

SENATE BILL NO. 921

EXECUTIVE BUDGET BILL

February 24, 1988, Introduced by Senators HOFFMAN, STEIL, and
MC MANUS and referred to the Committee on Appropriations.

A bill to make appropriations for the department of transportation and certain transportation purposes for the fiscal year ending September 30, 1999; to provide for the imposition of fees; to provide for reports; to create certain funds; to prescribe certain powers and duties of certain state departments and officials; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 101. There is appropriated for the department of transportation
2 and certain state purposes designated in this bill for the fiscal year
3 ending September 30, 1999, from the following funds:

4 DEPARTMENT OF TRANSPORTATION

5 APPROPRIATIONS SUMMARY:

6 Full-time equated unclassified positions . . . 6.0

7 Full-time equated classified positions . . . 3,120.3

8 GROSS APPROPRIATION \$ 2,680,282,600

9 Interdepartmental grant revenues:

10 Total interdepartmental grants and

11 intradepartmental transfers 0

1	ADJUSTED GROSS APPROPRIATION	\$ 2,680,282,600
2	Federal revenues:	
3	Total federal revenues	731,817,800
4	Special revenue funds:	
5	Total local revenues	5,300,000
6	Total private revenues	0
7	Total other state restricted revenues	1,943,164,800
8	State general fund/general purpose	\$ 0
9	DEBT SERVICE	
10	State trunkline	\$ 46,548,200
11	Trunkline bonds, series 1989A-	
12	EDF (\$100,000,000)	11,469,600
13	Critical bridge	3,000,000
14	Blue water bridge	2,367,100
15	Comprehensive transportation	<u>23,078,900</u>
16	GROSS APPROPRIATION	\$ 86,463,800
17	Appropriated from:	
18	Special revenue funds:	
19	Comprehensive transportation fund	23,078,900
20	Michigan transportation fund	14,469,600
21	State trunkline fund	46,548,200
22	Blue water bridge fund	2,367,100
23	State general fund/general purpose	\$ 0
24	INTERDEPARTMENT AND STATUTORY CONTRACTS	
25	Michigan transportation fund (MTF)	
26	MTF grant to department of civil service	\$ 100,000
27	MTF grant to department of environmental	
28	quality	780,000
29	MTF grant to department of management	
30	and budget	349,400
31	MTF grant to department of state	47,104,600
32	MTF grant to department of state police	613,600
33	MTF grant to department of treasury	6,899,900
34	MTF grant to legislative auditor general	162,500

1	State trunkline fund (STF)	
2	STF grant to department of attorney general	2,246,400
3	STF grant to department of civil service	2,100,000
4	STF grant to department of management	
5	and budget	578,600
6	STF grant to department of natural resources	36,300
7	STF grant to department of state police	6,087,500
8	STF grant to department of treasury	18,800
9	STF grant to legislative auditor general	341,000
10	STF grant to Michigan jobs commission	3,978,600
11	State aeronautics fund (SAF)	
12	SAF grant to department of attorney general	109,800
13	SAF grant to department of civil service	56,300
14	SAF grant to department of management	
15	and budget	43,000
16	SAF grant to department of treasury	58,700
17	SAF grant to legislative auditor general	15,700
18	Comprehensive transportation fund (CTF)	
19	CTF grant to department of attorney general	116,600
20	CTF grant to department of civil service	\$ 112,700
21	CTF grant to department of management	
22	and budget	27,200
23	CTF grant to department of treasury	7,500
24	CTF grant to legislative auditor general	<u>36,100</u>
25	GROSS APPROPRIATION	\$ 71,980,800
26	Appropriated from:	
27	Special revenue funds:	
28	Comprehensive transportation fund	300,100
29	Michigan transportation fund	56,010,000
30	State aeronautics fund	283,500
31	State trunkline fund	15,387,200
32	State general fund/general purpose	\$ 0
33	EXECUTIVE DIRECTION	
34	Full-time equated unclassified positions	6.0

1	Full-time equated classified positions . . .	33.3		
2	Unclassified salaries		\$	469,600
3	Commission audit--33.3 FTE positions			<u>2,800,200</u>
4	GROSS APPROPRIATION		\$	3,269,800
5	Appropriated from:			
6	Special revenue funds:			
7	State trunkline fund			3,269,800
8	State general fund/general purpose		\$	0
9	ADMINISTRATIVE SERVICES			
10	Full-time equated classified positions . .	135.7		
11	Administration and data center--98.7 FTE positions		\$	23,606,000
12	Building occupancy charges-property			
13	management			3,889,100
14	Human resources--32.0 FTE positions			2,452,900
15	Economic development administration--			
16	5.0 FTE positions			500,700
17	Rent			1,940,000
18	Workers' compensation			<u>2,494,400</u>
19	GROSS APPROPRIATION		\$	34,883,100
20	Appropriated from:			
21	Special revenue funds:			
22	General fund restricted purpose			129,800
23	State aeronautics fund			808,600
24	Comprehensive transportation fund			1,232,300
25	Michigan transportation fund			424,900
26	State trunkline fund			32,287,500
27	State general fund/general purpose		\$	0
28	BUREAU OF FINANCE AND ADMINISTRATION			
29	Full-time equated classified positions . .	221.5		
30	Administration--221.5 FTE positions		\$	20,056,600
31	Equipment rental			<u>(5,022,700)</u>
32	GROSS APPROPRIATION		\$	15,033,900
33	Appropriated from:			
34	Special revenue funds:			

1	Michigan transportation fund	1,093,400
2	State trunkline fund	13,940,500
3	State general fund/general purpose	\$ 0
4	BUREAU OF TRANSPORTATION PLANNING	
5	Full-time equated classified positions	182.1
6	Administration--182.1 FTE positions	\$ 15,332,200
7	Grants to regional planning councils	<u>488,800</u>
8	GROSS APPROPRIATION	\$ 15,821,000
9	Appropriated from:	
10	Federal revenues:	
11	DOT-FHWA, highway research, planning	
12	and construction	7,275,000
13	Special revenue funds:	
14	State aeronautics fund	228,400
15	Comprehensive transportation fund	1,631,000
16	Michigan transportation fund	4,320,300
17	State trunkline fund	2,366,300
18	State general fund/general purpose	\$ 0
19	BUREAU OF HIGHWAYS	
20	Full-time equated classified positions	1,638.1
21	Engineering operations--821.7 FTE positions	\$ 33,095,400
22	Maintenance operations--80.0 FTE positions	6,806,600
23	Program services--736.4 FTE positions	31,681,800
24	Testing services	<u>(12,500,000)</u>
25	GROSS APPROPRIATION	\$ 59,083,800
26	Appropriated from:	
27	Federal revenues:	
28	DOT-FHWA, highway research, planning,	
29	and construction	2,000,000
30	DOT-NHTSA, state and community highway safety	146,800
31	Special revenue funds:	
32	Michigan transportation fund	2,253,900
33	State trunkline fund	54,683,100
34	State general fund/general purpose	\$ 0

1	HIGHWAY MAINTENANCE		
2	Full-time equated classified positions . . .	713.1	
3	State trunkline operations--713.1 FTE positions . . .		\$ 215,106,700
4	Equipment rental		(10,334,800)
5	Sign and signal		<u>(1,500,000)</u>
6	GROSS APPROPRIATION		\$ 203,271,900
7	Appropriated from:		
8	Special revenue funds:		
9	State trunkline fund		203,271,900
10	State general fund/general purpose		\$ 0
11	ROAD AND BRIDGE PROGRAMS		
12	State trunkline federal aid and road and		
13	bridge construction		\$ 860,450,200
14	Local federal aid and road and bridge		
15	construction		155,000,000
16	Grants to local programs		33,000,000
17	Rail grade crossing		3,000,000
18	Critical bridge program		5,250,000
19	County road commissions		544,569,200
20	Cities and villages		<u>303,621,700</u>
21	GROSS APPROPRIATION		\$ 1,904,891,100
22	Appropriated from:		
23	Federal revenues:		
24	DOT-FHWA, highway research, planning,		
25	and construction		691,250,000
26	Special revenue funds:		
27	Local funds		5,000,000
28	Blue water bridge fund		10,000,000
29	Michigan transportation fund		889,190,900
30	State trunkline fund		309,450,200
31	State general fund/general purpose		\$ 0
32	BLUE WATER BRIDGE		
33	Full-time equated classified positions . . .	32.0	
34	Blue water bridge operations--32.0 FTE		

1	positions	\$	<u>9,944,100</u>
2	GROSS APPROPRIATION	\$	9,944,100
3	Appropriated from:		
4	Special revenue funds:		
5	Blue water bridge fund		9,944,100
6	State general fund/general purpose	\$	0
7	TRANSPORTATION ECONOMIC DEVELOPMENT FUND		
8	Forest roads	\$	5,000,000
9	Rural county urban system		2,500,000
10	Target industries/economic redevelopment		14,899,000
11	Urban county congestion		11,434,300
12	Rural county primary		<u>11,434,300</u>
13	GROSS APPROPRIATION	\$	45,267,600
14	Appropriated from:		
15	Special revenue funds:		
16	General fund restricted purpose		12,870,000
17	Michigan transportation fund		28,437,600
18	State trunkline fund		3,960,000
19	State general fund/general purpose	\$	0
20	BUREAU OF AERONAUTICS		
21	Full-time equated classified positions . . . 56.0		
22	Administration--56.0 FTE positions	\$	8,048,500
23	Air service program		<u>1,000,000</u>
24	GROSS APPROPRIATION	\$	9,048,500
25	Appropriated from:		
26	Special revenue funds:		
27	State aeronautics fund		9,048,500
28	State general fund/general purpose	\$	0
29	BUREAU OF URBAN AND PUBLIC TRANSPORTATION		
30	Full-time equated classified positions . . 108.5		
31	Administration--108.5 FTE positions	\$	<u>8,286,900</u>
32	GROSS APPROPRIATION	\$	8,286,900
33	Appropriated from:		
34	Special revenue funds:		

1	Comprehensive transportation fund	6,785,400
2	Michigan transportation fund	1,501,500
3	State general fund/general purpose	\$ 0
4	BUS TRANSIT DIVISION; STATUTORY OPERATING	
5	Local bus operating	\$ 134,019,200
6	Nonurban operating/capital	<u>6,646,000</u>
7	GROSS APPROPRIATION	\$ 140,665,200
8	Appropriated from:	
9	Federal revenues:	
10	DOT, federal transit act	6,546,000
11	Special revenue funds:	
12	Local funds	100,000
13	Comprehensive transportation fund	134,019,200
14	State general fund/general purpose	\$ 0
15	INTERCITY PASSENGER AND FREIGHT	
16	Freight property management	\$ 2,000,000
17	Detroit/Wayne County port authority	301,800
18	Intercity bus equipment	2,000,000
19	Rail passenger service	6,977,300
20	Freight preservation and development	7,500,000
21	Rail infrastructure loan program	3,300,000
22	Intercity bus service development	2,050,000
23	Marine passenger services	1,100,000
24	Terminal development	1,500,000
25	GROSS APPROPRIATION	\$ 26,729,100
26	Appropriated from:	
27	Federal revenues:	
28	DOT, federal transit act	1,000,000
29	DOT-FRA, local rail freight assistance	2,000,000
30	DOT-FRA, rail passenger/HSGT	3,000,000
31	Special revenue funds:	
32	Local funds	50,000
33	Rail preservation fund	2,000,000
34	Intercity bus equipment fund	500,000

1	Rail infrastructure fund	300,000
2	Comprehensive transportation fund	17,879,100
3	State general fund/general purpose	\$ 0
4	PUBLIC TRANSPORTATION DEVELOPMENT	
5	Specialized services	\$ 3,600,100
6	Municipal credit program	2,000,000
7	Bus capital	29,400,000
8	Ride sharing	330,700
9	Van pooling	145,000
10	Bus property management	175,000
11	Service development and new technology	3,350,000
12	Planning grants	150,000
13	Audit settlements	200,000
14	Region service coordination	3,000,000
15	Work first initiative	<u>3,291,200</u>
16	GROSS APPROPRIATION	\$ 45,642,000
17	Appropriated from:	
18	Federal revenues:	
19	DOT, federal transit act	18,600,000
20	Special revenue funds:	
21	Local funds	150,000
22	Comprehensive transportation fund	26,892,000
23	State general fund/general purpose	\$ 0
24	GENERAL SECTIONS	
25	Sec. 201. (1) Pursuant to section 30 of article IX of the state	
26	constitution of 1963, total state spending from state sources for	
27	fiscal year 1998-1999 is estimated at \$1,943,164,800.00 in this bill	
28	and state spending from state sources paid to local units of government	
29	for fiscal year 1998-1999 is estimated at \$1,088,200,100.00. The	
30	itemized statement below identifies appropriations from which spending	
31	to local units of government will occur:	
32	DEPARTMENT OF TRANSPORTATION	
33	Local grant program	\$ 33,000,000
34	Economic development fund	30,368,600

1	Grants to cities and villages	303,621,700
2	Grants to county road commissions	544,569,200
3	Critical bridge program	5,250,000
4	Grants to regional planning councils	488,800
5	Local bus operating	134,019,200
6	Bus capital	29,400,000
7	Marine passenger service	1,100,000
8	Detroit/Wayne County port authority	301,800
9	Local ride sharing operating grants	330,700
10	Planning grants	150,000
11	Municipal credit program	2,000,000
12	Specialized services	3,600,100
13	TOTAL	\$ 1,088,200,100

14 (2) If it appears to the principal executive officer of a
15 department or branch that state spending to local units of government
16 will be less than the amount that was projected to be expended under
17 subsection (1), the principal executive officer shall immediately give
18 notice of the approximate shortfall to the state budget director.

19 Sec. 202. The expenditures and funding sources authorized under
20 this bill are subject to the management and budget act, 1984 PA 431,
21 MCL 18.1101 to 18.1594.

22 Sec. 203. As used in this bill:

- 23 (a) "CTF" means comprehensive transportation fund.
- 24 (b) "Department" means the department of transportation.
- 25 (c) "DOT" means the United States department of transportation.
- 26 (d) "DOT-FHWA" means DOT, federal highway administration.
- 27 (e) "DOT-FRA" means DOT, federal railroad administration.
- 28 (f) "DOT-FRA, rail passenger/HSGT" means DOT, federal railroad
29 administration, high-speed ground transportation.
- 30 (g) "DOT-NHTSA" means DOT, national highway traffic safety
31 administration.
- 32 (h) "EDF" means economic development fund.
- 33 (i) "FTE" means full-time equated.
- 34 (j) "IDG" means interdepartmental grant.
- 35 (k) "MDTR" means Michigan department of treasury.
- 36 (l) "MTF" means Michigan transportation fund.

1 (m) "RIF" means recreation improvement fund.

2 (n) "SAF" means state aeronautics fund.

3 (o) "SEDF" means state economic development fund.

4 (p) "STF" means state trunkline fund.

5 Sec. 204. (1) Beginning October 1, 1998, there is a hiring freeze
6 imposed on the state classified civil service. State departments and
7 agencies are prohibited from hiring any new full-time state classified
8 civil service employees or prohibited from filling any vacant state
9 classified civil service positions. This hiring freeze does not apply
10 to internal transfers of classified employees from 1 position to
11 another within a department or to positions that are funded with 80% or
12 more federal or restricted funds.

13 (2) The state budget director shall grant exceptions to this hiring
14 freeze when the director believes that the hiring freeze will result in
15 the state department or agency being unable to deliver basic services.
16 The state budget director shall report by the fifteenth of each month
17 to the chairpersons of the senate and house appropriations committees
18 the number of exclusions to the hiring freeze approved during the
19 ~~Sec. 205. The department of justice services shall exclude departments and/or~~
20 agencies at the end of the first fiscal quarter for the 1% charges
21 authorized by section 5 of article XI of the state constitution of
22 1963. Payments shall be made for the total amount of the billing by
23 the end of the second fiscal quarter.

24 Sec. 206. (1) In addition to the funds appropriated in section
25 101, there is appropriated an amount not to exceed \$40,000,000.00 for
26 federal contingency funds. These funds are not available for
27 expenditure until they have been transferred to another line item in
28 this bill pursuant to section 393(2) of the management and budget act,
29 1984 PA 431, MCL 18.1393.

30 (2) In addition to the funds appropriated in section 101, there is
31 appropriated an amount not to exceed \$40,000,000.00 for state
32 restricted contingency funds. These funds are not available for
33 expenditure until they have been transferred to another line item in
34 this bill pursuant to section 393(2) of the management and budget act,
35 1984 PA 431, MCL 18.1393.

36 (3) In addition to the funds appropriated in section 101, there is

1 appropriated an amount not to exceed \$1,000,000.00 for local con-
2 tingency funds. These funds are not available for expenditure until
3 they have been transferred to another line item in this bill pursuant
4 to section 393(2) of the management and budget act, 1984 PA 431, MCL
5 18.1393.

6 (4) In addition to the funds appropriated in section 101, there is
7 appropriated an amount not to exceed \$1,000,000.00 for private
8 contingency funds. These funds are not available for expenditure until
9 they have been transferred to another line item in this bill pursuant
10 to section 393(2) of the management and budget act, 1984 PA 431, MCL
11 18.1393.

12 Sec. 207. (1) The department shall submit to the department of
13 management and budget, the house and senate appropriations committees,
14 the house and senate fiscal agencies, and the house and senate standing
15 committees having jurisdiction over technology issues, periodic reports
16 on the department's efforts to change the department's computer
17 software and hardware as necessary to perform properly in the year 2000
18 and beyond. These reports shall identify actual progress in comparison
19 to the department's approved work plan for these efforts.

20 (2) The department may present progress billings to the department
21 of management and budget for the costs incurred in changing computer
22 software and hardware as necessary to perform properly in the year 2000
23 and beyond. At the time progress billings are presented for
24 reimbursement, the department shall identify and forward as appropriate
25 the funding sources that should support the work performed.

26 **DEPARTMENTAL SECTIONS**

27 Sec. 301. The department may establish a fee schedule and collect
28 fees sufficient to cover the costs to issue the permits that the
29 department is authorized by law to issue upon request, and for which
30 fees are not otherwise stipulated by law. A bridge authority shall
31 hold 3 public hearings on a change in any toll charged by the authority
32 at least 30 days before the toll change will become effective. Two of
33 the hearings shall be held within 5 miles of the bridge over which the
34 bridge authority has jurisdiction. One hearing shall be held in
35 Lansing.

36 Sec. 302. If, as a requirement of bidding on a highway project,

1 the department requires a contractor to submit financial or proprietary
2 documentation as to how the bid was calculated, that bid documentation
3 shall be kept confidential and shall not be disclosed other than to a
4 department representative without the contractor's written consent.
5 The department may disclose the bid documentation if necessary to
6 address or defend a claim by a contractor.

7 Sec. 303. The department may permit space on public passenger
8 transportation properties to be occupied by public or private tenants
9 on a competitive market rate basis. The department may require that
10 revenue from the tenants be placed in an account to be used to pay the
11 costs to maintain and improve the property.

12 Sec. 304. To facilitate an informed and cooperative relationship
13 between the transportation commission and the legislature, the
14 department shall provide in a timely manner copies of the agenda and
15 approved minutes of monthly transportation commission meetings to the
16 members of the house and senate subcommittees on transportation, to the
17 house and senate fiscal agencies, and the state budget director.

18 Sec. 305. At the close of the fiscal year ending September 30,
19 1999, any unencumbered and unexpended balance in the state trunkline
20 fund shall remain in the state trunkline fund and shall be used for
21 federal aid road and bridge programs pursuant to section 11(1)(d) of
22 1951 PA 51, MCL 247.661.

23 Sec. 306. (1) From funds appropriated in section 101, the
24 department may establish a transportation infrastructure program and
25 grant or loan funds in accordance with 1951 PA 51, MCL 247.661, and the
26 state infrastructure bank program of the United States department of
27 transportation. These funds may be augmented with additional private
28 funds in the establishment of a revolving, self-sustaining resource for
29 financing transportation infrastructure.

30 (2) Money that is received by the state as repayment of
31 transportation infrastructure program loans, or other reimbursement or
32 revenue received by the state as a result of projects funded by the
33 transportation infrastructure program, will be deposited in the
34 transportation infrastructure program fund for projects under the
35 transportation infrastructure program.

36 Sec. 307. From funds appropriated in section 101, money received by

1 the department in payment for advance purchase right-of-way, either as
2 a result of project programming from federal, state, local, or private
3 sources, or from sale as excess property, will be restricted for the
4 purchase of other advanced purchase right-of-way. At the end of the
5 fiscal year, unexpended funds shall remain in the advanced purchase
6 right-of-way fund and shall be used for this purpose in the succeeding
7 fiscal year.

8 **MICHIGAN TRANSPORTATION FUND**

9 Sec. 401. The money received under the motor carrier act, 1933 PA
10 254, MCL 475.1 to 479.43, and not appropriated to the department of
11 consumer and industry services or the department of state police, is
12 deposited in the Michigan transportation fund.

13 Sec. 402. The department of treasury shall perform audits and make
14 investigations of the disposition of all state funds received by county
15 road commissions or county boards of commissioners, as applicable, and
16 cities and villages for transportation purposes to determine compliance
17 with the terms and conditions of 1951 PA 51, MCL 247.651 to 247.675.
18 County road commissions or county boards of commissioners, as
19 applicable, and cities and villages shall make available to the
20 department of treasury the pertinent records for the audit.

21 Sec. 403. If a county road commission or county board of commis-
22 sioners, as applicable, has entered into a contract with the department
23 to eliminate or cut roadside weeds and if the weeds were eliminated or
24 cut by a city or township after the city or township had requested the
25 county to perform its contractual obligation, then the department shall
26 reimburse the city or township and shall deduct that amount from the
27 funds appropriated to the county. This action shall require prior
28 approval of the department. The department shall consult with the
29 department of agriculture prior to use of plant growth retardant on
30 freeway or highway rights-of-way.

31 Sec. 404. (1) The funds appropriated in section 101 for the eco-
32 nomic development programs shall not lapse at the end of the fiscal
33 year but shall carry forward each fiscal year for the purposes for
34 which appropriated in accordance with 1987 PA 231, MCL 247.901 to
35 247.913.

36 (2) Interest earned in the department of transportation economic

1 development fund shall remain in the fund and shall be allocated to the
2 respective programs based on actual interest earned at the end of each
3 fiscal year.

4 (3) The department of transportation economic development fund may
5 receive and expend federal, local, or private funds or restricted
6 source funds such as interest earnings for projects that are consistent
7 with the programmatic mission of the fund in addition to funds
8 appropriated in section 101.

9 Sec. 405. (1) Funds from the Michigan transportation fund (MTF)
10 shall be distributed to the comprehensive transportation fund (CTF),
11 the economic development fund (EDF), the recreational improvement fund
12 (RIF), and the state trunkline fund (STF), in accordance with this bill
13 and part 711 (recreation improvement fund) of the natural resources and
14 environmental protection act, 1994 PA 451, MCL 324.71101 to 324.71108,
15 and may only be used as specified in this act, 1951 PA 51, MCL 247.651
16 to 247.675, and part 711 (recreation improvement fund) of the natural
17 resources and environmental protection act, 1994 PA 451, MCL 324.71101
18 to 324.71108.

19 (2) The amounts appropriated and transferred to various state
20 agencies from section 101 shall be expended from the transportation
21 funds pursuant to annual contracts between the department and state
22 agencies providing tax and fee collection and other services applicable
23 to transportation funds. The contracts shall be executed prior to the
24 transfer of these funds. The contracts shall provide, but are not
25 limited to, the following data applicable to each state agency:

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

27 (b) Description of services financed with transportation funds.

28 (3) If the spending authorization accounts also are to be used for
29 financing other than transportation fund services, the contracts shall
30 include detailed cost allocation methods that are appropriate to the
31 type of services being provided and the activities financed and
32 supporting rationale for the portion of costs allocated to
33 transportation funds.

34 (4) At the close of each fiscal year and before April 1, each state
35 agency shall submit a written report to the state budget director
36 stating by spending authorization account the amount of estimated funds

1 contracted with the department, the amount of funds expended, and the
2 amount of funds returned to the transportation funds. A copy of the
3 report shall be submitted to the auditor general and the report shall
4 be subject to audit by the auditor general.

5 (5) The department and the state agencies with which the department
6 contracts in the manner provided in subsection (2) shall work together
7 to explore methods of minimizing lapses or shortfalls in grants from
8 transportation funds.

9 Sec. 406. Of the amount appropriated in section 101 from the
10 Michigan transportation fund to the department of state, \$186,600.00
11 represents the additional cost of issuing specialized license plates
12 for veterans and national guard members, as included in 1989 PAs 16,
13 17, 18, and 19, MCL 257.803i, 257.803j, 257.803k, and 257.803l. The
14 department of state shall prepare an annual report on the number of and
15 the additional costs associated with the veteran license plates to the
16 department of transportation, the state budget director, and the
17 chairpersons of the house and senate appropriations subcommittees on
18 transportation. Any unspent funds based on these annual reports shall
19 lapse to the Michigan transportation fund and be distributed in
20 accordance with 1951 PA 51, MCL 247.651 to 247.675.

21 Sec. 407. (1) Of the amount appropriated in section 101 from the
22 Michigan transportation fund to the department of state, \$187,600.00
23 represents the additional cost of issuing generic license plates for
24 nonprofit fraternal or public service organizations, as included in
25 section 803m of the Michigan vehicle code, 1949 PA 300, MCL 257.803m.

26 (2) The department of state shall prepare an annual report on the
27 number of, and the additional costs associated with, the generic
28 license plates to the state transportation department, the state budget
29 director, the house and senate appropriations subcommittees on
30 transportation, and the house and senate fiscal agencies.

31 (3) Any unspent funds based on these annual reports shall lapse to
32 the Michigan transportation fund to be distributed in accordance with
33 1951 PA 51, MCL 247.651 to 247.675.

34 **COMPREHENSIVE TRANSPORTATION FUND**

35 Sec. 501. Money that is returned to the state as repayment for a
36 loan for intercity bus equipment is not money to be deposited in the

1 comprehensive transportation fund under section 10b of 1951 PA 51, MCL
 2 247.660b, but is money that is deposited in an intercity bus equipment
 3 fund for appropriation for the purchase and repair of intercity bus
 4 equipment. Proceeds received by the state from the sale of intercity
 5 bus equipment are deposited in an intercity bus equipment fund for
 6 appropriation for the purchase and repair of intercity bus equipment.
 7 Security deposits from the lease of state-owned intercity bus equipment
 8 not returned to the lessee of the equipment under terms of the lease
 9 agreement are deposited in an intercity bus equipment fund for
 10 appropriation for the repair of intercity bus equipment.

11 Sec. 502. Money that is received by the state as repayment for
 12 loans made for rail or water freight capital projects, and as a result
 13 of the sale of property or equipment used or projected to be used for
 14 rail or water freight projects shall be deposited in the fund created
 15 by section 17 of the state transportation preservation act of 1976,
 16 1976 PA 295, MCL 474.67.

17 Sec. 503. (1) The departments of community health and transporta-
 18 tion, the office of services to the aging within the department of
 19 community health, and the family independence agency shall develop a
 20 system to identify and collect the following information annually for
 21 each county:

22 (a) All operational and capital costs of services provided, con-
 23 tracted for, or purchased, to transport clients or program participants
 24 within the county, including all other funds received and expended for
 25 those purposes by the state department.

26 (b) Population groups that utilize transportation services by a
 27 percentage of the total number of persons who utilize the services.

28 (c) Services accessed through transportation provided by percentages

(d) ~~291~~ ~~of the sources of transportation services and the amount of money~~ ~~expended for transportation services from each~~ source.

30

31 (e) If known, provide the existence of interagency or countywide
 32 transportation planning or coordination, and the extent to which each
 33 state department participates.

34 (2) The information specified in subsection (1) shall be submitted
 35 to the department of transportation. The department of transportation
 36 shall compile and report the information it has collected and received

1 on or before December 31 of the immediately succeeding state fiscal
2 year to the house and senate appropriations subcommittees on
3 transportation and the state budget director.

4 (3) The report specified in subsection (2) shall include, but not
5 be limited to, all of the following:

6 (a) Current efforts to coordinate or consolidate transportation
7 services provided by human service agencies.

8 (b) Areas where coordination or consolidation of transportation
9 services will produce cost savings.

10 (c) Legislation needed to facilitate the coordination and
11 consolidation of transportation services.

12 (d) Steps to implement policy to more efficiently coordinate and
13 consolidate transportation services.

14 (e) The use of the amount appropriated in section 101 to regional
15 service coordination.

16 Sec. 504. From the funds appropriated in section 101,
17 \$3,300,000.00 is allocated for the department to establish a rail
18 infrastructure loan program. The program shall provide noninterest
19 bearing loans for rail infrastructure improvements. The department
20 shall evaluate loan applications according to the relative merit of the
21 project in conjunction with program goals. The transportation
22 commission shall approve the loans. The loans shall fund not less than
23 90% of the rail portion of project costs, and the loan repayment period
24 shall not exceed 10 years. Local governments, railroads, and current
25 or potential users of freight railroad services are eligible
26 applicants. At the end of the fiscal year, unexpended funds shall
27 remain in the rail infrastructure loan program and shall be available
28 to be allocated for the purposes of the program in the succeeding
29 fiscal year. Money that is received by this state as repayment for
30 rail infrastructure loans made pursuant to this program shall remain
31 within the rail infrastructure loan program and shall be allocated for
32 the purposes of the program. The state's total contribution to the
33 rail infrastructure loan program shall not exceed \$15,000,000.00.

34 Sec. 505. In addition to the \$3,291,200.00 appropriated in section
35 101 for the work first initiative, the department shall maintain
36 current funding support for this initiative.

1 **AERONAUTICS FUND**

2 Sec. 601. At the close of the fiscal year ending September 30,
3 1999, any unobligated and unexpended balance in the state aeronautics
4 fund created in the aeronautics code of the state of Michigan, 1945 PA
5 327, MCL 259.1 to 259.208, shall lapse to the state aeronautics fund
6 and be appropriated by the legislature in the immediately succeeding
7 fiscal year.

final page