

FY 2023-24 TRANSPORTATION BUDGET

S.B. 178 (S-2): SENATE APPROPRIATIONS REC.

(as reported)

Committee: Appropriations



Throughout this document Senate means Committee Recommendation

| FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE | FY 2022-23 YEAR-TO-DATE* | FY 2023-24 SENATE APPROPRIATIONS REC. | CHANGES FROM FY 2022-23 YEAR-TO-DATE | |
|---|--------------------------|---------------------------------------|--------------------------------------|--------------|
| | | | AMOUNT | PERCENT |
| FTE Positions | 3,050.3 | 3,153.3 | 103.0 | 3.4 |
| GROSS | 6,129,448,900 | 6,822,449,900 | 693,001,000 | 11.3 |
| Less: | | | | |
| Interdepartmental Grants Received | 4,123,800 | 4,353,000 | 229,200 | 5.6 |
| ADJUSTED GROSS | 6,125,325,100 | 6,818,096,900 | 692,771,800 | 11.3 |
| Less: | | | | |
| Federal Funds | 2,026,480,000 | 2,090,121,400 | 63,641,400 | 3.1 |
| Local and Private..... | 102,573,500 | 102,573,500 | 0 | 0.0 |
| TOTAL STATE SPENDING..... | 3,996,271,600 | 4,625,402,000 | 629,130,400 | 15.7 |
| Less: | | | | |
| Other State Restricted Funds..... | 3,905,021,600 | 4,082,402,000 | 177,380,400 | 4.5 |
| GENERAL FUND/GENERAL PURPOSE | 91,250,000 | 543,000,000 | 451,750,000 | 495.1 |
| PAYMENTS TO LOCALS | 2,412,503,600 | 2,892,791,500 | 480,287,900 | 19.9 |

*As of February 7, 2023.

- Major Boilerplate Changes from FY 2022-23 Year-to-Date:**
- 1. Contingency Funds.** The Senate increased funds for Federal contingency from \$40 million to \$200 million and State contingency funds from \$5 million to \$40 million. (Sec. 210)
 - 2. NEW – Rail Projects.** The Senate included several projects for rail improvements including rail separation and high-speed rail projects.
 - 3. Boilerplate Sections.** Several sections were removed by the Senate, including: 303 (rules on signs identifying bond financed projects), 308 (requiring a winter maintenance program), and 601 (requiring the Department to develop construction and performance warranties, among others).
 - 4. NEW – Large One-Time Projects.** The Senate included boilerplate for multiple large one-time programs totaling \$653 million involving bridge bundling, intermodal capital investments, local road funding, critical infrastructure projects and rail projects.

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| FY 2022-23 Year-to-Date Appropriation | \$6,129,448,900 | \$91,250,000 | | |
|--|---------------------------------|--------------|---|-------|
| | CHANGE FROM FY 2022-23 Y-T-D | | FY 2023-24 RECOMMENDED APPROPRIATION | |
| | Gross | GF/GP | Gross | GF/GP |
| <u>Baseline Adjustments</u> | | | | |
| 1. Restricted Debt Service. The Senate included an increase of \$118.4 million for debt service payments. | 118,439,600 | 0 | 343,740,100 | 0 |
| 2. Transit and Rail Programs Revenue Adjustments. The Senate included an increase of \$62.3 million for transit and rail programs to transit capital, marine passenger service, and local bus operating, with a decrease to intercity services. | 62,337,900 | 0 | 484,846,100 | 0 |
| 3. County Road Commissions. The Senate included an increase to County Road Commissions. | 25,152,800 | 0 | 1,251,973,100 | 0 |
| 4. Highway Materials Maintenance Increase. The Senate increased the funding by \$21.7 million for highway maintenance materials. | 21,698,500 | 0 | N/A | N/A |
| 5. Aeronautics Program Revenue Adjustments. The Senate increased funding by \$20.1 million to the aeronautics program. | 20,127,800 | 0 | N/A | N/A |
| 6. Cities and Villages Increase. The Senate increased restricted funding for cities and villages by \$14.0 million. | 14,021,900 | 0 | N/A | N/A |
| 7. Economic Development Revenue Adjustments. The Senate included an increase to economic development funding of \$9.4 million directed at rural county primary, target industries, and urban county congestion. | 9,418,000 | 0 | N/A | N/A |
| 8. Capital Outlay Special Maintenance Increase. The Senate increased funding for capital outlay special maintenance by \$2.0 million. | 1,999,000 | 0 | N/A | N/A |
| 9. CSB Technical. The Senate included a CSB technical adjustment. | 804,400 | 0 | N/A | N/A |
| 10. Capital Outlay Increase. The Senate included an increase to salt/sand storage and containment control. | 500,000 | 0 | N/A | N/A |
| 11. Local Bridge Program. The Senate included an increase to the local bridge program. | 416,900 | 0 | N/A | N/A |
| 12. Office of Rail Staffing. The Senate included an increase to the office of rail staffing, including an increase of 2.0 FTEs. | 300,500 | 0 | N/A | N/A |
| 13. Asset Management Council Administrative Support. The Senate increased the administrative support for the asset management council. | 250,000 | 0 | N/A | N/A |

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| | CHANGE FROM FY 2022-23 Y-T-D | | FY 2023-24 RECOMMENDED APPROPRIATION | |
|--|---------------------------------|-------------|---|-------------|
| | Gross | GF/GP | Gross | GF/GP |
| 14. Federal Aid Buyout Program Staffing. The Senate increased the staffing for the Federal aid buyout program, including an increase of 1.0 FTE. | 165,100 | 0 | N/A | N/A |
| 15. Movable Bridge Program. The Senate increased funding for the movable bridge program. | 158,200 | 0 | N/A | N/A |
| 16. Restore TEDF Target Industry Program Funding. The Senate allowed the statutory sunset of funding, which reverted to target industry. | 0 | 0 | 25,684,400 | 0 |
| 17. State Trunkline Road & Bridge. The Senate reduced State trunkline road & bridge funding by \$158.8 million due to road and bridge programs revenue adjustments, and the direction of funds in one-time. | (158,848,100) | 0 | N/A | N/A |
| 18. Economic Adjustments. Includes negative \$84,800 Gross and \$0 GF/GP for total economic adjustments. | (84,800) | 0 | N/A | N/A |
| <u>New Programs/Program Increases</u> | | | | |
| 19. Program Staffing. The Senate increased program staffing funding which included the addition of 100.0 FTEs. | 15,643,300 | 0 | N/A | N/A |
| <u>One-Time Appropriations</u> | | | | |
| 20. Michigan Bridge Bundling Initiative. The Senate included a one-time bundling initiative for local and State bridges. | 150,000,000 | 150,000,000 | 150,000,000 | 150,000,000 |
| 21. Local Road Funding. The Senate included a one-time local road funding package to support local roads. | 150,000,000 | 150,000,000 | 150,000,000 | 150,000,000 |
| 22. Intermodal Capital Investment Grants. The Senate included a one-time grant to support capital needs for rail, marine, intercity and local transit infrastructure. | 100,000,000 | 40,000,000 | 100,000,000 | 40,000,000 |
| 23. Critical Infrastructure Projects. The Senate included one-time funding to support critical infrastructure needs across the State. | 100,000,000 | 100,000,000 | 100,000,000 | 100,000,000 |
| 24. High-Speed Rail/Regional Transit. The Senate included a one-time item to encourage high-speed rail development in the State. | 100,000,000 | 100,000,000 | 100,000,000 | 100,000,000 |
| 25. Critical Rail Separation. The Senate included a one-time item for rail separation. | 50,000,000 | 0 | 50,000,000 | 0 |

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| | CHANGE FROM FY 2022-23 Y-T-D | | FY 2023-24 RECOMMENDED APPROPRIATION | |
|--|---------------------------------|----------------------|---|-----------|
| | Gross | GF/GP | Gross | GF/GP |
| 26. MI Contracting Opportunity. The Senate included a one-time contracting opportunity for socially or economically disadvantaged contractors. | 3,000,000 | 3,000,000 | 3,000,000 | 3,000,000 |
| 27. Removal of Prior Year One-Time Funding. The Senate removed the prior year one-time and current year supplementals. | (92,500,000) | (91,250,000) | N/A | N/A |
| Other | | | | |
| 28. Fund Shift Road & Bridge to Operating. The Senate included a fund shift from State trunkline Federal aid and road & bridge construction, county road commissions, and cities and villages to program development and delivery and system operations management. | 0 | 0 | 0 | 0 |
| Total Changes..... | \$693,001,000 | \$451,750,000 | | |
| FY 2023-24 SENATE APPROPRIATIONS REC. | \$6,822,449,900 | \$543,000,000 | | |

Date Completed: 5-3-23

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