## HOUSE JOINT RESOLUTION Q

## March 16, 2011, Introduced by Rep. Opsommer and referred to the Committee on Transportation.

A joint resolution proposing an amendment to the state constitution of 1963, by amending sections 9 and 10 of article IX, to provide for the disposition of certain regulatory fees for transportation purposes, to provide for certain conditions concerning public-private agreements, and to dedicate a certain percentage of sales tax revenue to road construction, maintenance, and repair.

Resolved by the Senate and House of Representatives of the state of Michigan, That the following amendment to the state constitution of 1963, to provide for the disposition of certain regulatory fees for transportation purposes, to provide for certain conditions concerning public-private agreements, and to dedicate a certain percentage of sales tax revenue to road construction,

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maintenance, and repair, is proposed, agreed to, and submitted to the people of the state:

ARTICLE IX

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2 Sec. 9. All specific taxes, except general sales and use taxes 3 and **CERTAIN** regulatory fees, imposed directly or indirectly on 4 fuels sold or used to propel motor vehicles upon highways and to propel aircraft and SPECIFIC TAXES AND LICENSE AND REGULATORY FEES 5 AND OTHER MONEY RECEIVED AND COLLECTED IN SECTIONS 801 THROUGH 810 6 OF THE MICHIGAN VEHICLE CODE, 1949 PA 300, MCL 257.801 TO 257.810, 7 on registered motor vehicles and aircraft shall, after the payment 8 9 of necessary collection expenses, be used exclusively for 10 transportation purposes as set forth in this section.

11 THE INCREASE IN FEES IMPLEMENTED BY 1987 PA 232 IN SECTIONS 309, 312E, 314E, 320E, 321A, 811, 812, 819, AND 820 OF THE MICHIGAN 12 13 VEHICLE CODE, 1949 PA 300, MCL 257.309, 257.312E, 257.314E, 14 257.320E, 257.321A, 257.811, 257.812, 257.819, AND 257.820, SHALL BE DEPOSITED IN THE TRANSPORTATION ECONOMIC DEVELOPMENT FUND OR 15 16 USED FOR HIGHWAY, ROAD, OR STREET PROJECTS DESIGNED PRIMARILY FOR 17 THE USE OF MOTOR VEHICLES USING TIRES.

18 Not less than 90 percent of the specific taxes, except general sales and use taxes and regulatory fees, imposed directly or 19 indirectly on fuels sold or used to propel motor vehicles upon 20 21 highways and on registered motor vehicles shall, after the payment 22 of necessary collection expenses, be used exclusively for the transportation purposes of planning, administering, constructing, 23 reconstructing, financing, and maintaining state, county, city, and 24 25 village roads, streets, and bridges designed primarily for the use

of motor vehicles using tires, and reasonable appurtenances to
 those state, county, city, and village roads, streets, and bridges.

3 The balance, if any, of the specific taxes, except general sales and use taxes and regulatory fees, imposed directly or 4 5 indirectly on fuels sold or used to propel motor vehicles upon highways and on registered motor vehicles, after the payment of 6 necessary collection expenses; 100 percent of the specific taxes, 7 except general sales and use taxes and regulatory fees, imposed 8 9 directly or indirectly on fuels sold or used to propel aircraft and 10 on registered aircraft, after the payment of necessary collection 11 expenses; and not more than 25 percent of the general sales taxes, 12 imposed directly or indirectly on fuels sold to propel motor 13 vehicles upon highways, on the sale of motor vehicles, and on the 14 sale of the parts and accessories of motor vehicles, after the 15 payment of necessary collection expenses; shall be used exclusively 16 for the transportation purposes of comprehensive transportation purposes as defined by law. 17

18 The legislature may authorize the incurrence of indebtedness 19 and the issuance of obligations pledging the taxes allocated or 20 authorized to be allocated by this section, which obligations shall 21 not be construed to be evidences of state indebtedness under this 22 constitution.

ALL REVENUE, GIFTS, LOANS, CASH, CONTRIBUTIONS, WHETHER
CONTRIBUTIONS IN KIND OR CONTRIBUTIONS AS MONEY, DEVISES, BEQUESTS
FROM PUBLIC OR PRIVATE SOURCES, FINANCING, AND ASSISTANCE RECEIVED
BY THE STATE TRANSPORTATION DEPARTMENT OR OTHER PUBLIC BODY, PUBLIC
AGENCY, GOVERNMENTAL AUTHORITY, COMMISSION, INTERGOVERNMENTAL

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ENTITY, OR INTERNATIONAL COMPACT ENTITY NAMED IN OR DERIVED FROM A
 TRANSPORTATION-RELATED PUBLIC-PRIVATE PARTNERSHIP AGREEMENT
 AUTHORIZED UNDER THE LAW, ASSOCIATED INTERLOCAL AGREEMENT
 AUTHORIZED UNDER THE LAW, OR OTHER ASSOCIATED AGREEMENT AUTHORIZED
 UNDER THE LAW, SHALL BE USED EXCLUSIVELY FOR TRANSPORTATION-RELATED
 PURPOSES AND SHALL NOT BE USED FOR NONTRANSPORTATION-RELATED
 PURPOSES.

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8 ALL REVENUE, GIFTS, LOANS, CASH, CONTRIBUTIONS, WHETHER 9 CONTRIBUTIONS IN KIND OR CONTRIBUTIONS AS MONEY, DEVISES, BEQUESTS 10 FROM PUBLIC OR PRIVATE SOURCES, FINANCING, AND ASSISTANCE SHALL BE 11 USED FOR THE CONSTRUCTION, OPERATION, OR MAINTENANCE OF THE 12 SPECIFIC TRANSPORTATION-RELATED PROJECT NAMED IN A PUBLIC-PRIVATE PARTNERSHIP AGREEMENT AUTHORIZED UNDER THE LAW OR ASSOCIATED 13 AGREEMENT AUTHORIZED UNDER THE LAW, AS WELL AS FOR THE REPAYMENT OF 14 15 ANY TRANSPORTATION-PROJECT-RELATED DEBT OR TRANSPORTATION-PROJECT-RELATED OBLIGATIONS NAMED IN A LAWFULLY AUTHORIZED PUBLIC-PRIVATE 16 PARTNERSHIP AGREEMENT OR LAWFULLY AUTHORIZED ASSOCIATED AGREEMENT. 17 18 REVENUE, GIFTS, LOANS, CASH, CONTRIBUTIONS, WHETHER 19 CONTRIBUTIONS IN KIND OR CONTRIBUTIONS AS MONEY, DEVISES, BEQUESTS 20 FROM PUBLIC OR PRIVATE SOURCES, FINANCING, AND ASSISTANCE RECEIVED SHALL NOT BE USED FOR ANY OTHER PURPOSE OR APPROPRIATED BY ANY 21 LEGISLATIVE BODY, WITH THE EXCEPTION OF SURPLUS MONEY TRANSFERRED 22 23 AFTER TRANSPORTATION-PROJECT-RELATED DEBTS AND OBLIGATIONS HAVE 24 BEEN FULLY EXTINGUISHED, WHICH SHALL ONLY BE APPROPRIATED BY THE LEGISLATURE BY THE PASSAGE OF LAW AND FOR TRANSPORTATION-RELATED 25

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26 PURPOSES.
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ANY SURPLUS MONEY LAWFULLY TRANSFERRED AS THE RESULT OF A

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HIGHWAY-, ROAD-, OR BRIDGE-RELATED PUBLIC-PRIVATE PARTNERSHIP
 AGREEMENT SHALL ONLY BE USED FOR TRANSPORTATION-RELATED
 INFRASTRUCTURE DESIGNED PRIMARILY FOR THE USE OF MOTOR VEHICLES

5 THE STATE TRANSPORTATION DEPARTMENT OR OTHER PUBLIC BODY,
6 PUBLIC AGENCY, GOVERNMENTAL AUTHORITY, COMMISSION,

7 INTERGOVERNMENTAL ENTITY, OR INTERNATIONAL COMPACT ENTITY SHALL NOT
8 ENTER ANY AGREEMENT THAT WOULD PROHIBIT OR IMPAIR THE EARLY
9 REPAYMENT OF DEBT OR OBLIGATIONS OR DENY THE APPLICATION OF
10 MICHIGAN LAW TO THE STATE TRANSPORTATION DEPARTMENT OR OTHER PUBLIC
11 BODY, PUBLIC AGENCY, GOVERNMENTAL AUTHORITY, COMMISSION,

12 INTERGOVERNMENTAL ENTITY, OR INTERNATIONAL COMPACT ENTITY.

13 NO REVENUE-GENERATING TRANSPORTATION-RELATED PUBLIC-PRIVATE
14 PARTNERSHIP AGREEMENT SHALL BE EXTENDED OR RENEWED EXCEPT BY THE
15 PASSAGE OF LAW AFTER AT LEAST 75% OF THE ORIGINAL PUBLIC-PRIVATE
16 PARTNERSHIP CONTRACT PERIOD HAS TRANSPIRED.

Sec. 10. Fifteen SEVENTEEN percent of all taxes imposed on retailers on taxable sales at retail of tangible personal property at a rate of not more than 4% shall be used exclusively for assistance to townships, cities and villages, on a population basis as provided by law. In determining population the legislature may exclude any portion of the total number of persons who are wards, patients or convicts in any tax supported institution.

SIX PERCENT OF ALL TAXES IMPOSED ON RETAILERS ON TAXABLE SALES
AT RETAIL OF TANGIBLE PERSONAL PROPERTY AT A RATE OF NOT MORE THAN
4% SHALL BE USED EXCLUSIVELY FOR ROAD CONSTRUCTION, MAINTENANCE,
AND REPAIR AS PROVIDED BY LAW.

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USING TIRES.

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Resolved further, That the foregoing amendment shall be
 submitted to the people of the state at the next general election
 in the manner provided by law.