

**SUBSTITUTE FOR
HOUSE BILL NO. 5517**

A bill to make appropriations for the state transportation department for the fiscal year ending September 30, 2025; 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, 2025 from the following funds:

DEPARTMENT OF TRANSPORTATION

APPROPRIATION SUMMARY

| | |
|--|---------|
| Full-time equated unclassified positions | 6.0 |
| Full-time equated classified positions | 3,222.3 |



| | | |
|----|--|-------------------------|
| 1 | GROSS APPROPRIATION | \$ 6,861,289,200 |
| 2 | Interdepartmental grant revenues: | |
| 3 | IDG for accounting service center user charges | 4,316,700 |
| 4 | Total interdepartmental grants and | |
| 5 | intradepartmental transfers | 4,316,700 |
| 6 | ADJUSTED GROSS APPROPRIATION | \$ 6,856,972,500 |
| 7 | Federal revenues: | |
| 8 | Total federal revenues | 2,253,675,100 |
| 9 | Special revenue funds: | |
| 10 | Total local revenues | 87,448,500 |
| 11 | Total private revenues | 18,800,000 |
| 12 | Total other state restricted revenues | 4,327,048,900 |
| 13 | State general fund/general purpose | \$ 170,000,000 |
| 14 | Sec. 102. DEBT SERVICE | |
| 15 | Airport safety and protection plan | \$ 3,615,900 |
| 16 | Blue Water Bridge fund | 3,963,100 |
| 17 | Economic development | 1,687,400 |
| 18 | Local bridge fund | 556,500 |
| 19 | State trunkline | 330,880,800 |
| 20 | GROSS APPROPRIATION | \$ 340,703,700 |
| 21 | Appropriated from: | |
| 22 | Special revenue funds: | |
| 23 | Blue Water Bridge fund | 3,963,100 |
| 24 | Economic development fund | 1,687,400 |
| 25 | Local bridge fund | 556,500 |
| 26 | State aeronautics fund | 3,615,900 |
| 27 | State trunkline fund | 330,880,800 |
| 28 | State general fund/general purpose | \$ 0 |



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|----|---|-----------|-------------------|
| 1 | Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER | | |
| 2 | AGENCY SUPPORT SERVICES | | |
| 3 | CTF grant to civil service commission | \$ | 250,000 |
| 4 | CTF grant to department of attorney general | | 110,900 |
| 5 | CTF grant to department of technology, | | |
| 6 | management, and budget | | 36,300 |
| 7 | CTF grant to department of treasury | | 54,900 |
| 8 | CTF grant to legislative auditor general | | 47,100 |
| 9 | MTF grant to department of environment, Great | | |
| 10 | Lakes, and energy | | 2,182,800 |
| 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 | | 382,400 |
| 15 | SAF grant to civil service commission | | 150,000 |
| 16 | SAF grant to department of attorney general | | 194,500 |
| 17 | SAF grant to department of technology, | | |
| 18 | management, and budget | | 26,000 |
| 19 | SAF grant to department of treasury | | 81,600 |
| 20 | SAF grant to legislative auditor general | | 37,000 |
| 21 | STF grant to civil service commission | | 6,321,000 |
| 22 | STF grant to department of attorney general | | 2,210,100 |
| 23 | STF grant to department of state police | | 12,864,700 |
| 24 | STF grant to department of technology, | | |
| 25 | management, and budget | | 1,173,100 |
| 26 | STF grant to department of treasury | | 167,000 |
| 27 | STF grant to legislative auditor general | | 888,300 |
| 28 | GROSS APPROPRIATION | \$ | 50,705,700 |



| | | | |
|----|--|-----------|-------------------|
| 1 | Appropriated from: | | |
| 2 | Special revenue funds: | | |
| 3 | Comprehensive transportation fund | | 499,200 |
| 4 | Michigan transportation fund | | 26,093,200 |
| 5 | State aeronautics fund | | 489,100 |
| 6 | State trunkline fund | | 23,624,200 |
| 7 | State general fund/general purpose | \$ | 0 |
| 8 | Sec. 104. DEPARTMENTAL ADMINISTRATION AND | | |
| 9 | SUPPORT | | |
| 10 | Full-time equated unclassified positions | 6.0 | |
| 11 | Full-time equated classified positions | 309.3 | |
| 12 | Unclassified salaries--FTEs | 6.0 | \$ 964,300 |
| 13 | Asset management council | | 2,300,000 |
| 14 | Business support services--FTEs | 75.0 | 13,041,200 |
| 15 | Commission audit and support services--FTEs | 29.3 | 4,883,300 |
| 16 | Economic development and enhancement programs-- | | |
| 17 | FTEs | 11.0 | 1,881,000 |
| 18 | Finance, contracts, and support services--FTEs | 194.0 | 27,646,900 |
| 19 | Property management | | 8,320,400 |
| 20 | Worker's compensation | | 1,616,600 |
| 21 | GROSS APPROPRIATION | \$ | 60,653,700 |
| 22 | Appropriated from: | | |
| 23 | Interdepartmental grant revenues: | | |
| 24 | IDG for accounting service center user charges | | 4,316,700 |
| 25 | Special revenue funds: | | |
| 26 | Comprehensive transportation fund | | 1,825,200 |
| 27 | Economic development fund | | 413,100 |
| 28 | Michigan transportation fund | | 4,884,300 |



| | | | |
|----|--|-----------|-------------------|
| 1 | State aeronautics fund | | 711,500 |
| 2 | State trunkline fund | | 48,502,900 |
| 3 | State general fund/general purpose | \$ | 0 |
| 4 | Sec. 105. INFORMATION TECHNOLOGY | | |
| 5 | Information technology services and projects | \$ | 42,055,400 |
| 6 | GROSS APPROPRIATION | \$ | 42,055,400 |
| 7 | Appropriated from: | | |
| 8 | Federal revenues: | | |
| 9 | Federal aid - transportation programs | | 520,500 |
| 10 | Special revenue funds: | | |
| 11 | Blue Water Bridge fund | | 58,200 |
| 12 | Comprehensive transportation fund | | 236,800 |
| 13 | Economic development fund | | 39,200 |
| 14 | Michigan transportation fund | | 309,400 |
| 15 | State aeronautics fund | | 184,600 |
| 16 | State trunkline fund | | 40,706,700 |
| 17 | State general fund/general purpose | \$ | 0 |
| 18 | Sec. 106. TRANSPORTATION PLANNING | | |
| 19 | Full-time equated classified positions | 144.0 | |
| 20 | Planning services--FTEs | 144.0 | \$ 45,074,800 |
| 21 | Grants to regional planning councils | | 488,800 |
| 22 | GROSS APPROPRIATION | \$ | 45,563,600 |
| 23 | Appropriated from: | | |
| 24 | Federal revenues: | | |
| 25 | Federal aid - transportation programs | | 26,000,000 |
| 26 | Special revenue funds: | | |
| 27 | Comprehensive transportation fund | | 355,800 |
| 28 | Michigan transportation fund | | 11,169,100 |



| | | | |
|----|--|-----------|--------------------|
| 1 | State aeronautics fund | | 30,300 |
| 2 | State trunkline fund | | 8,008,400 |
| 3 | State general fund/general purpose | \$ | 0 |
| 4 | Sec. 107. DESIGN AND ENGINEERING SERVICES | | |
| 5 | Full-time equated classified positions | 1,682.3 | |
| 6 | Business services--FTEs | 50.8 | \$ 11,771,700 |
| 7 | * positions in above line | | 51 |
| 8 | Program development and delivery--FTEs | 1,060.5 | 140,627,900 |
| 9 | * positions in above line | | 1,061 |
| 10 | System operations management--FTEs | 571.0 | \$ 107,518,100 |
| 11 | * positions in above line | | 571 |
| 12 | GROSS APPROPRIATION | \$ | 259,917,700 |
| 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 | | 18,123,900 |
| 19 | State trunkline fund | | 228,076,900 |
| 20 | State general fund/general purpose | \$ | 0 |
| 21 | Sec. 108. HIGHWAY MAINTENANCE | | |
| 22 | Full-time equated classified positions | 909.7 | |
| 23 | State trunkline operations--FTEs | 909.7 | \$ 486,654,800 |
| 24 | GROSS APPROPRIATION | \$ | 486,654,800 |
| 25 | Appropriated from: | | |
| 26 | Special revenue funds: | | |
| 27 | State trunkline fund | | 486,654,800 |
| 28 | State general fund/general purpose | \$ | 0 |



| | | | |
|----|---|-----------|----------------------|
| 1 | Sec. 109. ROAD AND BRIDGE PROGRAM | | |
| 2 | Cities and villages | \$ | 734,069,200 |
| 3 | County road commissions | | 1,316,610,100 |
| 4 | Grants to local programs | | 33,000,000 |
| 5 | Local agency wetland mitigation bank fund | | 2,000,000 |
| 6 | Local bridge program | | 26,914,700 |
| 7 | Local federal aid and road and bridge | | |
| 8 | construction | | 411,168,800 |
| 9 | Movable bridge | | 6,167,100 |
| 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 | | 1,617,892,700 |
| 14 | GROSS APPROPRIATION | \$ | 4,153,822,600 |
| 15 | Appropriated from: | | |
| 16 | Federal revenues: | | |
| 17 | Federal aid - transportation programs | | 1,682,942,500 |
| 18 | Special revenue funds: | | |
| 19 | Local funds | | 30,003,500 |
| 20 | Private funds | | 10,000,000 |
| 21 | Blue Water Bridge fund | | 19,058,400 |
| 22 | Local bridge fund | | 26,914,700 |
| 23 | Michigan transportation fund | | 2,097,846,400 |
| 24 | State trunkline fund | | 287,057,100 |
| 25 | State general fund/general purpose | \$ | 0 |
| 26 | Sec. 110. BLUE WATER BRIDGE | | |
| 27 | Full-time equated classified positions | | 47.0 |
| 28 | Blue Water Bridge operations--FTEs | 47.0 \$ | 7,804,500 |



| | | | | |
|----|--|------|-----------|-------------------|
| 1 | GROSS APPROPRIATION | | \$ | 7,804,500 |
| 2 | Appropriated from: | | | |
| 3 | Special revenue funds: | | | |
| 4 | Blue Water Bridge fund | | | 7,804,500 |
| 5 | State general fund/general purpose | | \$ | 0 |
| 6 | Sec. 111. TRANSPORTATION ECONOMIC DEVELOPMENT | | | |
| 7 | Forest roads | | | 5,000,000 |
| 8 | Rural county primary | | | 10,431,600 |
| 9 | Rural county urban system | | | 2,500,000 |
| 10 | Target industries/economic redevelopment | | | 24,363,100 |
| 11 | Urban county congestion | | | 10,431,600 |
| 12 | GROSS APPROPRIATION | | \$ | 52,726,300 |
| 13 | Appropriated from: | | | |
| 14 | Special revenue funds: | | | |
| 15 | Economic development fund | | | 52,726,300 |
| 16 | State general fund/general purpose | | \$ | 0 |
| 17 | Sec. 112. AERONAUTICS SERVICES | | | |
| 18 | Full-time equated classified positions | 48.0 | | |
| 19 | Air service program | | | 50,000 |
| 20 | Aviation services--FTEs | 48.0 | | 7,726,600 |
| 21 | GROSS APPROPRIATION | | \$ | 7,776,600 |
| 22 | Appropriated from: | | | |
| 23 | Special revenue funds: | | | |
| 24 | State aeronautics fund | | | 7,776,600 |
| 25 | State general fund/general purpose | | \$ | 0 |
| 26 | Sec. 113. PUBLIC TRANSPORTATION SERVICES | | | |
| 27 | Full-time equated classified positions | 40.0 | | |
| 28 | Passenger transportation services--FTEs | 40.0 | \$ | 6,476,900 |



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|----|--|------|--------------------|
| 1 | GROSS APPROPRIATION | \$ | 6,476,900 |
| 2 | Appropriated from: | | |
| 3 | Federal revenues: | | |
| 4 | Federal aid - transportation programs | | 1,200,000 |
| 5 | Special revenue funds: | | |
| 6 | Comprehensive transportation fund | | 5,276,900 |
| 7 | State general fund/general purpose | \$ | 0 |
| 8 | Sec. 114. LOCAL BUS TRANSIT | | |
| 9 | Local bus operating | \$ | 229,250,000 |
| 10 | Nonurban operating/capital | | 40,626,500 |
| 11 | GROSS APPROPRIATION | \$ | 269,876,500 |
| 12 | Appropriated from: | | |
| 13 | Federal revenues: | | |
| 14 | Federal aid - transportation programs | | 38,626,500 |
| 15 | Special revenue funds: | | |
| 16 | Local funds | | 2,000,000 |
| 17 | Comprehensive transportation fund | | 229,250,000 |
| 18 | State general fund/general purpose | \$ | 0 |
| 19 | Sec. 115. INTERCITY PASSENGER AND FREIGHT | | |
| 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 | | 9,635,400 |
| 24 | Marine passenger service | | 20,205,000 |
| 25 | Office of rail--FTEs | 41.0 | 7,361,700 |
| 26 | Rail operations and infrastructure | | 152,189,200 |
| 27 | GROSS APPROPRIATION | \$ | 191,291,300 |
| 28 | Appropriated from: | | |



| | | | |
|----|--|-----------|--------------------|
| 1 | Federal revenues: | | |
| 2 | Federal aid - transportation programs | | 53,885,000 |
| 3 | Special revenue funds: | | |
| 4 | Local funds | | 760,000 |
| 5 | Private funds | | 2,800,000 |
| 6 | Comprehensive transportation fund | | 124,794,900 |
| 7 | Intercity bus equipment fund | | 45,400 |
| 8 | Michigan transportation fund | | 2,181,600 |
| 9 | Rail freight fund | | 6,000,000 |
| 10 | State trunkline fund | | 824,400 |
| 11 | State general fund/general purpose | \$ | 0 |
| 12 | Sec. 116. PUBLIC TRANSPORTATION DEVELOPMENT | | |
| 13 | Municipal credit program | \$ | 2,000,000 |
| 14 | Service initiatives | | 20,802,000 |
| 15 | Specialized services | | 30,574,900 |
| 16 | Transit capital | | 252,101,300 |
| 17 | Van pooling | | 400,000 |
| 18 | GROSS APPROPRIATION | \$ | 305,878,200 |
| 19 | Appropriated from: | | |
| 20 | Federal revenues: | | |
| 21 | Federal aid - transportation programs | | 166,970,800 |
| 22 | Special revenue funds: | | |
| 23 | Local funds | | 37,185,000 |
| 24 | Private funds | | 4,000,000 |
| 25 | Comprehensive transportation fund | | 97,722,400 |
| 26 | State general fund/general purpose | \$ | 0 |
| 27 | Sec. 117. CAPITAL OUTLAY | | |
| 28 | (1) BUILDINGS AND FACILITIES | | |



| | | | |
|----|--|-----------|--------------------|
| 1 | Salt storage buildings and containment control | \$ | 3,000,000 |
| 2 | Special maintenance, remodeling, and additions | | 5,000,500 |
| 3 | GROSS APPROPRIATION | \$ | 8,000,500 |
| 4 | Appropriated from: | | |
| 5 | Special revenue funds: | | |
| 6 | State trunkline fund | | 8,000,500 |
| 7 | State general fund/general purpose | \$ | 0 |
| 8 | (2) AIRPORT IMPROVEMENT PROGRAMS | | |
| 9 | Airport safety, protection, and improvement | | |
| 10 | program | \$ | 183,631,200 |
| 11 | Detroit Metropolitan Wayne County Airport | | 6,760,000 |
| 12 | IIJA airport infrastructure grants | | 115,000,000 |
| 13 | GROSS APPROPRIATION | \$ | 305,391,200 |
| 14 | Appropriated from: | | |
| 15 | Federal revenues: | | |
| 16 | Federal aid - transportation programs | | 270,000,000 |
| 17 | Special revenue funds: | | |
| 18 | Local funds | | 17,500,000 |
| 19 | Private funds | | 2,000,000 |
| 20 | Qualified airport fund | | 6,760,000 |
| 21 | State aeronautics fund | | 9,131,200 |
| 22 | State general fund/general purpose | \$ | 0 |
| 23 | Sec. 118. ONE-TIME APPROPRIATIONS | | |
| 24 | Full-time equated classified positions | 1.0 | |
| 25 | Air service/airport revitalization | | 6,000,000 |
| 26 | Blue Water Bridge equipment and purchases | | 990,000 |
| 27 | Federal match and priority bridge investments | | 150,000,000 |
| 28 | Lake Michigan car ferry | | 2,000,000 |



| | | | |
|----|--|-----|-----------------------|
| 1 | Local rail grade separation program | | 5,000,000 |
| 2 | Local rail grade crossing surface improvements | | 2,000,000 |
| 3 | Local road and material research program | | 1,000,000 |
| 4 | MI contracting opportunity--FTE | 1.0 | 5,000,000 |
| 5 | New technology and mobility | | 36,450,000 |
| 6 | One-time local bus operating | | 25,000,000 |
| 7 | School zone automated speed enforcement pilot | | |
| 8 | project | | 2,500,000 |
| 9 | Supplier risk and information subscription | | 50,000 |
| 10 | Transit innovation grants | | 30,000,000 |
| 11 | GROSS APPROPRIATION | | \$ 265,990,000 |
| 12 | Appropriated from: | | |
| 13 | Special revenue funds: | | |
| 14 | Blue water bridge fund | | 990,000 |
| 15 | Make it in Michigan competitiveness fund | | 95,000,000 |
| 16 | State general fund/general purpose | | \$ 170,000,000 |

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2024-2025

GENERAL SECTIONS

Sec. 201. In accordance with section 30 of article IX of the state constitution of 1963, for the fiscal year ending September 30, 2025, total state spending under part 1 from state sources is \$4,497,048,900.00 and state spending under part 1 from state sources to be paid to local units of government is \$2,534,248,300.00. The following itemized statement identifies appropriations from which spending to local units of government will occur:



| STATE TRANSPORTATION DEPARTMENT | | |
|--|--|-------------------------|
| 1 | | |
| 2 | Grants to regional planning councils | \$ 488,800 |
| 3 | Cities and villages | 734,069,200 |
| 4 | County road commissions | 1,316,610,100 |
| 5 | Grants to local programs | 33,000,000 |
| 6 | Local bridge program | 26,914,700 |
| 7 | Local agency wetland mitigation | 2,000,000 |
| 8 | Movable bridge | 3,083,600 |
| 9 | Rail grade crossing | 1,500,000 |
| 10 | Rail grade surface crossing improvements | 3,000,000 |
| 11 | Transportation economic development | 43,438,300 |
| 12 | Air service program | 50,000 |
| 13 | Local bus operating | 229,250,000 |
| 14 | Detroit/Wayne County Port Authority | 600,000 |
| 15 | Marine passenger service | 2,000,000 |
| 16 | Municipal credit program | 2,000,000 |
| 17 | Service initiatives | 7,288,300 |
| 18 | Specialized services | 13,000,000 |
| 19 | Transit capital | 75,034,100 |
| 20 | Airport safety, protection, and improvement | |
| 21 | program | 9,131,200 |
| 22 | Detroit Metropolitan Wayne County Airport | 6,760,000 |
| 23 | One-time local bus operating | 25,000,000 |
| 24 | Total payments to local units of government | \$ 2,534,248,300 |

25 Sec. 202. The appropriations under this part and part 1 are
26 subject to the management and budget act, 1984 PA 431, MCL 18.1101
27 to 18.1594.

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



- 1 (a) "CTF" means comprehensive transportation fund.
2 (b) "Department" means the state transportation department.
3 (c) "Director" means the director of the department.
4 (d) "DOT" means the United States Department of

5 Transportation.

- 6 (e) "DOT-FHWA" means DOT, Federal Highway Administration.
7 (f) "FTE" means full-time equated.
8 (g) "IDG" means interdepartmental grant.
9 (h) "IIJA" means the infrastructure investment and jobs act,
10 2021, Public Law 117-58.

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

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

13 (k) "Standard report recipients" means the senate and house
14 appropriations subcommittees on transportation, the senate and
15 house fiscal agencies, the senate and house policy offices, and the
16 state budget office.

17 (l) "STF" means state trunkline fund.

18 Sec. 204. The department shall use the internet to fulfill the
19 reporting requirements of this part. This requirement includes
20 transmitting reports to the standard report recipients and any
21 other required recipients by email and posting the reports on an
22 internet site.

23 Sec. 205. To the extent permissible under section 261 of the
24 management and budget act, 1984 PA 431, MCL 18.1261, all of the
25 following apply to the expenditure of funds appropriated in part 1:

26 (a) The funds must not be used for the purchase of foreign
27 goods or services, or both, if competitively priced and of
28 comparable quality American goods or services, or both, are
29 available.



1 (b) Preference must be given to goods or services, or both,
2 manufactured or provided by Michigan businesses, if they are
3 competitively priced and of comparable quality.

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

8 Sec. 206. The department shall not take disciplinary action
9 against an employee of the department for communicating with a
10 member of the legislature or legislative staff, unless the
11 communication is prohibited by law and the department is exercising
12 its authority as provided by law.

13 Sec. 207. Consistent with section 217 of the management and
14 budget act, 1984 PA 431, MCL 18.1217, the departments shall prepare
15 a report on out-of-state travel expenses not later than January 1.
16 The report must list all travel by classified and unclassified
17 employees outside this state in the previous fiscal year that was
18 funded in whole or in part with funds appropriated in the
19 department's budget. The department shall submit the report to the
20 standard report recipients and to the senate and house
21 appropriations committees. The report must include all of the
22 following information:

23 (a) The dates of each travel occurrence.

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

28 Sec. 208. The department shall not use funds appropriated in
29 part 1 to hire a person to provide legal services that are the



1 responsibility of the attorney general. This section does not apply
2 to legal services for bonding activities or to outside legal
3 services that the attorney general authorizes.

4 Sec. 209. Not later than December 15, the state budget office
5 shall prepare and submit a report that provides estimates of the
6 total general fund/general purpose appropriation lapses at the
7 close of the previous fiscal year. The report must summarize the
8 projected year-end general fund/general purpose appropriation
9 lapses by major departmental program or program areas. The state
10 budget office shall submit the report to the standard report
11 recipients and to the chairpersons of the senate and house
12 appropriations committees.

13 Sec. 210. (1) In addition to the funds appropriated in part 1,
14 there is appropriated an amount not to exceed \$200,000,000.00 for
15 federal contingency authorization. Amounts appropriated under this
16 subsection are not available for expenditure until they have been
17 transferred to another line item in part 1 under section 393(2) of
18 the management and budget act, 1984 PA 431, MCL 18.1393.

19 (2) In addition to the funds appropriated in part 1, there is
20 appropriated an amount not to exceed \$40,000,000.00 for state
21 restricted contingency authorization. Amounts appropriated under
22 this subsection are not available for expenditure until they have
23 been transferred to another line item in part 1 under section
24 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

25 (3) In addition to the funds appropriated in part 1, there is
26 appropriated an amount not to exceed \$1,000,000.00 for local
27 contingency authorization. Amounts appropriated under this
28 subsection are not available for expenditure until they have been
29 transferred to another line item in part 1 under section 393(2) of



1 the management and budget act, 1984 PA 431, MCL 18.1393.

2 (4) In addition to the funds appropriated in part 1, there is
3 appropriated an amount not to exceed \$11,000,000.00 for private
4 contingency authorization. Amounts appropriated under this
5 subsection are not available for expenditure until they have been
6 transferred to another line item in part 1 under section 393(2) of
7 the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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

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

17 (d) The number of active department employees by job
18 classification.

19 (e) Job specifications and wage rates.

20 Sec. 212. Not later than 14 days after the release of the
21 executive budget recommendation, the department shall cooperate
22 with the state budget office to provide an annual report on
23 estimated state restricted fund balances, state restricted fund
24 projected revenues, and state restricted fund expenditures for the
25 previous 2 fiscal years. The report must be submitted to the
26 standard report recipients and to the chairpersons of the senate
27 and house appropriations committees.

28 Sec. 214. (1) Funds appropriated in part 1 must not be used to
29 restrict or impede a marginalized community's access to government



1 resources, programs, or facilities.

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

5 Sec. 215. To the extent permissible under the management and
6 budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall
7 take all reasonable steps to ensure geographically disadvantaged
8 business enterprises compete for and perform contracts to provide
9 services or supplies, or both. The director shall strongly
10 encourage firms with which the department contracts to subcontract
11 with certified geographically disadvantaged business enterprises
12 for services, supplies, or both. As used in this section,
13 "geographically disadvantaged business enterprises" means that term
14 as defined in Executive Directive No. 2019-08.

15 Sec. 216. On a quarterly basis, the department shall report on
16 the number of FTE positions in pay status by civil service
17 classification, including a comparison by line item of the number
18 of FTE positions authorized from funds appropriated in part 1 to
19 the actual number of FTE positions employed by the department at
20 the end of the reporting period. The report must be submitted to
21 the senate and house appropriations committees and to the standard
22 report recipients.

23 Sec. 217. It is the intent of the legislature that the
24 department maximize the efficiency of the state workforce and, if
25 possible, prioritize in-person work and post its in-person, remote,
26 or hybrid work policy on its website.

27 Sec. 219. The department shall receive and retain copies of
28 all reports funded from appropriations in part 1. The department
29 shall follow federal and state guidelines for short-term and long-



1 term retention of records. The department may electronically retain
 2 copies of reports unless otherwise required by federal and state
 3 guidelines.

4 Sec. 220. Not later than April 1, the department shall report
 5 on each specific policy change made to implement a public act
 6 affecting the department that took effect during the previous
 7 calendar year. The department shall submit the report to the
 8 standard report recipients, to the senate and house appropriations
 9 committees, and to the joint committee on administrative rules.

10 Sec. 222. To the extent possible, the department shall not
 11 expend appropriations under part 1 until all existing authorized
 12 work project funds available for the same purposes are exhausted.
 13

14 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

15 Sec. 301. The department may establish a fee schedule and
 16 collect fees sufficient to cover the costs to issue the permits
 17 that the department is authorized by law to issue on request,
 18 unless otherwise stipulated by law. All permit fees are
 19 nonrefundable application fees and must be credited to the
 20 appropriate fund to recover the direct and indirect costs of
 21 receiving, reviewing, and processing the requests.

22 Sec. 304. If, as a requirement of bidding on a highway
 23 project, the department requires a contractor to submit financial
 24 or proprietary documentation as to how the bid was calculated, the
 25 department shall keep that bid documentation confidential and shall
 26 not disclose that bid documentation other than to a department
 27 representative without the contractor's written consent. The
 28 department may disclose the bid documentation if necessary to
 29 address or defend a claim by a contractor.



1 Sec. 306. (1) The amounts appropriated in part 1 to support
2 tax and fee collection, law enforcement, and other program services
3 provided to the department and to transportation funds by other
4 state departments must be expended from transportation funds
5 pursuant to annual contracts between the department and those other
6 state departments. The contracts must be executed before the
7 expenditure or obligation of those funds. The contracts must
8 provide, but are not limited to, the following data applicable to
9 each state department:

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

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

13 (c) Detailed cost allocation methods appropriate to the type
14 of services being provided and the activities financed with
15 transportation funds.

16 (2) Not later than 2 months after publication of the state of
17 Michigan annual comprehensive financial report, each state
18 department receiving funding pursuant to an interdepartment
19 contract with the department shall submit a written report to the
20 department, the state budget director, the house and senate fiscal
21 agencies, and the auditor general stating by spending authorization
22 account the amount of estimated funds contracted with the
23 department, the amount of funds expended, the amount of funds
24 returned to the transportation funds, and any unreimbursed
25 transportation-related costs incurred but not billed to
26 transportation funds.

27 Sec. 307. Before March 1, the department shall provide to the
28 legislature, the state budget director, and the house and senate
29 fiscal agencies its rolling 5-year plan listing by county or by



1 county road commission all highway construction projects for the
2 fiscal year and all expected projects for the ensuing fiscal years.

3 Sec. 310. The department shall post in a timely manner copies
4 of the agenda, approved minutes, and audio recording of state
5 transportation commission meetings.

6 Sec. 311. (1) The department shall prepare a report on all of
7 the following:

8 (a) CRRSAA - highway infrastructure - local bridge bundling
9 initiative established in section 113(2) of article 14 of 2021 PA
10 87.

11 (b) Local bridge bundling initiative established in section
12 118 of article 15 of 2023 PA 119.

13 (c) Remaining funds made available for the rehabilitation and
14 reconstruction of locally owned bridges under the federal match and
15 priority bridge investments appropriation in part 1 and section
16 1001.

17 (2) The report must identify the status of bridge projects
18 selected, funds expended under the program, and funds remaining.

19 (3) The report shall be submitted to the standard report
20 recipients on or before March 30, 2025.

21 Sec. 313. (1) From funds appropriated in part 1, the
22 department may increase a state infrastructure bank program and
23 grant or loan funds in accordance with regulations of the state
24 infrastructure bank program of the United States Department of
25 Transportation. The department shall administer the state
26 infrastructure bank for the purpose of providing a revolving, self-
27 sustaining resource for financing transportation infrastructure
28 projects.

29 (2) In addition to funds provided in subsection (1), money



1 received by this state as federal grants, repayment of state
2 infrastructure bank loans, or other reimbursement or revenue
3 received by this state as a result of projects funded by the
4 program and interest earned on that money must be deposited in the
5 revolving state infrastructure bank fund and must be available for
6 transportation infrastructure projects. At the close of the fiscal
7 year, any unencumbered funds remaining in the state infrastructure
8 bank fund remain in the fund and carry forward into the succeeding
9 fiscal year.

10 (3) The department shall prepare a report on the status of the
11 state infrastructure bank and submit the report to the standard
12 report recipients on or before December 31, 2024. The report must
13 include all of the following:

14 (a) The balance in the state infrastructure bank on September
15 30, 2024, including a breakdown of the balance by cash and cash
16 equivalents, outstanding loans, and balance available for loan to
17 local agencies.

18 (b) A breakdown of the state infrastructure loan balance by
19 amounts originating from federal sources and the amounts
20 originating from nonfederal sources.

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

23 Sec. 383. (1) The department shall prepare a report on use of
24 department-owned aircraft during the fiscal year ending September
25 30, 2024. With respect to each department-owned aircraft, the
26 report must include all of the following:

27 (a) Total hours of usage.

28 (b) Description of specific flights including dates of travel,
29 names of passengers including state agency, university, or local



1 government affiliation, travel origin and destination, and total
2 estimated costs associated with the air travel.

3 (2) The department shall submit the report as required under
4 section 205 no later than February 1, 2025.

5 (3) The department shall maintain a system for recovering the
6 cost of operating department-owned aircraft through charges to
7 aircraft users.

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

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

25 Sec. 385. (1) The department shall submit monthly reports as
26 required under section 205 and to the speaker of the house of
27 representatives, the house of representatives minority leader, the
28 senate majority leader, and the senate minority leader on all of
29 the following:



1 (a) All expenditures made by this state related to the Gordie
2 Howe Bridge.

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

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

10 (2) The department shall submit the initial report required
11 under subsection (1) on or before December 1, 2024. The initial
12 report must cover the fiscal year ending September 30, 2024.

13 Sec. 393. The department shall promote best practices for
14 public transportation services in this state, including, but not
15 limited to, any of the following:

16 (a) Transit vehicle rehabilitation to reduce life-cycle cost
17 of public transportation through midlife rehabilitation of transit
18 buses.

19 (b) Cooperation between entities using transit, including
20 school districts, cities, townships, and counties with a view to
21 promoting cost savings through joint purchasing of fuel and other
22 procurements.

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

27 (d) Promotion of intelligent transportation services for buses
28 that incorporate computer and navigation technology to make transit
29 systems more efficient, including stoplight coordinating, vehicle



1 tracking, data tracking, and computerized scheduling.

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

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

10 Sec. 399. In developing its state trunkline road and bridge
11 construction program, the department shall prioritize spending on
12 capital preventative maintenance. From the funds appropriated in
13 part 1 for state trunkline road and bridge construction, not less
14 than \$100,000,000.00 must be allocated for capital preventative
15 maintenance treatments for pavement preservation.

16

17 **FEDERAL**

18 Sec. 402. A portion of the federal DOT-FHWA highway research,
19 planning, and construction funds made available to this state must
20 be allocated to transportation programs administered by local
21 jurisdictions in accordance with section 10o of 1951 PA 51, MCL
22 247.660o. A local road agency, with respect to a project approved
23 for federal aid funding in a state transportation improvement
24 program, may enter into a voluntary buyout agreement with the
25 department or with another local road agency to exchange the
26 federal aid with state restricted transportation funds as agreed to
27 by the respective parties. The state restricted transportation
28 funds received in exchange for federal aid funds must be used for
29 the same purpose as the federal aid funds were originally intended.



1

2 MICHIGAN TRANSPORTATION FUND

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

7 Sec. 503a. (1) At the close of the fiscal year, funds
8 appropriated in part 1 for the transportation economic development
9 program lapse to the transportation economic development fund.

10 (2) Interest earned on transportation economic development
11 fund balances remains in the transportation economic development
12 fund and must be allocated to transportation economic development
13 fund programs in accordance with 1987 PA 231, MCL 247.901 to
14 247.913.

15 (3) In addition to the funds appropriated in part 1, the
16 department may receive and expend federal, local, or private funds
17 for transportation economic development fund projects consistent
18 with the purpose of 1987 PA 231, MCL 247.901 to 247.913.

19 (4) None of the funds statutorily dedicated to the
20 transportation economic development fund may be diverted to other
21 programs or funds.

22 Sec. 503b. (1) At the close of the fiscal year, funds
23 appropriated in part 1 for the local bridge program carry forward
24 and are appropriated for the purposes defined in section 10(5) of
25 1951 PA 51, MCL 247.660.

26 (2) Interest earned on local bridge fund balances remains in
27 the local bridge fund and is appropriated for the local bridge
28 program established in section 10(5) of 1951 PA 51, MCL 247.660.

29 (3) In addition to the funds appropriated in part 1, the



1 department may receive and expend federal, local, or private funds
2 for local bridge program projects consistent with section 10(5) of
3 1951 PA 51, MCL 247.660.

4 (4) None of the funds statutorily dedicated to the local
5 bridge fund may be diverted to other programs or funds.

6 Sec. 504. Funds from the Michigan transportation fund must be
7 distributed to the comprehensive transportation fund, the economic
8 development fund, the recreation improvement fund, and the state
9 trunkline fund, in accordance with this part and part 1 and part
10 711 of the natural resources and environmental protection act, 1994
11 PA 451, MCL 324.71101 to 324.71108, and may only be used as
12 specified in this part and part 1, 1951 PA 51, MCL 247.651 to
13 247.675, and part 711 of the natural resources and environmental
14 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

15

16 **STATE TRUNKLINE FUND**

17 Sec. 601. (1) The department shall maintain documentation to
18 support initial acceptance of warrantied projects, interim and
19 final inspections, and notifications to contractors that the
20 warranty period had expired. The department also shall review and
21 evaluate consultant evaluation requirements or recommendations and
22 update existing policies and procedures accordingly.

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

26 (a) Initial notifications of needed corrective action are sent
27 before warranty expiration.

28 (b) Consistent and timely second notifications of needed
29 corrective action are sent if contractors do not respond within 30



1 days of an initial notification.

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

4 (d) Daily inspector reports on all warranty segments are
5 completed consistently.

6 (3) The department shall report on the review described in
7 subsection (2) and changes resulting from the review. The
8 department shall submit the report as required under section 205 no
9 later than March 31, 2025.

10 Sec. 604. At the close of the fiscal year, any unencumbered
11 and unexpended balance in the state trunkline fund remains in the
12 state trunkline fund and carries forward and is appropriated for
13 federal aid road and bridge programs for projects contained in the
14 annual state transportation program.

15 Sec. 612. The department shall provide guidelines and a report
16 on the previous year's governing incentives and disincentives
17 provided under contracts for state trunkline projects. The
18 guidelines must include specific financial information concerning
19 incentives and disincentives. The department shall submit the
20 report to the standard report recipients no later than March 31,
21 2025.

22 Sec. 613. (1) From the funds appropriated in part 1 for state
23 trunkline operations, \$350,000.00 must be allocated to provide each
24 department maintenance garage an industrial magnet roadway sweeper.
25 As used in this section, "industrial magnet roadway sweeper" means
26 an industrial-strength magnet that mounts to the front of road
27 maintenance vehicles and is used to remove metal debris from
28 roadway and highway shoulders.

29 (2) Industrial magnet roadway sweepers procured by the



1 department must meet the following specifications:

2 (a) They must fit or be capable of being retrofitted on
3 existing maintenance vehicles.

4 (b) The vehicle operator must be able to turn the magnet on
5 and off from inside the vehicle cab.

6 (c) The magnet must not exceed a 2% loss of magnet life per
7 100 years.

8 (3) The department must give preference to vendors
9 headquartered in this state.

10 Sec. 614. From the funds appropriated in part 1, \$5,000,000.00
11 must be allocated to incentivize and support the inclusion of low-
12 impact development stormwater management practices in the design of
13 state trunkline and local road agency construction projects. With
14 respect to state trunkline highways, low-impact development
15 stormwater management practices must include consideration of
16 impacts on land and drainage within 75 feet of a state trunkline
17 highway.

18 Sec. 615. From the funds appropriated in part 1, the
19 department shall apply for grant funding under the national motor
20 vehicle per-mile user fee pilot program under section 13002 of the
21 infrastructure investment and jobs act, Public Law 117-58. If the
22 grant funding is awarded, it must be used to establish a pilot
23 program to determine the feasibility of road usage charges as a
24 replacement for motor fuel taxes as a basis for transportation
25 funding.

26 Sec. 660. (1) The legislature encourages the department to
27 examine the use of alternative road surface materials and develop
28 criteria and specifications for their use in both department-
29 managed and contracted projects.



1 (2) From funds appropriated in part 1, the department shall
 2 establish the Michigan state transportation innovation council to
 3 review innovative road materials and innovative road and bridge
 4 design and construction specifications. The Michigan state
 5 transportation innovation council shall include, but is not limited
 6 to, a representative of the DOT-FHWA, an appointee chosen by the
 7 speaker of the house of representatives, and an appointee chosen by
 8 the senate majority leader.

9
 10 **TRANSIT AND RAIL RELATED FUNDS**

11 Sec. 701. The department shall establish an intercity bus
 12 equipment and facility fund as a subsidiary fund within the
 13 comprehensive transportation fund created under section 10b of 1951
 14 PA 51, MCL 247.660b. Proceeds received by this state from the sale
 15 of state-owned intercity bus equipment must be credited to the
 16 intercity bus equipment and facility fund for the purchase and
 17 repair of intercity bus equipment, as appropriated. Security
 18 deposits not returned to a lessee of state-owned intercity bus
 19 equipment under terms of the lease agreement must be credited to
 20 the intercity bus equipment and facility fund for the repair of
 21 intercity bus equipment, as appropriated. Money received by the
 22 department from lease payments for state-owned intercity bus
 23 equipment, and facility maintenance charges under terms of leases
 24 of state-owned intercity facilities, must be credited to the
 25 intercity bus equipment and facility fund for the purchase and
 26 repair of intercity bus equipment or for the maintenance and
 27 rehabilitation of state-owned intercity facilities, as
 28 appropriated. At the close of the fiscal year, any funds remaining
 29 in the intercity bus equipment and facility fund remain in the fund



1 and are carried forward into the succeeding fiscal year.

2 Sec. 702. Money that is received by this state as repayment
3 for loans made for rail or water freight capital projects, and as a
4 result of the sale of property or equipment used or projected to be
5 used for rail or water freight projects must be deposited in the
6 rail freight fund created by section 17 of the state transportation
7 preservation act of 1976, 1976 PA 295, MCL 474.67. At the close of
8 the fiscal year, any funds remaining in the rail freight fund
9 remain in the fund and are carried forward into the succeeding
10 fiscal year.

11 Sec. 704. From the funds appropriated in part 1, the
12 department shall prepare and transmit a report that includes the
13 department's current rolling 5-year rail plan and detail regarding
14 the department's obligations for programs funded under the
15 appropriation in part 1 for rail operations and infrastructure. The
16 report must include a breakdown of the appropriation by program,
17 year-to-date obligations under each program itemized by project,
18 and an estimate of future obligations under each program itemized
19 by project for the remainder of the fiscal year. The department
20 shall submit the report to the standard report recipients on or
21 before February 1, 2025.

22 Sec. 707. (1) Before March 1, 2025, the department shall
23 provide to the legislature, the state budget office, and the house
24 and senate fiscal agencies its rail strategic plan. The strategic
25 plan must include, but is not limited to, a rolling 5-year rail
26 plan and a summary of the department's obligations for programs
27 funded under the appropriation in part 1 for rail operations and
28 infrastructure.

29 (2) The rolling 5-year rail plan must include, but is not



1 limited to, all of the following:

2 (a) A listing by county of all rail infrastructure projects on
3 rail lines within this state utilizing state funds, and the
4 estimated cost of each project.

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

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

9 (3) The period of the rolling 5-year rail plan must include
10 the fiscal year ending September 30, 2025 and the immediately
11 following 4 fiscal years.

12 (4) The summary of the department's obligations for programs
13 funded under the appropriation in part 1 for rail operations and
14 infrastructure must include a breakdown of the appropriation by
15 program, year-to-year obligations under each program itemized by
16 project, and an estimate of future obligations under each program
17 itemized by project for the remainder of the fiscal year.

18 (5) From the funds appropriated in part 1 for rail operation
19 and infrastructure, not less than \$15,000,000.00 must be allocated
20 for the support of rail-related economic development projects and
21 rail freight system preservation projects.

22 Sec. 735. For the fiscal year ending September 30, 2025, the
23 appropriation to a street railway pursuant to section 10e(22) of
24 1951 PA 51, MCL 247.660e, is \$0.

25

26 **AERONAUTICS FUND**

27 Sec. 801. Except as otherwise provided in section 903 of this
28 part for capital outlay, at the close of the fiscal year, any
29 unobligated and unexpended balance in the state aeronautics fund



1 created in the aeronautics code of the state of Michigan, 1945 PA
2 327, MCL 259.1 to 259.208, lapses to the state aeronautics fund and
3 may be appropriated by the legislature in the immediately
4 succeeding fiscal year.

5

6 **CAPITAL OUTLAY**

7 Sec. 901. (1) From federal-state-local project appropriations
8 contained in part 1 for the purpose of assisting political entities
9 and subdivisions of this state in the construction and improvement
10 of publicly used airports and landing fields within this state, the
11 state transportation department may permit the award of contracts
12 on behalf of units of local government for the authorized locations
13 not to exceed the indicated amounts, of which the state allocated
14 portion must not exceed the amount appropriated in part 1.

15 (2) Political entities and subdivisions shall provide not less
16 than 5% of the cost of any project under this section, unless a
17 total nonfederal share less than 10% is otherwise specified in
18 federal law. State money must not be allocated until local money is
19 allocated. State money for any 1 project must not exceed 1/3 of the
20 total appropriation in part 1 from state funds for airport
21 improvement programs.

22 (3) The Michigan aeronautics commission may take those steps
23 necessary to match federal money available for airport construction
24 and improvement within this state and to meet the matching
25 requirements of the federal government. Whether acting alone or
26 jointly with another political subdivision or public agency or with
27 this state, a political subdivision or public agency of this state
28 shall not submit to any agency of the federal government a project
29 application for airport planning or development unless it is



1 authorized in this part and part 1 and the project application is
 2 approved by the governing body of each political subdivision or
 3 public agency making the application and by the Michigan
 4 aeronautics commission.

5 Sec. 903. The appropriations in part 1 for capital outlay are
 6 carried forward at the end of the fiscal year consistent with the
 7 provisions of section 248 of the management and budget act, 1984 PA
 8 431, MCL 18.1248.

9

10 **ONE-TIME ONLY APPROPRIATIONS**

11 Sec. 1001. Funds appropriated in part 1 for federal match and
 12 priority bridge investments shall be used to provide funding
 13 necessary to ensure the department secures all federal funding made
 14 available to the department from the federal highway administration
 15 under the infrastructure investment and jobs act, Public Law 117-
 16 58. Any remaining funds shall support a grant program administered
 17 by the department for the rehabilitation and reconstruction of
 18 locally owned bridges and culverts.

19 Sec. 1002. (1) Funds appropriated in part 1 for transit
 20 innovation grants shall be expended by the department to support,
 21 but are not limited to, the following activities:

22 (a) Studies to support local and regional transit development.

23 (b) Development of transportation facilities that support
 24 connections between local, regional, national, or international
 25 public transportation services.

26 (2) The department shall develop program guidelines and
 27 selection criteria in consultation with the Michigan infrastructure
 28 office.

29 Sec. 1003. (1) Funds appropriated in part 1 for MI contracting



1 opportunity shall be expended by the department to support
 2 activities that enhance the development and availability of
 3 contractors or suppliers for the delivery of infrastructure
 4 programs that are socially or economically disadvantaged business
 5 concerns as defined under section 100002 of the infrastructure
 6 investment and jobs act, Public Law 117-58.

7 (2) A MI contracting opportunity loan fund is created in the
 8 department from funds appropriated in part 1. Funds deposited into
 9 the fund or money received by the state as repayment of loans are
 10 appropriated and shall be available for future loans. At the close
 11 of the fiscal year, any unencumbered funds remaining in the fund
 12 shall be carried forward into the succeeding fiscal year.

13 (3) The MI contracting opportunity loan fund may support, but
 14 is not limited to, the following department programs:

15 (a) Small business lending program.

16 (b) Mega projects small business lending program.

17 (4) The department shall develop MI contracting opportunity
 18 program goals, objectives, and strategies in consultation with the
 19 Michigan infrastructure office.

20 Sec. 1101. From the funds appropriated in part 1 for air
 21 service/airport revitalization, \$6,000,000.00 is appropriated to
 22 the department for grant funding to airports in this state as
 23 follows:

24 (a) \$2,000,000.00 for air service development, air service
 25 connectivity, and service retention.

26 (b) \$4,000,000.00 for capital development projects at general
 27 aviation airports in this state. Capital development projects
 28 include obstruction removal, pavement rehabilitation, fuel facility
 29 construction, and terminal improvements.



1 Sec. 1102. From the funds appropriated in part 1 for Lake
2 Michigan car ferry, \$2,000,000.00 shall be used for decarbonization
3 planning and implementation of clean-energy maritime technology on
4 the S.S. Badger.

5 Sec. 1103. Funds appropriated in part 1 for local rail grade
6 separation program shall be expended by the department to support a
7 grant program for the separation of motor vehicle traffic and
8 railroad traffic. Grant funds awarded under this program may be
9 used by local road agencies for design and construction related to
10 a grade separation project or a project that improves traffic at a
11 rail crossing without a full grade separation, including, but not
12 limited to, construction of a rail siding or spur. Projects must be
13 selected for inclusion in the program subject to available funding
14 and according to the following criteria:

15 (a) Grade separation projects that will eliminate significant
16 blockages or backups.

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

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

21 Sec. 1104. (1) From the funds appropriated in part 1 for local
22 road and material research program, the department shall establish
23 a local road and material research program with the purpose of
24 promoting and funding applied research related to road and bridge
25 preservation on the local road system, including research into
26 innovative materials and processes.

27 (2) The program shall be administered by a local road agency
28 research board consisting of representatives of local road
29 agencies, the department, and a state university with a college of



1 engineering.

2 (3) Research project proposals may be submitted by local road
3 agencies and state university engineering faculty. Grants must be
4 awarded through a competitive grant application process. Projects
5 must be selected for inclusion in the program subject to available
6 funding and according to criteria established by the local road
7 agency research board.

8 Sec. 1105. From the one-time funds appropriated in part 1 for
9 new technology and mobility, \$36,450,000.00 is appropriated to the
10 department to be used as follows:

11 (a) \$15,000,000.00 for implementation of aerial mobility and
12 drone infrastructure projects, including drone hubs, drone ports,
13 and last mile delivery.

14 (b) \$8,000,000.00 for Michigan mobility fund platform and
15 mobility public-private partnership and programming projects.

16 (c) \$1,000,000.00 for Michigan mobility fellows.

17 (d) \$4,500,000.00 for an inductive charging interoperability
18 pilot project.

19 (e) \$5,000,000.00 to develop and implement a road usage
20 charge/vehicle miles travel fee pilot project.

21 (f) \$2,950,000.00 for a Michigan e-bike purchase incentive
22 program to implement House Bill No. 4491 of the 102nd Legislature
23 if the bill is enacted into law.

24 Sec. 1106. (1) From the funds appropriated in part 1 for
25 school zone automated speed enforcement pilot project, the
26 department shall develop and implement an automated school zone
27 speed enforcement pilot project. The purpose of the project is to
28 determine the effectiveness of automated speed enforcement
29 technology combined with a public education and information



1 campaign.

2 (2) In implementing the pilot project program under this
3 section, the department shall partner with a local police agency
4 and a private industry consultant. The private industry consultant
5 must adhere to national Criminal Justice Information Services
6 guidelines, have facilities and practices audited annually, and be
7 strategic partners with the National Law Enforcement
8 Telecommunication System (NLETS).

9 (3) The department shall submit a report on the pilot project
10 to the standard report recipients on or before March 1, 2025. The
11 report must include a description of project methodology, findings,
12 and recommendations.

13 Sec. 1107. From the funds appropriated in part 1 for supplier
14 risk and information subscription, the department shall use not
15 less than \$50,000.00 for a comprehensive supplier risk and
16 information subscription service for precontract risk assessment.

17 Sec. 1108. From the funds appropriated in part 1, the
18 department shall install bioswales, biofilters, and other vegetated
19 channels in state trunkline highway medians in order to treat,
20 convey, infiltrate, and attenuate incoming stormwater runoff.
21 Actions required under this section include, but are not limited
22 to, the conversion of state trunkline highway medians to vegetation
23 including wildflowers.

24 Sec. 1109. (1) From the funds appropriated in part 1, the
25 department shall study factors related to the implementation of
26 road diets on nonfreeway state trunkline highways within municipal
27 boundaries. The study must review all of the following:

- 28 (a) Costs of roadway conversion.
29 (b) Cost savings related to maintenance and operation.



1 (c) Impacts to all roadway users

2 (2) As used in this section, "road diet" means a roadway
3 reconfiguration to reduce the number of vehicular travel lanes with
4 a view to enhanced safety, mobility, and access for all road users
5 and accommodation of a variety of transportation modes.

6 Sec. 1110. From the funds appropriated in part 1 for 1-time
7 local bus operating, the department shall distribute funds to
8 eligible authorities and eligible governmental agencies as those
9 terms are defined in section 10c of 1951 PA 51, MCL 247.660c, in
10 accordance with the provisions of section 10e(4)(a) of 1951 PA 51,
11 MCL 247.660e.

