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Senate Bill 240 (S-1, Draft 1, as reported)  
Committee: Appropriations

*Throughout this document Senate means Subcommittee.*

**FY 2006-07 Year-to-Date Gross Appropriation ..... \$3,415,280,400**

**Changes from FY 2006-07 Year-to-Date:**

- 1. **Debt Service.** Gov. increased funding for scheduled debt service payments. 15,992,200
- 2. **Grants to Other Departments.** Gov. adjusted funding for grants to other departments – an additional \$1,298,400 to the State Police and adjustments to other departments totaling a reduction of \$70,800. 1,227,600
- 3. **Administrative Reductions.** Gov. reduced funding for administrative functions. (1,500,000)
- 4. **Equated Lane Mile Adjustment.** Gov. added funding for maintenance associated with the addition of 170.2 lane miles in the state trunkline system. 1,191,600
- 5. **Safe Routes to School.** Gov. increased federal funding for this program. 3,000,000
- 6. **Federal Aid Road Construction.** Gov. increased funding for federal aid road construction. 28,716,700
- 7. **State Restricted Revenue.** Gov. reduced funding for road and bridge programs to adjust expenditures with anticipated revenue. The reductions are: State Trunkline Roads - \$61,735,500; County Road Commissions - \$26,051,100; and Cities and Villages - \$14,524,600. (102,311,200)
- 8. **Comprehensive Transportation Fund.** Gov. adjusted expenditures from the CTF to more closely align them with anticipated revenue. (14,047,700)
- 9. **Other Revenue-based Adjustments.** Gov. adjusted expenditures due to anticipated revenue. (8,019,700)
- 10. **Transportation Economic Development Fund.** Gov. recommended the redirection of funds from the TEDF to the General Fund: Targeted Industries (\$6,500,000); Urban County Congestion (\$3,250,000); and Rural County Primary (\$3,250,000). Senate restored the funding. 0
- 11. **Intercity Bus Service.** Gov. increased federal funding for this program. 1,000,000
- 12. **Comprehensive Transportation Fund Adjustments.** Senate shifted funding from various line items to provide additional funding for local public transit bus capital grants: van pooling (\$75,000); freight property management (\$100,000); intercity bus equipment (\$100,000); intercity bus services (\$100,000); rail passenger service (\$100,000); freight preservation (\$100,000); terminal development (\$100,000); the rail infrastructure loan program (\$100,000); and marine passenger service (\$100,000). 0
- 13. **Ann Arbor Railroad.** Sen. shifted \$100,000 in CTF funding to provide a grant for the railroad. 0
- 14. **Line Item Roll-up.** Gov. combined several line items. Sen. restored the distinct line items. 0
- 15. **Agency Realignment.** Gov. transferred a total of \$6,042,700 and 55.6 FTE between agency programs. 0
- 16. **Economic Adjustments.** Gov. included standard economic increases. 8,998,000
- 17. **Other Changes.** Gov. recommended other adjustments: an additional \$400,000 for a software pilot project; an additional \$1,935,300 for building occupancy charges; the reduction of \$33,800 for the DIT rate; and the reduction of \$158,700 and 1.0 FTE related to the HR consolidation. 2,142,800
- 18. **One-time Reduction Adjustments.** Adjustments made to account for one-time FY 2006-07 reductions in EO 2007-3. 26,584,900
- 19. **Comparison to Governor's Recommendation.** This substitute is \$13.0 million over the Governor.

Total Changes..... (\$37,024,800)

**FY 2007-08 Senate Appropriations Subcommittee Gross Appropriation ..... \$3,378,255,600**

**Changes from FY 2006-07 Year to Date:**

1. **Contingency Funds.** Gov. added contingency fund language. Senate removed the language.
2. **Legislative Reports.** Gov. removed and Sen. Retained a number of reports: privatization (Sec 207); report retention (Sec 211); amounts received by cities and counties in a district (Sec 303); internal auditor activities (Sec 314); women- and minority-owned businesses (Sec 334); Multi-modal Transportation Services Bureau activities (Sec 361); status of deferred projects (Sec 376); state aircraft usage (Sec 383); warranties (Sec 601); rail line abandonment (Sec 703); demand-response service (Sec 714).
3. **Restrictions on Dept'l Operations.** Gov. removed/Sen. retained restrictions on dept'l operations: disciplinary action for speaking to the Legislature (Sec 261); administrative costs reduction (Sec 309); contractor payment (Sec 353); local Fed. Aid-project review (Sec 357); electronic newsletters (Sec 374); CTF expenditures for planning activities for transit agencies (Sec 379); Multi-Modal Trans Svcs Bureau approps (Sec 380); dept'l television program (Sec 381); dead animal removal (Sec 610); contract incentives/disincentives (Sec 612); MBA mission (Sec 654); approps to Rail Infrastructure Loan program (Sec 705); grants to DTC (Sec 707); match funds for reverse commute grants (Sec 722); sale of state-owned intercity bus equip. (Sec 730); intermodal facility lease charges (Sec 731); high quality public transit (Sec 734); coordination of intercity passenger transp. (Sec 736); and construction of a Birmingham/Troy intermodal facility (Sec 737).
4. **Other Restrictions on Departmental Operations.** Gov. removed and Sen. concurred with three items: pilot project on wet reflective pavement markers (Sec. 611), limitation on bus size (Sec 739), and rehabilitation of rail track between Hillsdale and Quincy (Sec 738).
5. **Rest Area Signs.** Gov. removed and Senate retained requirement of posted signs regarding maintenance responsibility. (Sec 319)
6. **Charter Prohibition.** Gov. removed and Senate retained language which requires the department to establish a complaint process for transit agencies that violate the charter prohibition. (Sec 370)
7. **Detroit River Crossing.** Gov. removed and Senate retained prohibition against design or right-of-way expenditures. (Sec 384)
8. **Deputy Directors.** Gov. rec./Sen. concurred to remove language requiring separate deputy directors for public transp. & aeronautics. (Sec 391)
9. **Distribution of Federal Funds.** Gov. removed and Senate retained approval of federal fund distribution requirement. (Sec 401)
10. **Unsafe Pedestrian Crossings.** Gov. removed and Senate retained language requiring local match funds. (Sec 607)
11. **Appropriation Earmarks.** Gov. removed and Senate retained language earmarking: \$40,000 for forest road turnouts (Sec 608); \$32,000 for a Safe Routes to School project in Eaton Rapids (Sec 655); and \$100,000 for intercity bus service development. (Sec 729)
12. **Driving on the Right-hand Side of the Road.** Gov. removed and Senate retained language directing the department to post signs on highways informing motorists to drive on the right-hand side of the road. (Sec 639)
13. **Emergency Vehicles.** Gov. removed and Senate retained language directing the department to post signs on highways informing motorists to yield to emergency vehicles. (Sec 640)
14. **Upgrade of M-49.** Gov. removed and Senate retained language directing an upgrade of a section of M-49. (Sec 656)
15. **Congestion Mitigation Study.** Gov. removed and Senate retained language requiring a congestion mitigation corridor study of US 23 in Washtenaw and Livingston counties. (Sec 657)
16. **Essential Bus Route Corridors.** Gov. removed and Senate retained a listing of the essential bus route corridors in Michigan. (Sec 709)
17. **Rail Passenger Service.** Gov. removed and Senate retained language requiring that: the subsidy be equal to revenue; future state support be dependent upon increased ridership/route revenue; and the subsidy will be stopped if Amtrak discontinues service. (Sec 711)
18. **Rail Passenger Report.** Gov. recommended/Sen. concurred to remove a 5-year history of ridership and revenue. (Sec 711)
19. **Operational Lift Status.** Gov. removed language concerning local transit agencies' operational lift status. The Senate retained the language, but exempted authorities which had been certified for three years unless a complaint had been filed. (Sec 732)
20. **Legal Services.** Sen. added lang. prohibiting the hiring of an individual to provide legal services which are the responsibility of the A.G. (Sec. 262)
21. **Reconstruction of Interchange.** The Senate added language directing the department to proceed with reconstruction of the interchange at I-196 and Phoenix Road in South Haven. (Sec. 658)
22. **Historical Pavement Design Data.** The Senate added language allowing use of historical data from other states. (Sec. 659)
23. **Demonstration Inventory Project.** The Senate added language requiring a demonstration inventory project with the Grand Valley Metropolitan Council utilizing a mobile pavement management data collection system. (Sec. 660)
24. **Comprehensive Transportation Fund Balance Report.** The Senate added language requiring a report on the encumbered and unencumbered balance of the Comprehensive Transportation Fund. (Sec. 740)
25. **Ann Arbor Railroad.** Senate added a report on the progress of upgrading infrastructure on the railroad to achieve speeds of 59 mph. (Sec. 741)
26. **Reporting Requirement.** The Senate added language requiring a report to the JCAR. (Sec. 263)

Date Completed: 4-17-07

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