

# HOUSE BILL No. 5303

January 26, 2012, Introduced by Rep. Talabi and referred to the Committee on Transportation.

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 the title and sections 10c and 12 (MCL 247.660c and 247.662), the title as amended by 2010 PA 135, section 10c as amended by 2010 PA 257, and section 12 as amended by 2010 PA 143, and by adding sections 10q, 10r, and 10s.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1 TITLE

2 An act to provide for the classification of all public roads,  
 3 streets, and highways in this state, and for the revision of that  
 4 classification and for additions to and deletions from each  
 5 classification; to set up and establish the Michigan transportation  
 6 fund; to provide for the deposits in the Michigan transportation  
 7 fund of specific taxes on motor vehicles and motor vehicle fuels;  
 8 to provide for the allocation of funds from the Michigan  
 9 transportation fund and the use and administration of the fund for  
 10 transportation purposes; **TO CREATE THE COMMERCIAL CORRIDOR FUND; TO**  
 11 **PROVIDE FOR DEPOSITS INTO THE COMMERCIAL CORRIDOR FUND OF SPECIFIC**  
 12 **TAXES ON MOTOR VEHICLES AND MOTOR VEHICLE FUELS; TO PROVIDE FOR THE**  
 13 **ALLOCATION OF FUNDS FROM THE COMMERCIAL CORRIDOR FUND AND FOR THE**

1    **USE AND ADMINISTRATION OF THE FUND FOR TRANSPORTATION PURPOSES;** to  
2    promote safe and efficient travel for motor vehicle drivers,  
3    bicyclists, pedestrians, and other legal users of roads, streets,  
4    and highways; to set up and establish the truck safety fund; to  
5    provide for the allocation of funds from the truck safety fund and  
6    administration of the fund for truck safety purposes; to set up and  
7    establish the Michigan truck safety commission; to establish  
8    certain standards for road contracts for certain businesses; to  
9    provide for the continuing review of transportation needs within  
10   the state; to authorize the state transportation commission,  
11   counties, cities, and villages to borrow money, issue bonds, and  
12   make pledges of funds for transportation purposes; to authorize  
13   counties to advance funds for the payment of deficiencies necessary  
14   for the payment of bonds issued under this act; to provide for the  
15   limitations, payment, retirement, and security of the bonds and  
16   pledges; to provide for appropriations and tax levies by counties  
17   and townships for county roads; to authorize contributions by  
18   townships for county roads; to provide for the establishment and  
19   administration of the state trunk line fund, local bridge fund,  
20   comprehensive transportation fund, and certain other funds; to  
21   provide for the deposits in the state trunk line fund, critical  
22   bridge fund, comprehensive transportation fund, and certain other  
23   funds of money raised by specific taxes and fees; to provide for  
24   definitions of public transportation functions and criteria; to  
25   define the purposes for which Michigan transportation funds may be  
26   allocated; to provide for Michigan transportation fund grants; to  
27   provide for review and approval of transportation programs; to

1 provide for submission of annual legislative requests and reports;  
2 to provide for the establishment and functions of certain advisory  
3 entities; to provide for conditions for grants; to provide for the  
4 issuance of bonds and notes for transportation purposes; to provide  
5 for the powers and duties of certain state and local agencies and  
6 officials; to provide for the making of loans for transportation  
7 purposes by the state transportation department and for the receipt  
8 and repayment by local units and agencies of those loans from  
9 certain specified sources; and to repeal acts and parts of acts.

10 Sec. 10c. As used in this act:

11 (a) "Urban or rural area" means a contiguous developed area,  
12 including the immediate surrounding area, where transportation  
13 services should reasonably be provided presently or in the future;  
14 the area within the jurisdiction of an eligible authority; or for  
15 the purpose of receiving funds for public transportation, a  
16 contiguous developed area having a population of less than 50,000  
17 that has an urban public transportation program approved by the  
18 ~~state transportation department~~ and for which the state  
19 transportation commission determines that public transportation  
20 services should reasonably be provided presently or in the future.

21 (b) "Eligible authority" means an authority organized under  
22 the metropolitan transportation authorities act of 1967, 1967 PA  
23 204, MCL 124.401 to 124.426.

24 (c) "Eligible governmental agency" means a county, city, or  
25 village or an authority created under 1963 PA 55, MCL 124.351 to  
26 124.359; the urban cooperation act of 1967, 1967 (Ex Sess) PA 7,  
27 MCL 124.501 to 124.512; 1967 (Ex Sess) PA 8, MCL 124.531 to

1 124.536; 1951 PA 35, MCL 124.1 to 124.13; the public transportation  
2 authority act, 1986 PA 196, MCL 124.451 to 124.479; or the revenue  
3 bond act of 1933, 1933 PA 94, MCL 141.101 to 141.140.

4 (d) "Transit vehicle" means a bus, rapid transit vehicle,  
5 railroad car, street railway car, water vehicle, taxicab, or other  
6 type of public transportation vehicle or individual unit, whether  
7 operated singly or in a group which provides public transportation.

8 (e) "Transit vehicle mile" means a transit vehicle operated  
9 for 1 mile in public transportation service including demand  
10 actuated and line-haul vehicle miles.

11 (f) "Demand actuated vehicle" means a bus or smaller transit  
12 vehicle operated for providing group rides to members of the  
13 general public paying fares individually, and on demand rather than  
14 in regularly scheduled route service.

15 (g) "Demand actuated vehicle mile" means a demand actuated  
16 vehicle operated for 1 mile in service to the general public.

17 (h) "Public transportation", "comprehensive transportation",  
18 "public transportation service", "comprehensive transportation  
19 service", "public transportation purpose", or "comprehensive  
20 transportation purpose" means the movement of people and goods by  
21 publicly or privately owned water vehicle, bus, railroad car,  
22 street railway, aircraft, rapid transit vehicle, taxicab, or other  
23 conveyance which provides general or special service to the public,  
24 but not including charter or sightseeing service or transportation  
25 which is exclusively for school purposes. Public transportation,  
26 public transportation services, or public transportation purposes;  
27 and comprehensive transportation, comprehensive transportation

1 services, or comprehensive transportation purposes as defined in  
2 this subdivision are declared by law to be transportation purposes  
3 within the meaning of section 9 of article IX of the state  
4 constitution of 1963.

5 (i) "State transportation commission" means the state  
6 transportation commission established in section 28 of article V of  
7 the state constitution of 1963.

8 (j) "Governmental unit" means the ~~state transportation~~  
9 department, the state transportation commission, a county road  
10 commission, a city, or a village.

11 (k) "Department" or "department of transportation" means the  
12 state transportation department, the principal department of state  
13 government created under section 350 of the executive organization  
14 act of 1965, 1965 PA 380, MCL 16.450.

15 (l) "Preservation" means an activity undertaken to preserve the  
16 integrity of the existing roadway system. Preservation does not  
17 include new construction of highways, roads, streets, or bridges, a  
18 project that increases the capacity of a highway facility to  
19 accommodate that part of traffic having neither an origin nor  
20 destination within the local area, widening of a lane width or  
21 more, or adding turn lanes of more than 1/2 mile in length.  
22 Preservation includes, but is not limited to, 1 or more of the  
23 following:

24 (i) Maintenance.

25 (ii) Capital preventive treatments.

26 (iii) Safety projects.

27 (iv) Reconstruction.

(v) Resurfacing.

(vi) Restoration.

(vii) Rehabilitation.

(viii) Widening of less than the width of 1 lane.

(ix) Adding auxiliary weaving, climbing, or speed change lanes.

(x) Modernizing intersections.

(xi) Adding auxiliary turning lanes of 1/2 mile or less.

(xii) Installing traffic signs in new locations, installing signal devices in new locations, and replacing existing signal devices.

(m) "Maintenance" means routine maintenance or preventive maintenance, or both. Maintenance does not include capital preventive treatments, resurfacing, reconstruction, restoration, rehabilitation, safety projects, widening of less than 1 lane width, adding auxiliary turn lanes of 1/2 mile or less, adding auxiliary weaving, climbing, or speed-change lanes, modernizing intersections, or the upgrading of aggregate surface roads to hard surface roads. Maintenance of state trunk line highways does not include streetlighting except for freeway lighting for traffic safety purposes.

(n) "Routine maintenance" means actions performed on a regular or controllable basis or in response to uncontrollable events upon a highway, road, street, or bridge. Routine maintenance includes, but is not limited to, 1 or more of the following:

(i) Snow and ice removal.

(ii) Pothole patching.

(iii) Unplugging drain facilities.

- 1       (iv) Replacing damaged sign and pavement markings.
- 2       (v) Replacing damaged guardrails.
- 3       (vi) Repairing storm damage.
- 4       (vii) Repair or operation of traffic signs and signal systems.
- 5       (viii) Emergency environmental cleanup.
- 6       (ix) Emergency repairs.
- 7       (x) Emergency management of road closures that result from
- 8 uncontro llable events.
- 9       (xi) Cleaning streets and associated drainage.
- 10       (xii) Mowing roadside.
- 11       (xiii) Control of roadside brush and vegetation.
- 12       (xiv) Cleaning roadside.
- 13       (xv) Repairing lighting.
- 14       (xvi) Grading.
- 15       (o) "Preventive maintenance" means a planned strategy of cost-
- 16 effective treatments to an existing roadway system and its
- 17 appurtenances that preserve assets by retarding deterioration and
- 18 maintaining functional condition without significantly increasing
- 19 structural capacity. Preventive maintenance includes, but is not
- 20 limited to, 1 or more of the following:
- 21       (i) Pavement crack sealing.
- 22       (ii) Micro surfacing.
- 23       (iii) Chip sealing.
- 24       (iv) Concrete joint resealing.
- 25       (v) Concrete joint repair.
- 26       (vi) Filling shallow pavement cracks.
- 27       (vii) Patching concrete.



- (viii) Shoulder resurfacing.
- (ix) Concrete diamond grinding.
- (x) Dowel bar retrofit.
- (xi) Bituminous overlays of 1-1/2 inches or less in thickness.
- (xii) Restoration of drainage.
- (xiii) Bridge crack sealing.
- (xiv) Bridge joint repair.
- (xv) Bridge seismic retrofit.
- (xvi) Bridge scour countermeasures.
- (xvii) Bridge painting.
- (xviii) Pollution prevention.
- (xix) New treatments as they may be developed.

(p) "County road commission" means the board of county road commissioners elected or appointed pursuant to section 6 of chapter IV of 1909 PA 283, MCL 224.6, or, in the case of a charter county with a population of 750,000 or more with an elected county executive that does not have a board of county road commissioners, the county executive for ministerial functions and the county commission provided for in section 14(1)(d) of 1966 PA 293, MCL 45.514, for legislative functions.

(q) "Capital preventive treatments" means any preventive maintenance category project on state trunk line highways that qualifies under the department's capital preventive maintenance program.

**(R) "FEDERAL FUNCTIONAL CLASS" MEANS A CLASS OR GROUP OF ROADS THAT A ROAD BELONGS TO BASED ON THE CHARACTER OF TRAFFIC SERVICE THE ROAD PROVIDES UNDER SECTION 1006 OF THE INTERMODAL SURFACE**

1 TRANSPORTATION EFFICIENCY ACT OF 1991, PUBLIC LAW 102-240.

2 (S) "LOCAL ROAD AGENCY" MEANS 1 OF THE FOLLOWING:

3 (i) A COUNTY ROAD COMMISSION OR A COUNTY THAT HAS ASSUMED THE  
4 DUTIES OF A COUNTY ROAD COMMISSION.

5 (ii) A CITY OR VILLAGE RECEIVING \$50,000.00 OR MORE FROM THE  
6 MICHIGAN TRANSPORTATION FUND IN FISCAL YEAR 2012.

7 (iii) A CITY OR VILLAGE RECEIVING LESS THAN \$50,000.00 FROM THE  
8 MICHIGAN TRANSPORTATION FUND IN FISCAL YEAR 2012 THAT ELECTS BY A  
9 VOTE OF ITS CITIZENS AT A GENERAL ELECTION TO HAVE JURISDICTION  
10 OVER STREETS WITHIN ITS BOUNDARIES EXCLUSIVE OF STATE TRUNK LINE  
11 HIGHWAYS AND COUNTY ROADS AND TO RECEIVE DISTRIBUTIONS FROM THE  
12 COMMERCIAL CORRIDOR FUND AND THE MICHIGAN TRANSPORTATION FUND AND  
13 THAT CERTIFIES THAT IT IS COMPLYING WITH THE REQUIREMENTS OF  
14 SECTION 18J.

15 (iv) A REGIONAL ROAD AGENCY CREATED BY AN INTERLOCAL AGREEMENT  
16 BETWEEN 2 OR MORE COUNTY ROAD COMMISSIONS UNDER THE URBAN  
17 COOPERATION ACT OF 1967, 1967 (EX SESS) PA 7, MCL 124.501 TO  
18 124.512.

19 (v) A REGIONAL ROAD AGENCY CREATED BY AN INTERLOCAL AGREEMENT  
20 BETWEEN 2 OR MORE CONTIGUOUS CITIES OR VILLAGES UNDER THE URBAN  
21 COOPERATION ACT OF 1967, 1967 (EX SESS) PA 7, MCL 124.501 TO  
22 124.512, RECEIVING A COMBINED AMOUNT OF \$50,000.00 OR MORE FROM THE  
23 MICHIGAN TRANSPORTATION FUND IN FISCAL YEAR 2012.

24 Sec. 12. (1) The amount distributed to the county road  
25 commissions shall be returned to the county treasurers in the  
26 manner, for the purposes, and under the terms and conditions  
27 specified in this section. The department and the county road

1 association of Michigan shall jointly develop incentives for  
2 counties to establish statewide purchasing pools for the more  
3 efficient use of Michigan transportation funds.

4 (2) ~~Each~~ **FROM THE TOTAL AMOUNT TO BE RETURNED TO THE COUNTIES**  
5 **FROM THE MICHIGAN TRANSPORTATION FUND, EACH** county road commission  
6 shall be reimbursed in an amount up to \$10,000.00 per year for the  
7 sum paid to a licensed professional engineer employed or retained  
8 by the county road commission in the previous year. The sum shall  
9 be returned to each county road commission certified by the ~~state~~  
10 ~~transportation~~ department as complying with this subsection  
11 regarding the employment of an engineer.

12 (3) ~~An~~ **UNTIL SEPTEMBER 30, 2013, AN** amount equal to 1% of the  
13 total amount returned to the county road commissions from the  
14 Michigan transportation fund during the prior calendar year shall  
15 be withheld annually from the counties' November monthly  
16 distribution provided for in section 17, and the amount shall be  
17 returned to the county road commissions for snow removal purposes  
18 as provided in section 12a.

19 (4) An amount equal to 10% of the total amount returned to the  
20 county road commissions from the Michigan transportation fund shall  
21 be returned to each county road commission having county primary,  
22 or county local road, or both, mileage in ~~the~~ urban areas as  
23 determined pursuant to section 12b. This sum shall be distributed  
24 pursuant to section 12b. The return shall be in addition to the  
25 amounts provided in subsections (6) and (7) and for the purposes  
26 stated in those subsections.

27 (5) An amount equal to 4% of the total amount returned to the

1 county road commissions from the Michigan transportation fund shall  
2 be returned to the county road commissions in the same percentages  
3 as provided in subsection (7). All money returned to the county  
4 road commissions as provided in this subsection shall be expended  
5 by the county road commissions for the preservation, construction,  
6 acquisition, and extension of county local road systems and shall  
7 be in addition to the amounts provided in subsection (7).

8 (6) Seventy-five percent of the remainder of the total amount  
9 to be returned to the counties **FROM THE MICHIGAN TRANSPORTATION**  
10 **FUND** shall be expended by each county road commission for the  
11 preservation, construction, acquisition, and extension of the  
12 county primary road system, including the acquisition of a  
13 necessary right of way for the system, work incidental to the  
14 system, and a roadside park or motor parkway appurtenant to the  
15 system, and shall be returned to the counties as follows:

16 (a) Three-fourths of the amount in proportion to the amount  
17 received within ~~the respective~~ **A** county during the 12 months next  
18 preceding the date of each monthly distribution, as specific taxes  
19 upon registered motor vehicles under the Michigan vehicle code,  
20 1949 PA 300, MCL 257.1 to 257.923.

21 (b) One-tenth of the amount in the same proportion that the  
22 total mileage in the county primary road system of each county  
23 bears to the total mileage in all of the county primary road  
24 systems of the state.

25 (c) One eighty-third of the remaining 15% of the amount to  
26 each county.

27 (7) The balance of the remainder of the total amount to be

1 returned to counties **FROM THE MICHIGAN TRANSPORTATION FUND** shall be  
2 expended by each county road commission for the preservation,  
3 construction, acquisition, and extension of the county local road  
4 system as defined by this act, including the acquisition of a  
5 necessary right of way for the system, work incidental to the  
6 system, and a roadside park or motor parkway appurtenant to the  
7 system, and shall be returned to the counties as follows:

8 (a) Sixty-five percent of the amount in the same proportion  
9 that the total mileage in the county local road system of each  
10 county bears to the total mileage in all of the county local road  
11 systems of the state.

12 (b) Thirty-five percent of the amount in the same proportion  
13 that the total population outside of incorporated municipalities in  
14 each county bears to the total population outside of incorporated  
15 municipalities in all of the counties of the state. ~~, according to~~  
16 ~~the most recent statewide federal census as certified at the~~  
17 ~~beginning of the state fiscal year.~~

18 (8) Money deposited in, or becoming a part of the county road  
19 funds of a board of county road commissioners shall be expended  
20 first for the payment of principal and interest on ~~the~~ bonds, for  
21 the payment of contractual contributions pledged for the payment of  
22 bonds, for debt service requirements for the payment of contractual  
23 contributions pledged for the payment of bonds, and for debt  
24 service requirements for the payment of notes and loans in the  
25 following order of priority:

26 (a) For the payment of contributions **THAT HAVE BEEN PLEDGED**  
27 **FOR THE PAYMENT OF PRINCIPAL AND INTEREST ON BONDS** required to be

1 made by a board of county road commissioners under a contract  
2 entered into under 1941 PA 205, MCL 252.51 to 252.64, ~~which~~  
3 ~~contributions have been pledged for the payment of the principal~~  
4 ~~and interest on bonds issued under that act,~~ or for the payment of  
5 total debt service requirements upon notes issued by a board of  
6 county road commissioners under 1943 PA 143, MCL 141.251 to  
7 141.254.

8 (b) For the payment of principal and interest upon bonds  
9 issued under section 18c, and the payment of contributions of a  
10 board of county road commissioners **THAT ARE PLEDGED TO THE PAYMENT**  
11 **OF PRINCIPAL AND INTEREST ON BONDS ISSUED AFTER JUNE 30, 1957 UNDER**  
12 **SECTION 18C AND CONTRACTS EXECUTED UNDER SECTION 18C,** to be made  
13 pursuant to contracts entered into under section 18d. ~~which~~  
14 ~~contributions are pledged to the payment of principal and interest~~  
15 ~~on bonds issued after June 30, 1957, under the authorization of~~  
16 ~~section 18c and contracts executed pursuant to its provisions.~~

17 (c) For the payment of principal and interest upon loans  
18 received pursuant to section ~~11(7)~~**11**, to the extent other funds  
19 have not been made available for that payment.

20 (9) Beginning November 1, 2008, not to exceed 50% per year of  
21 the amount returned to a county **FROM THE MICHIGAN TRANSPORTATION**  
22 **FUND** for use on the county primary road system may be expended,  
23 with or without matching, on the county local road system of that  
24 county. Except as otherwise provided in this subsection, beginning  
25 September 30, 2010, not to exceed 30% per year of the amount  
26 returned to a county for use on the county primary road system may  
27 be expended, with or without matching, on the county local road

1 system of that county. An additional amount, not to exceed 20% per  
2 year of the amount returned to a county for use on the county  
3 primary road system, may be expended on the county local road  
4 system of that county if there is an emergency or if the county  
5 road commission determines that an additional 20% may be expended  
6 on the county local road system. The county road commission may  
7 attach any conditions to its determination if the determination is  
8 for nonemergency purposes, including, but not limited to, a  
9 requirement that the additional 20% expended on the county local  
10 road system only be used to supplement funds from other sources.  
11 Not to exceed 15% per year of the amount returned to a county for  
12 expenditure on the county local road system may be used, with or  
13 without matching, on the county primary road system of that county,  
14 and not to exceed an additional 15% per year of the amount returned  
15 to a county for expenditure on the county local road system, may,  
16 in case of an emergency or with the approval of the county road  
17 commission, be expended, with or without matching, on the county  
18 primary road system of that county. An amount returned to a county  
19 for ~~and on account of~~ county local roads, under this section, in  
20 excess of the total amount paid into the county treasury each year  
21 by all of the townships of that county for and on account of the  
22 county local roads pursuant to section 14(6) may be transferred to  
23 and expended on the county primary road system of that county.

24 (10) Not less than 20% per year of the funds returned to a  
25 county **FROM THE MICHIGAN TRANSPORTATION FUND** by this section shall  
26 be expended for snow and ice removal, the construction or  
27 reconstruction of a new highway or existing highway, and the

1 acquisition of a necessary right of way for those highways, and  
2 work incidental to those highways, or for the servicing of bonds  
3 issued by the county for these purposes. Surplus funds may be  
4 expended for the development, construction, or repair of an off-  
5 street parking facility.

6 (11) Not more than 5% per year of the funds returned to a  
7 county **FROM THE MICHIGAN TRANSPORTATION FUND** for the county primary  
8 road system and the county local road system shall be expended for  
9 the maintenance, improvement, or acquisition of appurtenant  
10 roadside parks and motor parkways.

11 (12) Funds returned to a county shall be expended by the  
12 county road commission for the purposes provided in this section  
13 **AND SECTION 10R** and shall be deposited by the county treasurer in a  
14 designated county depository, in a separate account to the credit  
15 of the county road fund, and shall be paid out only upon the order  
16 of the county road commission, and interest accruing on the money  
17 shall become a part of ~~it~~ and be deposited with the county road  
18 fund.

19 (13) In a county to which ~~the~~ funds are returned the function  
20 of the county road commission shall be limited to the formation of  
21 policy and the performance of the official duties imposed by law  
22 and delegated by the county board of commissioners. A member of the  
23 county road commission shall not be employed individually in any  
24 other capacity for other duties with the county road commission.

25 (14) A county road commission may enter into an agreement with  
26 a county road commission of an adjacent county and with a city or  
27 village to perform work on a highway, road, or street, and with the



1 ~~state transportation~~ department with respect to a state trunk line  
2 and connecting links of the state trunk line within the limits of  
3 the county or adjacent to the county. The agreement may provide for  
4 the performance by each contracting party of the work contemplated  
5 by the contract including engineering services and the acquisition  
6 of rights of way in connection with the work contemplated, by  
7 purchase or condemnation, by any of the contracting parties in its  
8 own name and the agreement may provide for joint participation in  
9 the costs.

10 (15) Money distributed from the Michigan transportation fund  
11 may be expended for construction purposes on county local roads  
12 only to the extent matched by money from other sources. However,  
13 **MONEY DISTRIBUTED FROM THE** Michigan transportation ~~funds~~ **FUND** may  
14 be expended for the construction of bridges on the county local  
15 roads in an amount not to exceed 75% of the cost of the  
16 construction of local road bridges. ~~This subsection does not apply~~  
17 ~~to section 11b.~~

18 (16) Notwithstanding any other provision of this act, at least  
19 90% of the state revenue returned annually to the county road  
20 commission from the Michigan transportation fund less the amounts  
21 described in subdivisions (a) to (e) shall be expended annually by  
22 the county road commission for the preservation of highways, roads,  
23 streets, and bridges, and for the payment of contractual  
24 contributions pledged for the payment of bonds or portions of  
25 bonds, debt service requirements for the payment of bonds or  
26 portions of bonds, and debt service requirements for the payment of  
27 notes and loans or portions of notes and loans issued or received

1 after July 1, 1983, for the purpose of providing funds for the  
2 preservation of highways, roads, streets, and bridges. If an  
3 appropriate certificate is filed under subsection ~~(19)~~—(17) but  
4 only to the extent necessary, this subsection shall not prohibit  
5 the use of any amount of state revenue returned annually to the  
6 county road commissions for the payment of contractual  
7 contributions pledged for the payment of bonds, for debt service  
8 requirements for the payment of bonds, and for debt service  
9 requirements for the payment of notes or loans, whenever issued or  
10 received, as specified under subsection (8). The amounts ~~which~~ **THAT**  
11 are deducted from the state revenue returned to a county road  
12 commission from the Michigan transportation fund, for the purpose  
13 of the calculation required by this subsection are as follows:

14 (a) Amounts expended for the purposes described in subsection  
15 (8) for bonds, notes, loans, or other obligations issued or  
16 received before July 2, 1983.

17 (b) Amounts expended for the administrative costs of the  
18 county road commission.

19 (c) Amounts expended for capital outlay projects for equipment  
20 and buildings, and for the payment of contractual contributions  
21 pledged for the payment of bonds, for debt service requirements for  
22 the payment of bonds, and for debt service requirements for the  
23 payment of notes and loans issued or received after July 1, 1983,  
24 **AND** for the purpose of providing funds for capital outlay projects  
25 for equipment and buildings.

26 (d) Amounts expended for projects vital to the economy of the  
27 local area or the safety of the public in the local area. Before

1 these amounts can be deducted, the governing body over the county  
2 road commission or the county road commission, as applicable, shall  
3 pass a resolution approving these projects. This resolution shall  
4 state which projects will be funded and the cost of each project. A  
5 copy of each approved resolution shall be forwarded immediately to  
6 the department.

7 (e) Amounts expended in urban areas as determined pursuant to  
8 section 12b.

9 ~~—— (17) As used in this subsection, "urban routes" means those~~  
10 ~~portions of 2 lane county primary roads within an urban area which~~  
11 ~~has average daily traffic in excess of 15,000. Notwithstanding any~~  
12 ~~other provision of this act, except as provided in this subsection,~~  
13 ~~a county road commission shall expend annually at least 90% of the~~  
14 ~~federal revenue distributed to the use of the county road~~  
15 ~~commission for highways, roads, streets, and bridges, less the~~  
16 ~~amount expended on urban routes for other than preservation~~  
17 ~~purposes and the amount expended for hard surfacing of gravel roads~~  
18 ~~on the federal aid system, on the preservation of highways, roads,~~  
19 ~~streets, and bridges. A county road commission may expend in a year~~  
20 ~~less than 90% of the federal revenue distributed to the use of the~~  
21 ~~county road commission for highways, roads, streets, and bridges,~~  
22 ~~less the amount expended on urban routes for other than~~  
23 ~~preservation purposes and the amount expended for hard surfacing of~~  
24 ~~gravel roads on the federal aid system, on the preservation of~~  
25 ~~highways, roads, streets, and bridges, if that year is part of a 3-~~  
26 ~~year period in which at least 90% of the total federal revenue~~  
27 ~~distributed in the 3 year period to the use of the county road~~

~~1 commission for highways, roads, streets, and bridges, less the  
2 amount expended on urban routes for other than preservation  
3 purposes and the amount expended for hard surfacing of gravel roads  
4 on the federal aid system, is expended on the preservation of  
5 highways, roads, streets, and bridges. If a county road commission  
6 expends in a year less than 90% of the federal revenue distributed  
7 to the use of the county road commission for highways, roads,  
8 streets, and bridges, less the amount expended on urban routes for  
9 other than preservation purposes and the amount expended for hard-  
10 surfacing of gravel roads on the federal aid system, on the  
11 preservation of highways, roads, streets, and bridges and that year  
12 is not a part of a 3 year period in which at least 90% of the total  
13 federal revenue distributed in the 3 year period to the use of the  
14 county road commission for highways, roads, streets, and bridges,  
15 less the amount expended on urban routes for other than  
16 preservation purposes and the amount expended for hard surfacing of  
17 gravel roads on the federal aid system, is expended on the  
18 preservation of highways, roads, streets, and bridges, the county  
19 road commission shall expend in each year subsequent to the 3 year  
20 period 100%, or less in 1 year if sufficient for the purposes of  
21 this subsection, of the federal revenue distributed to the use of  
22 the county road commission for highways, roads, streets, and  
23 bridges, less the amount expended on urban routes for other than  
24 preservation purposes and the amount expended for hard surfacing of  
25 gravel roads on the federal aid system, on the preservation of  
26 highways, roads, streets, and bridges until the average percentage  
27 spent on the preservation of highways, roads, streets, and bridges~~

1 ~~in the 3 year period and the subsequent years, less the amount~~  
2 ~~expended on urban routes for other than preservation purposes and~~  
3 ~~the amount expended for hard surfacing of gravel roads on the~~  
4 ~~federal aid system, is at least 90%. A year may be included in only~~  
5 ~~one 3 year period for the purposes of this subsection. The~~  
6 ~~requirements of this subsection shall be waived if compliance would~~  
7 ~~cause the county road commission to be ineligible according to~~  
8 ~~federal law for federal revenue, but only to the extent necessary~~  
9 ~~to make the county road commission eligible according to federal~~  
10 ~~law for that revenue. For the purpose of the calculations required~~  
11 ~~by this subsection, the amount expended on urban routes by a county~~  
12 ~~road commission for other than preservation purposes and the amount~~  
13 ~~expended for hard surfacing of gravel roads on the federal aid~~  
14 ~~system shall be deducted from the total federal revenue distributed~~  
15 ~~to the use of the county road commission.~~

16 (17) ~~(18)~~ A county road commission shall certify, ~~which~~  
17 ~~certification shall, for purposes of the validity of bonds and~~  
18 ~~notes, be conclusive as to the matters stated therein, to the state~~  
19 ~~transportation department on or before the issuance of any bonds or~~  
20 ~~notes issued after July 1, 1983, pursuant to 1943 PA 143, MCL~~  
21 ~~141.251 to 141.254, 1941 PA 205, MCL 252.51 to 252.64, or section~~  
22 ~~18c or 18d, for purposes other than the preservation of highways,~~  
23 ~~roads, streets, and bridges and purposes other than the purposes~~  
24 ~~specified in subsection (16)(c) that its average annual debt~~  
25 ~~service requirements for all bonds and notes or portions of bonds~~  
26 ~~and notes issued after July 1, 1983, for purposes other than the~~  
27 ~~preservation of highways, roads, streets, and bridges and other~~

1 than for the purposes specified in subsection (16)(c), including  
 2 the bond or note to be issued does not exceed 10% of the funds  
 3 returned to the county road commission pursuant to this act, less  
 4 the amounts specified in subsection (16)(a), (b), and (c) during  
 5 the last completed fiscal year of the county road commission. **A**  
 6 **CERTIFICATION BY A COUNTY ROAD COMMISSION UNDER THIS SUBSECTION IS,**  
 7 **FOR PURPOSES OF THE VALIDITY OF BONDS AND NOTES, CONCLUSIVE AS TO**  
 8 **THE MATTERS STATED IN THE CERTIFICATION.** If the purpose for which  
 9 the bonds or notes are issued is changed after the issuance of the  
 10 notes or bonds, the change shall be made in such a manner to  
 11 maintain compliance with the certification required by this  
 12 subsection, as of the date the certificate was originally issued,  
 13 but no such change shall invalidate or otherwise affect the bonds  
 14 or notes with respect to which the certificate was issued or the  
 15 obligation to pay debt service on the bonds or notes.

16 **(18)** ~~(19)~~—In each charter county to which funds are returned  
 17 under this section, the responsibility for road improvement,  
 18 preservation, and traffic operation work, and the development,  
 19 construction, or repair of off-road parking facilities and  
 20 construction or repair of road lighting shall be coordinated by a  
 21 single administrator to be designated by the county executive who  
 22 ~~shall be~~ **IS** responsible for and ~~shall represent~~ **REPRESENTS** the  
 23 charter county in transactions with the ~~state transportation~~  
 24 department pursuant to this act.

25 **(19)** ~~(20)~~—Not more than 10% per year of all of the funds  
 26 received by and returned to a county from any source for the  
 27 purposes of this section may be expended for administrative

1 expenses. A county that expends more than 10% for administrative  
2 expenses in a year shall be subject to section 14(5) unless a  
3 waiver is granted by the department of treasury. As used in this  
4 subsection, "administrative expenses" means those expenses that are  
5 not assigned including, but not limited to, specific road  
6 construction or preservation projects and are often referred to as  
7 general or supportive services. Administrative expenses shall not  
8 include net equipment expense, net capital outlay, debt service  
9 principal and interest, and payments to other state or local  
10 offices which are assigned, but not limited to, specific road  
11 construction projects or preservation activities.

12 (20) ~~(21)~~—In addition to the financial compliance audits  
13 required by law, the department of treasury shall conduct  
14 performance audits and make investigations of the disposition of  
15 all state funds received by county road commissions, county boards  
16 of commissioners, or any other county governmental agency acting as  
17 the county road authority, for transportation purposes to determine  
18 compliance with the terms and conditions of this act. Performance  
19 audits shall be conducted according to government auditing  
20 standards issued by the United States general accounting office.  
21 The department of treasury shall provide 6 ~~months~~ **MONTHS**' notice to  
22 the county road commission or county board of commissioners, as  
23 applicable, of the standards to be used for audits performed under  
24 this subsection prior to the fiscal year in which the audit is  
25 conducted. The department shall notify the county road commission  
26 or county board of commissioners of any subsequent changes to the  
27 standards. County road commissions or county boards of

1 commissioners, as applicable, shall make available to the  
2 department of treasury the pertinent records for the audit.

3       SEC. 10Q. (1) BEGINNING OCTOBER 1, 2012, A FUND TO BE KNOWN AS  
4 THE COMMERCIAL CORRIDOR FUND IS CREATED IN THE STATE TREASURY AS A  
5 SEPARATE FUND. AS PROVIDED IN SECTION 143 OF THE MOTOR FUEL TAX  
6 ACT, 2000 PA 403, MCL 207.1143, MONEY RECEIVED AND COLLECTED UNDER  
7 THE MOTOR FUEL TAX ACT, 2000 PA 403, MCL 207.1001 TO 207.1170,  
8 EXCEPT FOR A LICENSE FEE UNDER THAT ACT SHALL BE DEPOSITED IN THE  
9 STATE TREASURY TO THE CREDIT OF THE COMMERCIAL CORRIDOR FUND, AS  
10 PROVIDED IN SECTION 810 OF THE MICHIGAN VEHICLE CODE, 1949 PA 300,  
11 MCL 257.810, A TAX, FEE, LICENSE, OR OTHER MONEY RECEIVED AND  
12 COLLECTED UNDER SECTIONS 801 TO 810 OF THE MICHIGAN VEHICLE CODE,  
13 1949 PA 300, MCL 257.801 TO 257.810, SHALL BE DEPOSITED IN THE  
14 STATE TREASURY TO THE CREDIT OF THE COMMERCIAL CORRIDOR FUND.  
15 INCOME OR PROFIT DERIVED FROM THE INVESTMENT OF MONEY IN THE  
16 COMMERCIAL CORRIDOR FUND SHALL BE DEPOSITED IN THE COMMERCIAL  
17 CORRIDOR FUND. EXCEPT AS OTHERWISE PROVIDED IN THIS SECTION, THE  
18 LEGISLATURE SHALL APPROPRIATE FUNDS FOR THE NECESSARY EXPENSES  
19 INCURRED IN THE ADMINISTRATION AND ENFORCEMENT OF THE MOTOR FUEL  
20 TAX ACT, 2000 PA 403, MCL 207.1001 TO 207.1170, THE MOTOR CARRIER  
21 ACT, 1933 PA 254, MCL 475.1 TO 479.43, AND SECTIONS 801 TO 810 OF  
22 THE MICHIGAN VEHICLE CODE, 1949 PA 300, MCL 257.801 TO 257.810.  
23 FUNDS APPROPRIATED FOR NECESSARY EXPENSES SHALL BE BASED UPON  
24 ESTABLISHED COST ALLOCATION METHODOLOGY THAT REFLECTS ACTUAL COSTS.  
25 APPROPRIATIONS FOR THE NECESSARY EXPENSES INCURRED BY THE  
26 DEPARTMENT OF STATE IN ADMINISTRATION AND ENFORCEMENT OF SECTIONS  
27 801 TO 810 OF THE MICHIGAN VEHICLE CODE, 1949 PA 300, MCL 257.801



1 TO 257.810, SHALL BE MADE FROM THE COMMERCIAL CORRIDOR FUND AND  
2 FROM THE TRANSPORTATION ADMINISTRATION COLLECTION FUND CREATED IN  
3 SECTION 810B OF THE MICHIGAN VEHICLE CODE, 1949 PA 300, MCL  
4 257.810B. COMBINED APPROPRIATIONS FROM THE MICHIGAN TRANSPORTATION  
5 FUND AND FROM THE COMMERCIAL CORRIDOR FUND FOR NECESSARY EXPENSES  
6 INCURRED BY THE DEPARTMENT OF STATE IN ADMINISTRATION AND  
7 ENFORCEMENT OF SECTIONS 801 TO 810 OF THE MICHIGAN VEHICLE CODE,  
8 1949 PA 300, MCL 257.801 TO 257.810, SHALL NOT EXCEED  
9 \$20,000,000.00 PER STATE FISCAL YEAR. ALL MONEY IN THE COMMERCIAL  
10 CORRIDOR FUND IS APPORTIONED AND APPROPRIATED IN THE FOLLOWING  
11 MANNER:

12 (A) 10% TO THE COMPREHENSIVE TRANSPORTATION FUND FOR THE  
13 PURPOSES DESCRIBED IN SECTION 10E.

14 (B) BEGINNING OCTOBER 1, 2020, \$40,275,000.00 TO THE STATE  
15 TRUNK LINE FUND FOR SUBSEQUENT DEPOSIT IN THE TRANSPORTATION  
16 ECONOMIC DEVELOPMENT FUND, WITH FIRST PRIORITY FOR ALLOCATION TO  
17 DEBT SERVICE ON BONDS ISSUED TO FUND TRANSPORTATION ECONOMIC  
18 DEVELOPMENT FUND PROJECTS, WITH SUBSEQUENT DEPOSIT IN THE  
19 TRANSPORTATION ECONOMIC DEVELOPMENT FUND TO BE USED FOR ECONOMIC  
20 DEVELOPMENT ROAD PROJECTS IN ANY OF THE TARGETED INDUSTRIES  
21 DESCRIBED IN SECTION 9(1)(A) OF 1987 PA 231, MCL 247.909.

22 (C) THE BALANCE OF THE COMMERCIAL CORRIDOR FUND AS FOLLOWS:

23 (i) 55% TO THE STATE TRUNK LINE FUND FOR THE PURPOSES DESCRIBED  
24 IN SECTION 11.

25 (ii) 45% TO THE LOCAL ROAD AGENCIES OF THE STATE.

26 (2) THE MONEY APPROPRIATED PURSUANT TO THIS SECTION SHALL BE  
27 USED FOR THE PURPOSES PROVIDED IN THIS ACT AND ANY OTHER APPLICABLE

1 ACT.

2 SEC. 10R. (1) THE AMOUNT DISTRIBUTED FROM THE COMMERCIAL  
3 CORRIDOR FUND TO COUNTY ROAD COMMISSIONS SHALL BE RETURNED TO THE  
4 COUNTY TREASURERS IN THE MANNER AND FOR THE PURPOSES SPECIFIED IN  
5 THIS SECTION. THE AMOUNT DISTRIBUTED FROM THE COMMERCIAL CORRIDOR  
6 FUND TO CITIES AND VILLAGES SHALL BE RETURNED TO THE TREASURERS OF  
7 CITIES AND VILLAGES IN THE MANNER AND FOR THE PURPOSES SPECIFIED IN  
8 THIS SECTION.

9 (2) BEGINNING OCTOBER 1, 2013, AN AMOUNT EQUAL TO 1% OF THE  
10 TOTAL AMOUNT RETURNED TO LOCAL ROAD AGENCIES FROM THE MICHIGAN  
11 TRANSPORTATION FUND AND THE COMMERCIAL CORRIDOR FUND DURING THE  
12 PRIOR CALENDAR YEAR SHALL BE WITHHELD ANNUALLY FROM THE NOVEMBER  
13 MONTHLY DISTRIBUTION UNDER SECTION 17, AND THE AMOUNT SHALL BE  
14 RETURNED TO LOCAL ROAD AGENCIES FOR SNOW REMOVAL PURPOSES,  
15 INCLUDING THE PURCHASE AND MAINTENANCE OF EQUIPMENT FOR SNOW  
16 REMOVAL. THE AMOUNT TO BE DISTRIBUTED TO A LOCAL ROAD AGENCY SHALL  
17 BE THE PRODUCT OF THE AMOUNT MADE AVAILABLE FOR SNOW REMOVAL  
18 PURPOSES AND THE LOCAL ROAD AGENCY'S AVERAGE SHARE OF SNOW PAYMENTS  
19 RECEIVED DURING THE YEARS 2000 TO 2010. BEFORE NOVEMBER 30 OF EACH  
20 YEAR, THE DEPARTMENT SHALL CERTIFY TO THE DEPARTMENT OF MANAGEMENT  
21 AND BUDGET ITS DETERMINATION OF THE AMOUNT TO WHICH EACH ELIGIBLE  
22 LOCAL ROAD AGENCY IS ENTITLED FROM THE DISTRIBUTION AUTHORIZED BY  
23 THIS SUBSECTION. BEFORE DECEMBER 15 OF EACH YEAR, THE DEPARTMENT OF  
24 MANAGEMENT AND BUDGET SHALL PAY THE COUNTY TREASURER OF EACH COUNTY  
25 ENTITLED TO MONEY FOR SNOW REMOVAL PURPOSES, OR TO THE TREASURER OF  
26 EACH CITY AND VILLAGE ENTITLED TO MONEY FOR SNOW REMOVAL PURPOSES,  
27 THE AMOUNT TO BE RETURNED TO THE ELIGIBLE LOCAL ROAD AGENCY FOR

1 SNOW REMOVAL PURPOSES UNDER THIS SUBSECTION. THE AMOUNT RETURNED  
2 FOR SNOW REMOVAL PURPOSES UNDER THIS SUBSECTION SHALL BE FOR USE ON  
3 THE ROAD OR STREET SYSTEM OF THE ELIGIBLE LOCAL ROAD AGENCY.

4 (3) THE BALANCE OF THE AMOUNT TO BE RETURNED TO A LOCAL ROAD  
5 AGENCY SHALL BE EXPENDED BY THE LOCAL ROAD AGENCY FOR THE  
6 PRESERVATION, CONSTRUCTION, ACQUISITION, AND EXTENSION OF THE ROAD  
7 SYSTEM, INCLUDING THE ACQUISITION OF A NECESSARY RIGHT-OF-WAY FOR  
8 THE SYSTEM, WORK INCIDENTAL TO THE SYSTEM, AND A ROADSIDE PARK OR  
9 MOTORWAY APPURTENANT TO THE SYSTEM, AND SHALL BE RETURNED TO THE  
10 LOCAL ROAD AGENCIES AS FOLLOWS:

11 (A) TWENTY-EIGHT PERCENT OF THE AMOUNT IN THE SAME PROPORTION  
12 THAT THE TOTAL VEHICLE MILES TRAVELED ON ROADS FUNCTIONALLY  
13 CLASSIFIED AS PRINCIPAL ARTERIALS IN THE LOCAL ROAD AGENCY'S ROAD  
14 SYSTEM BEARS TO THE TOTAL VEHICLE MILES TRAVELED ON ALL ROADS  
15 FUNCTIONALLY CLASSIFIED AS PRINCIPAL ARTERIALS IN ALL LOCAL ROAD  
16 AGENCIES' ROAD SYSTEMS.

17 (B) TWENTY-FOUR PERCENT OF THE AMOUNT IN THE SAME PROPORTION  
18 THAT THE TOTAL VEHICLE MILES TRAVELED ON ROADS FUNCTIONALLY  
19 CLASSIFIED AS MINOR ARTERIALS IN THE LOCAL ROAD AGENCY'S ROAD  
20 SYSTEM BEARS TO THE TOTAL VEHICLE MILES TRAVELED ON ALL ROADS  
21 FUNCTIONALLY CLASSIFIED AS MINOR ARTERIALS IN ALL LOCAL ROAD  
22 AGENCIES' ROAD SYSTEMS.

23 (C) TWENTY PERCENT OF THE AMOUNT IN THE SAME PROPORTION THAT  
24 THE TOTAL VEHICLE MILES TRAVELED ON ROADS FUNCTIONALLY CLASSIFIED  
25 AS MAJOR COLLECTORS IN THE LOCAL ROAD AGENCY'S ROAD SYSTEM BEARS TO  
26 THE TOTAL VEHICLE MILES TRAVELED ON ALL ROADS FUNCTIONALLY  
27 CLASSIFIED AS MAJOR COLLECTORS IN ALL LOCAL ROAD AGENCIES' ROAD

1 SYSTEMS.

2 (D) TWELVE PERCENT OF THE AMOUNT IN THE SAME PROPORTION THAT  
3 THE SUM TOTAL OF CENTERLINE MILES OF ROADS FUNCTIONALLY CLASSIFIED  
4 AS RURAL MINOR ARTERIALS, RURAL MAJOR COLLECTORS, AND RURAL MINOR  
5 COLLECTORS IN THE LOCAL ROAD AGENCY'S ROAD SYSTEM BEARS TO THE SUM  
6 TOTAL OF ALL CENTERLINE MILES OF ROADS FUNCTIONALLY CLASSIFIED AS  
7 RURAL MINOR ARTERIALS, RURAL MAJOR COLLECTORS, AND RURAL MINOR  
8 COLLECTORS IN ALL LOCAL ROAD AGENCIES' ROAD SYSTEMS.

9 (E) EIGHT PERCENT OF THE AMOUNT IN THE SAME PROPORTION THAT  
10 THE TOTAL CENTERLINE MILES OF ROADS FUNCTIONALLY CLASSIFIED AS  
11 RURAL MINOR COLLECTORS IN THE LOCAL ROAD AGENCY'S ROAD SYSTEM BEARS  
12 TO THE TOTAL CENTERLINE MILES ON ALL ROADS FUNCTIONALLY CLASSIFIED  
13 AS RURAL MINOR COLLECTORS IN ALL LOCAL ROAD AGENCIES' ROAD SYSTEMS.

14 (F) EIGHT PERCENT OF THE AMOUNT IN THE SAME PROPORTION THAT  
15 THE TOTAL CENTERLINE MILES ON ROADS FUNCTIONALLY CLASSIFIED AS  
16 LOCAL ROADS IN THE LOCAL ROAD AGENCY'S ROAD SYSTEM BEARS TO THE  
17 TOTAL CENTERLINE MILES ON ALL ROADS FUNCTIONALLY CLASSIFIED AS  
18 LOCAL ROADS IN ALL LOCAL ROAD AGENCIES' ROAD SYSTEMS.

19 (4) MONEY RETURNED TO A COUNTY, CITY, OR VILLAGE TREASURER  
20 FROM THE COMMERCIAL CORRIDOR FUND SHALL BE USED IN A MANNER  
21 CONSISTENT WITH THE ASSET MANAGEMENT PROCESS DEFINED IN SECTION 9A.

22 (5) MONEY DISTRIBUTED FROM THE COMMERCIAL CORRIDOR FUND MAY BE  
23 EXPENDED FOR CONSTRUCTION PURPOSES ON ROADS FUNCTIONALLY CLASSIFIED  
24 AS LOCAL ROADS ONLY TO THE EXTENT THAT SUCH MONEY IS MATCHED BY  
25 MONEY FROM OTHER SOURCES.

26 (6) MONEY DISTRIBUTED FROM THE COMMERCIAL CORRIDOR FUND MAY  
27 NOT BE EXPENDED FOR CONSTRUCTION PURPOSES ON ANY ROAD CLOSED TO

1 COMMERCIAL VEHICLES UNLESS THE ROAD IS FUNCTIONALLY CLASSIFIED AS A  
2 LOCAL ROAD.

3 SEC. 10S. (1) BEGINNING JANUARY 1, 2015, THE SYSTEM OF  
4 MUNICIPAL STREETS IN A MUNICIPALITY RECEIVING LESS THAN \$50,000.00  
5 FROM THE MICHIGAN TRANSPORTATION FUND IN FISCAL YEAR 2012 SHALL BE  
6 TRANSFERRED TO THE COUNTY ROAD COMMISSION OF THE COUNTY IN WHICH  
7 THE MUNICIPALITY IS LOCATED.

8 (2) SUBSECTION (1) DOES NOT APPLY TO CITIES OR VILLAGES  
9 DESCRIBED IN SECTION 10C(S) (iii) OR (v) .

10 (3) A TRANSFER OF A MUNICIPAL STREET SYSTEM UNDER SUBSECTION  
11 (1) SHALL NOT BE INCLUDED IN THE CALCULATIONS REQUIRED BY SECTION  
12 10A.

13 Enacting section 1. This amendatory act does not take effect  
14 unless all of the following bills of the 96th Legislature are  
15 enacted into law:

16 (a) Senate Bill No. \_\_\_\_\_ or House Bill No. 5300(request no.  
17 04245'11 \*).

18 (b) Senate Bill No. \_\_\_\_\_ or House Bill No. 5302(request no.  
19 04255'11 \*).