

FY 2024-25 TRANSPORTATION BUDGET

S.B. 761 (S-1): COMMITTEE OF THE WHOLE REC.

(as reported)



FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2023-24 YEAR-TO-DATE*	FY 2024-25 COMMITTEE OF THE WHOLE REC.	CHANGES FROM FY 2023-24 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	3,218.3	3,022.3	(196.0)	(6.1)
GROSS	6,626,549,900	6,809,900,400	183,350,500	2.8
Less:				
Interdepartmental Grants Received	4,353,000	4,316,700	(36,300)	(0.8)
ADJUSTED GROSS	6,622,196,900	6,805,583,700	183,386,800	2.8
Less:				
Federal Funds	2,149,121,400	2,253,675,100	104,553,700	4.9
Local and Private.....	102,573,500	106,248,500	3,675,000	3.6
TOTAL STATE SPENDING.....	4,370,502,000	4,445,660,100	75,158,100	1.7
Less:				
Other State Restricted Funds.....	4,082,402,000	4,230,660,000	148,258,000	3.6
GENERAL FUND/GENERAL PURPOSE	288,100,000	215,000,100	(73,099,900)	(25.4)
PAYMENTS TO LOCALS	2,689,706,300	2,637,859,500	(51,846,800)	(1.9)

*As of February 7, 2023.

Major Boilerplate Changes from FY 2023-24 Year-to-Date:

- Federal Match.** The Senate recommended a one-time investment of \$95.0 million for Federal match dollars. \$75.0 million is GF/GP and \$20.0 million is STF.
- Transit Innovation Grants.** The Senate included a one-time investment of \$20.0 million, all GF/GP, for transit grants to generate innovation and help Michiganders connect to more public transportation options.
- MI Contracting Opportunity.** The Senate included a one-time investment of \$5.0 million, all GF/GP, to support contractors and suppliers that are socially or economically disadvantaged. This is a renewal of the same item from FY 2023-24 with an increase in funding from \$3.0 million to \$5.0 million.
- Priority Bridge Investments.** The Senate included \$40.0 million, all GF/GP for bridge construction for local bridges.

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FY 2023-24 Year-to-Date Appropriation	\$6,626,549,900	\$288,100,000		
	CHANGE FROM FY 2023-24 Y-T-D		FY 2024-25 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<u>Baseline Adjustments</u>				
1. State Trunkline Road and Bridge. The Senate included a \$123.4 million increase for trunkline road and bridge construction.	123,409,800	0	1,617,892,700	0
2. County Road Commissions. The Senate included a \$64.8 million increase for county road commissions per the Public Act 51 of 1951 formula.	64,840,200	0	1,316,610,100	0
3. Transit Capital. The Senate included a \$36.9 million increase for transit capital for public transportation development.	36,925,800	0	259,601,300	0
4. Cities and Villages. The Senate included a \$36.2 million increase for cities and villages per the Public Act 51 of 1951 formula.	36,151,300		734,069,200	0
5. Local Federal Aid Road and Bridge. The Senate included a \$26.2 million increase for local Federal aid road and bridge. This is all Federal dollars.	26,181,000	0	411,168,800	0
6. Aeronautics. The Senate included a \$21.5 million increase for aeronautics which includes airport safety, protection, and improvement program, Detroit metropolitan Wayne County airport, and Infrastructure Investment and Jobs Act (IIJA) airport infrastructure grants.	21,537,700	0	305,391,200	0
7. Highway Maintenance. The Senate included a \$17.9 million increase for highway maintenance materials and services.	17,878,700	0	486,654,800	0
8. Marine Passenger Service. The Senate included a \$15.1 million increase for marine passenger services.	15,053,000	0	20,205,000	0
9. Rail Operations and Infrastructure. The Senate included a \$14.5 million increase for operations and infrastructure for rails.	14,500,000	0	152,189,200	0
10. Local Bus Operating. The Senate included a \$45.0 million (\$40.0 million GF/GP and \$5.0 million restricted) increase for local bus operating.	45,000,000	40,000,000	261,750,000	40,000,000
11. Other Baseline Increases. The Senate included several other small baseline increases totaling \$2.4 million. These mainly consist of nonurban operating/capital (\$780,900), asset management council (\$423,600), and CSB technical changes (\$353,300).	2,362,000	0	N/A	N/A
12. Service Initiatives. The Senate included a \$2.1 million dollar increase for public transportation development.	2,120,400	0	20,802,000	0
13. State Planning and Research. The Senate included a \$2.0 million increase for state planning and research under the formula grants from IIJA.	2,000,000	0	N/A	N/A

	CHANGE FROM FY 2023-24 Y-T-D		FY 2024-25 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
14. Removal of Current One-Time Funding. The Senate included the removal of previous year's one-time funding. This removes \$407.0 million Gross and \$288.1 million GF/GP.	(407,000,000)	(288,100,000)	0	0
15. Debt Service. The Senate included a decrease in debt service of \$3.0 million.	(3,036,400)	0	340,703,700	0
16. Other Baseline Decreases. The Senate included decreases for three other smaller programs, urban county congestion (\$660,700), rural county primary (\$660,700), and local bridge program (\$483,800).	(1,805,200)	0	N/A	N/A
17. Target Industries. The Senate included a decrease for target industry and economic development road construction of \$1.3 million.	(1,321,300)	0	24,363,100	0
18. Economic Adjustments. Includes \$10.9 million Gross and \$0 GF/GP for total economic adjustments.	10,936,500	0	N/A	N/A
<u>New Programs/Program Increases</u>				
19. Airport Safety, Protection, and Improvement. The Senate included \$1.1 million from an increase in the Michigan aircraft registration fee.	1,111,100	0	N/A	N/A
20. Blue Water Bridge Staffing and Maintenance/Operations. The Senate included \$515,800 and 3.0 FTEs for operations at the Blue Water Bridge.	515,800	0	N/A	N/A
<u>Eliminations/Reductions - NONE</u>				
<u>One-Time Appropriations</u>				
21. Federal Match. The Senate included \$95.0 million (\$75.0 million GF/GP, \$20.0 million STF) for one-time Federal match. The restricted funds were shifted from Program development and delivery (\$6.0 million) and System operations management (\$14.0 million).	95,000,000	75,000,000	95,000,000	75,000,000
22. Priority Bridge Investments. The Senate included \$40.0 million (all GF/GP) for local bridge construction.	40,000,000	40,000,000	40,000,000	40,000,000
23. Infrastructure Projects. The Senate included \$30.0 million (all GF/GP) for infrastructure improvement projects.	30,000,100	30,000,100	30,000,100	30,000,100
24. Transit Innovation Grants. The Senate included \$20.0 million (all GF/GP) for one-time grants meant to spur innovation and connect Michiganders with more transit options.	20,000,000	20,000,000	20,000,000	20,000,000
25. MI Contracting Opportunity. The Senate included \$5.0 million (all GF/GP) and 1.0 limited term FTE as a continuing one-time program for MI contracting opportunity. This program assists suppliers and contractors that are socially or economically disadvantaged.	5,000,000	5,000,000	5,000,000	5,000,000

	CHANGE FROM FY 2023-24 Y-T-D		FY 2024-25 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
26. Road Usage Charge Study. The Senate included \$5.0 million (all GF/GP) for a road usage charge study to study the possibilities of replacing the gas tax.	5,000,000	5,000,000	5,000,000	5,000,000
27. Blue Water Bridge Equipment and Facilities Purchases. The Senate included \$990,000 (all State Restricted funds) of one-time funds to replace winter maintenance and capital maintenance equipment for the Blue Water Bridge.	990,000	0	N/A	N/A
Other				
28. Fund Shifts. The Senate included a net-zero fund shift, transferring 242.4 FTEs and \$35.8 million from the Business services line item (-127.6 FTEs), Program development and delivery line item (-112.8 FTEs), and Finance line item (-1.0 FTE) to the System operations management line item (216.4 FTEs) and Business support services line item (26.0 FTEs) to more properly align the services and activities provided with MDOT's current organizational structure. Also included is a net-zero shift of \$473,000 (all Restricted funds) within the Planning services line item (-1.0 FTE) to more accurately reflect the costs of services that support local agencies and aeronautics programs. Additionally, a net-zero fund shift of \$2.2 million (Restricted funds) between the Business services line item and Program development and delivery line item to more accurately reflect costs within MDOT's current organizational structure.	0	0	0	0
29. Ongoing to One-time Fund Shift. A fund shift from Program development and delivery of \$6.0 million and a reduction of 60 FTEs and System operations management of \$14.0 million and a reduction of 140 FTEs to Federal match. This shows as a reduction of \$20.0 million to balance the addition of \$20.0 million to the Federal match line.	(20,000,000)	0	(20,000,000)	0
Total Changes.....	\$183,350,500	(\$73,099,900)		
FY 2024-25 COMMITTEE OF THE WHOLE REC.	\$6,809,900,400	\$215,000,100		

Date Completed: 5-8-24

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