

SUBSTITUTE FOR

SENATE BILL NO. 148

A bill to make appropriations for the state transportation department for the fiscal year ending September 30, 2018; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 PART 1

2 LINE-ITEM APPROPRIATIONS

3 Sec. 101. There is appropriated for the state transportation
4 department for the fiscal year ending September 30, 2018, from the
5 following funds:

6 STATE TRANSPORTATION DEPARTMENT

7 APPROPRIATION SUMMARY

8 Full-time equated unclassified positions 6.0

1	Full-time equated classified positions	2,820.3	
2	GROSS APPROPRIATION		\$ 4,347,443,000
3	Total interdepartmental grants and intradepartmental		
4	transfers		4,039,300
5	ADJUSTED GROSS APPROPRIATION		\$ 4,343,403,700
6	Federal revenues:		
7	Federal aid - transportation programs		1,340,301,200
8	Total federal revenues		1,340,301,200
9	Special revenue funds:		
10	Local revenues		50,532,000
11	Private revenues		100,000
12	Total local and private revenues		50,632,000
13	Blue Water Bridge fund		23,432,600
14	Comprehensive transportation fund		335,482,700
15	Economic development fund		54,085,000
16	Intercity bus equipment and facility fund		100,000
17	IRS debt service rebate		7,004,300
18	Local bridge fund		30,598,300
19	Michigan transportation fund		1,470,983,700
20	Qualified airport fund		6,500,000
21	Rail freight fund		6,000,000
22	State aeronautics fund		16,418,600
23	State trunkline fund		1,001,865,300
24	Total other state restricted revenues		2,952,470,500
25	State general fund/general purpose		\$ 0
26	Sec. 102. DEBT SERVICE		
27	Airport safety and protection plan		\$ 4,617,000

1	Blue Water Bridge fund	7,105,100
2	Comprehensive transportation	18,244,500
3	Economic development	11,548,300
4	Local bridge fund	2,315,400
5	State trunkline	<u>185,109,100</u>
6	GROSS APPROPRIATION	\$ 228,939,400
7	Appropriated from:	
8	Federal revenues:	
9	Federal aid - transportation programs	37,783,300
10	Special revenue funds:	
11	Blue Water Bridge fund	7,105,100
12	Comprehensive transportation fund	18,244,500
13	Economic development fund	11,548,300
14	IRS debt service rebate	7,004,300
15	Local bridge fund	2,315,400
16	State aeronautics fund	4,617,000
17	State trunkline fund	140,321,500
18	State general fund/general purpose	\$ 0
19	Sec. 103. COLLECTION, ENFORCEMENT, AND OTHER AGENCY	
20	SUPPORT SERVICES	
21	CTF grant to civil service commission	\$ 200,000
22	CTF grant to department of attorney general	205,000
23	CTF grant to department of treasury	12,700
24	CTF grant to legislative auditor general	39,000
25	CTF grant to department of technology, management, and	
26	budget	45,500
27	MTF grant to department of environmental quality	1,345,900

1	MTF grant to department of treasury	2,701,700
2	MTF grant to legislative auditor general	315,800
3	MTF grant to department of state for collection of	
4	revenue and fees.....	20,000,000
5	SAF grant to civil service commission	150,000
6	SAF grant to department of attorney general	179,400
7	SAF grant to department of treasury	73,400
8	SAF grant to legislative auditor general	30,300
9	SAF grant to department of technology, management, and	
10	budget.....	34,600
11	STF grant to civil service commission	5,847,000
12	STF grant to department of attorney general	2,447,600
13	STF grant to department of state police	11,697,900
14	STF grant to department of technology, management, and	
15	budget.....	1,199,300
16	STF grant to department of treasury	169,800
17	STF grant to legislative auditor general	<u>733,500</u>
18	GROSS APPROPRIATION	\$ 47,428,400
19	Appropriated from:	
20	Special revenue funds:	
21	Comprehensive transportation fund	502,200
22	Michigan transportation fund	24,363,400
23	State aeronautics fund.....	467,700
24	State trunkline fund.....	22,095,100
25	State general fund/general purpose	\$ 0
26	Sec. 104. DEPARTMENTAL ADMINISTRATION AND SUPPORT	
27	Full-time equated unclassified positions 6.0	

1	Full-time equated classified positions	252.3	
2	Unclassified salaries--6.0 FTE positions		\$ 776,600
3	Asset management council		1,876,400
4	Business support services--42.0 FTE positions		6,595,600
5	Commission audit--29.3 FTE positions		3,367,500
6	Economic development and enhancement programs--10.0		
7	FTE positions.....		1,643,500
8	Finance, contracts, and support services--171.0 FTE		
9	positions.....		20,418,200
10	Property management		7,103,500
11	Worker's compensation		<u>1,619,000</u>
12	GROSS APPROPRIATION		\$ 43,400,300
13	Appropriated from:		
14	IDG for accounting service center user charges		4,039,300
15	Special revenue funds:		
16	Comprehensive transportation fund		1,551,300
17	Economic development fund		380,400
18	Michigan transportation fund		4,217,100
19	State aeronautics fund		702,400
20	State trunkline fund		32,509,800
21	State general fund/general purpose		\$ 0
22	Sec. 105. INFORMATION TECHNOLOGY		
23	Information technology services and projects		\$ <u>33,465,900</u>
24	GROSS APPROPRIATION		\$ 33,465,900
25	Appropriated from:		
26	Federal revenues:		
27	Federal aid - transportation programs		520,500

1	Special revenue funds:		
2	Blue Water Bridge fund	55,300	
3	Comprehensive transportation fund	225,100	
4	Economic development fund	37,200	
5	Michigan transportation fund	294,300	
6	State aeronautics fund	175,600	
7	State trunkline fund	32,157,900	
8	State general fund/general purpose	\$ 0	
9	Sec. 106. TRANSPORTATION PLANNING		
10	Full-time equated classified positions	137.0	
11	Planning services --137.0 FTE positions	\$ 38,245,200	
12	Grants to regional planning councils	<u>488,800</u>	
13	GROSS APPROPRIATION	\$ 38,734,000	
14	Appropriated from:		
15	Federal revenues:		
16	Federal aid - transportation programs	19,250,000	
17	Special revenue funds:		
18	Comprehensive transportation fund	610,500	
19	Michigan transportation fund	9,580,800	
20	State aeronautics fund	15,000	
21	State trunkline fund	9,277,700	
22	State general fund/general purpose	\$ 0	
23	Sec. 107. DESIGN AND ENGINEERING SERVICES		
24	Full-time equated classified positions	1,473.3	
25	Program development, delivery, and system operations--		
26	1,473.3 FTE positions	\$ <u>160,253,100</u>	
27	GROSS APPROPRIATION	\$ 160,253,100	

1	Appropriated from:	
2	Federal revenues:	
3	Federal aid - transportation programs	23,529,800
4	Special revenue funds:	
5	Comprehensive transportation fund	187,100
6	Michigan transportation fund	12,281,400
7	State aeronautics fund	160,300
8	State trunkline fund	124,094,500
9	State general fund/general purpose	\$ 0
10	Sec. 108. HIGHWAY MAINTENANCE	
11	Full-time equated classified positions	793.7
12	State trunkline operations--793.7 FTE positions	\$ <u>317,593,400</u>
13	GROSS APPROPRIATION	\$ 317,593,400
14	Appropriated from:	
15	Special revenue funds:	
16	State trunkline fund	317,593,400
17	State general fund/general purpose	\$ 0
18	Sec. 109. ROAD AND BRIDGE PROGRAMS	
19	Cities and villages	\$ 491,162,500
20	County road commissions	880,938,200
21	Grants to local programs	33,000,000
22	Local bridge program	28,282,900
23	Local federal aid and road and bridge construction ...	278,400,300
24	Local agency wetland mitigation bank fund	100
25	Movable bridge	5,110,000
26	Rail grade crossing	3,000,000
27	Rail grade crossing - surface improvements	3,000,000

1	State trunkline federal aid and road and bridge	
2	construction.....	<u>1,140,756,800</u>
3	GROSS APPROPRIATION	\$ 2,863,650,800
4	Appropriated from:	
5	Federal revenues:	
6	Federal aid - transportation programs	1,061,767,600
7	Special revenue funds:	
8	Local funds	30,003,500
9	Blue Water Bridge fund	9,800,800
10	Local bridge fund	28,282,900
11	Michigan transportation fund	1,416,210,800
12	State trunkline fund	317,585,200
13	State general fund/general purpose	\$ 0
14	Sec. 110. BLUE WATER BRIDGE	
15	Full-time equated classified positions..... 41.0	
16	Blue Water Bridge operations--41.0 FTE positions	\$ <u>6,471,400</u>
17	GROSS APPROPRIATION	\$ 6,471,400
18	Appropriated from:	
19	Special revenue funds:	
20	Blue Water Bridge fund	6,471,400
21	State general fund/general purpose	\$ 0
22	Sec. 111. TRANSPORTATION ECONOMIC DEVELOPMENT	
23	Forest roads	\$ 5,000,000
24	Rural county primary	7,779,800
25	Rural county urban system	2,500,000
26	Target industries/economic redevelopment	19,059,500
27	Urban county congestion	<u>7,779,800</u>

1	GROSS APPROPRIATION	\$	42,119,100
2	Appropriated from:		
3	Special revenue funds:		
4	Economic development fund		42,119,100
5	State general fund/general purpose	\$	0
6	Sec. 112. AERONAUTICS SERVICES		
7	Full-time equated classified positions		48.0
8	Air service program	\$	250,000
9	Aviation services--48.0 FTE positions		<u>7,071,100</u>
10	GROSS APPROPRIATION	\$	7,321,100
11	Appropriated from:		
12	Special revenue funds:		
13	State aeronautics fund		7,321,100
14	State general fund/general purpose	\$	0
15	Sec. 113. PUBLIC TRANSPORTATION SERVICES		
16	Full-time equated classified positions		36.0
17	Passenger transportation services--36.0 FTE positions	\$	<u>5,789,100</u>
18	GROSS APPROPRIATION	\$	5,789,100
19	Appropriated from:		
20	Federal revenues:		
21	Federal aid - transportation programs		972,100
22	Special revenue funds:		
23	Comprehensive transportation fund		4,817,000
24	State general fund/general purpose	\$	0
25	Sec. 114. LOCAL BUS TRANSIT		
26	Local bus operating	\$	188,250,000
27	Nonurban operating/capital		<u>28,027,900</u>

1	GROSS APPROPRIATION	\$	216,277,900
2	Appropriated from:		
3	Federal revenues:		
4	Federal aid - transportation programs		26,027,900
5	Special revenue funds:		
6	Local funds		2,000,000
7	Comprehensive transportation fund		188,250,000
8	State general fund/general purpose	\$	0
9	Sec. 115. INTERCITY PASSENGER AND FREIGHT		
10	Full-time equated classified positions		39.0
11	Detroit/Wayne County port authority	\$	200,000
12	Freight property management		1,000,000
13	Intercity services		8,060,000
14	Marine passenger service		400,000
15	Office of rail--39.0 FTE positions		6,483,400
16	Rail freight economic development		8,768,200
17	Rail operations and infrastructure		<u>115,991,500</u>
18	GROSS APPROPRIATION	\$	140,903,100
19	Appropriated from:		
20	Federal revenues:		
21	Federal aid - transportation programs		64,600,000
22	Special revenue funds:		
23	Local funds		260,000
24	Private funds		100,000
25	Comprehensive transportation fund		67,078,400
26	Intercity bus equipment and facility fund		100,000
27	Michigan transportation fund		2,036,000

1	Rail freight fund	6,000,000
2	State trunkline fund	728,700
3	State general fund/general purpose	\$ 0
4	Sec. 116. PUBLIC TRANSPORTATION DEVELOPMENT	
5	Municipal credit program	\$ 2,000,000
6	Service initiatives	3,389,200
7	Specialized services	17,938,900
8	Transit capital	59,403,500
9	Transportation to work	3,700,000
10	Van pooling	<u>195,000</u>
11	GROSS APPROPRIATION	\$ 86,626,600
12	Appropriated from:	
13	Federal revenues:	
14	Federal aid - transportation programs	26,850,000
15	Special revenue funds:	
16	Local funds	5,760,000
17	Comprehensive transportation fund	54,016,600
18	State general fund/general purpose	\$ 0
19	Sec. 117. CAPITAL OUTLAY	
20	(1) BUILDINGS AND FACILITIES	
21	Salt storage buildings and containment control	\$ 2,500,000
22	Special maintenance, remodeling, and additions	<u>3,001,500</u>
23	GROSS APPROPRIATION	\$ 5,501,500
24	Appropriated from:	
25	State trunkline fund	5,501,500
26	State general fund/general purpose	\$ 0
27	(2) AIRPORT IMPROVEMENT PROGRAMS	

1	Airport safety, protection and improvement program ...	\$	94,468,000
2	Detroit Metropolitan Wayne County Airport		<u>6,500,000</u>
3	GROSS APPROPRIATION	\$	100,968,000
4	Appropriated from:		
5	Federal revenues:		
6	Federal aid - transportation programs		79,000,000
7	Special revenue funds:		
8	Local funds		12,508,500
9	Qualified airport fund		6,500,000
10	State aeronautics fund		2,959,500
11	State general fund/general purpose	\$	0
12	Sec. 118. ONE-TIME BASIS ONLY APPROPRIATIONS		
13	Gogebic County disaster relief	\$	<u>1,999,900</u>
14	GROSS APPROPRIATION	\$	1,999,900
15	Appropriated from:		
16	Michigan transportation fund		1,999,900
17	State general fund/general purpose	\$	0

18 PART 2

19 PROVISIONS CONCERNING APPROPRIATIONS

20 FOR FISCAL YEAR 2017-2018

21 **GENERAL SECTIONS**

22 Sec. 201. Pursuant to section 30 of article IX of the state
 23 constitution of 1963, total state spending from state resources
 24 under part 1 for fiscal year 2017-2018 is \$2,952,470,500.00 and
 25 state spending from state resources to be paid to local units of

1 government for fiscal year 2017-2018 is \$1,718,368,100.00. The
 2 itemized statement below identifies appropriations from which
 3 spending to local units of government will occur:

4 STATE TRANSPORTATION DEPARTMENT

5	Rail grade crossing - surface improvements	\$	3,000,000
6	Urban county congestion		7,779,800
7	Local bridge program		28,282,900
8	Service initiatives		1,414,200
9	Transit capital		42,853,500
10	Rural county primary		7,779,800
11	Cities and villages		491,162,500
12	Grants to local programs		33,000,000
13	Local bus operating		188,250,000
14	Detroit/Wayne County Port Authority		200,000
15	Airport safety, protection, and improvement program ..		2,959,500
16	Forest roads		5,000,000
17	Grants to regional planning councils		488,800
18	Movable Bridge		2,555,000
19	Air service program		250,000
20	Local agency wetlands mitigation		100
21	Rail grade crossing		1,500,000
22	Transportation to work		3,700,000
23	Marine passenger service		400,000
24	Municipal credit program		2,000,000
25	Rural county urban system		2,500,000
26	Specialized services		3,853,900
27	Detroit Metropolitan Wayne County Airport		6,500,000

1	County road commissions	880,938,200
2	Gogebic County repair project	<u>1,999,900</u>
3	TOTAL	\$ 1,718,368,100

4 Sec. 202. The appropriations authorized under this part and
5 part 1 are subject to the management and budget act, 1984 PA 431,
6 MCL 18.1101 to 18.1594.

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

8 (a) "CTF" means comprehensive transportation fund.

9 (b) "Department" means the state transportation department.

10 (c) "Director" means the director of the department.

11 (d) "DOT" means the United States Department of
12 Transportation.

13 (e) "DOT-FHWA" means DOT, Federal Highway Administration.

14 (f) "FTE" means full-time equated.

15 (g) "IDG" means interdepartmental grant.

16 (h) "MTF" means Michigan transportation fund.

17 (i) "SAF" means state aeronautics fund.

18 (j) "STF" means state trunkline fund.

19 Sec. 204. The departments and agencies receiving
20 appropriations in part 1 shall use the internet to fulfill the
21 reporting requirements of this part. This requirement may include
22 transmission of reports via electronic mail to the recipients
23 identified for each reporting requirement, or it may include
24 placement of reports on an internet or intranet site.

25 Sec. 205. Funds appropriated in part 1 shall not be used for
26 the purchase of foreign goods or services, or both, if
27 competitively priced and of comparable quality American goods or

1 services, or both, are available. Preference shall be given to
2 goods or services, or both, manufactured or provided by Michigan
3 businesses, if they are competitively priced and of comparable
4 quality. In addition, preference shall be given to goods or
5 services, or both, that are manufactured or provided by Michigan
6 businesses owned and operated by veterans, if they are
7 competitively priced and of comparable quality.

8 Sec. 206. The director shall take all reasonable steps to
9 ensure businesses in deprived and depressed communities compete for
10 and perform contracts to provide services or supplies, or both.
11 Each director shall strongly encourage firms with which the
12 department contracts to subcontract with certified businesses in
13 depressed and deprived communities for services, supplies, or both.

14 Sec. 207. The departments and agencies receiving
15 appropriations in part 1 shall prepare a report on out-of-state
16 travel expenses not later than January 1 of each year. The travel
17 report shall be a listing of all travel by classified and
18 unclassified employees outside this state in the immediately
19 preceding fiscal year that was funded in whole or in part with
20 funds appropriated in the department's budget. The report shall be
21 submitted to the senate and house appropriations committees, the
22 house and senate fiscal agencies, and the state budget director.
23 The report shall include the following information:

24 (a) The dates of each travel occurrence.

25 (b) The transportation and related costs of each travel
26 occurrence, including the proportion funded with state general
27 fund/general purpose revenues, the proportion funded with state

1 restricted revenues, the proportion funded with federal revenues,
2 and the proportion funded with other revenues.

3 Sec. 208. Funds appropriated in part 1 shall not be used by a
4 principal executive department, state agency, or authority to hire
5 a person to provide legal services that are the responsibility of
6 the attorney general. This prohibition does not apply to legal
7 services for bonding activities and for those activities that the
8 attorney general authorizes.

9 Sec. 209. Not later than November 30, the state budget office
10 shall prepare and transmit a report that provides for estimates of
11 the total general fund/general purpose appropriation lapses at the
12 close of the prior fiscal year. This report shall summarize the
13 projected year-end general fund/general purpose appropriation
14 lapses by major departmental program or program areas. The report
15 shall be transmitted to the chairpersons of the senate and house of
16 representatives standing committees on appropriations and the
17 senate and house fiscal agencies.

18 Sec. 210. (1) In addition to the funds appropriated in part 1,
19 there is appropriated an amount not to exceed \$200,000,000.00 for
20 federal contingency funds. These funds are not available for
21 expenditure until they have been transferred to another line item
22 in part 1 pursuant to section 393(2) of the management and budget
23 act, 1984 PA 431, MCL 18.1393.

24 (2) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$40,000,000.00 for state
26 restricted contingency funds. These funds are not available for
27 expenditure until they have been transferred to another line item

1 in part 1 pursuant to section 393(2) of the management and budget
2 act, 1984 PA 431, MCL 18.1393.

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

9 (4) In addition to the funds appropriated in part 1, there is
10 appropriated an amount not to exceed \$1,000,000.00 for private
11 contingency funds. These funds are not available for expenditure
12 until they have been transferred to another line item in part 1
13 pursuant to section 393(2) of the management and budget act, 1984
14 PA 431, MCL 18.1393.

15 Sec. 211. The department shall cooperate with the department
16 of technology, management, and budget to maintain a searchable
17 website accessible by the public at no cost that includes, but is
18 not limited to, all of the following:

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

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

21 (c) Fiscal year-to-date payments to a selected vendor,
22 including the vendor name, payment date, payment amount, and
23 payment description.

24 (d) The number of active department employees by job
25 classification.

26 (e) Job specifications and wage rates.

27 Sec. 212. Within 14 days after the release of the executive

1 budget recommendation, the department shall cooperate with the
2 state budget office to provide the senate and house appropriations
3 chairs, the senate and house appropriations subcommittees chairs,
4 and the senate and house fiscal agencies with an annual report on
5 estimated state restricted fund balances, state restricted fund
6 projected revenues, and state restricted fund expenditures for the
7 fiscal years ending September 30, 2017 and September 30, 2018.

8 Sec. 213. The department shall maintain, on a publicly
9 accessible website, a department scorecard that identifies, tracks,
10 and regularly updates key metrics that are used to monitor and
11 improve the agency's performance.

12 Sec. 214. Total authorized appropriations from all sources
13 under part 1 for legacy costs for the fiscal year ending September
14 30, 2018 are \$63,943,300.00. From this amount, total agency
15 appropriations for pension-related legacy costs are estimated at
16 \$32,905,600.00. Total agency appropriations for retiree health care
17 legacy costs are estimated at \$31,037,700.00.

18 Sec. 215. A department shall not take disciplinary action
19 against an employee for communicating with a member of the
20 legislature or his or her staff.

21 Sec. 217. The department shall provide notice to the speaker
22 of the house, the house minority leader, the senate majority
23 leader, the senate minority leader, the house and senate standing
24 committees on transportation, the appropriate house and senate
25 appropriations subcommittees on transportation, and the house and
26 senate fiscal agencies on proposed federal rule changes related to
27 the department that would require amendments to the laws of this

1 state. The notice shall be given within 30 business days of the
2 proposed federal rule being posted to the federal register and
3 shall include a description of the proposed federal rule, the
4 publication date, the date when public comment closes, the document
5 citation, and a description of the statutory changes needed when
6 the rule is finalized.

7 Sec. 270. In order to reduce costs and maintain quality, it is
8 the intent of the legislature that, excluding the fleet of motor
9 vehicles for the department of state police, the department will
10 prioritize the utilization of remanufactured parts as the primary
11 means of maintenance and repair for the state of Michigan's fleet
12 of motor vehicles.

13 **DEPARTMENTAL SECTIONS**

14 Sec. 301. (1) The department may establish a fee schedule and
15 collect fees sufficient to cover the costs to issue the permits
16 that the department is authorized by law to issue upon request,
17 unless otherwise stipulated by law. All permit fees are
18 nonrefundable application fees and shall be credited to the
19 appropriate fund to recover the direct and indirect costs of
20 receiving, reviewing, and processing the requests.

21 (2) A bridge authority shall hold 3 public hearings on an
22 increase in any toll charged by the authority at least 30 days
23 before the toll change will become effective. Two of the hearings
24 shall be held within 5 miles of the bridge over which the bridge
25 authority has jurisdiction. One hearing shall be held in Lansing.
26 Public hearings held under this section shall be conducted in

1 accordance with the open meetings act, 1976 PA 267, MCL 15.261 to
2 15.275, and shall be conducted so as to provide a reasonable
3 opportunity for public comment, including both spoken and written
4 comments.

5 Sec. 304. If, as a requirement of bidding on a highway
6 project, the department requires a contractor to submit financial
7 or proprietary documentation as to how the bid was calculated, that
8 bid documentation shall be kept confidential and shall not be
9 disclosed other than to a department representative without the
10 contractor's written consent. The department may disclose the bid
11 documentation if necessary to address or defend a claim by a
12 contractor.

13 Sec. 305. (1) The department may permit space on public
14 passenger transportation properties to be occupied by public or
15 private tenants on a competitive market rate basis. The department
16 shall require that revenue from the tenants be placed in an account
17 to be used to pay the costs to maintain and improve the property.

18 (2) The department shall charge public transit agencies and
19 intercity bus carriers equal rates per square foot for leasing
20 space in state-owned intermodal facilities.

21 Sec. 306. (1) The amounts appropriated in part 1 to support
22 tax and fee collection, law enforcement, and other program services
23 provided to the department and to transportation funds by other
24 state departments shall be expended from transportation funds
25 pursuant to annual contracts between the department and those other
26 state departments. The contracts shall be executed prior to the
27 expenditure or obligation of those funds. The contracts shall

1 provide, but are not limited to, the following data applicable to
2 each state department:

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

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

6 (c) Detailed cost allocation methods appropriate to the type
7 of services being provided and the activities financed with
8 transportation funds.

9 (2) Not later than 2 months after publication of the state of
10 Michigan comprehensive annual financial report, each state
11 department receiving funding pursuant to an interdepartment
12 contract with the department shall submit a written report to the
13 department, the state budget director, and the house and senate
14 fiscal agencies stating by spending authorization account the
15 amount of estimated funds contracted with the department, the
16 amount of funds expended, the amount of funds returned to the
17 transportation funds, and any unreimbursed transportation-related
18 costs incurred but not billed to transportation funds. A copy of
19 the report shall be submitted to the auditor general, and the
20 report shall be subject to audit.

21 (3) The auditor general shall use a risk-based approach in
22 developing an audit program for the use of transportation funds.

23 Sec. 307. Before March 1 of each year, the department will
24 provide to the legislature, the state budget office, and the house
25 and senate fiscal agencies its rolling 5-year plan listing by
26 county or by county road commission all highway construction
27 projects for the fiscal year and all expected projects for the

1 ensuing fiscal years.

2 Sec. 310. The department shall provide in a timely manner
3 copies of the agenda and approved minutes of monthly transportation
4 commission meetings to the members of the house and senate
5 appropriations subcommittees on transportation, the house and
6 senate fiscal agencies, and the state budget director.

7 Sec. 313. (1) From funds appropriated in part 1, the
8 department may increase a state infrastructure bank program and
9 grant or loan funds in accordance with regulations of the state
10 infrastructure bank program of the United States Department of
11 Transportation. The state infrastructure bank is to be administered
12 by the department for the purpose of providing a revolving, self-
13 sustaining resource for financing transportation infrastructure
14 projects.

15 (2) In addition to funds provided in subsection (1), money
16 received by the state as federal grants, repayment of state
17 infrastructure bank loans, or other reimbursement or revenue
18 received by the state as a result of projects funded by the program
19 and interest earned on that money shall be deposited in the
20 revolving state infrastructure bank fund and shall be available for
21 transportation infrastructure projects. At the close of the fiscal
22 year, any unencumbered funds remaining in the state infrastructure
23 bank fund shall remain in the fund and be carried forward into the
24 succeeding fiscal year.

25 (3) The department shall submit a report to the state budget
26 director, the house and senate appropriations subcommittees on
27 transportation, and the house and senate fiscal agencies on the

1 status of the state infrastructure bank. The report shall be
2 submitted on or before December 1, 2017. The report shall include
3 all of the following:

4 (a) The balance in the state infrastructure bank at September
5 30, 2017, including a breakdown of the balance by cash and cash
6 equivalents, outstanding loans, and balance available for loan to
7 local agencies.

8 (b) A breakdown of the state infrastructure loan balance by
9 amounts designated as originating from federal sources and the
10 amounts originating from nonfederal sources.

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

13 Sec. 319. The department shall post signs at each rest area to
14 identify the agency or contractor responsible for maintenance of
15 the rest area. The signs shall include a department telephone
16 number and shall indicate that unsafe or unclean conditions at the
17 rest area may be reported to that telephone number.

18 Sec. 353. The department shall review its contractor payment
19 process and ensure that all prime contractors are paid promptly.
20 The department shall ensure that prime contractors are in
21 compliance with special provision 109.10 regarding the prompt
22 payment of subcontractors.

23 Sec. 357. When presented with complete local federal aid
24 project submittals, the department shall complete all necessary
25 reviews and inspections required to let local federal aid projects
26 within 120 days of receipt. The department shall implement a system
27 for monitoring the local federal aid project review process.

1 Sec. 375. The department is prohibited from reimbursing
2 contractors or consultants for costs associated with groundbreaking
3 ceremonies, receptions, open houses, or press conferences related
4 to transportation projects funded, in whole or in part, by revenue
5 appropriated in part 1.

6 Sec. 376. The department shall not spend funds appropriated in
7 part 1 for the purpose of examining the potential association
8 between commercial signs, outdoor advertising signs, billboards,
9 digital billboards, or commercial electronic variable message signs
10 and motor vehicle activity or motor vehicle driver behavior.

11 Sec. 381. The department shall require as a condition of each
12 contract or subcontract for construction, maintenance, or
13 engineering services that the prequalified contractor or
14 prequalified subcontractor agree to use the E-Verify system to
15 verify that all persons hired during the contract term by the
16 contractor or subcontractor are legally present and authorized to
17 work in the United States. The department may verify this
18 information directly or may require contractors and subcontractors
19 to verify the information and submit a certification to the
20 department. The department shall report to the house and senate
21 appropriations committees and the house and senate fiscal agencies
22 by March 1 of each year describing the processes it has developed
23 and implemented under provisions of this section. As used in this
24 section, "E-Verify" means an Internet-based system operated by the
25 Department of Homeland Security, U.S. Citizenship and Immigration
26 Services in partnership with the Social Security Administration.

27 Sec. 382. In administering a contract with a county road

1 commission, city, or village that allocates costs of construction
2 or reconstruction of highways, roads, and streets as provided in
3 section 18d of 1951 PA 51, MCL 247.668d, the department shall
4 submit the final cost-sharing bill to the county road commission,
5 city, or village not later than 2 years after the date of the final
6 contract payment to the construction contractor.

7 Sec. 383. (1) The department shall prepare a report on use of
8 department-owned aircraft during the fiscal year ending September
9 30, 2017. With respect to each department-owned aircraft, the
10 report shall include all of the following:

11 (a) Total hours of usage.

12 (b) Description of specific flights including dates of travel,
13 names of passengers including state agency, university, or local
14 government affiliation, travel origin and destination, and total
15 estimated costs associated with the air travel.

16 (2) The report shall be submitted to the senate and house
17 appropriations subcommittees on transportation and the house and
18 senate fiscal agencies no later than February 1, 2018.

19 (3) The department shall maintain a system for recovering the
20 cost of operating department-owned aircraft through charges to
21 aircraft users.

22 (4) From the funds appropriated in part 1, the department is
23 prohibited from transporting legislators or legislative staff on
24 state-owned aircraft without prior approval from the senate
25 majority leader or the speaker of the house of representatives and
26 only when the aircraft is already scheduled by state agencies on
27 related official state business.

1 Sec. 384. (1) Except as otherwise provided in subsection (2),
2 the department shall not obligate the state to expend any state
3 transportation revenue for construction planning or construction of
4 the Detroit River International Crossing or a renamed successor. In
5 addition, except as provided in subsection (2), the department
6 shall not commit the state to any new contract related to the
7 construction planning or construction of the Detroit River
8 International Crossing or a renamed successor that would obligate
9 the state to expend any state transportation revenue. An
10 expenditure for staff resources used in connection with project
11 activities, which expenditure is subject to full and prompt
12 reimbursement from Canada, shall not be considered an expenditure
13 of state transportation revenue.

14 (2) If the legislature enacts specific enabling legislation
15 for the construction of the Detroit River International Crossing or
16 a renamed successor, subsection (1) does not apply once the
17 enabling legislation goes into effect.

18 Sec. 385. (1) The department shall submit reports to the state
19 budget director, the speaker of the house, the house minority
20 leader, the senate majority leader, the senate minority leader, the
21 house and senate appropriations subcommittees on transportation,
22 and the house and senate fiscal agencies on department activities
23 related to all nonconstruction or construction planning activities
24 related to the Detroit River International Crossing or a renamed
25 successor. The initial report shall be submitted on or before
26 December 1, 2017 and shall cover the fiscal year ending September
27 30, 2017.

1 (2) The initial report shall include, at a minimum, all of the
2 following:

3 (a) Department costs incurred in the fiscal year ending
4 September 30, 2017, including employee salaries, wages, benefits,
5 travel, and contractual services, and what activities those costs
6 were related to.

7 (b) Costs of other executive branch agencies incurred in the
8 fiscal year ending September 30, 2017, including employee salaries,
9 wages, benefits, travel, and contractual services, and what
10 activities those costs were related to.

11 (c) A breakdown of the source of funds used for the activities
12 described in subdivisions (a) and (b).

13 (d) A breakdown of reimbursements made by Canada under section
14 384(1) to the state for expenditures for staff resources used in
15 connection with project activities.

16 (e) A narrative description of the status of the Detroit River
17 International Crossing or a renamed successor, including efforts
18 undertaken to implement provisions of the crossing agreement
19 executed June 15, 2012 by representatives of the Canadian
20 government and this state.

21 (3) After submission of the initial report, a subsequent
22 report shall be submitted on March 1, 2018, June 1, 2018, and
23 September 1, 2018 and shall include the same information described
24 in subsection (2) for the applicable previous fiscal quarter.

25 Sec. 386. (1) The department shall use all available toll
26 credits, as provided by public and private toll facilities in this
27 state and certified by the Federal Highway Administration, to match

1 available federal aid highway funds.

2 (2) In using toll credits as a method of financing federal
3 participating projects, the department shall use toll credits in
4 the following order of priority:

5 (a) Federal aid projects on roads and streets under the
6 jurisdiction of local road agencies.

7 (b) State trunkline projects within cities with a population
8 greater than 25,000 in order to limit the city cost share under
9 section 1c of 1951 PA 51, MCL 247.651c.

10 (c) Other federal aid highway projects on the state trunkline
11 system.

12 (d) Federal aid transit projects.

13 (3) In implementing this section, the department shall work
14 with the metropolitan planning commissions and rural task forces in
15 this state.

16 (4) Notwithstanding any other provisions of this section, the
17 department shall work with the Federal Highway Administration,
18 including amendment of governing federal-state project agreements,
19 to allow the use of toll credits on the I-75 Rouge River bridge
20 project in Allen Park, Wayne County. It is the intent of the
21 legislature that the city of Allen Park be relieved of
22 participation in the non-federal cost share of this project.

23 Sec. 393. The department shall promote best practices for
24 public transportation services in this state, including, but not
25 limited to, the following:

26 (a) Transit vehicle rehabilitation to reduce life-cycle cost
27 of public transportation through midlife rehabilitation of transit

1 buses.

2 (b) Cooperation between entities using transit, including
3 school districts, cities, townships, and counties with a view to
4 promoting cost savings through joint purchasing of fuel and other
5 procurements.

6 (c) Coordination of transportation dollars among state
7 departments which provide transit-related services, including the
8 department of health and human services. Priority should be given
9 to use of public transportation services where available.

10 (d) Promotion of intelligent transportation services for buses
11 that incorporate computer and navigation technology to make transit
12 systems more efficient, including stoplight coordinating, vehicle
13 tracking, data tracking, and computerized scheduling.

14 Sec. 394. The department and local road agencies shall make
15 the preservation of their existing road networks a funding
16 priority.

17 Sec. 395. From the funds appropriated in part 1 for state
18 trunkline federal aid road and bridge construction, the department
19 may expend up to \$10,000,000.00 on highway maintenance activities
20 to support safety-related, high-priority, and other deferred
21 routine maintenance needs on Michigan's state trunkline network.

22 Sec. 396. In soliciting proposals for contractual services,
23 other than construction contracts, the department shall obtain
24 assurance that the respondents have the financial capability,
25 equipment, work force, and prior work experience sufficient to
26 perform the proposed services.

27 Sec. 397. The department shall report annually to the house

1 and senate appropriations subcommittees and the house and senate
2 fiscal agencies all work project balances and all federal earmarks
3 not expended for the preceding fiscal year. The initial report
4 shall be submitted on or before February 1, 2018.

5 Sec. 398. The department shall continue to work to eliminate
6 fatalities and serious injuries on Michigan's trunkline and shall
7 maintain the Toward Zero Deaths (TZD) statewide safety campaign.
8 The department shall prioritize additional median cable guardrail
9 installation when appropriate to address trunkline locations with a
10 history of correctable fatal and serious injury crashes.

11 **FEDERAL**

12 Sec. 402. A portion of the federal DOT-FHWA highway research,
13 planning, and construction funds made available to this state shall
14 be allocated to transportation programs administered by local
15 jurisdictions in accordance with section 10o of 1951 PA 51, MCL
16 247.660o. A local road agency, with respect to a project approved
17 for federal aid funding in a state transportation improvement
18 program, may enter into a voluntary buyout agreement with the
19 department or with another local road agency to exchange the
20 federal aid with state restricted transportation funds as agreed to
21 by the respective parties. The state restricted transportation
22 funds received in exchange for federal aid funds shall be used for
23 the same purpose as the federal aid funds were originally intended.

24 Sec. 403. After meeting the capital needs of existing section
25 5310 subrecipients, the department shall include in its grant
26 application to the Federal Transit Administration replacement buses

1 for rural transit agencies to the maximum extent possible based on
2 the federal regulations that govern the section 5310 program.

3 **MICHIGAN TRANSPORTATION FUND**

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

8 Sec. 503. (1) The funds appropriated in part 1 for the
9 economic development and local bridge programs shall not lapse at
10 the end of the fiscal year but shall carry forward each fiscal year
11 for the purposes for which appropriated in accordance with 1987 PA
12 231, MCL 247.901 to 247.913, and section 10(5) of 1951 PA 51, MCL
13 247.660.

14 (2) Interest earned in the department of transportation
15 economic development fund and local bridge fund shall remain in the
16 respective funds and shall be allocated to the respective programs
17 based on actual interest earned at the end of each fiscal year.

18 (3) In addition to the funds appropriated in part 1, the
19 department of transportation economic development fund and local
20 bridge fund may receive federal, local, or private funds or
21 restricted source funds such as interest earnings. These funds are
22 appropriated for projects that are consistent with the purposes of
23 the respective funds.

24 (4) None of the funds statutorily dedicated to the
25 transportation economic development fund and local bridge fund
26 shall be diverted to other projects.

1 Sec. 504. Funds from the Michigan transportation fund shall be
2 distributed to the comprehensive transportation fund, the economic
3 development fund, the recreation improvement fund, and the state
4 trunkline fund, in accordance with this part and part 1 and part
5 711 of the natural resources and environmental protection act, 1994
6 PA 451, MCL 324.71101 to 324.71108, and may only be used as
7 specified in this part and part 1, 1951 PA 51, MCL 247.651 to
8 247.675, and part 711 of the natural resources and environmental
9 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

10 **STATE TRUNKLINE FUND**

11 Sec. 601. The department shall maintain documentation to
12 support initial acceptance of warrantied projects, interim and
13 final inspections, and notifications to contractors that the
14 warranty period had expired. The department also shall review and
15 evaluate consultant evaluation requirements or recommendations and
16 update existing policies and procedures accordingly.

17 Sec. 604. At the close of the fiscal year, any unencumbered
18 and unexpended balance in the state trunkline fund shall remain in
19 the state trunkline fund and shall carry forward and is
20 appropriated for federal aid road and bridge programs for projects
21 contained in the annual state transportation program.

22 Sec. 605. (1) From the increased funds appropriated in part 1
23 for highway maintenance, the department shall expand highway
24 maintenance activities in the current fiscal year to support
25 flooding mitigation-related activities on limited access state
26 trunklines in Wayne, Oakland, and Macomb Counties, as well as other

1 safety-related, high-priority, and deferred routine maintenance
2 needs on Michigan's state trunkline network.

3 (2) The department shall identify specific outcomes and
4 performance measures, including, but not limited to, the following:

5 (a) Number of drainage catch basins cleaned on limited-access
6 state trunklines in Wayne, Oakland, and Macomb Counties during the
7 fiscal year ending September 30, 2018.

8 (b) Number of flooding-related closures on limited-access
9 state trunklines in Wayne, Oakland, and Macomb Counties during the
10 fiscal year ending September 30, 2018.

11 Sec. 606. From the funds appropriated in part 1, it is the
12 intent of the legislature that the department shall expend between
13 \$2,000,000.00 and \$3,000,000.00 for the engineering and design of a
14 rebuilding and modernization project on I-94 between M-60 and
15 Sargent Road in Jackson County. The engineering and design work
16 shall prepare the project for the receipt of any future federal
17 funds, if and when they become available.

18 Sec. 610. The department shall have as a priority the removal
19 of dead deer and other large animal remains from the traveled
20 portion and shoulder of state highways. The department, and
21 counties that perform state highway maintenance under contract,
22 shall remove animal remains, wherever practicable and when funds
23 are available, away from the traveled portion and shoulder of state
24 highways.

25 Sec. 612. The department shall establish guidelines governing
26 incentives and disincentives provided under contracts for state
27 trunkline projects. The guidelines shall include specific financial

1 information concerning incentives and disincentives. On or before
2 January 1 of each year, the department shall prepare a report for
3 the immediately preceding fiscal year regarding contract incentives
4 and disincentives. This report shall include a list, by project, of
5 the contractors that received contract incentives and/or
6 disincentives, the amount of the incentives and/or disincentives,
7 the fund source of any incentives, and the number of days that each
8 project was completed either ahead or past the contracted
9 completion date. This report shall be provided to the senate and
10 house appropriations subcommittees on transportation, the senate
11 and house standing committees on transportation, and the senate and
12 house fiscal agencies.

13 Sec. 613. (1) On or before February 1 of each year, the
14 department shall prepare a report on all capital federal aid
15 participating construction projects completed in the prior fiscal
16 year. The report shall include the following information:

- 17 (a) Location of the project.
- 18 (b) General description of the project.
- 19 (c) As-bid cost of the project.
- 20 (d) As-built cost of the project.
- 21 (e) Estimated completion date.
- 22 (f) Actual completion date.
- 23 (g) Whether design engineering was performed by department
24 staff or contract engineering consultants.
- 25 (h) Design engineering costs.
- 26 (i) Whether construction engineering was performed by
27 department staff or contract engineering consultants.

1 (j) Construction engineering costs.

2 (2) The report shall include a discussion of design
3 engineering and construction engineering costs as a proportion of
4 total project costs and in comparison with other state
5 transportation agencies. The report shall also include a discussion
6 of relative efficiency and effectiveness of work performed by
7 department staff and work performed by contract engineering
8 consultants.

9 (3) The report described in this section shall be provided to
10 the senate and house appropriations subcommittees on
11 transportation, the senate and house standing committees on
12 transportation, and the senate and house fiscal agencies.

13 Sec. 660. (1) The legislature encourages the department to
14 examine the use of alternative road surface materials, including
15 recycled materials, and to develop criteria and specifications for
16 their use in both department-managed and contracted projects.

17 (2) The department shall report on efforts taken to implement
18 this section. The report shall include descriptions of specific
19 materials evaluated, evaluation methods, and results of specific
20 field or laboratory tests. The department shall complete and submit
21 the report to the state budget director, the house and senate
22 appropriations subcommittees on transportation, and the house and
23 senate fiscal agencies on or before March 1 of each year.

24 Sec. 670. (1) The department shall investigate, by way of bid
25 solicitation and all other practical means, the complete
26 refurbishment of all department winter maintenance trucks scheduled
27 for sale or retirement in the fiscal year ending September 30,

1 2018.

2 (2) On or before November 1, 2018, the department shall submit
3 to the house of representatives and senate appropriations
4 subcommittees and the house and senate fiscal agencies a final
5 report. The final report must include an analysis illustrating the
6 costs and benefits of the complete refurbishment of winter
7 maintenance trucks compared to the sale and purchase of new
8 equipment.

9 **TRANSIT AND RAIL RELATED FUNDS**

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

1 appropriated. At the close of the fiscal year, any funds remaining
2 in the intercity bus equipment and facility fund shall remain in
3 the fund and be carried forward into the succeeding fiscal year.

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

13 Sec. 703. After receiving notification from a railroad company
14 pursuant to section 8 of the state transportation preservation act
15 of 1976, 1976 PA 295, MCL 474.58, the department shall immediately
16 notify the house of representatives and senate appropriations
17 subcommittees on transportation and the state budget office that
18 the railroad company has filed with the appropriate governmental
19 agencies for abandonment of a line.

20 Sec. 704. From the funds appropriated in part 1, the
21 department shall prepare and transmit a report that provides detail
22 regarding the department's obligations for programs funded under
23 the appropriation in part 1 for rail operations and infrastructure.
24 The report shall include a breakdown of the appropriation by
25 program, year-to-date obligations under each program itemized by
26 project, and an estimate of future obligations under each program
27 itemized by project for the remainder of the fiscal year. The

1 initial report shall be submitted to the senate and house
2 appropriations subcommittees on transportation, the state budget
3 director, and the senate and house fiscal agencies, on or before
4 February 1, 2018. The department also shall update and resubmit the
5 final report on or before November 1, 2018. The department also
6 shall update and resubmit the final report for the 2016-2017 fiscal
7 year on or before November 1, 2017.

8 Sec. 706. The Detroit/Wayne County Port Authority shall issue
9 a complete operations assessment and a financial disclosure
10 statement. The operations assessment shall include operational
11 goals for the next 5 years and recommendations to improve land
12 acquisition and development efficiency. The report shall be
13 completed and submitted to the house of representatives and senate
14 appropriations subcommittees on transportation, the state budget
15 director, and the house and senate fiscal agencies by June 30 of
16 each fiscal year for the prior fiscal year.

17 Sec. 711. (1) As prescribed in subsection (2), the department
18 shall submit reports to the state budget director, the house and
19 senate appropriations subcommittees on transportation, and the
20 house and senate fiscal agencies on rail passenger service provided
21 by Amtrak under a contractual agreement with the department. The
22 report shall be submitted on or before May 1 of each year.

23 (2) The report shall include all of the following:

24 (a) Passenger counts for the preceding fiscal year for each
25 Amtrak service route in Michigan.

26 (b) Revenue and operating expenses by Amtrak route.

27 (c) Total state operating payments to Amtrak in the preceding

1 fiscal year by Amtrak route.

2 (d) A discussion of major factors affecting route costs and
3 revenue and net state costs in the preceding fiscal year, and
4 factors affecting route costs and revenue and net state costs
5 anticipated in the current and future fiscal years.

6 (e) Fare revenue by route and fare revenue as a percentage of
7 route operating expense.

8 Sec. 735. For the fiscal year ending September 30, 2018, the
9 appropriation to a street railway pursuant to section 10e(22) of
10 1951 PA 51, MCL 247.660e, is \$0.

11 Sec. 750. From the funds appropriated in part 1 for rail
12 operations and infrastructure, the department must expend at least
13 \$2,500,000.00 of the comprehensive transportation fund on freight
14 economic development.

15 **AERONAUTICS FUND**

16 Sec. 801. Except as otherwise provided in section 903 for
17 capital outlay, at the close of the fiscal year, any unobligated
18 and unexpended balance in the state aeronautics fund created in the
19 aeronautics code of the state of Michigan, 1945 PA 327, MCL 259.1
20 to 259.208, shall lapse to the state aeronautics fund and be
21 appropriated by the legislature in the immediately succeeding
22 fiscal year.

23 Sec. 802. The legislature encourages the department to find
24 private entities or local public agencies to assume ownership and
25 operating responsibility for airports currently owned by the
26 department.

1 Sec. 803. (1) Not later than November 1, 2017, the department,
2 in cooperation with the department of technology, management, and
3 budget, shall release a request for proposal seeking competitive
4 bids for the award of a contract for third party management and
5 sale of the department's aging aircraft. Third party management
6 shall include, but not be limited to: aircraft transportation
7 services, aircraft, aircraft personnel including pilots and
8 technicians, aircraft maintenance, aircraft facilities, and
9 aircraft fuel.

10 (2) The department shall forward a copy of the request for
11 proposal to the chairs of the house of representatives and senate
12 appropriations subcommittees on transportation at least 30 days
13 prior to the release for bidding of the request for proposal.

14 (3) Within the fiscal year ending September 30, 2018, the
15 department shall sell 1 of 2 Beechcraft King Air twin engine turbo
16 prop airplanes. Proceeds from the sale shall be credited to state
17 aeronautics fund.

18 CAPITAL OUTLAY

19 Sec. 901. (1) From federal-state-local project appropriations
20 contained in part 1 for the purpose of assisting political entities
21 and subdivisions of this state in the construction and improvement
22 of publicly used airports and landing fields within this state, the
23 state transportation department may permit the award of contracts
24 on behalf of units of local government for the authorized locations
25 not to exceed the indicated amounts, of which the state allocated
26 portion shall not exceed the amount appropriated in part 1.

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

8 (3) The Michigan aeronautics commission may take those steps
9 necessary to match federal money available for airport construction
10 and improvement within this state and to meet the matching
11 requirements of the federal government. Whether acting alone or
12 jointly with another political subdivision or public agency or with
13 this state, a political subdivision or public agency of this state
14 shall not submit to any agency of the federal government a project
15 application for airport planning or development unless it is
16 authorized in this part and part 1 and the project application is
17 approved by the governing body of each political subdivision or
18 public agency making the application and by the Michigan
19 aeronautics commission.

20 Sec. 903. The appropriations in part 1 for capital outlay
21 shall be carried forward at the end of the fiscal year consistent
22 with the provisions of section 248 of the management and budget
23 act, 1984 PA 431, MCL 18.1248.