

House Appropriations Subcommittee on Transportation

Representative Scott VanSingel, Chair

February 16, 2022

Director Paul C. Ajegba, P. E.

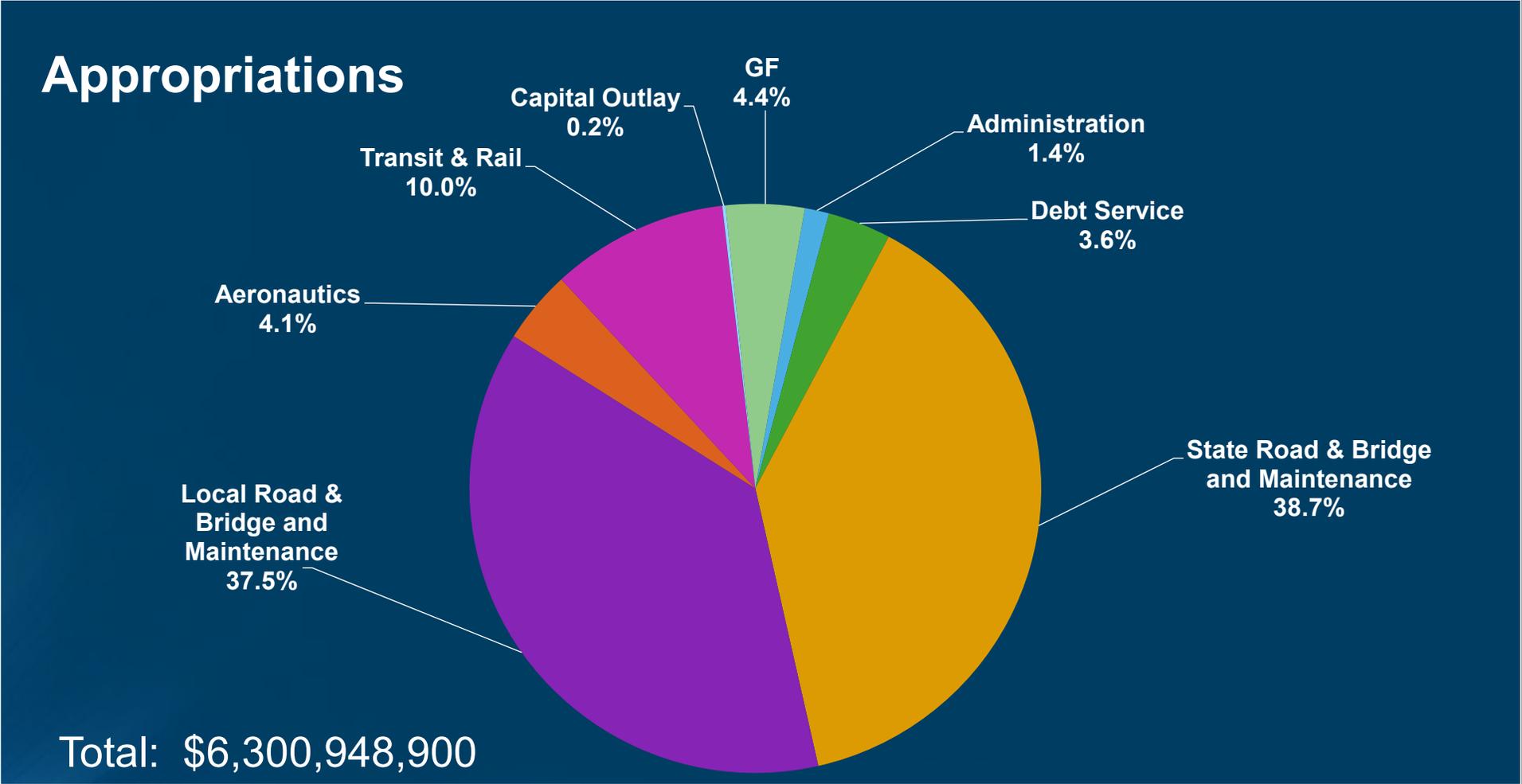


FY 2023

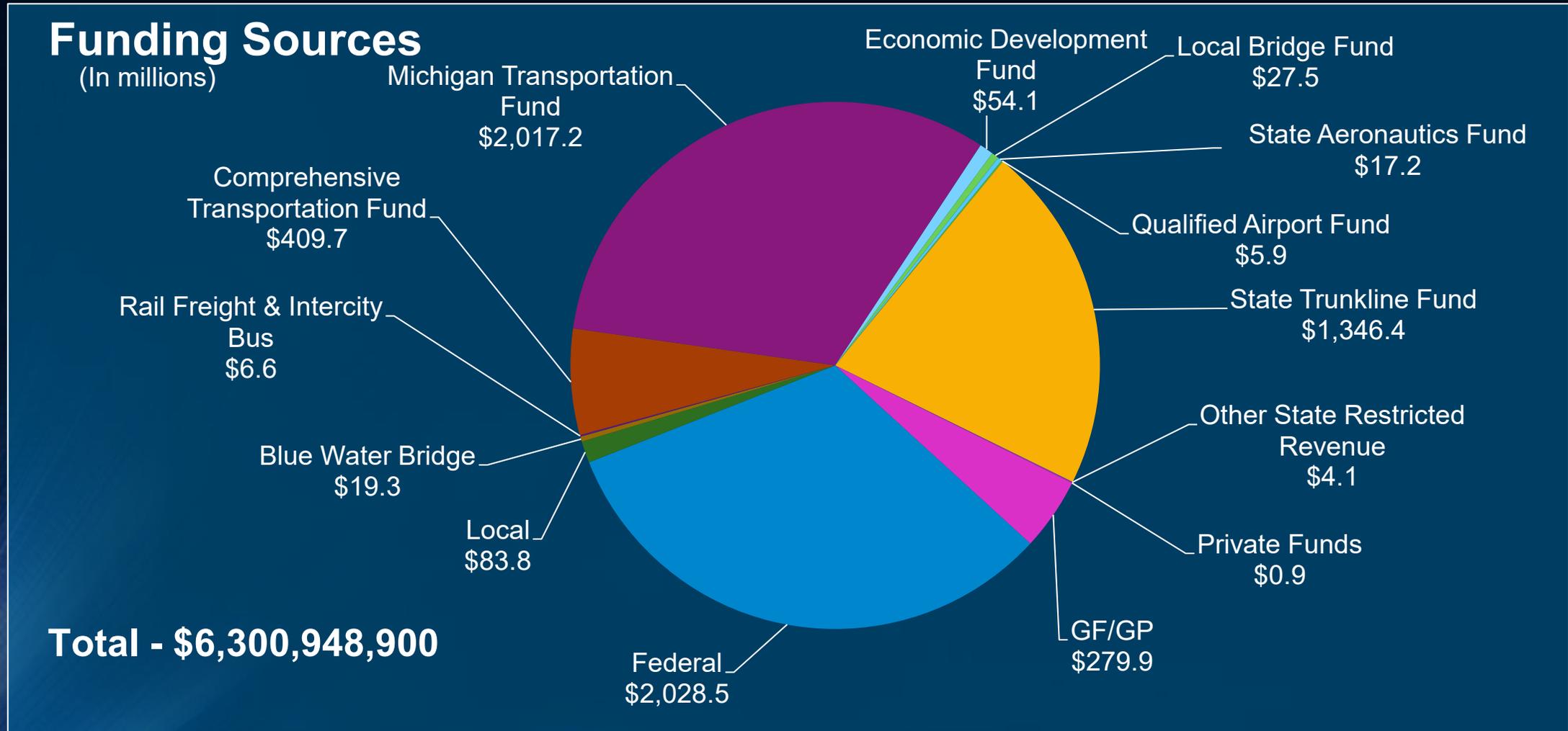
Governor's Recommended Budget



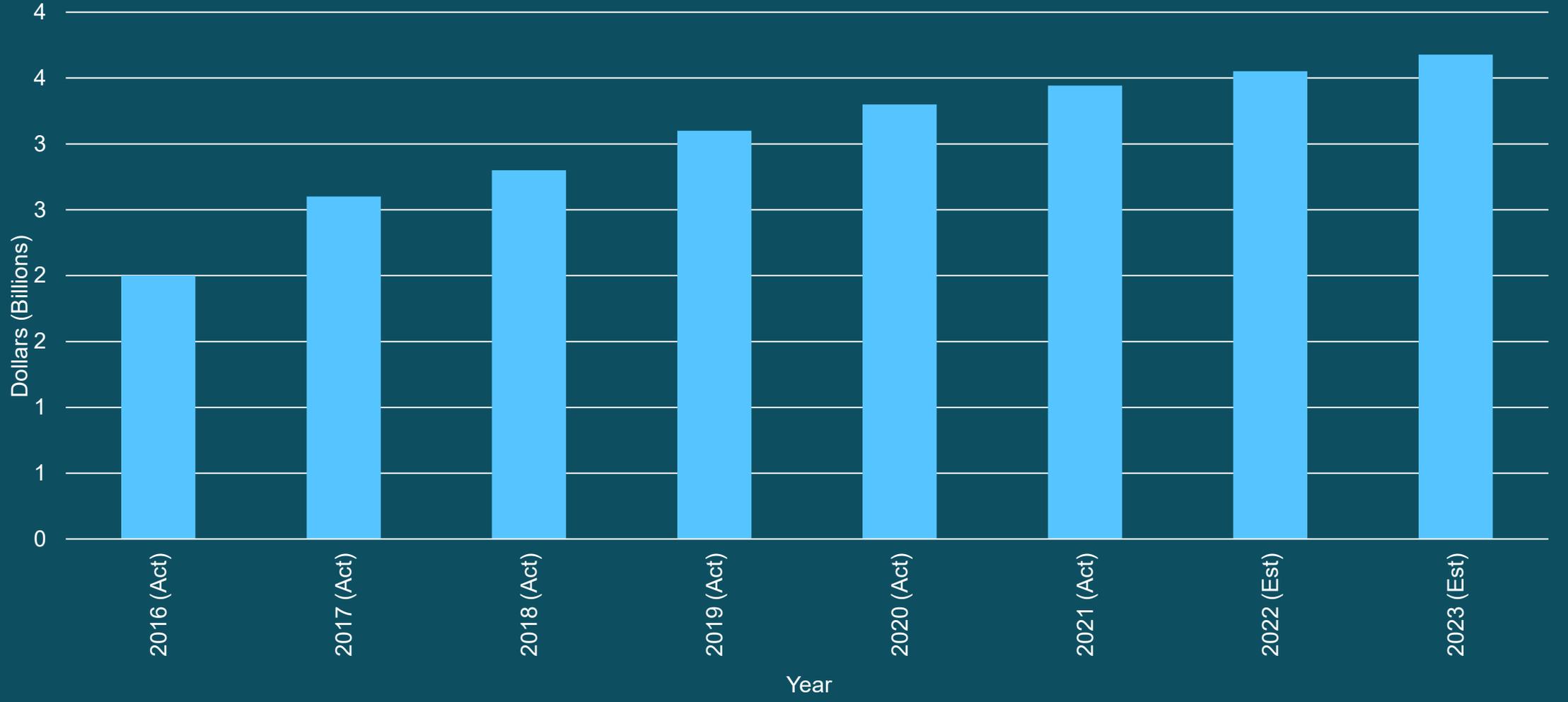
FY 2023 MDOT Budget Governor's Recommendation



FY 2023 MDOT Budget Governor's Recommendation

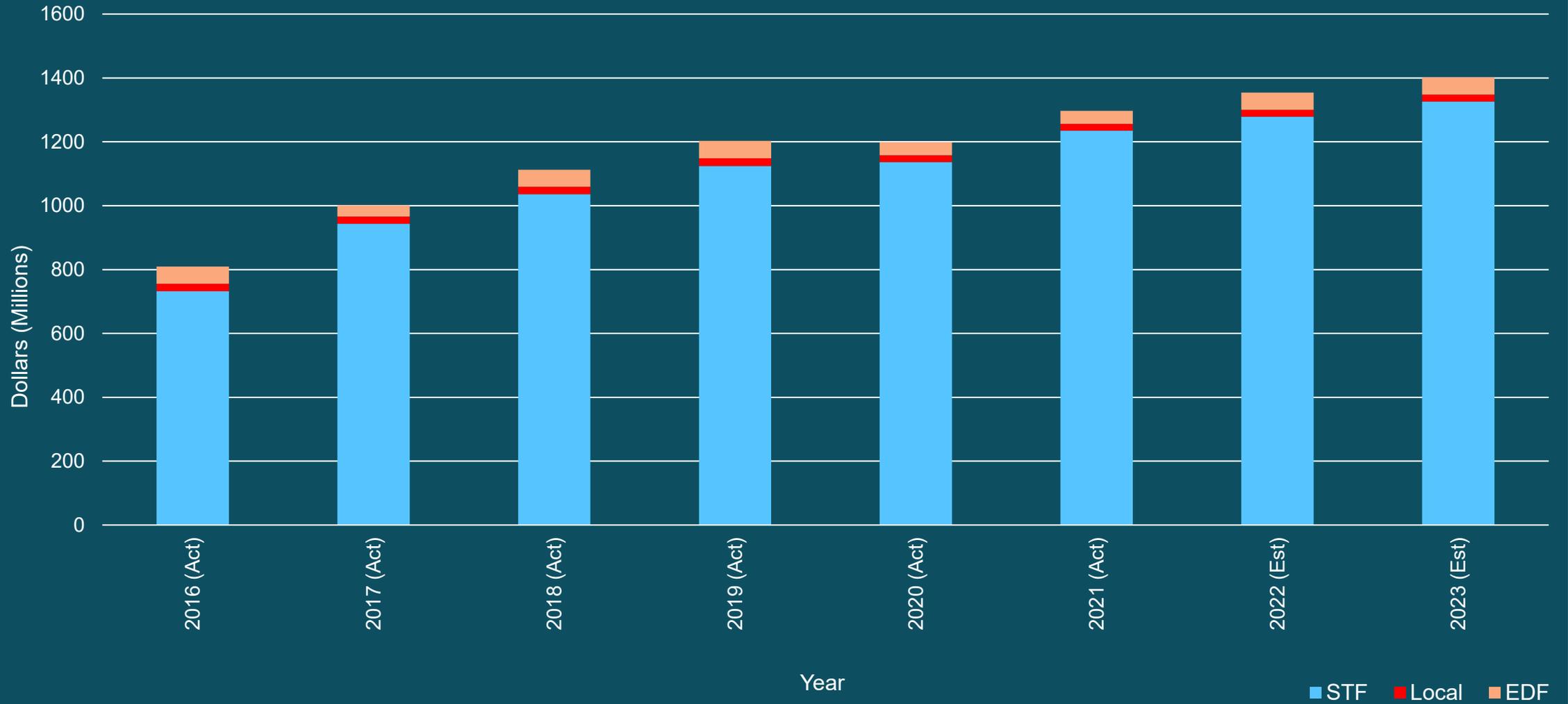


MTF Revenue, 2016-2023



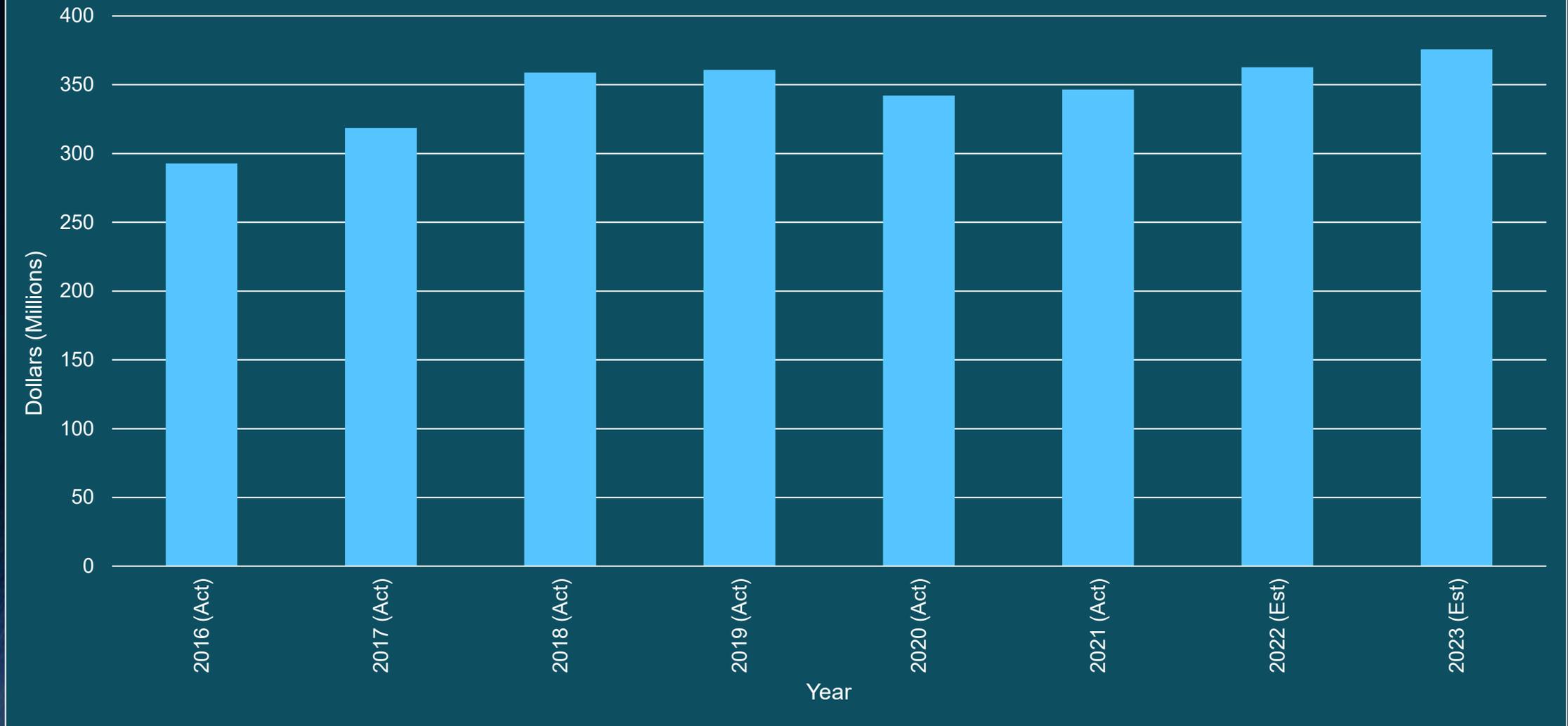
The MTF Increase is mainly driven by the phase-in of the Redirected Income Tax revenues

State Trunkline, Local, EDF Revenue, 2016-2023



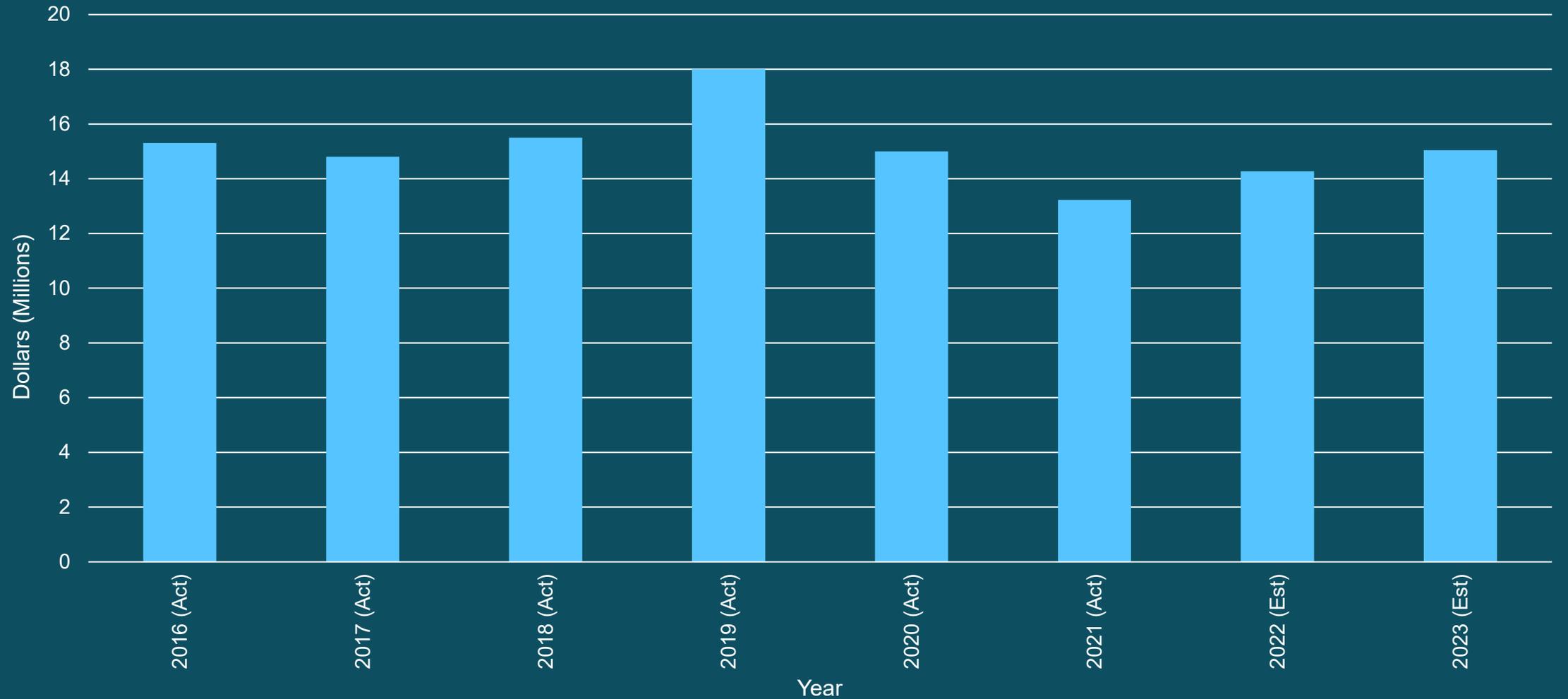
The STF increase is mainly driven by Redirected Income Tax revenues allocated from the MTF

CTF Revenue, 2016-2023



The CTF received minimal benefit from the 2017 revenue package as they do not receive Redirected Income Tax or Recreational Marijuana Tax revenues earmarked to the MTF

SAF Revenue, 2016-2023



SAF revenues are relatively flat. The FY2019 increase is associated with higher than projected sales tax collections

FY 2023 Governor's Recommended Budget

Aeronautics Highlights



- Air Fleet Operations is rolled up into Aviation Services to better manage the limited State Aeronautics Funds that are available
- **Aviation Services program increased by \$1.4 million** (\$1 million line-item roll-up of Air Fleet Operations and the addition of 2 FTEs with funding)
- The Air Service Program remains unchanged from FY 2022
- The Airport Safety, Protection, and Improvement Program increased by \$36.9 million (federal, state, and local funds)
- **The Detroit Metro Wayne County Airport increased by \$650,000** (Qualified Airport Fund)

FY 2023 Governor's Recommended Budget

Transit Highlights



- **Local Bus Operating increased by \$5 million** (CTF)
- **Nonurban Operating/Capital increased by \$9.8 million** (federal)
- Detroit/Wayne Co. Port Authority is unchanged from FY 2022
- **Intercity Services increased by \$1.9 million** (federal and CTF)
- Marine Passenger Service increased by \$3.95 million (federal and CTF)
- Van Pooling is unchanged from FY 2022
- **Transit Capital increased by \$68 million** (federal and CTF)
- **Service Initiatives increased by \$7.4 million** (federal increase/CTF decrease)
- **Passenger Trans. Services increased by \$345,900** (federal and CTF) and 4 FTEs but without additional funding for FTEs

Line-Item Roll-ups will allow more flexibility in utilizing the funds to meet current/evolving mobility needs and match federal funding more efficiently:

- **Specialized Services** (Includes Transportation to Work) **increased by \$8.1 million** (federal and CTF). **\$3.875 million is from line-item roll-up**

FY 2023 Governor's Recommended Budget

Rail Highlights



- **Office of Rail increased by \$113,100** (CTF, MTF and STF)
- **Rail Operations and Infrastructure increased by \$31.5 million** (federal and CTF)
- Continue to support rail-related economic development across the state
- 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 2023 Governor's Recommended Budget

Road and Bridge Program Highlights



Road and Bridge Programs increased by \$504.7 million

- State R&B increased by \$323.2 million (federal increase/STF decrease)
- Local Federal Aid R&B increased by \$94.4 million
- Counties increased by \$56.3 million
- Cities and Villages increased by \$31.4 million
- Local Bridge Fund decreased by \$831,000
- Moveable Bridge Program increased by inflation or \$305,400

FY 2023 Governor's Recommended Budget

State Trunkline Highlights Significant Construction Projects for FY 2023

Region	County	Major Route	Type of Work	Work Description	Total in Millions
Bay	Bay	US-10 W	HMA Reconstruct	HMA Reconstruct	\$31.3
Bay	Sanilac	M-46	Asphalt Reconstruction	Reconstruct on M-46 and rehabilitation on M-46 and M-19	\$12.6
Grand	Ottawa	I-196 BL	Concrete Pavement Inlay	Inlay	\$28.5
Grand	Kent	M-6	Concrete Pavement Inlay	Concrete Pavement Inlay	\$12.7
Metro	Wayne	I-94 E	Reconstruction	Road Reconstruction	\$300.0
Metro	Wayne	M-153	Concrete Reconstruction	Reconstruction of M-153 to Boulevard Section	\$37.6
North	Cheboygan	US-23	Asphalt Reconstruction	Hot mix asphalt reconstruction	\$11.8
North	Otsego	I-75 BL	Crush & Shape & Asphalt Resurfacing	HMA Crush and Shape	\$9.5
Southwest	Berrien	US-31 N	Multiple Course Asphalt Overlay with ASCRL	Hot Mix Asphalt Overlay	\$28.5
Southwest	Berrien	I-94 W	Three Course Asphalt Resurfacing	Repair Existing & Multiple Course HMA Overlay	\$18.2
Superior	Gogebic	US-2	Milling and Two Course Asphalt Resurfacing	Cold milling, HMA resurfacing, drainage and guardrail improvements	\$12.1
Superior	Ontonagon	M-28	Crush & Shape & Asphalt Resurfacing	Crushing and Shaping with HMA Resurfacing	\$10.3
University	Monroe	US-23	Bridge Replacement	Bridge Replacement and CPM Repairs	\$8.7
University	Clinton	I-69	Concrete Pavement Repair	Concrete repairs	\$4.7

FY 2023 Governor's Recommended Budget

Maintenance Highlights



Maintenance increased by \$17.7 million

- Maintenance Material Increase - \$9.95 million
- Increase in Highway Maint. Services - \$3.1 million
- Additional 22 FTEs with funding

FY 2023 Governor's Recommended Budget

Other Budget Highlights



Design and Engineering Services increased by \$13.2 million

- Signal Energy - \$400,000 increase
- Local Agency Construction Administration Tool - \$206,000
- Construction Field Services Support Contracts - \$1.8 million
- National Historic Preservation Act Compliance Support for Local Road Agencies - \$475,400
- Additional 156 FTEs with funding

Other Design and Engineering Technical Changes:

- 4 FTE position transfers from Design and Engineering Services

FY 2023 Governor's Recommended Budget

Other Budget Highlights



- Debt Service Payments decreased by \$28.3 million
- Interdepartmental Grants increased by \$1.1 million
- Economics increased by \$9.98 million
 - Other post-employment benefits (OPEB) decreased by \$3.9 million
 - Salary & Wages increased by \$11.8 million
 - Retirement increased by \$1.3 million

FY 2022 Supplemental Appropriation

Pending Bill Highlights

Federal IIJA funding - \$475.7 million

- Federal funding authorization for the Infrastructure Investment and Jobs Act (IIJA).
- Provides support for multimodal projects and grants throughout the state.

Airport Safety, Protection, and Improvement Program Local Match - \$4,991,500

UAV Feasibility Study - \$350,000

- Private revenue to conduct feasibility study on the integration of aerial mobility solutions across Michigan's airspace administered in conjunction with the Michigan Economic Development Corporation (MEDC) and the Michigan Office of Future Mobility and Electrification (OFME).

Detroit New Center Intermodal Facility - \$10 million

- \$10 million federal authorization in response to the \$10 million Rebuilding American Infrastructure with Sustainability and Equity (RAISE) grant awarded to MDOT to develop the New Center Intermodal Facility in Detroit.

FY 2023 Governor's Recommended Budget

- Continues the full phase-in of the redirected income tax revenues - \$600 Million
- Recreational Marijuana excise tax - \$59 million
- Significant non-discretionary federal funds increase for IIJA reauthorization act
- Additional IIJA discretionary funding to be determined at a later date pending grant applications
- One-Time General Funds - \$279.9 million



FY 2023 Governor's Recommended Budget

One-Time General Fund Appropriations - \$279.9 million

- Aviation Weather Station Reliability Initiative - \$3.9 million
- Critical Local Road and Bridge Infrastructure - \$150 million
- Priority Rail Grade Crossing/Separation Initiative - \$60 million
- State Pump Station Reliability Upgrades - \$66 million

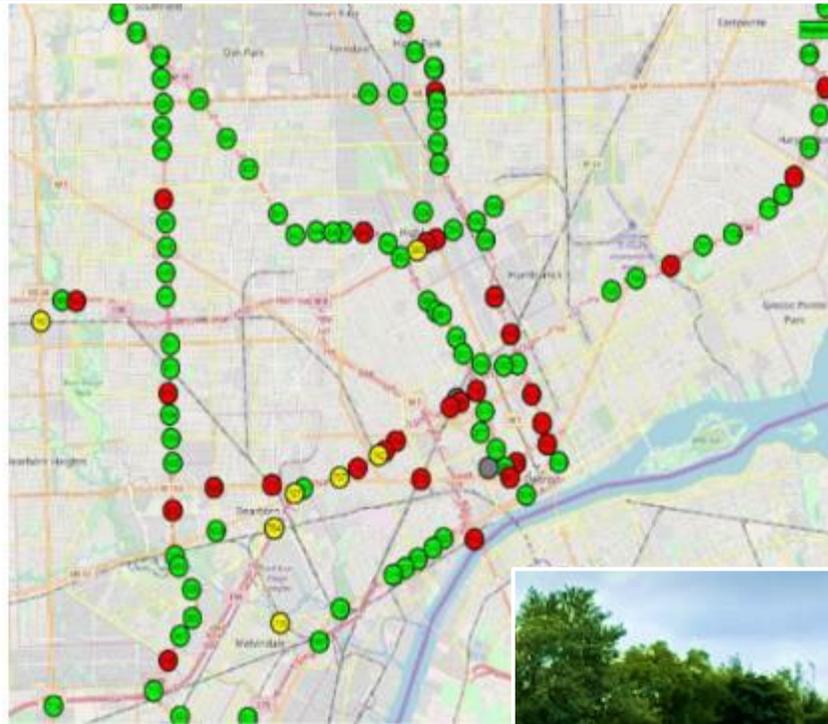
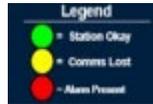


SE Michigan 2021 Flooding Events

Status of MDOT Pumpstations



Saturday,
June 26,
11:01 AM
SCADA Map



Infrastructure Damage

June 25th – 28th, 2021



I-94 Repairs

96,217 Average Daily Traffic
Shutdown for 14 Days
\$400K in Repairs

The image shows the Michigan State Capitol building, a large, ornate structure with a prominent dome and a tall spire. The building is rendered in a light, almost white color against a dark blue background. The word "QUESTIONS?" is written in large, bold, white capital letters across the center of the image.

QUESTIONS?

