## **HOUSE BILL NO. 5348**

November 14, 2023, Introduced by Rep. Shannon and referred to the Committee on Transportation, Mobility and Infrastructure.

A bill to amend 1951 PA 51, entitled

"An act to provide for the classification of all public roads, streets, and highways in this state, and for the revision of that classification and for additions to and deletions from each classification; to set up and establish the Michigan transportation fund; to provide for the deposits in the Michigan transportation fund of specific taxes on motor vehicles and motor vehicle fuels; to provide for the allocation of funds from the Michigan transportation fund and the use and administration of the fund for transportation purposes; to promote safe and efficient travel for motor vehicle drivers, bicyclists, pedestrians, and other legal users of roads, streets, and highways; to set up and establish the truck safety fund; to provide for the allocation of funds from the

truck safety fund and administration of the fund for truck safety purposes; to set up and establish the Michigan truck safety commission; to establish certain standards for road contracts for certain businesses; to provide for the continuing review of transportation needs within the state; to authorize the state transportation commission, counties, cities, and villages to borrow money, issue bonds, and make pledges of funds for transportation purposes; to authorize counties to advance funds for the payment of deficiencies necessary for the payment of bonds issued under this act; to provide for the limitations, payment, retirement, and security of the bonds and pledges; to provide for appropriations and tax levies by counties and townships for county roads; to authorize contributions by townships for county roads; to provide for the establishment and administration of the state trunk line fund, local bridge fund, comprehensive transportation fund, and certain other funds; to provide for the deposits in the state trunk line fund, critical bridge fund, comprehensive transportation fund, and certain other funds of money raised by specific taxes and fees; to provide for definitions of public transportation functions and criteria; to define the purposes for which Michigan transportation funds may be allocated; to provide for Michigan transportation fund grants; to provide for review and approval of transportation programs; to provide for submission of annual legislative requests and reports; to provide for the establishment and functions of certain advisory entities; to provide for conditions for grants; to provide for the issuance of bonds and notes for transportation purposes; to provide for the powers and duties of certain state and local agencies and officials; to provide for the making of loans for transportation purposes by the state transportation department and for the receipt and repayment by local units and agencies of those loans from certain specified sources; to investigate and study the tolling of roads, streets, highways, or bridges; and to repeal acts and parts of acts,"

by amending section 10a (MCL 247.660a), as amended by 1992 PA 137.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 10a. (1) Annually the state transportation department
- 2 shall determine the miles of state trunk line highways, county
- 3 primary and local roads, and city and village major and local
- 4 streets transferred to and from state, county, city, or village
- 5 jurisdiction during the preceding period of July 1 to June 30. In

1 each year after that determination, the transferred mileage shall
2 must be accumulated and added to the mileage transferred in each
3 subsequent July 1 to June 30 period.

- (2) The current average revenue worth per mile of a county primary road and a county local road shall must be determined annually by dividing the total county primary and local road mileages respectively as of the first day of the preceding July 1 to June 30 period into the total amount of Michigan transportation funds returned to counties pursuant to this act for use on county primary and local roads respectively during that period, except money returned to counties pursuant to section 12(2) and (3).
- (3) The total amount of money to be transferred from and to the state trunk line fund, the counties, cities, and villages shall must be determined annually by multiplying the current revenue worth per mile of a county primary road and a county local road respectively by the number of accumulated miles in each category transferred from and to state, county, city, or village jurisdiction. If the transferred facility becomes classified as part of the local road or street system of the receiving jurisdiction, the transfer of money shall must continue to be calculated on the basis of the revenue worth per mile of a county local road. In any other category of jurisdictional transfer, the transfer of money shall must continue to be calculated on the basis of the revenue worth per mile of a county primary road.
- (4) For jurisdictional transfers made from the this state to a county, city, or village after July 1, 1992, the amount in the state trunk line fund to be transferred shall must continue to be transferred directly to the county, city, or village receiving jurisdiction not later than 60 days after the miles of highways,

- 1 roads, and streets transferred to and from state, county, city, and
- 2 village jurisdiction is determined under subsection (1). If the
- 3 transferred highway is then classified as part of the local road or
- 4 street system of the receiving jurisdiction, the annual transfer of
- 5 money to the receiving jurisdiction shall must continue to be not
- 6 less than the amount calculated on the basis of the revenue worth
- 7 per mile of a county local road as determined in subsection (2) and
- 8 any additional amount as agreed to by this state and the county,
- 9 city, or village. If the transferred highway is then classified as
- 10 part of the primary road or major street system of the receiving
- 11 jurisdiction, the annual transfer of money to the receiving
- 12 jurisdiction shall must continue to be not less than the amount
- 13 calculated on the basis of the revenue worth per mile of a county
- 14 primary road as determined in subsection (2) and any additional
- 15 amount as agreed to by this state and the county, city, or village.
- 16 This subsection and subsection (5) shall not be construed to effect
- 17 contracts entered into before or after the effective date of this
- 18 subsection pursuant to Act No. 166 of the Public Acts of 1965,
- 19 being sections 408.551 to 408.558 of the Michigan Compiled Laws, do
- 20 not affect any contract, memorandum of understanding, or other form
- 21 of jurisdictional transfer agreement for the improvement or
- 22 maintenance of a transferred highway entered into pursuant to
- 23 either of the following:
- 24 (a) Former 1965 PA 166.
- 25 (b) 2023 PA 10, MCL 408.1101 to 408.1126.
- 26 (5) In cities and villages with a population of 25,000 or
- 27 more, trunk line mileage that is transferred to local jurisdiction
- 28 after July 1, 1992 and is then classified as a major street shall
- 29 must be certified at twice its measured length.

- 1 (6) The transfer of <del>funds</del> money under this section <del>shall</del> must
- 2 be included each year in the October appropriation of the Michigan
- 3 transportation fund.