Aeronautics in Michigan's Transportation Budget

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FY 2025-26 Transportation Budget

Fund Source	Funding	Description
Gross Appropriations	$7,889,495,800	Total spending authority from all revenue sources
Interdepartmental Grants (IDG) Revenue	4,366,200	Funds received by one state department from another state department, usually for services provided
Adjusted Gross Appropriations	$7,885,129,600	Gross appropriations excluding IDGs; avoids double counting when adding appropriation amounts across budget areas
Federal Revenue	2,329,605,500	Federal grant or matching revenue; generally dedicated to specific programs or purposes
Local Revenue	87,448,500	Revenue received from local units of government for state services
Private Revenue	20,500,000	Revenue from individuals and private entities, including payments for services, grants, and other contributions
State Restricted Revenue	5,447,575,600	State revenue restricted by the State Constitution, state statute, or other restriction which limits use for specific purposes.
State General Fund/General Purpose (GF/GP) Revenue	$0	Unrestricted revenue from taxes and other sources available to fund basic state programs and other purposes as determined by the legislature

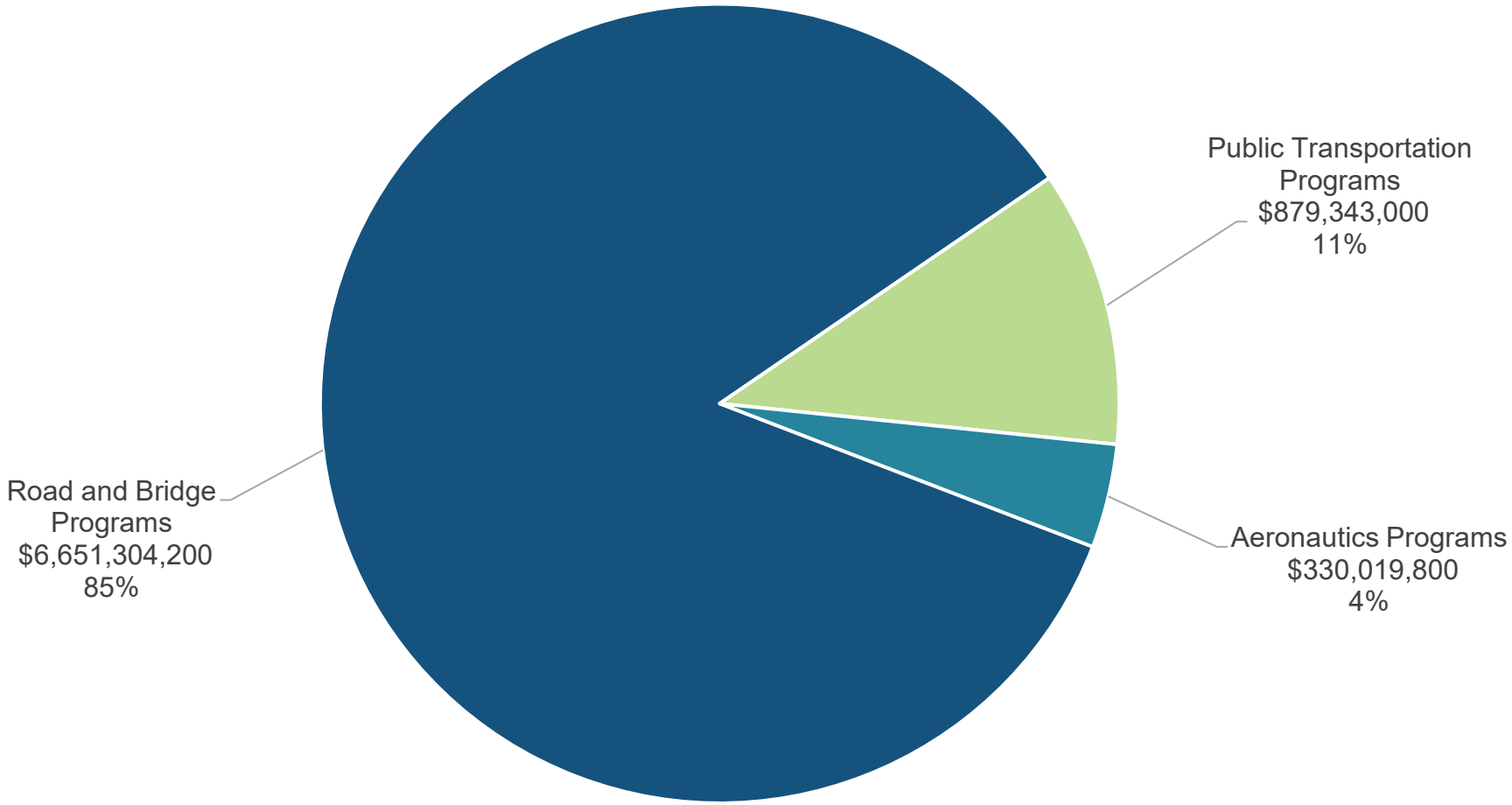
Note: This table and other figures used in this presentation reflect the FY 2025-26 budget as enacted in Article 15, 2025 PA 22 (House Bill 4706).

Transportation Appropriation Areas

- State and local road and bridge programs
- Public transportation programs
- Aeronautics programs

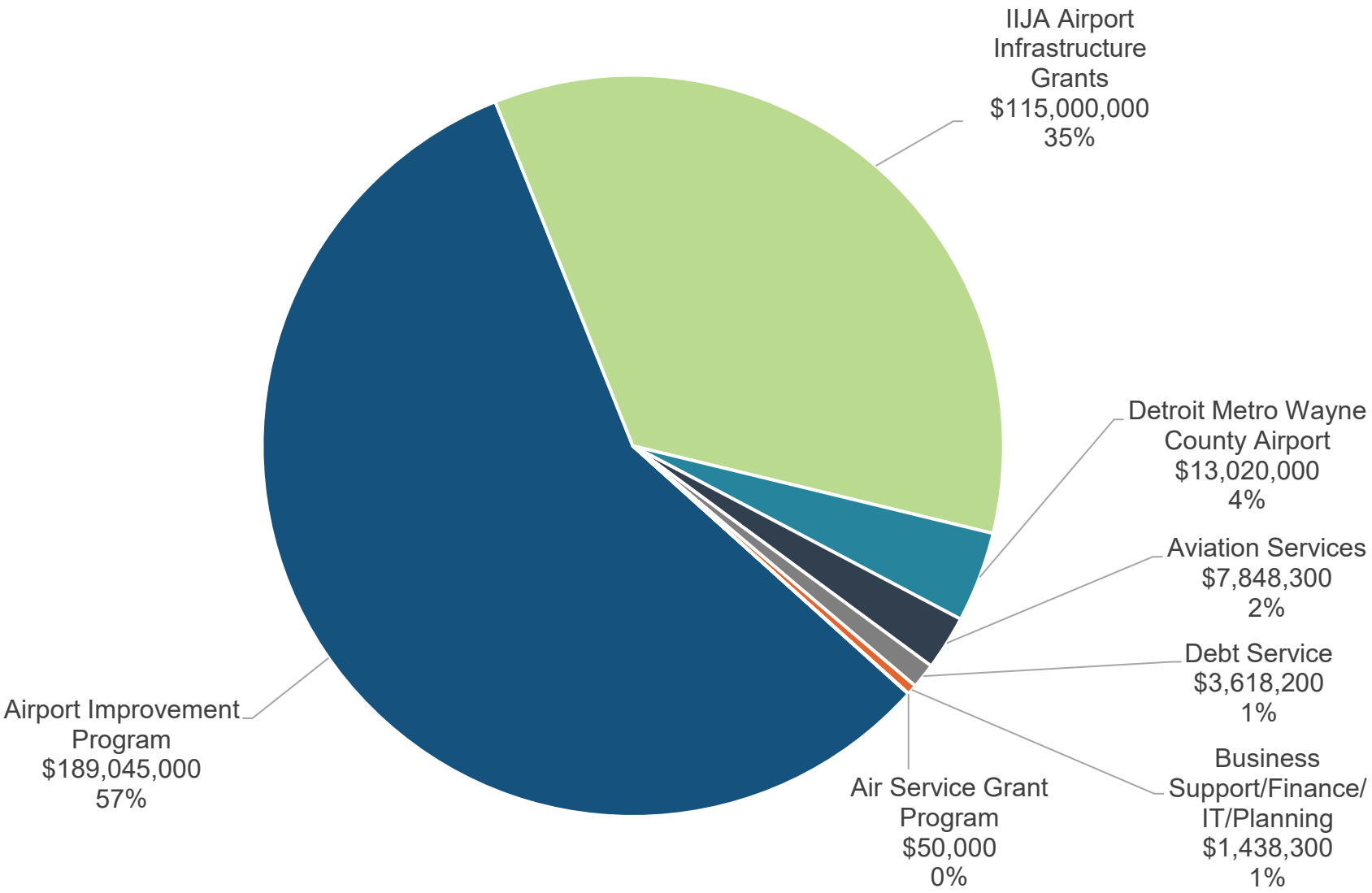
FY 2025-26 Gross Appropriations

Three major programs in the **$7.9 billion** Transportation budget are: Road and bridge programs (including distributions to local road agencies), **84%**; public transportation programs, **11%**; and **aeronautics programs**, 4**%**. (One-time items total $28.8 million, less than 1%)



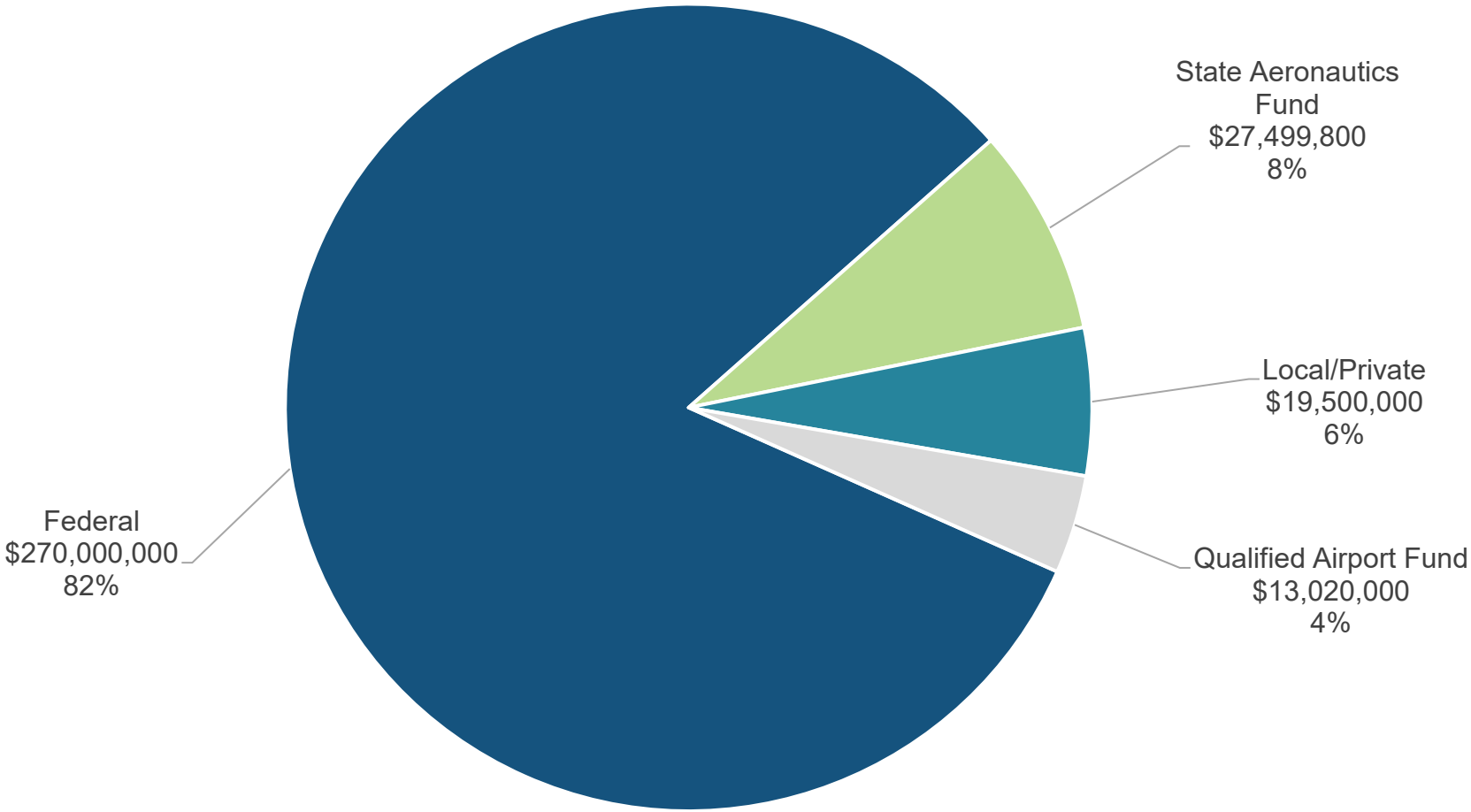
FY 2025-26 Aeronautics Appropriations

Michigan's **$7.9 billion** transportation budget includes **$330.0 million** for **aeronautics programs, $317.1 million (96%) for capital outlay programs.**



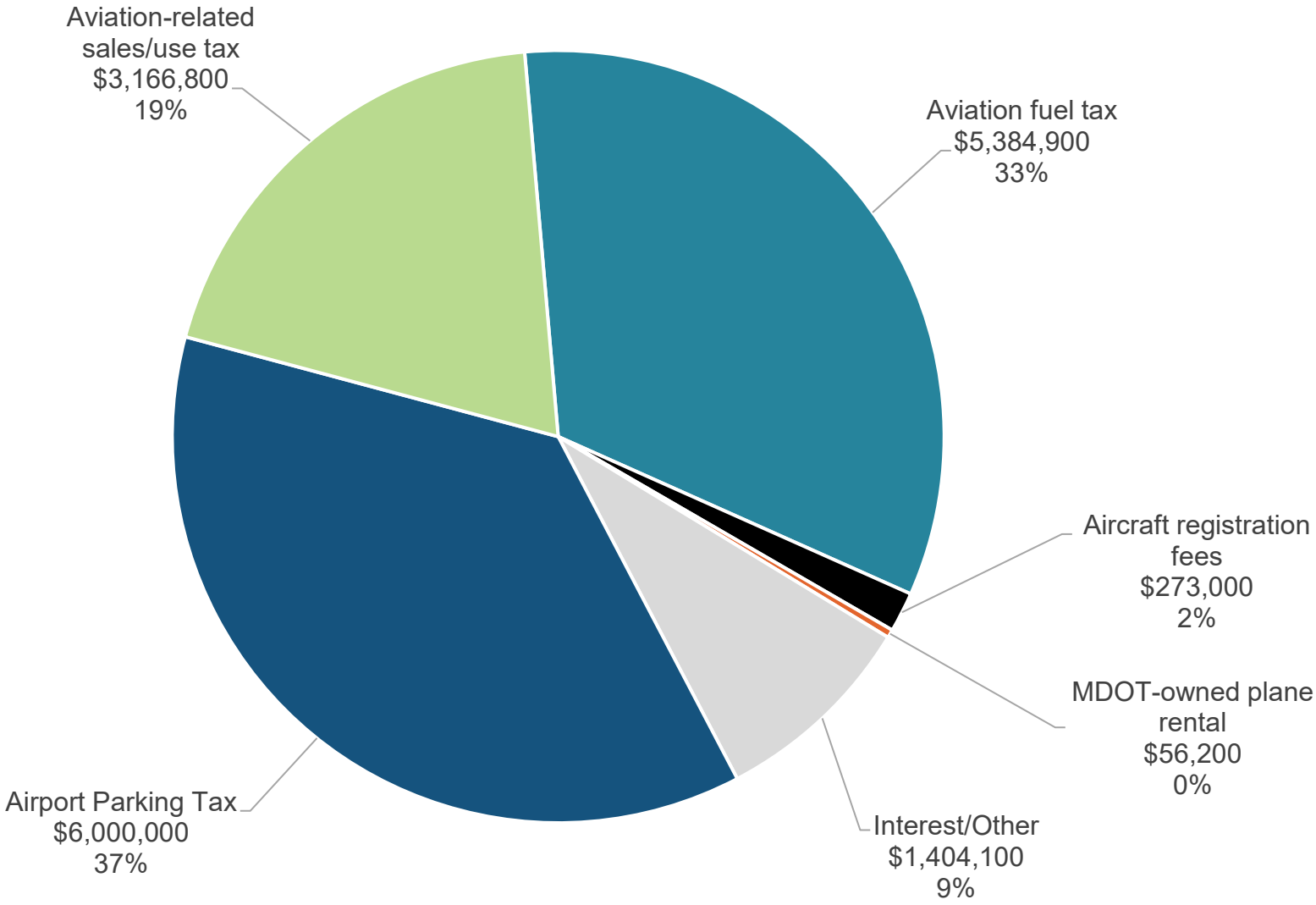
FY 2025-26 Aeronautics Fund Sources

Michigan's **$7.9 billion** transportation budget includes **$330.0 million** for **aeronautics** programs, $270.0 million (96%) in federal funds, $39.1 million in state restricted, $19.5 million in local and private. The breakout of revenue sources is shown below.



FY 2024-25 Aeronautics State Restricted Revenue

Actual state restricted revenue for **FY 2024-25**, excluding one-time GF/GP, totals $13.1 million. The breakout of state restricted revenue sources is shown below.



Aeronautics Programs

- **$330.03 million** (**4.1%**) of the FY 2025-26 Transportation budget is appropriated for aeronautics programs.
  - The largest share of aeronautics program funding is for capital improvement grants to 93 eligible (NPIAS) publicly owned/public use airports.
  - Federal funds represent the largest fund source. The budget recognizes **$270.0 million** in federal funds provided through the Airport Improvement Program and the IIJA Airport Infrastructure Grant Program.
  - The state transportation budget provides no operating assistance for airports.
  - Of the publicly owned/public use airports in Michigan, two paved-runway airports are owned by MDOT with the balance local units of governments.
  - Of the publicly owned/ public use airports in Michigan, 14 are commercial service primary airports (regularly scheduled commercial air service)
  - With the exception of one-time GF/GP earmarks, appropriations for Aeronautics programs are governed by the State Aeronautics Code.

For more information about the Transportation budget:

HFA Resources

http://www.house.mi.gov/hfa/Transportation.asp

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