## **HOUSE BILL No. 5710**

May 31, 2012, Introduced by Reps. Byrum, Durhal, Switalski, Bauer and Brown 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 sections 9a, 10c, and 20a (MCL 247.659a, 247.660c, and 247.670a), as amended by 2010 PA 257.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 9a. (1) As used in this section:
- 2 (a) "Asset management" means an ongoing process of
- 3 maintaining, upgrading, and operating physical assets cost-
- 4 effectively, based on a continuous physical inventory and condition
- 5 assessment.
- 6 (b) "Bridge" means a structure including supports erected over
- 7 a depression or an obstruction, such as water, a highway, or a
- 8 railway, for the purposes of carrying traffic or other moving
- 9 loads, and having an opening measuring along the center of the
- 10 roadway of more than 20 feet between undercopings of abutments or
- 11 spring lines of arches, or extreme ends of openings for multiple
- 12 boxes where the clear distance between openings is less than 1/2 of
- 13 the smaller contiguous opening.

- 1 (c) "Central storage data agency" means that agency or office
- 2 chosen by the council where the data collected is stored and
- 3 maintained.
- 4 (d) "Council" means the transportation asset management
- 5 council created by this section.
- 6 (e) "County road commission" means the board of county road
- 7 commissioners elected or appointed pursuant to section 6 of chapter
- 8 IV of 1909 PA 283, MCL 224.6, or, in the case of a charter county
- 9 with a population of 750,000 or more with an elected county
- 10 executive that does not have a board of county road commissioners,
- 11 the county executive for ministerial functions and the county
- 12 commission provided for in section 14(1)(d) of 1966 PA 293, MCL
- 13 45.514, for legislative functions.
- 14 (E)  $\frac{\text{(f)}}{\text{"Department" means the state transportation}}$
- 15 department.
- (F) (g) "Federal-aid eligible" means any A public road or
- 17 bridge that is eligible for federal aid to be spent for the
- 18 construction, repair, or maintenance of that road or bridge.
- 19 (G) (h) "Local road agency" means a county road commission or
- 20 designated county road agency or city or village that is
- 21 responsible for the construction or maintenance of public roads
- 22 within the state under this act.
- 23 (H) (i) "Multiyear program" means a compilation of road and
- 24 bridge projects anticipated to be contracted for by the department
- 25 or a local road agency during a 3-year period. The multiyear
- 26 program shall include a listing of each project to be funded in
- 27 whole or in part with state or federal funds.

- 1 (I) (i)—"State planning and development regions" means those
- 2 agencies required by section <del>134(b)</del> 134 of title 23 of the United
- 3 States Code, 23 USC 134, and those agencies established by
- 4 Executive Directive 1968-1.
- 5 (2) In order to provide a coordinated, unified effort by the
- 6 various roadway agencies within the state, the transportation asset
- 7 management council is hereby created within the state
- 8 transportation commission and is charged with advising the
- 9 commission on a statewide asset management strategy and the
- 10 processes and necessary tools needed to implement such a strategy
- 11 beginning with the federal-aid eligible highway system, and once
- 12 completed, continuing on with the county road and municipal
- 13 systems, in a cost-effective, efficient manner. Nothing in this
- 14 section shall prohibit a local road agency from using an asset
- 15 management process on its non-federal-aid eligible system. The
- 16 council shall consist of 10 voting members appointed by the state
- 17 transportation commission. The council shall include 2 members from
- 18 the county road association of Michigan, 2 members from the
- 19 Michigan municipal league, 2 members from the state planning and
- 20 development regions, 1 member from the Michigan townships
- 21 association, 1 member from the Michigan association of counties,
- 22 and 2 members from the department. Nonvoting members shall include
- 23 1 person from the agency or office selected as the location for
- 24 central data storage. Each agency with voting rights shall submit a
- 25 list of 2 nominees to the state transportation commission from
- 26 which the appointments shall be made. The Michigan townships
- 27 association shall submit 1 name, and the Michigan association of

- 1 counties shall submit 1 name. Names shall be submitted within 30
- 2 days after July 3, 2002. The state transportation commission shall
- 3 make the appointments within 30 days after receipt of the lists.
- 4 (3) The positions for the department shall be permanent. The
- 5 position of the central data storage agency shall be nonvoting and
- 6 shall be for as long as the agency continues to serve as the data
- 7 storage repository. The member from the Michigan association of
- 8 counties shall be initially appointed for 2 years. The member from
- 9 the Michigan townships association shall be initially appointed for
- 10 3 years. Of the members first appointed from the county road
- 11 association of Michigan, the Michigan municipal league, and the
- 12 state planning and development regions, 1 member of each group
- 13 shall be appointed for 2 years and 1 member of each group shall be
- 14 appointed for 3 years. At the end of the initial appointment, all
- 15 terms shall be for 3 years. The chairperson shall be selected from
- 16 among the voting members of the council.
- 17 (4) The department shall provide qualified administrative
- 18 staff and the state planning and development regions shall provide
- 19 qualified technical assistance to the council.
- 20 (5) The council shall develop and present to the state
- 21 transportation commission for approval within 90 days after the
- 22 date of the first meeting such THE procedures and requirements as
- 23 THAT are necessary for the administration of the asset management
- 24 process. This THE PROCEDURES AND REQUIREMENTS DEVELOPED AND
- 25 PRESENTED BY THE COUNCIL shall, at a minimum, include the areas of
- 26 training, data storage and collection, reporting, development of a
- 27 multiyear program, budgeting and funding, and other issues related

- 1 to asset management. that may arise from time to time. All quality
- 2 control standards and protocols shall, at a minimum, be consistent
- 3 with any existing federal requirements and regulations and existing
- 4 government accounting standards.
- 5 (6) The council may appoint a technical advisory panel whose
- 6 members shall be representatives from the transportation
- 7 construction associations and related transportation road
- 8 interests. The asset management council shall select members to the
- 9 technical advisory panel from names submitted by the transportation
- 10 construction associations and related transportation road
- 11 interests. The technical advisory panel members shall be appointed
- 12 for 3 years. The asset management council shall determine the
- 13 research issues and assign projects to the technical advisory panel
- 14 to assist in the development of statewide policies. The technical
- 15 advisory panel's recommendations shall be advisory only and ARE not
- 16 binding on the asset management council.
- 17 (7) The department, each county road commission, and each city
- 18 and village of this state shall annually submit a report to the
- 19 transportation asset management council. This report shall include
- 20 a multiyear program developed through the asset management process
- 21 described in this section. Projects contained in the department's
- 22 annual multiyear program shall be consistent with the department's
- 23 asset management process and shall be reported consistent with
- 24 categories established by the transportation asset management
- 25 council. Projects contained in the annual multiyear program of each
- 26 local road agency shall be consistent with the asset management
- 27 process of each local road agency and shall be reported consistent

- 1 with categories established by the transportation asset management
- 2 council.
- 3 (8) Funding necessary to support the activities described in
- 4 this section shall be provided by an annual appropriation from the
- 5 Michigan transportation fund to the state transportation
- 6 commission.
- 7 (9) The department and each local road agency shall keep
- 8 accurate and uniform records on all road and bridge work performed
- 9 and funds expended for the purposes of this section, according to
- 10 the procedures developed by the council. Each local road agency and
- 11 the department shall annually report to the council the mileage and
- 12 condition of the road and bridge system under their jurisdiction
- 13 and the receipts and disbursements of road and street funds in the
- 14 manner prescribed by the council, which shall be consistent with
- 15 any current accounting procedures. An annual report shall be
- 16 prepared by the staff assigned to the council regarding the results
- 17 of activities conducted during the preceding year and the
- 18 expenditure of funds related to the processes and activities
- 19 identified by the council. The report shall also include an
- 20 overview of the activities identified for the succeeding year. The
- 21 council shall submit this report to the state transportation
- 22 commission, the legislature, and the transportation committees of
- 23 the house and senate by May 2 of each year.
- 24 Sec. 10c. As used in this act:
- 25 (a) "Urban or rural area" means a contiguous developed area,
- 26 including the immediate surrounding area, where transportation
- 27 services should reasonably be provided presently or in the future;

- 1 the area within the jurisdiction of an eligible authority; or for
- 2 the purpose of receiving funds for public transportation, a
- 3 contiguous developed area having a population of less than 50,000
- 4 that has an urban public transportation program approved by the
- 5 state transportation department and for which the state
- 6 transportation commission determines that public transportation
- 7 services should reasonably be provided presently or in the future.
- 8 (b) "Eligible authority" means an authority organized under
- 9 the metropolitan transportation authorities act of 1967, 1967 PA
- 10 204, MCL 124.401 to 124.426.
- 11 (c) "Eligible governmental agency" means a county, city, or
- village or an authority created under 1963 PA 55, MCL 124.351 to
- 13 124.359; the urban cooperation act of 1967, 1967 (Ex Sess) PA 7,
- 14 MCL 124.501 to 124.512; 1967 (Ex Sess) PA 8, MCL 124.531 to
- 15 124.536; 1951 PA 35, MCL 124.1 to 124.13; the public transportation
- 16 authority act, 1986 PA 196, MCL 124.451 to 124.479; or the revenue
- 17 bond act of 1933, 1933 PA 94, MCL 141.101 to 141.140.
- (d) "Transit vehicle" means a bus, rapid transit vehicle,
- 19 railroad car, street railway car, water vehicle, taxicab, or other
- 20 type of public transportation vehicle or individual unit, whether
- 21 operated singly or in a group which THAT provides public
- 22 transportation.
- (e) "Transit vehicle mile" means a transit vehicle operated
- 24 for 1 mile in public transportation service including demand
- 25 actuated and line-haul vehicle miles.
- 26 (f) "Demand actuated vehicle" means a bus or smaller transit
- 27 vehicle operated for THE PURPOSE OF providing group rides to

- 1 members of the general public paying fares individually, and on
- 2 demand rather than in regularly scheduled route service.
- 3 (g) "Demand actuated vehicle mile" means a demand actuated
- 4 vehicle operated for 1 mile in service to the general public.
- 5 (h) "Public transportation", "comprehensive transportation",
- 6 "public transportation service", "comprehensive transportation
- 7 service", "public transportation purpose", or "comprehensive"
- 8 transportation purpose" means the movement of people and goods by
- 9 publicly or privately owned water vehicle, bus, railroad car,
- 10 street railway, aircraft, rapid transit vehicle, taxicab, or other
- 11 conveyance which THAT provides general or special service to the
- 12 public, but not including charter or sightseeing service or
- 13 transportation which THAT is exclusively for school purposes.
- 14 Public transportation, public transportation services, or public
- 15 transportation purposes; and comprehensive transportation,
- 16 comprehensive transportation services, or comprehensive
- 17 transportation purposes as defined in this subdivision are declared
- 18 by law to be transportation purposes within the meaning of section
- 19 9 of article IX of the state constitution of 1963.
- 20 (i) "State transportation commission" means the state
- 21 transportation commission established in section 28 of article V of
- the state constitution of 1963.
- 23 (j) "Governmental unit" means the state transportation
- 24 department, the state transportation commission, a county road
- 25 commission, a city, or a village.
- 26 (k) "Department" or "department of transportation" means the
- 27 state transportation department, the principal department of state

- 1 government created under section 350 of the executive organization
- 2 act of 1965, 1965 PA 380, MCL 16.450.
- 3 (1) "Preservation" means an activity undertaken to preserve the
- 4 integrity of the existing roadway system. Preservation does not
- 5 include new construction of highways, roads, streets, or bridges, a
- 6 project that increases the capacity of a highway facility to
- 7 accommodate that part of traffic having neither an origin nor
- 8 destination within the local area, widening of a lane width or
- 9 more, or adding turn lanes of more than 1/2 mile in length.
- 10 Preservation includes, but is not limited to, 1 or more of the
- 11 following:
- 12 (i) Maintenance.
- 13 (ii) Capital preventive treatments.
- 14 (iii) Safety projects.
- 15 (iv) Reconstruction.
- 16 (v) Resurfacing.
- 17 (vi) Restoration.
- 18 (vii) Rehabilitation.
- 19 (viii) Widening of less than the width of 1 lane.
- 20 (ix) Adding auxiliary weaving, climbing, or speed change lanes.
- 21 (x) Modernizing intersections.
- 22 (xi) Adding auxiliary turning lanes of 1/2 mile or less.
- 23 (xii) Installing traffic signs in new locations, installing
- 24 signal devices in new locations, and replacing existing signal
- 25 devices.
- 26 (m) "Maintenance" means routine maintenance or preventive
- 27 maintenance, or both. Maintenance does not include capital

- 1 preventive treatments, resurfacing, reconstruction, restoration,
- 2 rehabilitation, safety projects, widening of less than 1 lane
- 3 width, adding auxiliary turn lanes of 1/2 mile or less, adding
- 4 auxiliary weaving, climbing, or speed-change lanes, modernizing
- 5 intersections, or the upgrading of aggregate surface roads to hard
- 6 surface roads. Maintenance of state trunk line highways does not
- 7 include streetlighting except for freeway lighting for traffic
- 8 safety purposes.
- 9 (n) "Routine maintenance" means actions performed on a regular
- 10 or controllable basis or in response to uncontrollable events upon
- 11 a highway, road, street, or bridge. Routine maintenance includes,
- 12 but is not limited to, 1 or more of the following:
- (i) Snow and ice removal.
- 14 (ii) Pothole patching.
- 15 (iii) Unplugging drain facilities.
- 16 (iv) Replacing damaged sign and pavement markings.
- (v) Replacing damaged guardrails.
- 18 (vi) Repairing storm damage.
- 19 (vii) Repair or operation of traffic signs and signal systems.
- 20 (viii) Emergency environmental cleanup.
- 21 (ix) Emergency repairs.
- (x) Emergency management of road closures that result from
- 23 uncontrollable events.
- 24 (xi) Cleaning streets and associated drainage.
- 25 (xii) Mowing roadside.
- 26 (xiii) Control of roadside brush and vegetation.
- 27 (xiv) Cleaning roadside.

- 1 (xv) Repairing lighting.
- 2 (xvi) Grading.
- 3 (o) "Preventive maintenance" means a planned strategy of cost-
- 4 effective treatments to an existing roadway system and its
- 5 appurtenances that preserve assets by retarding deterioration and
- 6 maintaining functional condition without significantly increasing
- 7 structural capacity. Preventive maintenance includes, but is not
- 8 limited to, 1 or more of the following:
- 9 (i) Pavement crack sealing.
- 10 (ii) Micro surfacing.
- 11 (iii) Chip sealing.
- 12 (iv) Concrete joint resealing.
- 13 (v) Concrete joint repair.
- 14 (vi) Filling shallow pavement cracks.
- 15 (vii) Patching concrete.
- 16 (viii) Shoulder resurfacing.
- 17 (ix) Concrete diamond grinding.
- 18 (x) Dowel bar retrofit.
- 19 (xi) Bituminous overlays of 1-1/2 inches or less in thickness.
- 20 (xii) Restoration of drainage.
- 21 (xiii) Bridge crack sealing.
- 22 (xiv) Bridge joint repair.
- 23 (xv) Bridge seismic retrofit.
- 24 (xvi) Bridge scour countermeasures.
- 25 (xvii) Bridge painting.
- 26 (xviii) Pollution prevention.
- (xix) New treatments as they may be developed.

- 1 (p) "County road commission" means the board of county road
- 2 commissioners elected or appointed pursuant to section 6 of chapter
- 3 IV of 1909 PA 283, MCL 224.6, or, in the case of a charter county
- 4 with a population of 750,000 or more with an elected county
- 5 executive that does not have a board of county road commissioners,
- 6 the county executive for ministerial functions and the county
- 7 commission provided for in section 14(1)(d) of 1966 PA 293, MCL
- 8 45.514, for legislative functions. IF A BOARD OF COUNTY ROAD
- 9 COMMISSIONERS OF A COUNTY IS DISSOLVED UNDER SECTION 6 OF CHAPTER
- 10 IV OF 1909 PA 283, MCL 224.6, COUNTY ROAD COMMISSION INCLUDES THE
- 11 COUNTY BOARD OF COMMISSIONERS OF THAT COUNTY.
- 12 (q) "Capital preventive treatments" means any preventive
- 13 maintenance category project on state trunk line highways that
- 14 qualifies under the department's capital preventive maintenance
- 15 program.
- 16 Sec. 20a. A board of county road commissioners in a county and
- 17 the township board of a township having WITH a population of not
- 18 less than 15,000 , as determined by the most recent statewide
- 19 federal census, OR MORE, and which in the prior year and the
- 20 contract year will have levied a property tax of not less than 1
- 21 mill on each dollar of assessed valuation of the township for the
- 22 improvement or preservation of county roads within the township,
- 23 may exercise the provisions of this section only by entering into a
- 24 written contract of not more than 1 year providing for the
- 25 preservation by the township of all or any part of the county local
- 26 road system within that township, subject to, but not limited to,
- 27 AT A MINIMUM, the following conditions:

- 1 (a) The contract shall specify the total amount of money that
- 2 shall be annually expended by the contracting township for the
- 3 preservation of ALL OR PART OF the local road system. or part
- 4 thereof. The contracting road commission may pay not more than 90%
- 5 of the amount specified in the contract to the contracting township
- 6 annually. The contracting road commission shall not pay more than
- 7 66% of an amount equal to the average annual amount of funds
- 8 expended by the county road commission on the local road system
- 9 located within the contracting township for construction and
- 10 preservation purposes over the previous 5-year period from local
- 11 road funds received by the county under this act. Any THE
- 12 CONTRACTING TOWNSHIP SHALL MATCH ANY funds expended by the
- 13 contracting road commission on the local road system located within
- 14 the contracting township in excess of 66%. shall be matched by the
- 15 contracting township. The amount paid TO the contracting township
- 16 shall not directly or indirectly include money transferred from the
- 17 primary fund allocation to the county as set forth in UNDER section
- **18** 12(8).
- 19 (b) The contracting township shall keep separate accounts and
- 20 accurate and uniform records on all road preservation work and
- 21 funds, and shall file with the state transportation commission and
- 22 the contracting county road commission on or before April 1 of each
- 23 year, on forms to be provided by the state transportation
- 24 commission, a report showing the disposition of funds received and
- 25 expended for road purposes.
- (c) The contract shall require the contracting township to
- 27 provide insurance covering the contracting road commission's

- 1 liability for failure to preserve the local roads specified in the
- 2 contract.
- 3 (d) The contracting road commission shall determine and
- 4 specify the equipment and personnel necessary to provide the
- 5 preservation as set forth in the contract, and the contract shall
- 6 not take effect until the contracting township has acquired the
- 7 necessary equipment and personnel specified in the contract.
- 8 (e) As used in this section, ÷
- 9 (i) "County road commission" means the board of county road
- 10 commissioners elected or appointed pursuant to section 6 of chapter
- 11 IV of 1909 PA 283, MCL 224.6, or, in the case of a charter county
- 12 with a population of 750,000 or more with an elected county
- 13 executive that does not have a board of county road commissioners,
- 14 the county executive for ministerial functions and the county
- 15 commission provided for in section 14(1)(d) of 1966 PA 293, MCL
- 16 45.514, for legislative functions.
- 18 in section 10c unless the contracting parties specify a different
- 19 meaning in the contract.