SENATE BILL NO. 448

June 26, 2025, Introduced by Senators VICTORY and DALEY and referred to Committee on Transportation and Infrastructure.

A bill to amend 1951 PA 51, entitled

"An act to provide for the classification of all public roads, streets, and highways in this state, and for the revision of that classification and for additions to and deletions from each classification; to set up and establish the Michigan transportation fund; to provide for the deposits in the Michigan transportation fund of specific taxes on motor vehicles and motor vehicle fuels; to provide for the allocation of funds from the Michigan transportation fund and the use and administration of the fund for transportation purposes; to promote safe and efficient travel for motor vehicle drivers, bicyclists, pedestrians, and other legal users of roads, streets, and highways; to set up and establish the truck safety fund; to provide for the allocation of funds from the truck safety fund and administration of the fund for truck safety

purposes; to set up and establish the Michigan truck safety commission; to establish certain standards for road contracts for certain businesses; to provide for the continuing review of transportation needs within the state; to authorize the state transportation commission, counties, cities, and villages to borrow money, issue bonds, and make pledges of funds for transportation purposes; to authorize counties to advance funds for the payment of deficiencies necessary for the payment of bonds issued under this act; to provide for the limitations, payment, retirement, and security of the bonds and pledges; to provide for appropriations and tax levies by counties and townships for county roads; to authorize contributions by townships for county roads; to provide for the establishment and administration of the state trunk line fund, local bridge fund, comprehensive transportation fund, and certain other funds; to provide for the deposits in the state trunk line fund, critical bridge fund, comprehensive transportation fund, and certain other funds of money raised by specific taxes and fees; to provide for definitions of public transportation functions and criteria; to define the purposes for which Michigan transportation funds may be allocated; to provide for Michigan transportation fund grants; to provide for review and approval of transportation programs; to provide for submission of annual legislative requests and reports; to provide for the establishment and functions of certain advisory entities; to provide for conditions for grants; to provide for the issuance of bonds and notes for transportation purposes; to provide for the powers and duties of certain state and local agencies and officials; to provide for the making of loans for transportation purposes by the state transportation department and for the receipt and repayment by local units and agencies of those loans from certain specified sources; to investigate and study the tolling of roads, streets, highways, or bridges; and to repeal acts and parts of acts,"

(MCL 247.651 to 247.675) by adding section 10q.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 10q. (1) The state transportation department shall establish and administer a road investment incentive program that makes matching grants to local road agencies in this state.
- 4 (2) The road investment incentive program described in 5 subsection (1) must provide for all of the following:

- 1 (a) Grants to local road agencies must be made on a dollar-
- 2 for-dollar matching basis if the local road agency uses the grant
- 3 for construction, maintenance, or repair of highways, roads,
- 4 streets, and bridges under the jurisdiction of that local road
- 5 agency.
- 6 (b) Funds used by the local road agency to match the grant
- 7 must not be from a federal or state source.
- 8 (c) The total amount of grants awarded to local road agencies
- 9 under the grant program must not exceed an amount equal to 1 mill
- 10 on each dollar of the taxable value of all taxable property within
- 11 the jurisdiction of this state.
- 12 (d) The department shall create application, decision, award,
- 13 and distribution criteria and post the criteria on the department's
- 14 website.
- 15 (3) A local road agency that receives a matching grant under
- 16 this section shall, each year, verify the amount and source of
- 17 local road funds dedicated for construction, maintenance, or repair
- 18 of highways, roads, streets, or bridges used for the matching grant
- 19 under this section.