this act until the  
3 requirements set forth under section 3(1) have been satisfied.

4 (2) The ~~commission~~ DEPARTMENT shall fund projects from the  
5 fund in the following categories in the following amounts:

6 (a) The first \$5,000,000.00 of the fund shall be distributed  
7 each fiscal year to each qualified county in a percentage amount  
8 equal to the same percentage amount that the number of acres of  
9 commercial forest, national park, and national lakeshore land  
10 ~~that~~ IN each qualified county bears to the total number of  
11 acres of commercial forest, national park, and national lakeshore  
12 land in all qualified counties in this state.

13 (b) The next \$2,500,000.00 of the fund shall be distributed  
14 each fiscal year for county roads and city and village street  
15 improvement on the federal aid to urban system in rural  
16 counties.

17 (3) Of the balance remaining after funding projects pursuant  
18 to subsection (2), the ~~commission~~ DEPARTMENT may fund projects  
19 in the categories described in section 9 based on the following  
20 percentages:

21 (a) Not more than 50% for economic development road projects  
22 in any of the targeted industries.

23 (b) Not more than 50% for projects that result in the addi-  
24 tion of local roads to the state trunk line system.

25 (c) 25% for projects to reduce congestion on county primary  
26 and city major streets within urban counties. The funds shall be  
27 distributed for the widening of county primary roads or city

1 major streets in counties with populations in excess of 400,000  
 2 in accordance with the following formula:

3

4	Population	<u>Percentage of Funds</u>
5	1,750,000 or more	16%
6	1,000,000 to 1,750,000	40%
7	600,000 to 1,000,000	20%
8	400,000 to 600,000	24%

9 When 2 or more counties occupy the same category, the funds  
 10 shall be divided equally.

11 Sec. 12. (1) The federal aid to urban system (FAUS) task  
 12 force which represents the majority of the communities in the  
 13 urban area of each county shall select and designate for eligi-  
 14 bility, to the ~~commission~~ DEPARTMENT, projects for funding  
 15 under section 11(3)(c) within their respective allocations. One  
 16 nonvoting member of each task force shall be a designee of and  
 17 represent the ~~commission~~ DEPARTMENT. The task forces shall  
 18 designate projects for eligibility as follows:

19 (a) Projects shall be on the federal aid urban, federal aid  
 20 primary or federal aid secondary systems.

21 (b) Projects shall consist of adding travel lanes, left turn  
 22 lanes, and intersectional improvements to roads with 2 travel  
 23 lanes carrying more than 10,000 vehicles per day or roads with  
 24 more than 2 travel lanes carrying more than 25,000 vehicles per  
 25 day in accordance with traffic counts done on or before July 1,  
 26 1987.

1       (2) If any task force fails to submit sufficient qualified  
2 projects to obligate its allocation by July 1 of any fiscal year,  
3 those funds shall be made available to the remaining urban task  
4 forces in the same proportion as the original allocation.

5       (3) The individual urban task forces shall propose project  
6 result evaluation criteria for projects to the DEPARTMENT AND THE  
7 commission for review and comment.

8       (4) The urban task forces shall report to the ~~commission~~  
9 DEPARTMENT on a quarterly basis the status of all projects  
10 selected for funding.

11       (5) The ~~commission, through the~~ department, shall  
12 administer the programs and projects authorized in section  
13 11(3)(c) in a similar manner as current local federal aid pro-  
14 grams AND IN ACCORDANCE WITH DULY ADOPTED POLICIES OF THE  
15 COMMISSION.