

SUBSTITUTE FOR
HOUSE BILL NO. 4739

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; and to repeal acts and parts of acts,"

by amending section 100 (MCL 247.6600), as amended by 2000 PA 188.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 100. (1) ~~Twenty three to twenty seven percent~~ **EXCEPT AS**
- 2 **PROVIDED IN SUBSECTION (5), 23% TO 27%** of the **FEDERAL** DOT-FHWA
- 3 highway research, planning, and construction ~~federal funds~~ **MONEY**
- 4 appropriated to this state ~~from the federal government~~ for road and
- 5 bridge construction shall be allocated to programs administered by
- 6 local jurisdictions after deduction of the following:
- 7 (a) ~~Funds that are~~ **MONEY THAT IS** specifically allocated at the
- 8 federal level to the state or local jurisdictions.
- 9 (b) ~~Funds~~ **MONEY** allocated by the department to the state and
- 10 to local jurisdictions through a competitive process.
- 11 (2) Federal aid excluded from the calculation of funding
- 12 allocated to programs administered by local jurisdictions in
- 13 subsection (1) includes, but is not limited to, congestion
- 14 mitigation and air quality ~~funds,~~ **MONEY,** federal bridge ~~funds,~~

1 ~~MONEY~~, transportation enhancement funds, ~~funds MONEY, MONEY~~
2 distributed at the discretion of the United States secretary of
3 transportation, and congressionally designated funds. ~~MONEY.~~

4 (3) The ~~funds MONEY~~ shall be distributed **UNDER SUBSECTION (1)**
5 to eligible local agencies for transportation purposes in a manner
6 consistent with state and federal law.

7 (4) ~~It is the intent of the legislature that federal aid to~~
8 ~~highways allocated to local jurisdictions in subsection (1) be~~
9 ~~distributed in a manner that produces a 25% average allocation of~~
10 ~~applicable funds to programs for local jurisdictions in each fiscal~~
11 ~~year through the fiscal year ending September 30, 2000. Beginning~~
12 ~~in the fiscal year ending September 30, 1999, the THE average~~
13 ~~allocation of applicable federal aid to highway funds MONEY to~~
14 ~~programs for local jurisdictions shall be the average of the amount~~
15 ~~distributed to local jurisdictions under subsection (1) and~~
16 ~~similarly calculated distributions in each succeeding fiscal year.~~
17 ~~The average allocation percentage described in this subsection~~
18 ~~shall be adjusted to reflect any voluntary agreements made by the~~
19 ~~department with local jurisdictions regarding the state buyout of~~
20 ~~local federal aid.~~

21 (5) **IF A LOCAL JURISDICTION IS ABLE TO PROVIDE MATCHING MONEY**
22 **FOR THE FEDERAL MONEY DESCRIBED IN SUBSECTION (1) APPROPRIATED TO**
23 **THIS STATE AND IF THE DEPARTMENT IS UNABLE TO PROVIDE MATCHING**
24 **MONEY FOR THE FEDERAL MONEY APPROPRIATED TO THIS STATE, THEN THE**
25 **PERCENTAGE OF MONEY ALLOCATED TO A PROGRAM ADMINISTERED BY A LOCAL**
26 **JURISDICTION SHALL NOT BE LIMITED TO THE PERCENTAGES IN SUBSECTION**
27 **(1) BUT SHALL BE ADJUSTED TO TAKE ACCOUNT OF THE LOCAL**

1 JURISDICTION'S ABILITY TO PROVIDE MATCHING MONEY. IF A LOCAL
2 JURISDICTION PROVIDES MATCHING MONEY FOR THE FEDERAL MONEY
3 DESCRIBED IN SUBSECTION (1), THAT FEDERAL MONEY SHALL BE CREDITED
4 TO THE LOCAL JURISDICTION.