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**Article 20**

**DEPARTMENT OF TRANSPORTATION**

PART 1

LINE-ITEM APPROPRIATIONS AND ANTICIPATED APPROPRIATIONS

Sec. 20-101. Subject to the conditions set forth in this article, the amounts listed in this part for the department of transportation are appropriated for the fiscal year ending September 30, 2027, and are anticipated to be appropriated for the fiscal year ending September 30, 2028, from the funds indicated in this part. The following is a summary of the appropriations and anticipated appropriations in this part:

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1	<b>DEPARTMENT OF TRANSPORTATION</b>	
2	<b>APPROPRIATION SUMMARY</b>	
3	Full-time equated unclassified positions.....	6.0                      6.0
4	Full-time equated classified positions.....	3,213.3                      3,213.3
5	<b>GROSS APPROPRIATION .....</b>	<b>\$ 8,524,621,400    \$ 8,703,291,700</b>
6	Total interdepartmental grants and intradepartmental	
7	transfers .....	4,555,300                      4,555,300
8	<b>ADJUSTED GROSS APPROPRIATION .....</b>	<b>\$ 8,520,066,100    \$ 8,698,736,400</b>
9	Total federal revenues .....	2,374,354,200                      2,374,354,200
10	Total local revenues .....	86,948,500                      86,948,500
11	Total private revenues .....	20,500,000                      20,500,000
12	Total other state restricted revenues .....	6,038,263,400                      6,216,933,700
13	State general fund/general purpose .....	\$                      0    \$                      0
14	<i>State general fund/general purpose schedule:</i>	
15	<i>Ongoing state general fund/general purpose .....</i>	<i>0                      0</i>
16	<i>One-time state general fund/general purpose .....</i>	<i>0                      0</i>
17	<b>Sec. 20-102. DEBT SERVICE</b>	
18	Airport safety and protection plan .....	\$    3,618,300    \$    3,618,300
19	Blue Water Bridge fund .....	3,318,400                      3,318,400
20	Economic development .....	234,300                      234,300
21	Local bridge fund .....	77,300                      77,300
22	State trunkline .....	<u>333,554,100                      333,554,100</u>
23	<b>GROSS APPROPRIATION .....</b>	<b>\$    340,802,400    \$    340,802,400</b>
24	Appropriated from:	
25	Special revenue funds:	
26	Other state restricted revenues .....	340,802,400                      340,802,400
27	State general fund/general purpose .....	\$                      0    \$                      0
28	<b>Sec. 20-103. INTERDEPARTMENTAL GRANTS</b>	
29	CTF grant to civil service commission .....	\$    225,300    \$    225,300
30	CTF grant to department of attorney general .....	112,600                      112,600
31	CTF grant to department of treasury .....	54,900                      54,900
32	CTF grant to legislative auditor general .....	47,800                      47,800

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 CTF grant to department of technology, management		
2 and budget .....	45,400	45,400
3 MTF grant to department of environment, Great Lakes,		
4 and energy .....	2,277,200	2,277,200
5 MTF grant to department of treasury .....	3,817,000	3,817,000
6 MTF grant to legislative auditor general .....	388,200	388,200
7 MTF grant to department of state for collection of		
8 revenue and fees .....	20,000,000	20,000,000
9 SAF grant to civil service commission .....	140,000	140,000
10 SAF grant to department of attorney general .....	196,900	196,900
11 SAF grant to department of treasury .....	72,200	72,200
12 SAF grant to legislative auditor general .....	37,600	37,600
13 SAF grant to department of technology, management		
14 and budget .....	32,900	32,900
15 STF grant to civil service commission .....	7,160,100	7,160,100
16 STF grant to department of attorney general .....	2,269,800	2,269,800
17 STF grant to department of state police .....	13,807,700	13,807,700
18 STF grant to department of treasury .....	167,000	167,000
19 STF grant to legislative auditor general .....	901,600	901,600
20 STF grant to department of technology, management		
21 and budget .....	<u>1,409,700</u>	<u>1,409,700</u>
22 <b>GROSS APPROPRIATION .....</b>	<b>\$ 53,163,900</b>	<b>\$ 53,163,900</b>
23     Appropriated from:		
24     Special revenue funds:		
25     Other state restricted revenues .....	53,163,900	53,163,900
26     State general fund/general purpose .....	\$ 0	\$ 0
27 <b>Sec. 20-104. DEPARTMENTAL ADMINISTRATION AND SUPPORT</b>		
28     Full-time equated unclassified positions.....	6.0	6.0
29     Full-time equated classified positions.....	315.3	315.3
30     Unclassified salaries-6.0 FTE positions .....	\$ 1,023,100	\$ 1,023,100
31     Asset management council .....	2,299,900	2,299,900
32     Business support services-77.0 FTE positions .....	13,696,500	13,696,500

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 Commission audit-29.3 FTE positions .....	4,976,200	4,976,200
2 Economic development and enhancement programs-11.0		
3 FTE positions .....	1,916,700	1,916,700
4 Finance, contracts, and support services-198.0		
5 FTE positions .....	30,444,900	30,444,900
6 Property management .....	8,616,000	8,616,000
7 Worker's compensation .....	<u>1,546,300</u>	<u>1,546,300</u>
8 <b>GROSS APPROPRIATION .....</b>	<b>\$ 64,519,600</b>	<b>\$ 64,519,600</b>
9     Appropriated from:		
10     Interdepartmental grant revenues:		
11     IDG from other restricted funding .....	4,555,300	4,555,300
12     Special revenue funds:		
13     Other state restricted revenues .....	59,964,300	59,964,300
14     State general fund/general purpose .....	\$ 0	\$ 0
15 <b>Sec. 20-105. INFORMATION TECHNOLOGY</b>		
16     Information technology services and projects .....	<u>\$ 47,931,900</u>	<u>\$ 47,931,900</u>
17 <b>GROSS APPROPRIATION .....</b>	<b>\$ 47,931,900</b>	<b>\$ 47,931,900</b>
18     Appropriated from:		
19     Federal revenues:		
20     Other federal revenues .....	536,400	536,400
21     Special revenue funds:		
22     Other state restricted revenues .....	47,395,500	47,395,500
23     State general fund/general purpose .....	\$ 0	\$ 0
24 <b>Sec. 20-106. TRANSPORTATION PLANNING</b>		
25     Full-time equated classified positions.....	142.0	142.0
26     Grants to regional planning councils .....	\$ 488,800	\$ 488,800
27     Planning services-142.0 FTE positions .....	<u>45,364,700</u>	<u>45,364,700</u>
28 <b>GROSS APPROPRIATION .....</b>	<b>\$ 45,853,500</b>	<b>\$ 45,853,500</b>
29     Appropriated from:		
30     Federal revenues:		
31     Other federal revenues .....	26,000,000	26,000,000
32     Special revenue funds:		

	<b>For Fiscal Year Ending Sept. 30, 2027</b>	<b>For Fiscal Year Ending Sept. 30, 2028</b>	
1	Other state restricted revenues .....	19,853,500	19,853,500
2	State general fund/general purpose .....	\$ 0	\$ 0
3	<b>Sec. 20-107. DESIGN AND ENGINEERING SERVICES</b>		
4	Full-time equated classified positions.....	1,654.3	1,654.3
5	Business services-44.8 FTE positions .....	\$ 11,386,400	\$ 11,386,400
6	Program development and delivery-1,046.5 FTE positions	138,457,700	138,457,700
7	System operations management-563.0 FTE positions .....	<u>127,255,200</u>	<u>127,255,200</u>
8	<b>GROSS APPROPRIATION .....</b>	<b>\$ 277,099,300</b>	<b>\$ 277,099,300</b>
9	Appropriated from:		
10	Federal revenues:		
11	Other federal revenues .....	26,001,600	26,001,600
12	Special revenue funds:		
13	Other state restricted revenues .....	251,097,700	251,097,700
14	State general fund/general purpose .....	\$ 0	\$ 0
15	<b>Sec. 20-108. HIGHWAY MAINTENANCE</b>		
16	Full-time equated classified positions.....	911.7	911.7
17	State trunkline operations-911.7 FTE positions .....	<u>\$ 530,033,300</u>	<u>\$ 530,033,300</u>
18	<b>GROSS APPROPRIATION .....</b>	<b>\$ 530,033,300</b>	<b>\$ 530,033,300</b>
19	Appropriated from:		
20	Special revenue funds:		
21	Other state restricted revenues .....	530,033,300	530,033,300
22	State general fund/general purpose .....	\$ 0	\$ 0
23	<b>Sec. 20-109. ROAD AND BRIDGE PROGRAMS</b>		
24	Cities and villages .....	\$ 1,112,369,700	\$ 1,158,686,400
25	County road commissions .....	2,012,101,400	2,096,935,900
26	Grants to local programs .....	33,000,000	33,000,000
27	Local bridge program .....	126,550,900	126,347,900
28	Local federal aid and road and bridge construction ...	428,999,800	428,999,800
29	Local agency wetland mitigation bank fund .....	2,000,000	2,000,000
30	Local grade separation program .....	40,000,000	40,000,000
31	Movable bridge fund .....	6,504,600	6,706,200
32	Rail grade crossing .....	3,000,000	3,000,000

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 Rail grade crossing - surface improvements .....	3,000,000	3,000,000
2 State trunkline federal aid and road and bridge		
3 construction .....	<u>1,988,815,500</u>	<u>2,051,175,100</u>
4 <b>GROSS APPROPRIATION .....</b>	<b>\$ 5,756,341,900</b>	<b>\$ 5,949,851,300</b>
5     Appropriated from:		
6     Federal revenues:		
7     Other federal revenues .....	1,741,778,500	1,741,778,500
8     Special revenue funds:		
9     Local revenues .....	30,003,500	30,003,500
10    Private revenues .....	10,000,000	10,000,000
11    Other state restricted revenues .....	3,974,559,900	4,168,069,300
12    State general fund/general purpose .....	\$ 0	\$ 0
13 <b>Sec. 20-110. BLUE WATER BRIDGE</b>		
14    Full-time equated classified positions.....	47.0	47.0
15    Blue Water Bridge operations-47.0 FTE positions .....	<u>\$ 8,013,800</u>	<u>\$ 8,013,800</u>
16 <b>GROSS APPROPRIATION .....</b>	<b>\$ 8,013,800</b>	<b>\$ 8,013,800</b>
17    Appropriated from:		
18    Special revenue funds:		
19    Other state restricted revenues .....	8,013,800	8,013,800
20    State general fund/general purpose .....	\$ 0	\$ 0
21 <b>Sec. 20-111. TRANSPORTATION ECONOMIC DEVELOPMENT</b>		
22    Forest roads .....	\$ 5,000,000	\$ 5,000,000
23    Rural county primary .....	10,620,800	10,579,300
24    Rural county urban system .....	2,500,000	2,500,000
25    Target industries/economic redevelopment .....	24,741,600	24,658,600
26    Urban county congestion .....	<u>10,620,800</u>	<u>10,579,300</u>
27 <b>GROSS APPROPRIATION .....</b>	<b>\$ 53,483,200</b>	<b>\$ 53,317,200</b>
28    Appropriated from:		
29    Special revenue funds:		
30    Other state restricted revenues .....	53,483,200	53,317,200
31    State general fund/general purpose .....	\$ 0	\$ 0
32 <b>Sec. 20-112. AERONAUTICS SERVICES</b>		

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 Full-time equated classified positions.....	48.0	48.0
2 Air service program .....	\$ 50,000	\$ 50,000
3 Aviation services-48.0 FTE positions .....	<u>7,953,300</u>	<u>7,953,300</u>
4 <b>GROSS APPROPRIATION .....</b>	<b>\$ 8,003,300</b>	<b>\$ 8,003,300</b>
5 Appropriated from:		
6 Special revenue funds:		
7 Other state restricted revenues .....	8,003,300	8,003,300
8 State general fund/general purpose .....	\$ 0	\$ 0
9 <b>Sec. 20-113. PUBLIC TRANSPORTATION SERVICES</b>		
10 Full-time equated classified positions.....	50.0	50.0
11 Passenger transportation services-50.0 FTE positions .	<u>\$ 8,092,400</u>	<u>\$ 8,092,400</u>
12 <b>GROSS APPROPRIATION .....</b>	<b>\$ 8,092,400</b>	<b>\$ 8,092,400</b>
13 Appropriated from:		
14 Federal revenues:		
15 Other federal revenues .....	2,000,000	2,000,000
16 Special revenue funds:		
17 Other state restricted revenues .....	6,092,400	6,092,400
18 State general fund/general purpose .....	\$ 0	\$ 0
19 <b>Sec. 20-114. LOCAL BUS TRANSIT</b>		
20 Local bus operating .....	\$ 315,000,000	\$ 315,000,000
21 Nonurban operating/capital .....	<u>41,935,500</u>	<u>41,935,500</u>
22 <b>GROSS APPROPRIATION .....</b>	<b>\$ 356,935,500</b>	<b>\$ 356,935,500</b>
23 Appropriated from:		
24 Federal revenues:		
25 Other federal revenues .....	39,935,500	39,935,500
26 Special revenue funds:		
27 Local revenues .....	2,000,000	2,000,000
28 Other state restricted revenues .....	315,000,000	315,000,000
29 State general fund/general purpose .....	\$ 0	\$ 0
30 <b>Sec. 20-115. INTERCITY PASSENGER</b>		
31 Full-time equated classified positions.....	41.0	41.0
32 Detroit/Wayne County Port Authority .....	\$ 600,000	\$ 600,000

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1 Freight property management .....	1,300,000	1,300,000
2 Intercity services .....	10,865,700	10,865,700
3 Office of rail-41.0 FTE positions .....	7,587,000	7,587,000
4 Rail operations and infrastructure .....	<u>219,388,500</u>	<u>219,388,500</u>
5 <b>GROSS APPROPRIATION</b> .....	<b>\$ 239,741,200</b>	<b>\$ 239,741,200</b>
6     Appropriated from:		
7     Federal revenues:		
8     Other federal revenues .....	106,429,700	106,429,700
9     Special revenue funds:		
10     Local revenues .....	260,000	260,000
11     Private revenues .....	4,500,000	4,500,000
12     Other state restricted revenues .....	128,551,500	128,551,500
13     State general fund/general purpose .....	\$ 0	\$ 0
14 <b>Sec. 20-116. PUBLIC TRANSPORTATION DEVELOPMENT</b>		
15     Full-time equated classified positions.....	4.0	4.0
16     Infrastructure projects authority program .....	\$ 65,000,000	\$ 65,000,000
17     Intermodal capital .....	298,832,200	298,832,200
18     Maritime and ports facility assistance program-4.0		
19     FTE positions .....	5,294,700	5,294,700
20     Municipal credit program .....	2,000,000	2,000,000
21     Service initiatives .....	6,300,000	6,300,000
22     Specialized services .....	30,615,900	30,615,900
23     Van pooling .....	<u>300,000</u>	<u>300,000</u>
24 <b>GROSS APPROPRIATION</b> .....	<b>\$ 408,342,800</b>	<b>\$ 408,342,800</b>
25     Appropriated from:		
26     Federal revenues:		
27     Other federal revenues .....	161,672,500	161,672,500
28     Special revenue funds:		
29     Local revenues .....	37,185,000	37,185,000
30     Private revenues .....	4,000,000	4,000,000
31     Other state restricted revenues .....	205,485,300	205,485,300
32     State general fund/general purpose .....	\$ 0	\$ 0

	For Fiscal Year Ending Sept. 30, 2027	For Fiscal Year Ending Sept. 30, 2028
1	<b>Sec. 20-117. CAPITAL OUTLAY</b>	
2	<b>(1) BUILDINGS AND FACILITIES</b>	
3	Special maintenance, remodeling and additions .....	\$ 5,350,500 \$ 5,350,500
4	Salt storage buildings and containment control .....	<u>3,300,000</u> <u>3,300,000</u>
5	<b>GROSS APPROPRIATION .....</b>	<b>\$ 8,650,500 \$ 8,650,500</b>
6	Appropriated from:	
7	Special revenue funds:	
8	Other state restricted revenues .....	8,650,500 8,650,500
9	State general fund/general purpose .....	\$ 0 \$ 0
10	<b>(2) AIRPORT IMPROVEMENT PROGRAMS</b>	
11	Airport safety, protection, and improvement program ..	\$ 181,309,800 \$ 181,309,800
12	Detroit Metropolitan Wayne County Airport .....	6,435,000 6,630,000
13	IIJA airport infrastructure grants .....	<u>115,000,000</u> <u>115,000,000</u>
14	<b>GROSS APPROPRIATION .....</b>	<b>\$ 302,744,800 \$ 302,939,800</b>
15	Appropriated from:	
16	Federal revenues:	
17	Other federal revenues .....	270,000,000 270,000,000
18	Special revenue funds:	
19	Local revenues .....	17,500,000 17,500,000
20	Private revenues .....	2,000,000 2,000,000
21	Other state restricted revenues .....	13,244,800 13,439,800
22	State general fund/general purpose .....	\$ 0 \$ 0
23	<b>Sec. 20-118. ONE-TIME APPROPRIATIONS</b>	
24	Coloma salt storage building .....	\$ 5,168,100 \$ 0
25	Facilities capital outlay .....	5,600,000 0
26	Great Lakes Tunnel Project - phase II oversight .....	<u>4,100,000</u> <u>0</u>
27	<b>GROSS APPROPRIATION .....</b>	<b>\$ 14,868,100 \$ 0</b>
28	Appropriated from:	
29	Special revenue funds:	
30	Other state restricted revenues .....	14,868,100 0
31	State general fund/general purpose .....	\$ 0 \$ 0

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FISCAL YEAR 2027

**GENERAL SECTIONS**

Sec. 20-201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for the fiscal year ending September 30, 2027 is \$6,038,263,400.00 and state spending from state sources to be paid to local units of government for fiscal year 2027 is \$3,907,129,900.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF TRANSPORTATION

Grants to regional planning councils.....	\$	488,800
Cities and villages.....		1,112,369,700
County road commissions.....		2,012,101,400
Grants to local programs.....		33,000,000
Local agency wetland mitigation bank fund.....		2,000,000
Local bridge program.....		126,550,900
Local grade separation program.....		40,000,000
Movable bridge fund.....		3,252,300
Rail grade crossing.....		1,500,000
Rail grade crossing - surface improvements.....		3,000,000
Forest roads.....		5,000,000
Rural county primary.....		10,620,800
Rural county urban system.....		2,500,000
Target industries/economic redevelopment.....		15,339,800
Urban county congestion.....		10,620,800
Air service program.....		50,000
Local bus operating.....		315,000,000
Detroit/Wayne County Port Authority.....		600,000
Infrastructure projects authority program.....		65,000,000
Intermodal capital.....		118,890,600
Municipal credit program.....		2,000,000

1	Service initiatives.....	1,000,000
2	Specialized services.....	13,000,000
3	Airport safety, protection, and improvement program.....	6,809,800
4	Detroit Metropolitan Wayne County Airport.....	<u>6,435,000</u>
5	TOTAL .....	\$ 3,907,129,900

6       Sec. 20-202. The appropriations under this part and part 1 are subject to the  
7 management and budget act, 1984 PA 431, MCL 18.1101 to 18.1594.

8       Sec. 20-203. As used in this part and part 1:

- 9       (a) "CTF" means comprehensive transportation fund.
- 10       (b) "Department" means the state transportation department.
- 11       (c) "FTE" means full-time equated.
- 12       (d) "IDG" means interdepartmental grant.
- 13       (e) "IIJA" means the infrastructure investment and jobs act, 2021, Public Law 117-58.
- 14       (f) "MTF" means Michigan transportation fund.
- 15       (g) "SAF" means state aeronautics fund.
- 16       (h) "Standard report recipients" means the senate and house appropriations  
17 subcommittees on transportation, the senate and house fiscal agencies, the senate and house  
18 policy offices, and the state budget office.
- 19       (i) "STF" means state trunkline fund.

20       Sec. 20-204. A department or agency shall use the internet to fulfill the reporting  
21 requirements of this part and shall make each report readily accessible to the public and  
22 conspicuously post each required report in a single archivable location on the department's  
23 or agency's Michigan.gov website not later than the due date required for each report. In  
24 addition to placing all reports required in the current fiscal year on the department's or  
25 agency's website, the department or agency shall maintain on its website all reports placed  
26 on the website from previous fiscal years posted by fiscal year in the same single  
27 archivable location. The department or agency shall also transmit all required reports for  
28 the current fiscal year to the standard recipients and any other required recipients by  
29 email.

30       Sec. 20-205. To the extent permissible under section 261 of the management and budget  
31 act, 1984 PA 431, MCL 18.1261, all of the following apply to the expenditure of funds  
32 appropriated in part 1:

1 (a) The funds must not be used for the purchase of foreign goods or services, or  
2 both, if competitively priced and of comparable quality American goods or services, or  
3 both, are available.

4 (b) Preference must be given to goods or services, or both, manufactured or provided  
5 by Michigan businesses, if they are competitively priced and of comparable quality.

6 (c) Preference must be given to goods or services, or both, that are manufactured or  
7 provided by Michigan businesses owned and operated by veterans, if they are competitively  
8 priced and of comparable quality.

9 Sec. 20-206. (1) The department shall maximize utilization of its in-person state  
10 workforce. The department shall prioritize occupancy utilization of office space for each  
11 division within the department. Employees with job responsibilities that require the  
12 employees to serve in their capacities outside of an office shall be monitored each pay  
13 period to ensure all work hours reported on the timesheet were actually worked.

14 (2) The department shall comply with requirements set forth by the office of the  
15 state employer on in-person work and utilization and occupancy rates of state buildings to  
16 ensure in-person work is optimized and occupancy rates are 80 percent or higher, subject to  
17 market conditions.

18 (3) The department shall adhere to civil service rules and regulations that state the  
19 standard biweekly work period for a full-time employee in the classified service of this  
20 state is the equivalent of 80.0 hours of work. The department shall establish policies and  
21 processes to ensure all employees are working their jobs during agreed upon business hours.

22 Sec. 20-207. Consistent with section 217 of the management and budget act, 1984 PA  
23 431, MCL 18.1217, each department and agency receiving appropriations in part 1 shall  
24 prepare a report on out of state travel expenses not later than January 1. The report must  
25 list all travel by classified and unclassified employees outside this state in the previous  
26 fiscal year that was funded in whole or in part with funds appropriated in the department's  
27 or agency's budget. The department or agency shall submit the report to the standard report  
28 recipients and to the house and senate appropriations committees. The report must include  
29 all of the following information:

30 (a) The dates of each travel occurrence.

31 (b) The total transportation and related expenses of each travel occurrence and the  
32 proportions funded with state general fund/general purpose revenues, state restricted

1 revenues, federal revenues, and other revenues.

2 Sec. 20-208. Not later than 6 months after the state budget office issues work  
3 project letters, a department, agency and the legislature shall submit an annual report  
4 that summarizes all work project accounts. The report must include all of the following:

5 (a) A list of all work project accounts.

6 (b) The status of all work project accounts, including amounts expended, amounts  
7 encumbered, and available balances for each account.

8 (c) The amount of funds that lapsed from any previously designated work project  
9 accounts, the name and description of the work project account, and the funds that received  
10 the lapsed amounts.

11 Sec. 20-209. Not later than December 15, the state budget office shall prepare and  
12 submit a report that provides for estimates of the total general fund/general purpose  
13 appropriation lapses at the close of the previous fiscal year. The report must summarize  
14 the projected year-end general fund/general purpose appropriation lapses by major  
15 departmental program or program areas. The state budget office shall submit the report to  
16 the standard report recipients and the chairpersons of the senate and house appropriations  
17 committees.

18 Sec. 20-210. (1) In addition to the funds appropriated in part 1, there is  
19 appropriated an amount not to exceed \$500,000,000.00 for federal contingency funds. These  
20 funds are not available for expenditure until they have been transferred to another line  
21 item in this article under section 393(2) of the management and budget act, 1984 PA 431,  
22 MCL 18.1393.

23 (2) In addition to the funds appropriated in part 1, there is appropriated an amount  
24 not to exceed \$40,000,000.00 for state restricted contingency funds. These funds are not  
25 available for expenditure until they have been transferred to another line item in this  
26 article under section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

27 (3) In addition to the funds appropriated in part 1, there is appropriated an amount  
28 not to exceed \$1,000,000.00 for local contingency funds. These funds are not available for  
29 expenditure until they have been transferred to another line item in this article under  
30 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

31 (4) In addition to the funds appropriated in part 1, there is appropriated an amount  
32 not to exceed \$11,000,000.00 for private contingency funds. These funds are not available

1 for expenditure until they have been transferred to another line item in this article under  
2 section 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.

3 Sec. 20-211. A department or agency shall cooperate with the department of  
4 technology, management and budget to maintain a searchable website accessible by the public  
5 at no cost that includes, but is not limited to, all of the following for each department  
6 or agency:

7 (a) Fiscal year-to-date expenditures by category.

8 (b) Fiscal year-to-date expenditures by appropriation unit.

9 (c) Fiscal year-to-date payments to a selected vendor, including the vendor name,  
10 payment date, payment amount, and payment description.

11 Sec. 20-212. (1) Funds appropriated in part 1 must not be used to restrict or impede  
12 a marginalized community's access to government resources, programs, or facilities.

13 (2) From the funds appropriated in part 1, local governments shall report any action  
14 or policy that attempts to restrict or interfere with the duties of a local health officer.

15 Sec. 20-213. To the extent permissible under the management and budget act, 1984 PA  
16 431, MCL 18.1101 to 18.1594, the director of each department or agency receiving  
17 appropriations in part 1 shall take all reasonable steps to ensure geographically  
18 disadvantaged business enterprises compete for and perform contracts to provide services or  
19 supplies, or both. Each director shall strongly encourage firms with which the department  
20 or agency contracts to subcontract with certified geographically disadvantaged business  
21 enterprises for services, supplies, or both. As used in this section, "geographically  
22 disadvantaged business enterprises" means that term as defined in Executive Directive No.  
23 2023-1.

24 Sec. 20-214. The department must provide an annual report to the standard report  
25 recipients detailing significant federal policy changes that do, or are expected to  
26 significantly impact the operations of the department, including reductions in federal  
27 revenue and/or changes that are likely to lead to a reduction in the department's ability  
28 to safeguard the health or welfare of the public.

29 Sec. 20-215. (1) Within 30 days of enactment of this act, the house and senate fiscal  
30 agencies shall provide to the state budget office a jointly agreed upon list of  
31 legislatively directed spending items funded in part 1 as defined in Public Acts 32 and 33  
32 of 2025. The list must include all information and documents pertaining to the funded items

1 as publicly disclosed in accordance with Public Acts 32 and 33 of 2025.

2 (2) In accordance with section 364(4) of the Management and Budget Act, the  
3 department or agency administering the grant shall post a report in a publicly accessible  
4 location on its website beginning March 15 of the current fiscal year. The department or  
5 agency shall update the report and shall post an updated report not later than June 15 of  
6 the current fiscal year and again not later than September 15 of the current fiscal year.  
7 The department shall include in the report the most comprehensive information the  
8 department has available at the time of posting for grants awarded.

9 Sec. 20-216. On a quarterly basis, a department or agency receiving appropriations in  
10 part 1 shall report on the number of FTEs in pay status by type of staff and civil service  
11 classification, including comparison by line item of the number of FTEs authorized from  
12 funds appropriated in part 1 to the actual number of FTE positions employed by the  
13 department or agency at the end of the reporting period. The report must be submitted to  
14 the senate and house appropriations committees and to the standard report recipients.

15 Sec. 20-217. The state budget director shall take steps to ensure that all state  
16 fiscal recovery funds allocated to this state under the American rescue plan act of 2021,  
17 Public Law 117-2, are expended by December 31, 2026, as required by law. Any state fiscal  
18 recovery funds that would otherwise lapse after September 30, 2026, are automatically  
19 reappropriated for the same purpose as originally authorized and available for expenditure  
20 through December 31, 2026, and any subsequent financial close out period.

21 Sec. 20-218. (1) The state budget director shall take steps to ensure that all state  
22 fiscal recovery funds allocated to this state under the American rescue plan act of 2021,  
23 Public Law 117-2, are expended by December 31, 2026, as required by law. The state budget  
24 director may reallocate appropriated funds for the purpose of fully utilizing state fiscal  
25 recovery funds that are in jeopardy of not meeting the expenditure deadline for reasons  
26 that may include, but are not limited to, completed projects coming in under budget or  
27 funds unable to be fully used by subrecipients. The state budget director shall reallocate  
28 any of the funds reallocated under this subsection to the programs or purposes specified in  
29 this section. Any funds reallocated are unappropriated and immediately reappropriated for  
30 the following purposes:

31 (a) To reclassify general fund/general purpose appropriations for payroll and covered  
32 benefits for eligible public health and safety employees at the department of corrections.

1 (b) To reclassify general fund/general purpose appropriations for payroll and covered  
2 benefits for eligible public health and safety employees at the department of state police.

3 (2) All applicable guidance, implementation, and reporting provisions of Public Law  
4 117-2 must be followed for state fiscal recovery funds reallocated and reappropriated under  
5 subsection (1).

6 (3) The state budget director shall notify the senate and house appropriations  
7 committees not later than 10 business days after making any reallocations under subsection  
8 (1). The notification must include the authorized program under which funds were originally  
9 appropriated, the amount of the reallocation, the program, or programs, or purpose, and the  
10 department to which the funds are being reallocated under subsection (1), and the amount  
11 reallocated to each program or purpose.

12

13 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

14 Sec. 20-301. The department may establish a fee schedule and collect fees sufficient  
15 to cover the costs to issue the permits that the department is authorized by law to issue  
16 on request, unless otherwise stipulated by law. All permit fees are nonrefundable  
17 application fees and must be credited to the appropriate fund to recover the direct and  
18 indirect costs of receiving, reviewing, and processing the requests.

19 Sec. 20-304. If, as a requirement of bidding on a highway project, the department  
20 requires a contractor to submit financial or proprietary documentation as to how the bid  
21 was calculated, the department shall keep that bid documentation confidential and shall not  
22 disclose that bid documentation other than to a department representative without the  
23 contractor's written consent. The department may disclose the bid documentation if  
24 necessary to address or defend a claim by a contractor.

25 Sec. 20-306. (1) The amounts appropriated in part 1 to support tax and fee  
26 collection, law enforcement, and other program services provided to the department and to  
27 transportation funds by other state departments must be expended from transportation funds  
28 pursuant to annual contracts between the department and those other state departments. The  
29 contracts must be executed before the expenditure or obligation of those funds. The  
30 contracts must provide, but are not limited to, the following data applicable to each state  
31 department:

32 (a) Estimated costs to be recovered from transportation funds.

1 (b) Description of services provided to the department and/or transportation funds  
2 and financed with transportation funds.

3 (c) Detailed cost allocation methods appropriate to the type of services being  
4 provided and the activities financed with transportation funds.

5 (2) Not later than 2 months after publication of the state of Michigan annual  
6 comprehensive financial report, each state department receiving funding pursuant to an  
7 interdepartment contract with the department shall submit a written report to the  
8 department, the state budget director, the senate and house fiscal agencies, and the  
9 auditor general stating by spending authorization account the amount of estimated funds  
10 contracted with the department, the amount of funds expended, the amount of funds returned  
11 to the transportation funds, and any unreimbursed transportation-related costs incurred but  
12 not billed to transportation funds.

13 Sec. 20-307. Before March 1, the department shall provide to the standard report  
14 recipients its rolling 5-year plan listing by county or by county road commission all  
15 highway construction projects for the fiscal year and all expected projects for the ensuing  
16 fiscal years.

17 Sec. 20-310. The department shall post in a timely manner copies of the agenda,  
18 approved minutes, and audio recording of state transportation commission meetings.

19 Sec. 20-313. (1) From funds appropriated in part 1, the department may increase a  
20 state infrastructure bank program and grant or loan funds in accordance with regulations of  
21 the state infrastructure bank program of the United States Department of Transportation.  
22 The department shall administer the state infrastructure bank for the purpose of providing  
23 a revolving, self-sustaining resource for financing transportation infrastructure projects.

24 (2) In addition to funds provided in subsection (1), money received by this state as  
25 federal grants, repayment of state infrastructure bank loans, or other reimbursement or  
26 revenue received by this state as a result of projects funded by the program and interest  
27 earned on that money must be deposited in the revolving state infrastructure bank fund and  
28 must be available for transportation infrastructure projects. At the close of the fiscal  
29 year, any unencumbered funds remaining in the state infrastructure bank fund remain in the  
30 fund and carry forward into the succeeding fiscal year.

31 (3) The department shall prepare a report on the status of the state infrastructure  
32 bank and submit the report to the standard report recipients on or before December 31,

1 2026. The report must include all of the following:

2 (a) The balance in the state infrastructure bank on September 30, 2026, including a  
3 breakdown of the balance by cash and cash equivalents, outstanding loans, and balance  
4 available for loan to local agencies.

5 (b) A breakdown of the state infrastructure loan balance by amounts originating from  
6 federal sources and the amounts originating from nonfederal sources.

7 (c) A list of outstanding loans by agency, original loan amount, project description,  
8 loan term, and amount outstanding.

9 Sec. 20-314. (1) The MI contracting opportunity loan fund is created within the state  
10 treasury.

11 (2) Funds deposited into the MI contracting opportunity loan fund originally created  
12 in section 1003 of article 15 of 2024 PA 121 or money received by the state as repayment of  
13 loans or interest earned on loan funds is appropriated and shall be available for future  
14 loans.

15 (3) At the close of the fiscal year, any unencumbered funds remaining in the fund  
16 shall be carried forward into the succeeding fiscal year.

17 Sec. 20-315. The department shall use any additional funds in the moveable bridge  
18 fund to cover other costs for any required local federal bridge load analysis, inspection,  
19 or other local federal mandate.

20 Sec. 20-383. (1) The department shall prepare a report on the use of department-owned  
21 aircraft during the fiscal year ending September 30, 2026. With respect to each department-  
22 owned aircraft, the report must include all of the following:

23 (a) Total hours of usage.

24 (b) Description of specific flights, including dates of travel, names of passengers,  
25 including state agency, university, or local government affiliation, travel origin and  
26 destination, and total estimated costs associated with the air travel.

27 (2) The department shall submit the report as required under section 205 no later  
28 than February 1, 2027.

29 (3) The department shall maintain a system for recovering the cost of operating  
30 department-owned aircraft through charges to aircraft users.

31 Sec. 20-384. (1) Except as otherwise provided in subsection (2), the department shall  
32 not obligate this state to expend any state transportation revenue for construction

1 planning or construction of the Gordie Howe International Crossing or a renamed successor.  
2 In addition, except as provided in subsection (2), the department shall not commit this  
3 state to any new contract related to the construction planning or construction of the  
4 Gordie Howe International Crossing or a renamed successor that would obligate this state to  
5 expend any state transportation revenue. An expenditure for staff resources used in  
6 connection with project activities that is subject to full and prompt reimbursement from  
7 Canada is not considered an expenditure of state transportation revenue.

8 (2) If the legislature enacts specific enabling legislation for the construction of  
9 the Gordie Howe International Crossing or a renamed successor, subsection (1) does not  
10 apply once the enabling legislation goes into effect.

11 Sec. 20-385. (1) The department shall submit monthly reports to the standard report  
12 recipients, the speaker of the house of representatives, the house of representatives  
13 minority leader, the senate majority leader, and the senate minority leader on all of the  
14 following:

- 15 (a) All expenditures made by this state related to the Gordie Howe Bridge.
- 16 (b) All reimbursements made by Canada under section 384(1) of this part to this state  
17 for expenditures for staff resources used in connection with project activities.
- 18 (c) All eminent domain and condemnation powers used, the related real estate involved  
19 in any governmental taking, the price paid for those properties, and the beneficiary's name  
20 or associated corporation.

21 (2) The department shall submit the initial report required under subsection (1) on  
22 or before December 1. The initial report must cover the prior fiscal year.

23 Sec. 20-395. From the funds appropriated in part 1 for state trunkline federal aid  
24 road and bridge construction, the department may expend up to \$10,000,000.00 on highway  
25 maintenance activities to support safety-related, high-priority, and other deferred routine  
26 maintenance needs on the state trunkline network.

27 Sec. 20-398. The department shall continue to work to eliminate fatalities and  
28 serious injuries on the state trunkline network and shall maintain the Toward Zero Deaths  
29 statewide safety campaign.

30

31 **MICHIGAN TRANSPORTATION FUND**

32 Sec. 20-501. The money received under the motor carrier act, 1933 PA 254, MCL 475.1

1 to 479.42, and not appropriated to the department of licensing and regulatory affairs or  
2 the department of state police is deposited in the Michigan transportation fund.

3 Sec. 20-502. At the close of the fiscal year, any unencumbered and unexpended balance  
4 in the movable bridge fund remains in the movable bridge fund and carries forward and is  
5 appropriated for the purposes described in section 11g(3)(b) of 1951 PA 51.

6 Sec. 20-503. (1) At the close of the fiscal year, funds appropriated in part 1 for  
7 the transportation economic development program shall lapse to the transportation economic  
8 development fund.

9 (2) At the close of the fiscal year, funds appropriated in part 1 for the local  
10 bridge program shall carry forward and are appropriated for the purposes defined in section  
11 10(5) of 1951 PA 51, MCL 247.660.

12 (3) Interest earned in the transportation economic development fund and local bridge  
13 fund shall remain in the respective funds and shall be allocated to the respective programs  
14 based on actual interest earned at the end of each fiscal year.

15 (4) In addition to the funds appropriated in part 1, the transportation economic  
16 development fund and local bridge fund may receive federal, local, or private funds or  
17 restricted source funds such as interest earnings. These funds are appropriated for  
18 projects that are consistent with the purposes of the respective funds.

19 (5) None of the funds statutorily dedicated to the transportation economic  
20 development fund and local bridge fund shall be diverted to other projects.

21 Sec. 20-504. Funds from the Michigan transportation fund must be distributed to the  
22 comprehensive transportation fund, the economic development fund, the recreation  
23 improvement fund, and the state trunkline fund, in accordance with this part and part 1 and  
24 part 711 of the natural resources and environmental protection act, 1994 PA 451, MCL  
25 324.71101 to 324.71108, and may only be used as specified in this part and part 1, 1951 PA  
26 51, MCL 247.651 to 247.675, and part 711 of the natural resources and environmental  
27 protection act, 1994 PA 451, MCL 324.71101 to 324.71108.

28

29 **STATE TRUNKLINE FUND**

30 Sec. 20-604. At the close of the fiscal year, any unencumbered and unexpended balance  
31 in the state trunkline fund remains in the state trunkline fund and carries forward and is  
32 appropriated for federal aid road and bridge programs for projects contained in the annual

1 state transportation program.

2

3 **NEIGHBORHOOD ROADS FUND**

4 Sec. 20-651. Funds from the neighborhood roads fund must be distributed and are  
5 appropriated to the local grade separation fund, comprehensive transportation fund,  
6 infrastructure projects authority fund, and the state trunkline fund, in accordance with  
7 this part and part 1 and section 13c of 1951 PA 51.

8 Sec. 20-652. At the close of the fiscal year, any unencumbered and unexpended balance  
9 in the neighborhood roads fund not previously allocated under sections (a) through (e) of  
10 section 13c(5) of 1951 PA 51 remains in the neighborhood roads fund and carries forward and  
11 is appropriated to local road agencies and the state trunkline fund according to section  
12 13c(5) of 1951 PA 51.

13

14 **TRANSIT AND RAIL RELATED FUNDS**

15 Sec. 20-701. The department shall establish an intercity bus equipment and facility  
16 fund as a subsidiary fund within the comprehensive transportation fund created under  
17 section 10b of 1951 PA 51, MCL 247.660b. Proceeds received by this state from the sale of  
18 state-owned intercity bus equipment must be credited to the intercity bus equipment and  
19 facility fund for the purchase and repair of intercity bus equipment, as appropriated.  
20 Security deposits not returned to a lessee of state-owned intercity bus equipment under  
21 terms of the lease agreement must be credited to the intercity bus equipment and facility  
22 fund for the repair of intercity bus equipment, as appropriated. Money received by the  
23 department from lease payments for state-owned intercity bus equipment, and facility  
24 maintenance charges under terms of leases of state-owned intercity facilities, must be  
25 credited to the intercity bus equipment and facility fund for the purchase and repair of  
26 intercity bus equipment or for the maintenance and rehabilitation of state-owned intercity  
27 facilities, as appropriated. At the close of the fiscal year, any funds remaining in the  
28 intercity bus equipment and facility fund remain in the fund and are carried forward into  
29 the succeeding fiscal year.

30 Sec. 20-702. Money that is received by this state as repayment for loans made for  
31 rail or water freight capital projects, and as a result of the sale of property or  
32 equipment used or projected to be used for rail or water freight projects must be deposited

1 in the rail freight fund created by section 17 of the state transportation preservation act  
2 of 1976, 1976 PA 295, MCL 474.67. At the close of the fiscal year, any funds remaining in  
3 the rail freight fund remain in the fund and are carried forward into the succeeding fiscal  
4 year.

5 Sec. 20-704. From the funds appropriated in part 1, the department shall prepare and  
6 transmit a report that provides detail regarding the department's obligations for programs  
7 funded under the appropriation in part 1 for rail operations and infrastructure. The report  
8 shall include a breakdown of the appropriation by program, year-to-date obligations under  
9 each program itemized by project, and an estimate of future obligations under each program  
10 itemized by project for the remainder of the fiscal year. The report shall also include a  
11 listing of all active rail-related federal grants. The initial report shall be submitted to  
12 the standard report recipients on or before March 1. The department also shall update and  
13 resubmit a final report on or before September 30.

14 Sec. 20-735. For the fiscal year ending September 30, 2027, the appropriation to a  
15 street railway pursuant to section 10e(22) of 1951 PA 51, MCL 247.660e, is \$0.

16

17 **AERONAUTICS FUND**

18 Sec. 20-801. Except as otherwise provided in section 903 of this part for capital  
19 outlay, at the close of the fiscal year, any unobligated and unexpended balance in the  
20 state aeronautics fund created in the aeronautics code of the state of Michigan, 1945 PA  
21 327, MCL 259.1 to 259.208, lapses to the state aeronautics fund and may be appropriated by  
22 the legislature in the immediately succeeding fiscal year.

23

24 **CAPITAL OUTLAY**

25 Sec. 20-901. (1) From federal-state-local project appropriations contained in part 1  
26 for the purpose of assisting political entities and subdivisions of this state in the  
27 construction and improvement of publicly used airports and landing fields within this  
28 state, the state transportation department may permit the award of contracts on behalf of  
29 units of local government for the authorized locations not to exceed the indicated amounts,  
30 of which the state allocated portion must not exceed the amount appropriated in part 1.

31 (2) Political entities and subdivisions shall provide not less than 5% of the cost of  
32 any project under this section, unless a total nonfederal share less than 10% is otherwise

1 specified in federal law. State money must not be allocated until local money is allocated.  
2 State money for any 1 project must not exceed 1/3 of the total appropriation in part 1 from  
3 state funds for airport improvement programs.

4 (3) The Michigan aeronautics commission may take those steps necessary to match  
5 federal money available for airport construction and improvement within this state and to  
6 meet the matching requirements of the federal government. Whether acting alone or jointly  
7 with another political subdivision or public agency or with this state, a political  
8 subdivision or public agency of this state shall not submit to any agency of the federal  
9 government a project application for airport planning or development unless it is  
10 authorized in this part and part 1 and the project application is approved by the governing  
11 body of each political subdivision or public agency making the application and by the  
12 Michigan aeronautics commission.

13 Sec. 20-903. The appropriations in part 1 for capital outlay are carried forward at  
14 the end of the fiscal year consistent with the provisions of section 248 of the management  
15 and budget act, 1984 PA 431, MCL 18.1248.

16

17 **ONE-TIME APPROPRIATIONS**

18 Sec. 20-1001. The unexpended funds appropriated in part 1 for Great Lakes Tunnel  
19 project - phase II oversight are designated as a work project appropriation, and any  
20 unencumbered or unallotted funds shall not lapse at the end of the fiscal year and shall be  
21 available for expenditures for projects under this section until the projects have been  
22 completed. The following is in compliance with section 451a of the management and budget  
23 act, 1984 PA 431, MCL 18.1451a:

24 (a) The purpose of the work project is to support planning, construction oversight,  
25 and administration of the Great Lakes Tunnel Project by the Mackinac Straits Corridor  
26 Authority, in accordance with section 14d of 1952 PA 214, MCL 254.324d.

27 (b) The work project will be accomplished by utilizing state employees or contracts  
28 with service providers, or both.

29 (c) The total estimated cost of the project is \$4,100,000.00.

30 (d) The tentative completion date is September 30, 2031.