

**SUBSTITUTE FOR  
HOUSE BILL NO. 4309**

A bill to make appropriations for the state transportation department for the fiscal year ending September 30, 2024; and to provide for the expenditure of the appropriations.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the state transportation department for the fiscal year ending September 30, 2024, from the following funds:

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**DEPARTMENT OF TRANSPORTATION**

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**APPROPRIATION SUMMARY**

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Full-time equated unclassified positions	6.0
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Full-time equated classified positions	3,218.3
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1	<b>GROSS APPROPRIATION</b>	<b>\$ 6,805,049,900</b>
2	Interdepartmental grant revenues:	
3	Total interdepartmental grants and	
4	intradepartmental transfers	4,353,000
5	<b>ADJUSTED GROSS APPROPRIATION</b>	<b>\$ 6,800,696,900</b>
6	Federal revenues:	
7	Total federal revenues	2,090,121,400
8	Special revenue funds:	
9	Total local revenues	85,773,500
10	Total private revenues	16,800,000
11	Total other state restricted revenues	4,082,502,000
12	<b>State general fund/general purpose</b>	<b>\$ 525,500,000</b>
13	<b>Sec. 102. DEBT SERVICE</b>	
14	Airport safety and protection plan	\$ 3,616,900
15	Blue Water Bridge fund	3,963,000
16	Economic development	1,688,400
17	Local bridge fund	556,800
18	State trunkline	333,915,000
19	<b>GROSS APPROPRIATION</b>	<b>\$ 343,740,100</b>
20	Appropriated from:	
21	Special revenue funds:	
22	Blue Water Bridge fund	3,963,000
23	Economic development fund	1,688,400
24	Local bridge fund	556,800
25	State aeronautics fund	3,616,900
26	State trunkline fund	333,915,000
27	<b>State general fund/general purpose</b>	<b>\$ 0</b>



1	<b>Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER</b>		
2	<b>AGENCY SUPPORT SERVICES</b>		
3	CTF grant to civil service commission	\$	250,000
4	CTF grant to department of attorney general		109,500
5	CTF grant to department of technology,		
6	management, and budget		35,600
7	CTF grant to department of treasury		54,900
8	CTF grant to legislative auditor general		44,900
9	MTF grant to department of environment, Great		
10	Lakes, and energy		2,180,800
11	MTF grant to department of state for collection		
12	of revenue and fees		20,000,000
13	MTF grant to department of treasury		3,528,000
14	MTF grant to legislative auditor general		364,200
15	SAF grant to civil service commission		150,000
16	SAF grant to department of attorney general		191,200
17	SAF grant to department of technology,		
18	management, and budget		28,100
19	SAF grant to department of treasury		81,600
20	SAF grant to legislative auditor general		35,200
21	STF grant to civil service commission		6,321,000
22	STF grant to department of attorney general		2,170,600
23	STF grant to department of state police		12,422,400
24	STF grant to department of technology,		
25	management, and budget		1,255,600
26	STF grant to department of treasury		167,000
27	STF grant to legislative auditor general		846,000
28	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>50,236,600</b>



1	Appropriated from:		
2	Special revenue funds:		
3	Comprehensive transportation fund		494,900
4	Michigan transportation fund		26,073,000
5	State aeronautics fund		486,100
6	State trunkline fund		23,182,600
7	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
8	<b>Sec. 104. DEPARTMENTAL ADMINISTRATION AND</b>		
9	<b>SUPPORT</b>		
10	Full-time equated unclassified positions	6.0	
11	Full-time equated classified positions	284.3	
12	Unclassified salaries--FTEs	6.0	\$ 918,400
13	Asset management council		1,876,400
14	Business support services--FTEs	49.0	8,059,900
15	Commission audit and support services--FTEs	29.3	4,805,400
16	Economic development and enhancement programs--		
17	FTEs	11.0	1,845,100
18	Finance, contracts, and support services--FTEs	195.0	27,123,200
19	Property management		8,499,500
20	Worker's compensation		1,734,500
21	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>54,862,400</b>
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG for accounting service center user charges		4,353,000
25	Special revenue funds:		
26	Comprehensive transportation fund		1,811,000
27	Economic development fund		408,800
28	Michigan transportation fund		4,432,200



1	State aeronautics fund		708,400
2	State trunkline fund		43,149,000
3	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
4	<b>Sec. 105. INFORMATION TECHNOLOGY</b>		
5	Information technology services and projects	\$	41,634,600
6	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>41,634,600</b>
7	Appropriated from:		
8	Federal revenues:		
9	Federal aid - transportation programs		520,500
10	Special revenue funds:		
11	Blue Water Bridge fund		57,600
12	Comprehensive transportation fund		234,400
13	Economic development fund		38,800
14	Michigan transportation fund		306,300
15	State aeronautics fund		182,800
16	State trunkline fund		40,294,200
17	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
18	<b>Sec. 106. TRANSPORTATION PLANNING</b>		
19	Full-time equated classified positions	145.0	
20	Planning services--FTEs	145.0	\$ 42,804,200
21	Grants to regional planning councils		488,800
22	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>43,293,000</b>
23	Appropriated from:		
24	Federal revenues:		
25	Federal aid - transportation programs		24,000,000
26	Special revenue funds:		
27	Comprehensive transportation fund		634,200
28	Michigan transportation fund		10,445,600



1	State aeronautics fund		16,000
2	State trunkline fund		8,197,200
3	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
4	<b>Sec. 107. DESIGN AND ENGINEERING SERVICES</b>		
5	Full-time equated classified positions	1,706.3	
6	Business services--FTEs	178.4	\$ 25,796,300
7	* positions in above line		178
8	Program development and delivery--FTEs	1,173.3	153,477,100
9	* positions in above line		1,173
10	System operations management--FTEs	354.6	73,586,000
11	* positions in above line		355
12	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>252,859,400</b>
13	Appropriated from:		
14	Federal revenues:		
15	Federal aid - transportation programs		13,529,800
16	Special revenue funds:		
17	Comprehensive transportation fund		187,100
18	Michigan transportation fund		17,110,700
19	State trunkline fund		222,031,800
20	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
21	<b>Sec. 108. HIGHWAY MAINTENANCE</b>		
22	Full-time equated classified positions	909.7	
23	State trunkline operations--FTEs	909.7	\$ 465,846,700
24	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>465,846,700</b>
25	Appropriated from:		
26	Special revenue funds:		
27	State trunkline fund		465,846,700
28	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>



1	<b>Sec. 109. ROAD AND BRIDGE PROGRAM</b>		
2	Cities and villages	\$	698,031,200
3	County road commissions		1,251,973,100
4	Grants to local programs		33,000,000
5	Local agency wetland mitigation bank fund		2,000,000
6	Local bridge program		27,398,500
7	Local federal aid and road and bridge		
8	construction		384,987,800
9	Movable bridge		6,016,600
10	Rail grade crossing		3,000,000
11	Rail grade crossing - surface improvements		3,000,000
12	State trunkline federal aid and road and bridge		
13	construction		1,499,639,000
14	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>3,909,046,200</b>
15	Appropriated from:		
16	Federal revenues:		
17	Federal aid - transportation programs		1,580,218,700
18	Special revenue funds:		
19	Local funds		30,003,500
20	Private funds		10,000,000
21	Blue Water Bridge fund		20,714,400
22	Local bridge fund		27,398,500
23	Michigan transportation fund		1,997,020,900
24	State trunkline fund		243,690,200
25	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
26	<b>Sec. 110. BLUE WATER BRIDGE</b>		
27	Full-time equated classified positions		44.0
28	Blue Water Bridge operations--FTEs	44.0 \$	7,142,400



1	<b>GROSS APPROPRIATION</b>		\$	<b>7,142,400</b>
2	Appropriated from:			
3	Special revenue funds:			
4	Blue Water Bridge fund			7,142,400
5	<b>State general fund/general purpose</b>		\$	<b>0</b>
6	<b>Sec. 111. TRANSPORTATION ECONOMIC DEVELOPMENT</b>			
7	Forest roads		\$	5,000,000
8	Rural county primary			11,092,300
9	Rural county urban system			2,500,000
10	Target industries/economic redevelopment			25,684,400
11	Urban county congestion			11,092,300
12	<b>GROSS APPROPRIATION</b>		\$	<b>55,369,000</b>
13	Appropriated from:			
14	Special revenue funds:			
15	Economic development fund			55,369,000
16	<b>State general fund/general purpose</b>		\$	<b>0</b>
17	<b>Sec. 112. AERONAUTICS SERVICES</b>			
18	Full-time equated classified positions	48.0		
19	Air service program		\$	50,000
20	Aviation services--FTEs	48.0		7,481,800
21	<b>GROSS APPROPRIATION</b>		\$	<b>7,531,800</b>
22	Appropriated from:			
23	Special revenue funds:			
24	State aeronautics fund			7,531,800
25	<b>State general fund/general purpose</b>		\$	<b>0</b>
26	<b>Sec. 113. PUBLIC TRANSPORTATION SERVICES</b>			
27	Full-time equated classified positions	40.0		
28	Passenger transportation services--FTEs	40.0	\$	6,371,600





1	<b>GROSS APPROPRIATION</b>	\$	<b>6,371,600</b>
2	Appropriated from:		
3	Federal revenues:		
4	Federal aid - transportation programs		1,200,000
5	Special revenue funds:		
6	Comprehensive transportation fund		5,171,600
7	<b>State general fund/general purpose</b>	\$	<b>0</b>
8	<b>Sec. 114. LOCAL BUS TRANSIT</b>		
9	Local bus operating	\$	276,750,000
10	Nonurban operating/capital		39,845,600
11	<b>GROSS APPROPRIATION</b>	\$	<b>316,595,600</b>
12	Appropriated from:		
13	Federal revenues:		
14	Federal aid - transportation programs		37,845,600
15	Special revenue funds:		
16	Local funds		2,000,000
17	Comprehensive transportation fund		276,750,000
18	<b>State general fund/general purpose</b>	\$	<b>0</b>
19	<b>Sec. 115. INTERCITY PASSENGER AND FREIGHT</b>		
20	Full-time equated classified positions	41.0	
21	Detroit/Wayne County Port Authority	\$	600,000
22	Freight property management		1,300,000
23	Intercity services		9,514,200
24	Marine passenger service		5,152,000
25	Office of rail--FTEs	41.0	7,152,000
26	Rail operations and infrastructure		137,750,600
27	<b>GROSS APPROPRIATION</b>	\$	<b>161,468,800</b>
28	Appropriated from:		



1	Federal revenues:		
2	Federal aid - transportation programs		38,710,800
3	Special revenue funds:		
4	Local funds		760,000
5	Private funds		2,800,000
6	Comprehensive transportation fund		110,222,800
7	Intercity bus equipment fund		45,400
8	Michigan transportation fund		2,145,600
9	Rail freight fund		6,000,000
10	State trunkline fund		784,200
11	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
12	<b>Sec. 116. PUBLIC TRANSPORTATION DEVELOPMENT</b>		
13	Municipal credit program	\$	2,000,000
14	Service initiatives		18,681,600
15	Specialized services		30,312,400
16	Transit capital		222,717,500
17	Van pooling		400,000
18	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>274,111,500</b>
19	Appropriated from:		
20	Federal revenues:		
21	Federal aid - transportation programs		144,096,000
22	Special revenue funds:		
23	Local funds		35,510,000
24	Private funds		2,000,000
25	Comprehensive transportation fund		92,505,500
26	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
27	<b>Sec. 117. CAPITAL OUTLAY</b>		
28	<b>(1) BUILDINGS AND FACILITIES</b>		



1	Salt storage buildings and containment control	\$	3,000,000
2	Special maintenance, remodeling, and additions		5,000,500
3	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>8,000,500</b>
4	Appropriated from:		
5	Special revenue funds:		
6	State trunkline fund		8,000,500
7	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
8	<b>(2) AIRPORT IMPROVEMENT PROGRAMS</b>		
9	Airport safety, protection, and improvement		
10	program	\$	180,069,700
11	Detroit Metropolitan Wayne County Airport		6,370,000
12	IIJA airport infrastructure grants		95,000,000
13	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>281,439,700</b>
14	Appropriated from:		
15	Federal revenues:		
16	Federal aid - transportation programs		250,000,000
17	Special revenue funds:		
18	Local funds		17,500,000
19	Private funds		2,000,000
20	Qualified airport fund		6,370,000
21	State aeronautics fund		5,569,700
22	<b>State general fund/general purpose</b>	<b>\$</b>	<b>0</b>
23	<b>Sec. 118. ONE-TIME APPROPRIATIONS</b>		
24	Intermodal capital investment grants	\$	100
25	Michigan bridge bundling initiative		100
26	MI contracting opportunity		5,000,000
27	County road association software		1,000,000
28	Air service/airport revitalization		7,000,000



1	Local road preservation	400,000,000
2	Marine passenger capital grant	15,000,000
3	Michigan mobility challenge	10,000,000
4	Miss Dig	1,000,000
5	New technology and mobility	42,500,000
6	Shared streets and spaces	5,000,000
7	S. S. Badger conversion	5,000,000
8	Speed enforcement pilot project	1,000,000
9	Rail grade separation program	32,999,800
10	<b>GROSS APPROPRIATION</b>	<b>\$ 525,500,000</b>
11	Appropriated from:	
12	Special revenue funds:	
13	<b>State general fund/general purpose</b>	<b>\$ 525,500,000</b>

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR

**GENERAL SECTIONS**

19 Sec. 201. Pursuant to section 30 of article IX of the state  
 20 constitution of 1963, total state spending from state sources under  
 21 part 1 for fiscal year 2023-2024 is \$4,608,002,000.00 and state  
 22 spending from state sources to be paid to local units of government  
 23 for fiscal year 2023-2024 is \$2,914,454,000.00. The itemized  
 24 statement below identifies appropriations from which spending to  
 25 local units of government will occur:

**STATE TRANSPORTATION DEPARTMENT**

26	<b>STATE TRANSPORTATION DEPARTMENT</b>	
27	Grants to regional planning councils	\$ 488,800
28	Cities and villages	698,031,200



1	County road commissions	1,251,973,100
2	Grants to local programs	33,000,000
3	Local bridge program	27,398,500
4	Local agency wetland mitigation	2,000,000
5	Movable bridge	3,008,300
6	Rail grade crossing	1,500,000
7	Rail grade surface crossing improvements	3,000,000
8	Transportation economic development	45,608,900
9	Air service program	50,000
10	Local bus operating	276,750,000
11	Detroit/Wayne County Port Authority	600,000
12	Marine passenger service	2,000,000
13	Municipal credit program	2,000,000
14	Service initiatives	9,029,400
15	Specialized services	13,000,000
16	Transit capital	68,076,100
17	Airport safety, protection, and improvement	
18	program	5,569,700
19	Detroit Metropolitan Wayne County Airport	6,370,000
20	Intermodal capital investment grants	100
21	Michigan bridge bundling initiative	100
22	Local road preservation	400,000,000
23	Marine passenger capital grant	15,000,000
24	Michigan mobility challenge	10,000,000
25	Rail grade separation program	34,999,800
26	Shared streets and spaces	5,000,000
27	<b>Total payments to local units of government</b>	<b>\$ 2,914,454,000</b>

28           Sec. 202. The appropriations authorized under this part and  
29 part 1 are subject to the management and budget act, 1984 PA 431,



1 MCL 18.1101 to 18.1594.

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

3 (a) "CTF" means comprehensive transportation fund.

4 (b) "Department" means the state transportation department.

5 (c) "Director" means the director of the department.

6 (d) "DOT" means the United States Department of  
7 Transportation.

8 (e) "DOT-FHWA" means DOT, Federal Highway Administration.

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

10 (g) "IDG" means interdepartmental grant.

11 (h) "IIJA" means the infrastructure investment and jobs act,  
12 2021, Public Law 117-58.

13 (i) "MTF" means Michigan transportation fund.

14 (j) "SAF" means state aeronautics fund.

15 (k) "STF" means state trunkline fund.

16 Sec. 204. The department shall use the internet to fulfill the  
17 reporting requirements of this part. This requirement shall include  
18 transmission of reports via email to the recipients identified for  
19 each reporting requirement, and it shall include placement of  
20 reports on an internet site.

21 Sec. 205. To the extent permissible under section 261 of the  
22 management and budget act, 1984 PA 431, MCL 18.1261, all of the  
23 following apply:

24 (a) The funds appropriated in part 1 must not be used for the  
25 purchase of foreign goods or services, or both, if competitively  
26 priced and of comparable quality American goods or services, or  
27 both, are available.

28 (b) Preference must be given to goods or services, or both,  
29 manufactured or provided by Michigan businesses, if they are



1 competitively priced and of comparable quality.

2 (c) Preference must be given to goods or services, or both,  
3 that are manufactured or provided by Michigan businesses owned and  
4 operated by veterans, if they are competitively priced and of  
5 comparable quality.

6 Sec. 206. To the extent permissible under the management and  
7 budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall  
8 take all reasonable steps to ensure geographically disadvantaged  
9 business enterprises compete for and perform contracts to provide  
10 services or supplies, or both. The director shall strongly  
11 encourage firms with which the department contracts to subcontract  
12 with certified businesses in depressed and deprived communities for  
13 services, supplies, or both.

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

23 (a) The dates of each travel occurrence.

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

29 Sec. 208. Funds appropriated in part 1 shall not be used by a



1 principal executive department, state agency, or authority to hire  
2 a person to provide legal services that are the responsibility of  
3 the attorney general. This prohibition does not apply to legal  
4 services for bonding activities and for those activities that the  
5 attorney general authorizes.

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

15 Sec. 210. (1) In addition to the funds appropriated in part 1,  
16 there is appropriated an amount not to exceed \$40,000,000.00 for  
17 federal contingency authorization. These funds are not available  
18 for expenditure until they have been transferred to another line  
19 item in part 1 pursuant to section 393(2) of the management and  
20 budget act, 1984 PA 431, MCL 18.1393.

21 (2) In addition to the funds appropriated in part 1, there is  
22 appropriated an amount not to exceed \$5,000,000.00 for state  
23 restricted contingency authorization. These funds are not available  
24 for expenditure until they have been transferred to another line  
25 item in part 1 pursuant to section 393(2) of the management and  
26 budget act, 1984 PA 431, MCL 18.1393.

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

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

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

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

16 (c) Fiscal year-to-date payments to a selected vendor,  
17 including the vendor name, payment date, payment amount, and  
18 payment description.

19 (d) The number of active department employees by job  
20 classification.

21 (e) Job specifications and wage rates.

22 Sec. 212. Within 14 days after the release of the executive  
23 budget recommendation, the department shall cooperate with the  
24 state budget office to provide information sufficient to provide  
25 the senate and house appropriations chairs, the chairpersons of the  
26 senate and house appropriations subcommittees on transportation,  
27 and the senate and house fiscal agencies with an annual report on  
28 estimated state restricted fund balances, state restricted fund  
29 projected revenues, and state restricted fund expenditures for the



1 fiscal years ending September 30, 2023 and September 30, 2024.

2 Sec. 213. The department shall maintain, on a publicly  
3 accessible website, a department scorecard that identifies, tracks,  
4 and regularly updates key metrics that are used to monitor and  
5 improve the department's performance.

6 Sec. 215. A department shall not take disciplinary action  
7 against an employee of the department or departmental agency in the  
8 state classified civil service because the employee communicates  
9 with a member of the senate or house of representatives or a  
10 member's staff, unless the communication is prohibited by law and  
11 the department or agency taking disciplinary action is exercising  
12 its authority as provided by law.

13 Sec. 216. On a quarterly basis, the department shall report to  
14 the senate and house appropriations committees, the senate and  
15 house appropriations subcommittees on transportation, the senate  
16 and house fiscal agencies, and the state budget office a comparison  
17 by line item of the number of FTEs authorized from funds  
18 appropriated in part 1 to the actual number of FTEs at the end of  
19 the reporting period.

20 Sec. 217. Appropriations in part 1 shall, to the extent  
21 possible by the department, not be expended until all existing work  
22 project authorization available for the same purposes is exhausted.

23 Sec. 219. The departments and agencies receiving  
24 appropriations in part 1 shall receive and retain copies of all  
25 reports funded from appropriations in part 1. Federal and state  
26 guidelines for short-term and long-term retention of records shall  
27 be followed. The department may electronically retain copies of  
28 reports unless otherwise required by federal and state guidelines.

29 Sec. 220. The department shall report no later than April 1 on



1 each specific policy change made to implement a public act  
2 affecting the department that took effect during the prior calendar  
3 year to the senate and house appropriations committees, the senate  
4 and house subcommittees on transportation, the joint committee on  
5 administrative rules, and the senate and house fiscal agencies.

6 Sec. 221. (1) From the funds appropriated in part 1, the  
7 department shall do all of the following:

8 (a) Report to the house and senate appropriations committees,  
9 the house and senate fiscal agencies, the house and senate policy  
10 offices, and the state budget office any amount of severance pay  
11 for a department director, deputy director, or other high-ranking  
12 department official not later than 14 days after a severance  
13 agreement with the director or official is signed. The name of the  
14 director or official and the amount of severance pay must be  
15 included in the report required by this subdivision.

16 (b) By February 1, report to the house and senate  
17 appropriations subcommittees on transportation, the house and  
18 senate fiscal agencies, the house and senate policy offices, and  
19 the state budget office on the total amount of severance pay  
20 remitted to former department employees during the fiscal year  
21 ending September 30, 2023 and the total number of former department  
22 employees that were remitted severance pay during the fiscal year  
23 ending September 30, 2023.

24 (2) As used in this section, "severance pay" means  
25 compensation that is both payable or paid upon the termination of  
26 employment and in addition to either wages or benefits earned  
27 during the course of employment or generally applicable retirement  
28 benefits.

29 Sec. 223. To the extent possible, the department shall provide



1 notice to the speaker of the house, the house minority leader, the  
 2 senate majority leader, the senate minority leader, the house and  
 3 senate standing committees on transportation, the appropriate house  
 4 and senate appropriations subcommittees on transportation, and the  
 5 house and senate fiscal agencies on proposed federal rule changes  
 6 related to the department that would require amendments to the laws  
 7 of this state. The notice shall be given within 30 business days of  
 8 the proposed federal rule being posted to the Federal Register and  
 9 shall include a description of the proposed federal rule, the  
 10 publication date, the date when public comment closes, the document  
 11 citation, and a description of the statutory changes needed when  
 12 the rule is finalized.

13       Sec. 224. It is the intent of the legislature that departments  
 14 maximize the efficiency of the state workforce and, where possible,  
 15 prioritize in-person work. Each executive branch department,  
 16 agency, board, or commission that receives funding under part 1  
 17 must post its in-person, remote, or hybrid work policy on its  
 18 website.

19       Sec. 225. (1) No money appropriated in part 1 shall be used to  
 20 restrict or interfere with actions related to diversity, equity,  
 21 and inclusion, or to restrict or impede a marginalized community's  
 22 access to government resources, programs, or facilities, or to  
 23 diminish, interfere with, or restrict an individual's ability to  
 24 exercise the right to reproductive freedom.

25       (2) From the funds appropriated in part 1, local governments  
 26 shall report any action or policy that attempts to restrict or  
 27 interfere with the duties of the local health officer.

28

29 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**



1           Sec. 301. The department may establish a fee schedule and  
2 collect fees sufficient to cover the costs to issue the permits  
3 that the department is authorized by law to issue upon request,  
4 unless otherwise stipulated by law. All permit fees are  
5 nonrefundable application fees and shall be credited to the  
6 appropriate fund to recover the direct and indirect costs of  
7 receiving, reviewing, and processing the requests.

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

16           Sec. 306. (1) The amounts appropriated in part 1 to support  
17 tax and fee collection, law enforcement, and other program services  
18 provided to the department and to transportation funds by other  
19 state departments shall be expended from transportation funds  
20 pursuant to annual contracts between the department and those other  
21 state departments. The contracts shall be executed prior to the  
22 expenditure or obligation of those funds. The contracts shall  
23 provide, but are not limited to, the following data applicable to  
24 each state department:

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

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

28           (c) Detailed cost allocation methods appropriate to the type  
29 of services being provided and the activities financed with



1 transportation funds.

2 (2) Not later than 2 months after publication of the state of  
3 Michigan annual comprehensive financial report, each state  
4 department receiving funding pursuant to an interdepartment  
5 contract with the department shall submit a written report to the  
6 department, the state budget director, the house and senate fiscal  
7 agencies, and the auditor general stating by spending authorization  
8 account the amount of estimated funds contracted with the  
9 department, the amount of funds expended, the amount of funds  
10 returned to the transportation funds, and any unreimbursed  
11 transportation-related costs incurred but not billed to  
12 transportation funds.

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

19 Sec. 310. The department shall provide in a timely manner  
20 copies of the agenda, approved minutes, and audio recording of  
21 state transportation commission meetings to the members of the  
22 house and senate appropriations subcommittees on transportation,  
23 the house and senate fiscal agencies, and the state budget  
24 director.

25 Sec. 311. On or before March 30, 2024, the department shall  
26 provide a progress report on the CRRSAA highway infrastructure  
27 program - local bridge bundling initiative established in section  
28 113(2) of article 14 of 2021 PA 87, to the senate and house  
29 transportation appropriations subcommittees, the state budget



1 director, and the senate and house fiscal agencies.

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

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

20 (3) The department shall submit a report to the state budget  
21 director, the house and senate appropriations subcommittees on  
22 transportation, and the house and senate fiscal agencies on the  
23 status of the state infrastructure bank. The report shall be  
24 submitted on or before December 1, 2023. The report shall include  
25 all of the following:

26 (a) The balance in the state infrastructure bank at September  
27 30, 2023, including a breakdown of the balance by cash and cash  
28 equivalents, outstanding loans, and balance available for loan to  
29 local agencies.



1 (b) A breakdown of the state infrastructure loan balance by  
2 amounts designated as originating from federal sources and the  
3 amounts originating from nonfederal sources.

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

6 Sec. 319. The department shall post signs at each rest area to  
7 identify the agency or contractor responsible for maintenance of  
8 the rest area. The signs shall include a department telephone  
9 number and shall indicate that unsafe or unclean conditions at the  
10 rest area may be reported to that telephone number.

11 Sec. 353. The department shall review its contractor payment  
12 process and ensure that all prime contractors are paid promptly.  
13 The department shall ensure that prime contractors are in  
14 compliance with special provision 109.10 regarding the prompt  
15 payment of subcontractors.

16 Sec. 357. When presented with complete local federal aid  
17 project submittals, the department shall complete all necessary  
18 reviews and inspections required to let local federal aid projects  
19 within 120 days of receipt. The department shall implement a system  
20 for monitoring the local federal aid project review process.

21 Sec. 375. The department is prohibited from reimbursing  
22 contractors or consultants for costs associated with groundbreaking  
23 ceremonies, receptions, open houses, or press conferences related  
24 to transportation projects funded, in whole or in part, by revenue  
25 appropriated in part 1.

26 Sec. 383. (1) The department shall prepare a report on use of  
27 department-owned aircraft during the fiscal year ending September  
28 30, 2023. With respect to each department-owned aircraft, the  
29 report shall include all of the following:





1 (a) Total hours of usage.

2 (b) Description of specific flights including dates of travel,  
3 names of passengers including state agency, university, or local  
4 government affiliation, travel origin and destination, and total  
5 estimated costs associated with the air travel.

6 (2) The report shall be submitted to the senate and house  
7 appropriations subcommittees on transportation, state budget  
8 director, and the house and senate fiscal agencies no later than  
9 February 1, 2024.

10 (3) The department shall maintain a system for recovering the  
11 cost of operating department-owned aircraft through charges to  
12 aircraft users.

13 Sec. 384. (1) Except as otherwise provided in subsection (2),  
14 the department shall not obligate the state to expend any state  
15 transportation revenue for construction planning or construction of  
16 the Gordie Howe International Crossing or a renamed successor. In  
17 addition, except as provided in subsection (2), the department  
18 shall not commit the state to any new contract related to the  
19 construction planning or construction of the Gordie Howe  
20 International Crossing or a renamed successor that would obligate  
21 the state to expend any state transportation revenue. An  
22 expenditure for staff resources used in connection with project  
23 activities, which expenditure is subject to full and prompt  
24 reimbursement from Canada, shall not be considered an expenditure  
25 of state transportation revenue.

26 (2) If the legislature enacts specific enabling legislation  
27 for the construction of the Gordie Howe International Crossing or a  
28 renamed successor, subsection (1) does not apply once the enabling  
29 legislation goes into effect.



1           Sec. 385. (1) The department shall submit monthly reports to  
2 the state budget director, the speaker of the house of  
3 representatives, the house of representatives minority leader, the  
4 senate majority leader, the senate minority leader, the house and  
5 senate appropriations subcommittees on transportation, and the  
6 house and senate fiscal agencies on all of the following:

7           (a) All expenditures made by the state related to the Gordie  
8 Howe Bridge.

9           (b) All reimbursements made by Canada under section 384(1) of  
10 this part to the state for expenditures for staff resources used in  
11 connection with project activities.

12           (c) All eminent domain and condemnation powers used, the  
13 related real estate involved in any governmental taking, the price  
14 paid for those properties, and the beneficiary's name or associated  
15 corporation.

16           (2) The initial report required under subsection (1) shall be  
17 submitted on or before December 1, 2023. The initial report shall  
18 cover the fiscal year ending September 30, 2023.

19           Sec. 387. (1) Within 90 days of completion of any formal  
20 traffic study, formal traffic control study, or formal traffic  
21 mitigation study, the department shall post the results of the  
22 study on the department's website.

23           (2) As used in this section, the terms "traffic study",  
24 "traffic control study", and "traffic mitigation study" include,  
25 but are not limited to, investigations into the need for traffic  
26 lights, reviews of traffic speeds and related recommendations  
27 regarding speed limits, and ways to improve traffic flow during  
28 peak travel times.

29           Sec. 393. The department shall promote best practices for



1 public transportation services in this state, including, but not  
2 limited to, the following:

3 (a) Transit vehicle rehabilitation to reduce life-cycle cost  
4 of public transportation through midlife rehabilitation of transit  
5 buses.

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

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

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

18 Sec. 394. The department and local road agencies shall make  
19 the preservation of their existing road networks a funding  
20 priority.

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

26 Sec. 398. The department shall continue to work to eliminate  
27 fatalities and serious injuries on the state trunkline network and  
28 shall maintain the Toward Zero Deaths statewide safety campaign.

29 Sec. 399. In developing its state trunkline road and bridge



1 construction program, the department shall prioritize spending on  
 2 capital preventative maintenance.

3

4 **FEDERAL**

5 Sec. 402. A portion of the federal DOT-FHWA highway research,  
 6 planning, and construction funds made available to this state shall  
 7 be allocated to transportation programs administered by local  
 8 jurisdictions in accordance with section 10o of 1951 PA 51, MCL  
 9 247.660o. A local road agency, with respect to a project approved  
 10 for federal aid funding in a state transportation improvement  
 11 program, may enter into a voluntary buyout agreement with the  
 12 department or with another local road agency to exchange the  
 13 federal aid with state restricted transportation funds as agreed to  
 14 by the respective parties. The state restricted transportation  
 15 funds received in exchange for federal aid funds shall be used for  
 16 the same purpose as the federal aid funds were originally intended.

17

18 **MICHIGAN TRANSPORTATION FUND**

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

23 Sec. 503. (1) At the close of the fiscal year, funds  
 24 appropriated in part 1 for the transportation economic development  
 25 program shall lapse to the transportation economic development  
 26 fund.

27 (2) At the close of the fiscal year, funds appropriated in  
 28 part 1 for the local bridge program shall carry forward and are  
 29 appropriated for the purposes defined in section 10(5) of 1951 PA



1 51, MCL 247.660.

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

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

12 (5) None of the funds statutorily dedicated to the  
13 transportation economic development fund and local bridge fund  
14 shall be diverted to other projects.

15 Sec. 504. Funds from the Michigan transportation fund shall be  
16 distributed to the comprehensive transportation fund, the economic  
17 development fund, the recreation improvement fund, and the state  
18 trunkline fund, in accordance with this part and part 1 and part  
19 711 of the natural resources and environmental protection act, 1994  
20 PA 451, MCL 324.71101 to 324.71108, and may only be used as  
21 specified in this part and part 1, 1951 PA 51, MCL 247.651 to  
22 247.675, and part 711 of the natural resources and environmental  
23 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

24

25 **STATE TRUNKLINE FUND**

26 Sec. 601. (1) The department shall maintain documentation to  
27 support initial acceptance of warrantied projects, interim and  
28 final inspections, and notifications to contractors that the  
29 warranty period had expired. The department also shall review and



1 evaluate consultant evaluation requirements or recommendations and  
2 update existing policies and procedures accordingly.

3 (2) The department shall review its warranty administration  
4 processes, procedures, and associated manuals to ensure that all of  
5 the following occur:

6 (a) Initial notifications of needed corrective action are sent  
7 prior to warranty expiration.

8 (b) Consistent and timely second notifications of needed  
9 corrective action are sent if contractors do not respond within 30  
10 days of an initial notification.

11 (c) The department has an effective process to establish time  
12 frames for corrective action completion.

13 (d) Daily inspector reports on all warranty segments are  
14 completed consistently.

15 (3) The department shall report on the review described in  
16 subsection (2) and changes resulting from the review. The  
17 department shall submit the report to the state budget director,  
18 the house and senate appropriations subcommittees on  
19 transportation, and the house and senate fiscal agencies no later  
20 than March 31, 2024.

21 Sec. 604. At the close of the fiscal year, any unencumbered  
22 and unexpended balance in the state trunkline fund shall remain in  
23 the state trunkline fund and shall carry forward and is  
24 appropriated for federal aid road and bridge programs for projects  
25 contained in the annual state transportation program.

26 Sec. 614. From the funds appropriated in part 1, \$5,000,000.00  
27 must be allocated to incentivize and support the inclusion of low-  
28 impact development stormwater management practices in the design of  
29 state trunkline and local road agency construction projects. With



1 respect to state trunkline highways, low-impact development  
 2 stormwater management practices must include consideration of  
 3 impacts on land and drainage within 75 feet of a state trunkline  
 4 highway.

5 Sec. 615. (1) From the funds appropriated in part 1, the  
 6 department shall apply for grant funding under the national motor  
 7 vehicle per-mile user fee pilot program under section 13002 of the  
 8 infrastructure investment and jobs act, Public Law 117-58. If the  
 9 grant funding is awarded, it must be used to establish a pilot  
 10 program to determine the feasibility of road usage charges as a  
 11 replacement for motor fuel taxes as a basis for transportation  
 12 funding.

13 (2) From the funds appropriated in part 1, \$1,000,000.00 is  
 14 appropriated to provide matching funds for an application for grant  
 15 funding as described in subsection (1).

16

17 **TRANSIT AND RAIL RELATED FUNDS**

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



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

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

18       Sec. 704. From the funds appropriated in part 1, the  
19 department shall prepare and transmit a report that includes the  
20 department's current rolling 5-year rail plan and detail regarding  
21 the department's obligations for programs funded under the  
22 appropriation in part 1 for rail operations and infrastructure. The  
23 report shall include a breakdown of the appropriation by program,  
24 year-to-date obligations under each program itemized by project,  
25 and an estimate of future obligations under each program itemized  
26 by project for the remainder of the fiscal year. The report shall  
27 be submitted to the senate and house appropriations subcommittees  
28 on transportation, the state budget director, and the senate and  
29 house fiscal agencies, on or before February 1, 2024.





1           Sec. 707. (1) Before March 1 of each year, the department will  
2 provide to the legislature, the state budget office, and the house  
3 and senate fiscal agencies its rail strategic plan. The strategic  
4 plan shall include, but is not limited to, a rolling 5-year rail  
5 plan and summary of the department's obligations for programs  
6 funded under the appropriation in part 1 for rail operations and  
7 infrastructure.

8           (2) The rolling 5-year rail plan shall include, but is not  
9 limited to, all the following:

10           (a) A listing by county of all rail infrastructure projects on  
11 rail lines within the state utilizing state funds, and the  
12 estimated cost of each project.

13           (b) The actual or projected state expenditures for operation  
14 of passenger rail service.

15           (c) The actual or projected state expenditures for maintenance  
16 of passenger service rail lines.

17           (3) The period of the rolling 5-year rail plan includes the  
18 current fiscal year and the 4 fiscal years immediately following  
19 the current fiscal year.

20           (4) The summary of the department's obligations for programs  
21 funded under the appropriation in part 1 for rail operations and  
22 infrastructure shall include a breakdown of the appropriation by  
23 program, year-to-year obligations under each program itemized by  
24 project, and an estimate of future obligations under each program  
25 itemized by project for the remainder of the fiscal year.

26           (5) from the funds appropriated in part 1 for rail operations  
27 and infrastructure, not less than \$21,500,000.00 must be allocated  
28 for the support of rail-related economic development projects and  
29 rail freight system preservation projects.



1           Sec. 735. For the fiscal year ending September 30, 2024, the  
2 appropriation to a street railway pursuant to section 10e(22) of  
3 1951 PA 51, MCL 247.660e, is \$0.

4           Sec. 752. The legislature encourages the department to meet  
5 with representatives of a rail industry trade association to  
6 provide information on the availability of rail infrastructure loan  
7 and grant funding programs and freight economic development project  
8 opportunities.

9  
10 **AERONAUTICS FUND**

11           Sec. 801. Except as otherwise provided in section 903 of this  
12 part for capital outlay, at the close of the fiscal year, any  
13 unobligated and unexpended balance in the state aeronautics fund  
14 created in the aeronautics code of the state of Michigan, 1945 PA  
15 327, MCL 259.1 to 259.208, shall lapse to the state aeronautics  
16 fund and be appropriated by the legislature in the immediately  
17 succeeding fiscal year.

18  
19 **CAPITAL OUTLAY**

20           Sec. 901. (1) From federal-state-local project appropriations  
21 contained in part 1 for the purpose of assisting political entities  
22 and subdivisions of this state in the construction and improvement  
23 of publicly used airports and landing fields within this state, the  
24 state transportation department may permit the award of contracts  
25 on behalf of units of local government for the authorized locations  
26 not to exceed the indicated amounts, of which the state allocated  
27 portion shall not exceed the amount appropriated in part 1.

28           (2) Political entities and subdivisions shall provide not less  
29 than 5% of the cost of any project under this section, unless a



1 total nonfederal share less than 10% is otherwise specified in  
 2 federal law. State money shall not be allocated until local money  
 3 is allocated. State money for any 1 project shall not exceed 1/3 of  
 4 the total appropriation in part 1 from state funds for airport  
 5 improvement programs.

6 (3) The Michigan aeronautics commission may take those steps  
 7 necessary to match federal money available for airport construction  
 8 and improvement within this state and to meet the matching  
 9 requirements of the federal government. Whether acting alone or  
 10 jointly with another political subdivision or public agency or with  
 11 this state, a political subdivision or public agency of this state  
 12 shall not submit to any agency of the federal government a project  
 13 application for airport planning or development unless it is  
 14 authorized in this part and part 1 and the project application is  
 15 approved by the governing body of each political subdivision or  
 16 public agency making the application and by the Michigan  
 17 aeronautics commission.

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

22

23 **ONE-TIME APPROPRIATIONS**

24 Sec. 1001. (1) From the funds appropriated in part 1 for  
 25 Michigan mobility challenge, \$10,000,000.00 must be used by the  
 26 department for grants in support of projects related to enhanced  
 27 transportation services for senior citizens and persons with  
 28 disabilities.

29 (2) By not later than March 1, 2024, the department shall



1 submit a report to the state budget director, the chairs of the  
 2 house and senate committees on appropriations, the house and senate  
 3 appropriations subcommittees on transportation, and the house and  
 4 senate fiscal agencies on the use of funds appropriated under  
 5 subsection (1). In awarding grants under this section, the  
 6 department must give consideration to the values of diversity,  
 7 equity, and inclusion.

8 (3) In implementing the appropriations in this section, the  
 9 department shall work with the office of future mobility and  
 10 electrification. In awarding grants under this section, the  
 11 department must give consideration to diversity and equity values.

12 Sec. 1002. From the funds appropriated in part 1 for county  
 13 road association software, \$1,000,000.00 is appropriated to the  
 14 department for grant funding to the County Road Association of  
 15 Michigan as follows:

16 (a) \$500,000.00 for the development of a local road agency  
 17 field construction management software system consistent with  
 18 department and FHWA construction project reporting requirements.

19 (b) \$500,000.00 for the development of a local road agency  
 20 accounting software program consistent with 1951 PA 51, MCL 247.651  
 21 to 247.675, and department of treasury reporting requirements.

22 Sec. 1003. From the funds appropriated in part 1 for Miss Dig  
 23 grants, \$1,000,000.00 is appropriated to the department for grant  
 24 funding to Miss Dig as follows:

25 (a) \$500,000.00 for the development of utility mapping  
 26 including digitized records of utility facilities.

27 (b) \$500,000.00 for Miss Dig education and training  
 28 activities.

29 Sec. 1004. (1) From the funds appropriated in part 1 for



1 shared streets and spaces, the department shall establish and  
2 administer a shared streets and spaces grant program.

3 (2) The shared streets and spaces program shall provide grant  
4 funding, as provided in this section, to municipalities and public  
5 transit agencies to implement improvements to plazas, sidewalks,  
6 curbs, streets, bus stops, parking areas, and other public spaces  
7 in support of public health, safe mobility, and strengthened  
8 commerce.

9 (3) From the funds appropriated in part 1 for shared streets  
10 and spaces, \$5,000,000.00 is appropriated for grants for new or  
11 improved bicycle and pedestrian infrastructure intended to increase  
12 safety and convenience of biking and walking. Eligible projects  
13 include any of the following:

14 (a) New or improved pedestrian crossings, including new paint,  
15 shortened crossings, better ramps, or refuge islands.

16 (b) Pedestrian signal upgrades at intersections or mid-block  
17 crossings.

18 (c) Bike lanes.

19 (d) Trails or shared-use path connections.

20 (e) At-grade rail crossing improvements for bicyclists and  
21 pedestrians.

22 (f) Bicycle parking.

23 (g) Pedestrian or bicyclist lighting.

24 (h) Pedestrian or bicyclist wayfinding.

25 (i) New bikeshare equipment.

26 (j) Bicycle-friendly drain grates.

27 (4) Grants for projects under the shared streets and spaces  
28 grant program may be awarded up to \$200,000.00 per project to any  
29 municipality or public transit agency.



1 (5) Projects funded through the shared streets and spaces  
2 grant program must be established under a grant agreement that does  
3 both of the following:

4 (a) Outlines milestones and activities that must be met in  
5 order to receive a disbursement of funds.

6 (b) Identifies measurable project outcomes.

7 (6) As used in this section:

8 (a) "Municipality" means an incorporated city.

9 (b) "Public transit agency" means an eligible authority or  
10 eligible governmental agency as those terms are defined in section  
11 10c of 1951 PA 51, MCL 247.660c.

12 Sec. 1005. (1) From the funds appropriated in part 1 for speed  
13 enforcement pilot project, the department shall establish an  
14 automated speed enforcement pilot project. The purpose of the  
15 project is to determine the effectiveness of automated speed  
16 enforcement technology. The pilot project must include a study of  
17 at least 1 school zone and 1 work zone.

18 (2) By not later than March 1, 2024, the department shall  
19 submit a report to the state budget director, the chairs of the  
20 house and senate committees on appropriations, the house and senate  
21 appropriations subcommittees on transportation, and the house and  
22 senate fiscal agencies on the outcome of the study. The report  
23 shall include a description of project methodology, findings and  
24 recommendations, and a breakdown of expenditures by vendor or  
25 object.

26 Sec. 1006. From the 1-time funds appropriated in part 1 for  
27 marine passenger capital grant, \$15,000,000.00 is appropriated and  
28 must be used by the department for a grant for the acquisition of a  
29 ferry to transport passengers and motor vehicles on the St. Mary's



1 River in Chippewa County. The grant shall be awarded to an eligible  
2 authority or eligible governmental agency as defined in section 10c  
3 of 1951 PA 51, MCL 247.660c.

4 Sec. 1007. From the funds appropriated in part 1 for S. S.  
5 Badger conversion, \$5,000,000.00 must be used by the department for  
6 a grant to support the conversion of the S. S. Badger from coal  
7 power to electric and diesel power.

8 Sec. 1008. (1) From the funds appropriated in part 1 for local  
9 road preservation, the department shall allocate and distribute  
10 \$400,000,000.00 as follows:

11 (a) The department shall allocate \$400,000,000.00 to local  
12 road agencies in each county in this state proportionately, based  
13 on each county's population in relation to the total state  
14 population. This allocation is the total county share.

15 (b) The department shall allocate and distribute the total  
16 county share of each county as follows:

17 (i) The department shall allocate a percentage equal to that  
18 county's municipal population as a municipal share.

19 (ii) The department shall distribute the municipal share to  
20 each municipality in the county proportionately, based on each  
21 municipality's population in relation to that county's municipal  
22 population.

23 (iii) The department shall distribute the remainder of the total  
24 county share to the county road agency.

25 (2) A local road agency receiving money under the local road  
26 agency preservation program shall use the money for the  
27 preservation of local roads and streets as defined in section 10c  
28 of 1951 PA 51, MCL 247.660c.

29 (3) As used in this section:



1 (a) "Local road agency" means that term as defined in section  
2 9a of 1951 PA 51, MCL 247.659a.

3 (b) "Municipality" means an incorporated city or village that  
4 is also a local road agency.

5 (c) "Municipal population" means the percentage of a county's  
6 population that resides in municipalities.

7 (d) "Population" means the population according to the most  
8 recent federal decennial census.

9 (e) "Total county share" means the amount allocated to local  
10 road agencies within a county under subsection (1)(a).

11 Sec. 1009. Funds appropriated in part 1 for rail grade  
12 separation program shall be expended by the department to support a  
13 grant program for the separation of motor vehicle traffic and  
14 railroad traffic. Grant funds awarded under this program may be  
15 used by local road agencies for design and construction related to  
16 a grade separation project or a project that improves traffic at a  
17 rail crossing without a full grade separation, including, but not  
18 limited to, construction of a rail siding or spur. Projects shall  
19 be selected for inclusion in the program subject to available  
20 funding and according to the following criteria:

21 (a) Grade separation projects that will eliminate significant  
22 blockages or backups.

23 (b) Grade separation projects that will have a positive impact  
24 on the local economy, safety, and the efficient movement of goods  
25 and people.

26 (c) Any other criteria established by the department.

27 Sec. 1010. (1) From the 1-time funds appropriated in part 1  
28 for new technology and mobility, \$42,500,000.00 is appropriated to  
29 the department to be used as follows:





1 (a) \$20,000,000.00 for implementation of aerial mobility and  
2 drone infrastructure projects, including drone hubs, drone ports,  
3 and last mile delivery.

4 (b) \$5,000,000.00 for Michigan mobility fund platform and  
5 mobility public-private partnership and programming projects.

6 (c) \$5,000,000.00 for an inductive charging interoperability  
7 pilot project.

8 (d) \$7,500,000.00 for a Lake Michigan electric vehicle circuit  
9 tour project.

10 (e) \$5,000,000.00 for a Michigan e-bike purchase incentive  
11 program.

12 (2) In implementing the appropriations in this section, the  
13 department shall work with the office of future mobility and  
14 electrification.

15 Sec. 1011. Funds appropriated in part 1 for MI contracting  
16 opportunity shall be expended by the department to support  
17 activities that enhance the development and availability of  
18 contractors or suppliers for the delivery of the department's  
19 programs that are socially or economically disadvantaged business  
20 concerns as defined under section 100002 of the infrastructure  
21 investment and jobs act, Public Law 117-58. These activities may  
22 include, but are not limited to, the following:

23 (a) A revolving loan program to provide for bank fees and  
24 initial project-based loans for socially or economically  
25 disadvantaged businesses to participate in the delivery of the  
26 department's programs. To provide for this program, an MI  
27 contracting opportunity loan fund is created in the department. Any  
28 funds deposited into the fund from the part 1 appropriation or  
29 funds received by this state as repayment of past loans are



1 appropriated and shall be available for future loans. At the close  
2 of the fiscal year, any unencumbered funds remaining in the fund  
3 shall be carried forward into the succeeding fiscal year.

4 (b) Development of a small business mentor protégé program.

5 (c) A program to expand the availability of affordable  
6 insurance options for eligible suppliers.

7 Sec. 1012. (1) From the funds appropriated in part 1, an  
8 amount not to exceed \$20,000,000.00 is appropriated for a local  
9 disaster relief fund. The local disaster relief fund shall provide  
10 funding for a local disaster relief program. The local disaster  
11 relief program shall provide grants to local road agencies in  
12 response to natural disasters and other emergency events that  
13 affect transportation infrastructure or operations.

14 (2) It is the intent of this legislature that the legislature  
15 make appropriations in subsequent fiscal years to the local  
16 disaster relief fund to maintain a fund balance sufficient to  
17 respond to disasters and emergencies impacting local road agency  
18 infrastructure and operations.

19 Sec. 1013. From the funds appropriated in part 1 for air  
20 service/airport revitalization, \$7,000,000.00 is appropriated to  
21 the department for grant funding to airports in this state as  
22 follows:

23 (a) \$5,000,000.00 for air service development, air service  
24 connectivity, and service retention.

25 (b) \$2,000,000.00 for capital development projects at general  
26 aviation airports in this state. Capital development projects  
27 include obstruction removal, pavement rehabilitation, fuel facility  
28 construction, and terminal improvements.

