

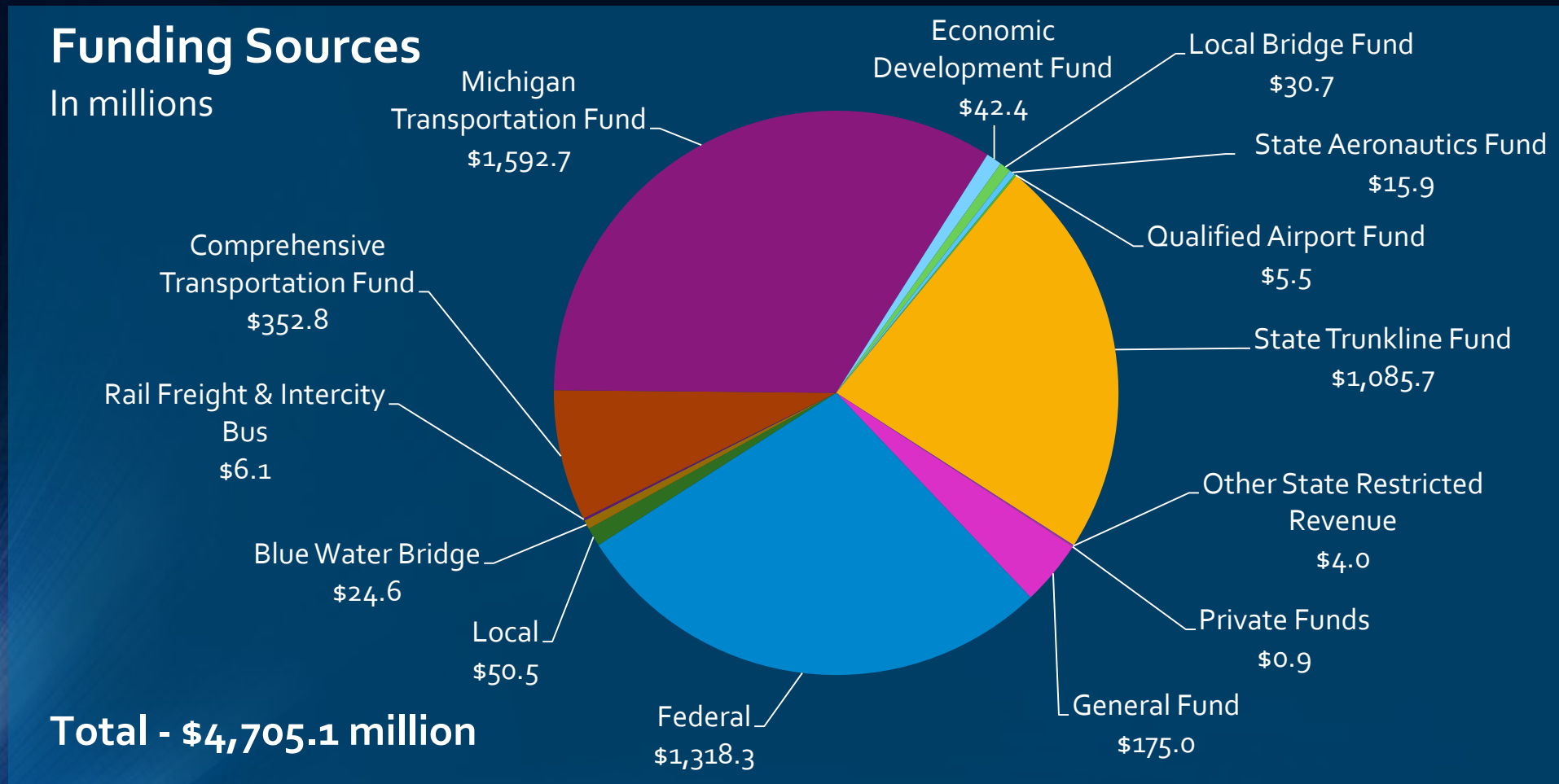
House Appropriations Transportation Subcommittee

FEBRUARY 20, 2018

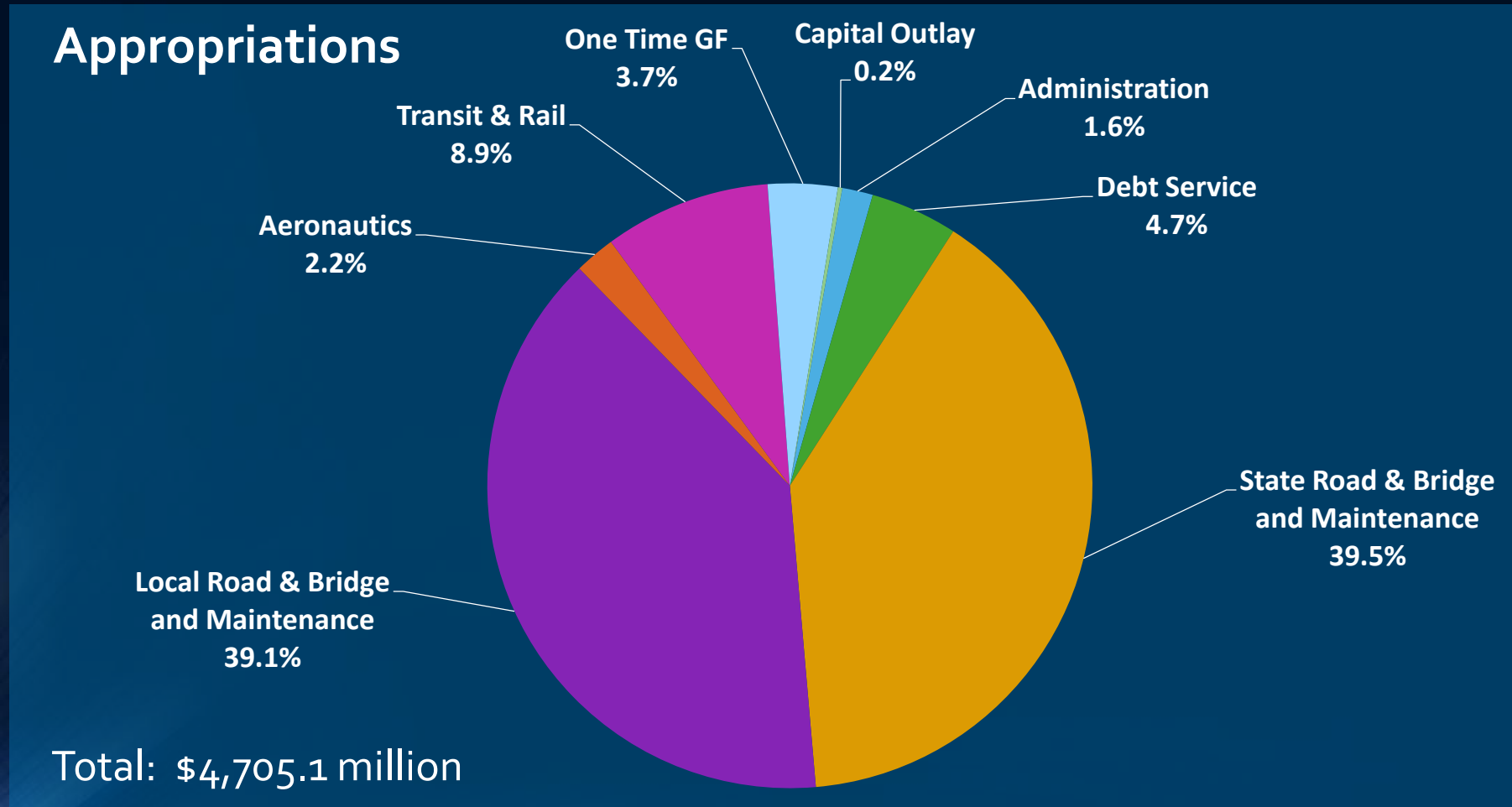
DIRECTOR KIRK T. STEUDLE, P. E.



FY 2019 Governor's Recommended Budget



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Aeronautics Highlights

- Sales and Use Tax Revenues deposited into the State Aeronautics Fund and Qualified Airport Fund are coming in lower than the projected Treasury estimates.
 - The SAF impact is a reduction of \$1.2M in 2019
 - The QAF impact is a reduction of \$2.3M in 2019
- Aviation Services program is essentially a continuation budget and includes increases for employee economics
 - The Air Service Program is funded at 2018 levels
 - The Airport Improvement Program is increased by \$570,200
 - The Detroit Metro Wayne County Airport is reduced by \$975,000



FY 2019 Governor's Recommended Budget

Rail Highlights

- Detroit/Wayne County Port Authority Increase (State) – \$268,200
- Decrease federal spending authority in Rail Operations/Infrastructure to better reflect current trends; increase state funding
- Combine Rail Freight Economic Development and Rail Operations/Infrastructure to more efficiently manage all rail programs
- Preserve passenger rail operations (Amtrak) on three Michigan services
- Continue to invest in the build-out of Michigan's accelerated rail program
- Continue targeted investments to assure service to shippers on state-owned freight lines
- Continue to invest in crossing safety through upgrades to motorist warning devices & reconstruction of crossing surfaces



FY 2019 Governor's Recommended Budget

Transit Highlights

- Transit Capital Increase (State) - \$7.2 M
- Local Bus Operating Increase (State) \$1.0M
- Intercity Services Net Decrease (Decrease State/Increase Private) - \$700,000
- Sustain transit service levels
- Keep transit infrastructure in state of good repair
- Respond to federal funding opportunities and local investment initiatives



FY 2019 Governor's Recommended Budget

Road and Bridge Program Highlights

- State and Local Road and Bridge Increase (State and Federal) - \$203M
 - State R&B - \$81.4M
 - Counties/Cities & Villages - \$121.3M
 - Local Bridge Program - \$117,900
 - Moveable Bridge Program - \$112,400
- Permanently Redirects License Fees from TEDF Target Industries to the General Fund - \$12.4M



One-Time General Funds (\$175M)

- State Trunkline Road and Bridge - \$68.4M
- From the State Trunkline Road and Bridge Allocation:
 - State Trunkline Road and Bridge Construction - \$48.4M
 - Hydrogen Fueling Stations - \$3M
 - Connected Vehicle Infrastructure Projects - \$6M
 - Emerging Mobility Technology Pilot Project (Seniors/Persons with Disabilities) - \$11M
- County Road Commissions - \$68.4M
- Cities and Villages - \$38.2M

FY 2019 Governor's Recommended Budget

State Trunkline Highlights

Significant Construction Projects for FY 2019

Region	County	Route	Work Description	Total In millions
Bay	Bay	I-75 NB	Concrete Overlay	\$21.6M
Grand	Kent	I-196 EB	Reconstruction	\$22.8M
Grand	Ottawa	I-196 WB	Reconstruction	\$14.7M
Metro	Oakland	M-59	Mill, Resurface, & Reconstruction	\$14.9M
Metro	Wayne	I-75 N	Bridge Replacement	\$10.0M
Metro	Wayne	I-94	Modernization	\$112.4M
North	Emmet	US-31	Realignment and Reconstruction	\$13.2M
Southwest	Kalamazoo	US-131 SB	Bridge Replacement	\$11.3M
University	Monroe	I-75	Reconstruction	\$73.5M
University	Monroe	I-75 N	Bridge Replacement (9 locations)	\$30.1M

Maintenance – FY 2019

- Maintenance Increase - \$21.5M
- This Investment will support:
 - Supplemental funding for work identified during bridge inspections - \$10M (\$2M System Ops increase)
 - Statewide high priority highway culvert maintenance, repair, strengthening, and replacement - \$8M
 - Economics (Lane Miles, Maintenance Materials, and Employee) - \$4.3M



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Other Budget Highlights

- Planning Services Increase (Federal) - \$2.8M
- Information Technology Increase (State) - \$2M
 - Increase funding will support further IT modernization and the deployment of emerging technologies
- Debt Service Decrease (State & Federal) - \$9.5M



FY 2019 Governor's Recommended Budget

- Includes On-going New State Revenues
- Includes new Federal Reauthorization Revenue - FAST
- Includes One-time General Funds
- Matches all Federal Aid
- Innovative within resources available

