

FY 2024-25 TRANSPORTATION BUDGET

S.B. 747 (P.A. 121 of 2024): INITIAL APPROPRIATIONS

Article 15



FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2023-24 YEAR-TO-DATE*	FY 2024-25 INITIAL APPROPRIATIONS	CHANGES FROM FY 2023-24 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	3,220.3	3,222.3	2.0	0.1
GROSS	6,743,547,300	6,807,900,300	64,353,000	1.0
Less:				
Interdepartmental Grants Received	4,353,000	4,316,700	(36,300)	(0.8)
ADJUSTED GROSS	6,739,194,300	6,803,583,600	64,389,300	1.0
Less:				
Federal Funds	2,253,845,200	2,273,675,100	19,829,900	0.9
Local and Private.....	102,573,500	106,248,500	3,675,000	3.6
TOTAL STATE SPENDING.....	4,382,775,600	4,423,660,000	40,884,400	0.9
Less:				
Other State Restricted Funds.....	4,082,402,000	4,230,660,000	148,258,000	3.6
GENERAL FUND/GENERAL PURPOSE	300,373,600	193,000,000	(107,373,600)	(35.7)
PAYMENTS TO LOCALS	2,693,606,300	2,619,859,400	(73,746,900)	(2.7)

*As of July 24, 2023.

- Major Boilerplate Changes from FY 2023-24 Year-to-Date:**
- 1. Federal Match.** The Conference recommended a one-time investment of \$76.0 million for Federal match dollars. This is all GF/GP.
 - 2. Critical Infrastructure Projects.** The Conference included a one-time investment of \$74.5 million, all GF/GP, for 30 infrastructure projects throughout the State.
 - 3. MI Contracting Opportunity.** The Conference included a one-time investment of \$5.0 million, all GF/GP, to support contractors and suppliers that are socially or economically disadvantaged. This is a renewal of the same item from FY 2023-24 with an increase in funding from \$3.0 million to \$5.0 million.
 - 4. New Technology and Mobility.** The Conference included about \$24.0 million, all one-time GF/GP for five projects related to new technology and mobility.

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FY 2023-24 Year-to-Date Appropriation	\$6,743,547,300	\$300,373,600		
	CHANGE FROM FY 2023-24 Y-T-D		FY 2024-25 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
<u>Baseline Adjustments</u>				
1. State Trunkline Road and Bridge. Conference included a \$123.4 million increase for trunkline road and bridge construction.	123,409,800	0	1,617,892,700	0
2. County Road Commissions. Conference included a \$64.8 million increase for county road commissions per the Public Act 51 of 1951 formula.	64,840,200	0	1,316,610,100	0
3. Transit Capital. Conference included a \$31.9 million increase for transit capital for public transportation development, transferring \$5.0 million to local bus operations.	31,925,800	0	254,601,300	0
4. Cities and Villages. Conference included a \$36.2 million increase for cities and villages per the Public Act 51 of 1951 formula.	36,151,300		734,069,200	0
5. Local Federal Aid Road and Bridge. Conference included a \$26.2 million increase for local Federal aid road and bridge. This is all Federal dollars.	26,181,000	0	411,168,800	0
6. Aeronautics. Conference included a \$22.6 million increase for aeronautics which includes airport safety, protection, and improvement program, Detroit metropolitan Wayne County airport, and Infrastructure Investment and Jobs Act (IIJA) airport infrastructure grants.	21,537,700	0	312,002,800	0
7. Highway Maintenance. Conference included a \$20.6 million increase for highway maintenance materials and services.	17,878,700	0	486,654,800	0
8. Marine Passenger Service. Conference included a \$15.1 million increase for marine passenger services.	15,053,000	0	20,205,000	0
9. Rail Operations and Infrastructure. Conference included a \$14.5 million increase for operations and infrastructure for rails.	14,500,000	0	152,189,200	0
10. Local Bus Operating. Conference included a \$10.0 million, all restricted funds, increase for ongoing local bus operating, including \$5.0 million transferred from transit capital.	10,000,000	0	226,750,000	0
11. Other Baseline Increases. Conference included several other small baseline increases totaling \$2.4 million. These mainly consist of nonurban operating/capital (\$780,900), asset management council (\$423,600), and CSB technical changes (\$353,300).	2,362,000	0	N/A	N/A
12. Service Initiatives. Conference included a \$2.1 million dollar increase for public transportation development.	2,120,400	0	20,802,000	0
13. State Planning and Research. Conference included a \$2.0 million increase for state planning and research under the formula grants from IIJA.	2,000,000	0	N/A	N/A

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	CHANGE FROM FY 2023-24 Y-T-D		FY 2024-25 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
14. Removal of Current One-Time Funding. Conference included the removal of previous year's one-time funding. This removes \$429.3 million Gross and \$300.4 million GF/GP.	(419,273,600)	(300,373,600)	0	0
15. Debt Service. Conference included a decrease in debt service of \$3.0 million.	(3,036,400)	0	340,703,700	0
16. Other Baseline Decreases. Conference included decreases for three other smaller programs, urban county congestion (\$660,700), rural county primary (\$660,700), and local bridge program (\$483,800).	(1,805,200)	0	N/A	N/A
17. Target Industries. Conference included a decrease for target industry and economic development road construction of \$1.3 million.	(1,321,300)	0	24,363,100	0
18. Economic Adjustments. Includes \$10.9 million Gross and \$0 GF/GP for total economic adjustments.	10,936,500	0	N/A	N/A
<u>New Programs/Program Increases</u>				
19. Airport Safety, Protection, and Improvement. Conference included \$1.1 million from an increase in the Michigan aircraft registration fee.	1,111,100	0	N/A	N/A
20. Blue Water Bridge Staffing and Maintenance/Operations. Conference included \$515,800 and 3.0 FTEs for operations at the Blue Water Bridge.	515,800	0	N/A	N/A
<u>Eliminations/Reductions</u>				
21. State Trunkline Federal Aid and Road and Bridge Construction.	(104,723,800)	0		
<u>One-Time Appropriations</u>				
22. Federal Match. Conference included \$76.0 million all GF/GP, for one-time Federal match.	76,000,000	76,000,000	76,000,000	76,000,000
23. Critical Infrastructure Projects. Conference included \$74.5 million (all GF/GP) for infrastructure improvement projects.	74,500,000	74,500,000	74,500,000	74,500,000
24. New Technology and Mobility. Conference included about \$24.0 million, all GF/GP for five projects related to technology and mobility.	23,950,000	23,950,000	23,950,000	23,950,000
25. ARP – One-Time Local Bus Operating. Conference included \$20.0 million all Federal SFRF for one-time local bus operating.	20,000,000	0	N/A	N/A
26. Air Service/Airport Revitalization. Conference included \$6.0 million (all GF/GP) for air service and airport constructions.	6,000,000	6,000,000	6,000,000	6,000,000
27. MI Contracting Opportunity. Conference included \$5.0 million (all GF/GP) and 1.0 limited term FTE as a continuing one-time program for MI contracting opportunity. This program assists suppliers and contractors that are socially or economically disadvantaged.	5,000,000	5,000,000	5,000,000	5,000,000

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	CHANGE FROM FY 2023-24 Y-T-D		FY 2024-25 RECOMMENDED APPROPRIATION	
	Gross	GF/GP	Gross	GF/GP
28. School Zone Automated Speed Enforcement Pilot Program. Conference included \$2.5 million, all GF/GP for an automated speed enforcement pilot program.	2,500,000	2,500,000	2,500,000	2,500,000
29. Lake Michigan Car Ferry. Conference included \$2.0 million (all GF/GP) for one-time a Lake Michigan car ferry.	2,000,000	2,000,000	2,000,000	2,000,000
30. Local Rail Grade Crossing Surface Improvements. Conference included \$2.0 million (all GF/GP) for rail grade crossing improvements.	2,000,000	2,000,000	2,000,000	2,000,000
31. Local Road and Material Research Program. Conference included \$1.1 million, all GF/GP for research into road materials.	1,000,000	1,000,000	1,000,000	1,000,000
32. Blue Water Bridge Equipment and Facilities Purchases. Conference included \$990,000 (all State Restricted funds) of one-time funds to replace winter maintenance and capital maintenance equipment for the Blue Water Bridge.	990,000	0	N/A	N/A
33. Supplier Risk and Information Subscription. Conference included \$50,000 all GF/GP for a risk and information subscription for suppliers.	50,000	50,000	50,000	50,000
Other				
34. Fund Shifts. Conference included a net-zero fund shift, transferring 242.4 FTEs and \$35.8 million from the Business services line item (-127.6 FTEs), Program development and delivery line item (-112.8 FTEs), and Finance line item (-1.0 FTE) to the System operations management line item (216.4 FTEs) and Business support services line item (26.0 FTEs) to more properly align the services and activities provided with MDOT's current organizational structure. Also included is a net-zero shift of \$473,000 (all Restricted funds) within the Planning services line item (-1.0 FTE) to more accurately reflect the costs of services that support local agencies and aeronautics programs. Additionally, a net-zero fund shift of \$2.2 million (Restricted funds) between the Business services line item and Program development and delivery line item to more accurately reflect costs within MDOT's current organizational structure.	0	0	0	0
Total Changes	\$64,353,000	(\$107,373,600)		
FY 2024-25 INITIAL APPROPRIATIONS	\$6,807,900,300	\$193,000,000		

Date Completed: 8-13-24

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