

Article 13

FULL-TIME EQUATED (FTE) CLASSIFIED POSITIONS/FUNDING SOURCE	FY 2020-21 YEAR-TO-DATE*	FY 2021-22 INITIAL APPROPS.	CHANGES FROM FY 2020-21 YEAR-TO-DATE	
			AMOUNT	PERCENT
FTE Positions	2,818.3	2,936.3	118.0	4.2
GROSS	5,498,353,700	5,236,619,200	(261,734,500)	(4.8)
Less:				
Interdepartmental Grants Received	4,063,100	4,044,800	(18,300)	(0.5)
ADJUSTED GROSS	5,494,290,600	5,232,574,400	(261,716,200)	(4.8)
Less:				
Federal Funds	1,815,079,200	1,448,519,000	(366,560,200)	(20.2)
Local and Private.....	81,682,000	81,682,000	0	0.0
TOTAL STATE SPENDING	3,597,529,400	3,702,373,400	104,844,000	2.9
Less:				
Other State Restricted Funds.....	3,597,529,400	3,702,373,400	104,844,000	2.9
GENERAL FUND/GENERAL PURPOSE	0	0	0	0.0
PAYMENTS TO LOCALS	2,125,342,100	2,196,214,200	70,872,100	3.3

*As of September 30, 2021.

	Gross	GF/GP
FY 2020-21 Year-to-Date Appropriation	\$5,498,353,700	\$0

Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

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|---|------------|---|
| 1. Local Road and Bridge Construction. The Governor recommended Michigan Transportation Fund (MTF) increases because of revenue adjustments. The Senate and House concurred. | 52,841,100 | 0 |
| 2. Debt Service Increase. The Governor included increased debt payments mostly from the State Trunkline Fund (STF). The Senate and House concurred. | 38,547,300 | 0 |
| 3. Transportation Economic Development Program. The Governor recommended restoring full funding to Targeted Industries funding after previous year redirection. The Senate and House concurred. | 12,807,400 | 0 |
| 4. Highway Maintenance Materials Increases. The Governor recommended an increase to address inflation for maintenance materials, including: bituminous mixture, concrete, emulsion-aggregate, steel, gravel, salt, sand, deicer, sign material, freeway lighting, traffic control devices & energy, pesticides, and herbicides. The requested increase applies the Detroit Consumer Price Index to FY 2018-19 costs for the above materials. The Senate and House concurred. | 4,108,800 | 0 |
| 5. Local Bus Operating. The Governor restored funding for bus operating costs to before-pandemic funding levels. The Senate and House concurred. | 3,000,000 | 0 |
| 6. Service Initiatives. The Governor included an increase based on Comprehensive Transportation Fund (CTF) revenue. The Senate and House concurred. | 2,829,300 | 0 |

7. Detroit Metro/Wayne County Airport. The Governor included an increase based on Qualified Airport Fund revenue. The Senate and House concurred.	897,000	0
8. Local Bridge Program. The Governor recommended an increase based on expected MTF revenue. The Senate and House concurred.	812,500	0
9. Intercity Services. The Governor recommended an increase based on expected CTF revenue. The Senate and House concurred.	800,000	0
10. Airport Safety, Protection, and Improvement Program. The Governor recommended an increase based on expected State Aeronautics Fund revenue. The Senate and House concurred.	500,000	0
11. Aviation Services. The Governor recommended an increase based on expected State Aeronautics Fund revenue. The Senate and House concurred.	413,600	0
12. Movable Bridge Statutory Increase. The Governor recommended an increase consistent with statutory requirements. The Senate and House concurred.	108,900	0
13. Marine Passenger Services. The Governor recommended an increase based on expected CTF revenue. The Senate and House concurred.	84,000	0
14. Van Pooling. The Governor recommended an increase based on expected CTF revenue. The Senate and House concurred.	45,000	0
15. Interdepartmental Grant Adjustments. The Governor recommended a decrease in payments to other departments. The Senate and House concurred.	(391,100)	0
16. Removal of FY 2020-21 Supplemental Funding. The budget did not include supplemental, Federal funding added to the previous fiscal year.	(390,883,100)	0
17. Economic Adjustments. Includes a negative \$2,279,400 Gross and \$0 GF/GP for total economic adjustments, of which an estimated negative \$8,898,500 Gross and \$0 GF/GP is for legacy retirement costs (pension and retiree health). The Senate and House concurred.	(2,279,400)	0
<u>Conference Agreement on Items of Difference</u>		
18. Rail Operations and Infrastructure. The Governor recommended an increase of \$5.6 million based on CTF revenue. The Senate did not include this increase. The House included. The Conference concurred with the Governor.	5,618,200	0
19. State Trunkline Road and Bridge Construction. The Governor recommended an increase in Federal funding of \$29.2 million, offsetting a decrease in available STF funding for a total increase of \$1,881,200. The Senate included additional STF of \$6,424,800 from recommended increases to Highway Main. & unclassified salaries. The House concurred with the Governor. The Conference concurred with the Governor.	1,881,200	0
20. Detroit/Wayne County Port Authority. The Senate included additional CTF for the Port Authority. The Conference agreed.	100,000	0
21. Unclassified Salaries. The Governor recommended an increase for unclassified positions. The Senate did not include and moved the restricted revenue to State Trunkline Road and Bridge. The House concurred with the Governor. The Conference concurred with the Governor.	24,800	0
22. Highway Maintenance Direct Force Increase. The Governor recommended an STF increase and 76 additional FTEs to transition seasonal maintenance employees to full time. The Senate did not include this increase and moved the restricted revenue to the State Trunkline Road and Bridge Construction line. The House concurred with the Governor. The Conference concurred with the Governor.	3,500,000	0

23. Highway Maintenance in Monroe County. The Governor recommended an STF increase and additional 42 FTEs to assume maintenance duties in Monroe County after the County ended its contract with the Department in FY 2019-20. The Senate did not include this increase and moved the restricted revenue to the State Trunkline Road and Bridge Construction line. The House concurred with the Governor. The Conference concurred with the Governor.	2,900,000	0
Total Changes	(\$261,734,500)	\$0
FY 2021-22 Initial Appropriation	\$5,236,619,200	\$0

Boilerplate Changes from FY 2020-21 Year-to-Date:

Items Included by the Senate and House

1. **Internet Reporting.** The Governor altered a section to allow the MDOT to choose whether to post reports online or email them to selected recipients. The Senate and House retained the section as is. (Sec. 204)
2. **American Goods & Services.** The Senate and House had no changes to the section. The Conference amended the section requiring funds not be used for foreign goods or services when comparable American goods or services are available. (Sec. 205)
3. **Disciplinary Action.** The Governor removed a section prohibiting disciplinary action against employees who communicate with the Legislature. The Senate and House retained the section. (Sec. 215)
4. **Report on Remote Work.** The Governor removed a section requiring MDOT to report on cost savings from remote work. The Senate and House retained the section as is. Conferenced retained the section and amended the due date for the report. (Sec. 216)
5. **Exhausting Work Project Funding.** The Governor removed a section requiring MDOT to exhaust work project authorization before spending appropriations. The Senate and House retained the section. (Sec. 217)
6. **Intertransfer of Funds following Administrative Board Action.** The Governor removed a section allowing the Legislature to transfer funds by resolution after Admin. Board action. The Senate and House retained the section. (Sec. 218)
7. **Record Retention.** The Governor removed a section requiring MDOT to retain copies of all reports funded from appropriations. The Senate and House retained the section. (Sec. 219)
8. **Policy Reporting.** The Governor removed a section requiring MDOT to report on all policy changes made to implement public acts. The Senate and House retained the section. (Sec. 220)
9. **Use of Remanufactured Parts.** The Governor removed a section requiring MDOT use remanufactured parts for its vehicle fleet. The Senate and House retained the section. (Sec. 270)
10. **Contract Reporting.** The Governor removed language from subsections requiring reporting on MDOT's interdepartmental contracts. The Senate and House concurred. (Sec. 306)
11. **Deleted - MDOT Real Property.** The Governor removed a section requiring MDOT to report on the value of real estate owned by the Department. The Senate and House concurred. (Sec. 308)
12. **Deleted - Employee Monitoring.** The Governor removed a section requiring MDOT to report on all employee monitoring efforts and systems. The Senate and House concurred. (Sec. 309)
13. **State Infrastructure Bank Report.** The Governor removed a subsection requiring MDOT to report on the balance of the State Infrastructure Bank. The Senate and House concurred. (Sec. 313)
14. **Rest Area Signage.** The Governor removed a section requiring signs at rest areas. The Senate and House retained. (Sec. 319)
15. **Deleted - Freedom of Information Act Compliance.** The Governor removed a section requiring MDOT to report on Freedom of Information Act requests. The Senate and House concurred. (Sec. 328)
16. **Contract Payment.** The Governor removed a section requiring MDOT to report on contractor payments. The Senate and House kept the section but removed the reporting requirement. (Sec. 353)

17. **Local Federal Aid Projects.** The Governor removed a section requiring MDOT to review all local Federal aid project submittals within 120 days after receipt. The Senate and House retained. (Sec. 357)
18. **Groundbreaking Ceremonies.** The Governor removed a section prohibiting payments for groundbreaking ceremonies. The Senate and House retained. (Sec. 375)
19. **Signage Study Ban.** The Governor removed a section prohibiting MDOT from studying the relationship between signage and highway safety. The Senate and House retained. (Sec. 376)
20. **Deleted - Contracting with Former Directors.** The Governor removed a section prohibiting MDOT from contracting with a vendor at which a former Director is employed for contracts in excess of \$100,000. The Senate and House retained. The Conference removed. (Sec. 377)
21. **Deleted - Hazardous Materials Routing.** The Governor removed a section requiring MDOT to produce a report on hazardous materials routing. The Senate and House concurred. (Sec. 378)
22. **Final Cost-Sharing.** The Governor removed a section requiring MDOT to submit final cost-sharing bills to local governments within two years of contract payment. The Senate and House retained. (Sec. 382)
23. **Deleted - Transporting Legislators.** The Gov removed a subsection prohibiting MDOT from transporting legislators via Department airplanes without the approval of the Senate Majority Leader or the Speaker of the House. The Senate and House concurred. (Sec. 383)
24. **Toll Credit Reporting.** The Governor removed a section directing the Department on how to apply toll credits and requiring MDOT to report on the toll credit program. The Senate and House removed the reporting requirement but kept the reporting requirement but removed the directive on how to apply toll credits. (Sec. 386)
25. **Traffic Study Reporting.** The Governor removed a sec requiring MDOT to report on traffic studies. The Senate and House retained. The Conference amended the section to extend the reporting deadline by 30 days. (Sec. 387)
26. **Long-Term Contract Reporting.** The Governor removed a section requiring MDOT to report on any contractor agreements over five years or \$5.0 million. The Senate and House retained. (Sec. 389)
27. **Deleted - Restricted Fund Balances.** The Gov removed a section requiring MDOT report on previous year restricted fund balances within 14 days of the release of the budget recommendation. The Senate and House concurred. (Sec. 390)
28. **Preserving Existing Roadways.** The Governor removed a section requiring MDOT and local agencies to prioritize existing roadways. The Senate and House retained. (Sec. 394)
29. **Deleted - Informational Meetings for Local Governments.** The Governor removed a section requiring meetings to help local governments understand Federal grant and loan programs. The Senate and House concurred. (Sec. 505)
30. **Warranties.** The Governor removed a section requiring MDOT to evaluate and update existing warranty policies. The Senate and House retained the section and added a reporting requirement. (Sec. 601)
31. **Contract Incentives & Disincentives.** The Governor removed a section requiring MDOT establish and report on contract incentives and disincentives. The Senate and House retained the section but removed the reporting requirement. (Sec. 612)
32. **Deleted - Project Reporting.** The Governor removed a section requiring MDOT to report on several aspects of all capital Federal aid participating construction projects. The Senate and House concurred. (Sec. 613)
33. **Deleted & Replaced - Alternative Road Surface Materials & Innovative Stakeholder Group.** The Governor removed a section requiring MDOT to report on the use of alternative road surface materials. The Senate and House replaced the section and established an Innovation Council to review innovative road materials. (Sec. 660 & 661; NEW 660)
34. **Rail Line Abandonment.** The Governor removed a section requiring MDOT to report to the Legislature when a railroad company has filed to abandon a line. The Senate and House retained. (Sec. 703)
35. **Rail Operations and Infrastructure Report.** The Governor removed a section requiring MDOT to report on rail operations and infrastructure programs. The Senate and House retained. (Sec. 704)
36. **Deleted - Ride-Sharing for Medical/Elderly.** The Governor removed a section requiring elderly and medical transit programs solicit proposals for ride-sharing companies to provide 50% service. The Senate and House concurred. (Sec. 719)

37. **Upper Peninsula Propane.** The Governor added a section setting aside \$10.0 million for a rail freight project to deliver and distribute propane to the Upper Peninsula. The Senate and House did not include. (Sec. 736)

Conference Agreement on Items of Difference

38. **State Budget Office Lapse Reporting.** The Governor amended a section to move the reporting date for GF/GP lapse back a month to December 31. The Senate concurred. The House did not. The Conference did not amend the reporting date. (Sec. 209)
39. **Contingency Fund Authorization.** The Governor increased Federal and State-restricted contingency fund authorization to prior fiscal year levels. The Senate removed the section. The House retained. The Conference retained the section and amended the language. (Sec. 210)
40. **NEW - Severance Pay.** The House added a section requiring a report on severance pay for high-ranking Department officials. The Conference concurred. (Sec. 221)
41. **NEW - Vaccination Status.** The House added a section related to employee vaccination status and receipt of State services. The Conference included the section with amendment. (Sec. 222)
42. **Bridge Authority Hearings.** The Governor removed a subsection requiring bridge authorities hold public hearings before raising tolls. The Senate retained the section as is. The House and Conference concurred with the Governor. (Sec. 301)
43. **NEW - State Trunkline Fund Debt Service Limits.** The Senate added a section identifying State Trunkline Fund debt service limits and requiring a report from the Department. The Conference included it. (Sec. 302)
44. **NEW - Winter Maintenance Pilot Program.** The Conference added a section requiring the Department to initiate a winter maintenance pilot program. (Sec. 303)
45. **Competitive Leasing.** The Governor removed a section requiring MDOT to lease space on public transportation properties at competitive market rates. The Senate retained the section. The House and Conference amended subsection 1 and deleted subsection 2. (Sec. 305)
46. **NEW - Winter Maintenance Pilot Program.** The Conference included a new section requiring the Department to begin a pilot program, as required by Public Act 310 of 2020. (Sec. 308)
47. **NEW - Bridge Bundling Initiative.** The Conference included a new section requiring a report on a bridge bundling initiative. (Sec. 311)
48. **Deleted - E-Verify Requirement.** The Governor removed a section requiring contractors and subcontractors to use the E-Verify system to verify employees are authorized to work in the US. The Senate concurred. The House retained. The Conference removed. (Sec. 381)
49. **Deleted - Motor Fuel Quality.** The Governor removed a section prohibiting motor fuel testing. The Senate retained. The House and Conference concurred with the Governor. (Sec. 391)
50. **Best Transit Practices.** The Governor removed a section requiring MDOT to employ best practices related to transit services. The Senate concurred. The House and Conference retained the section. (Sec. 393)
51. **Deleted - Contingency STF Expenditure on Highway Maintenance.** The Senate removed a section allowing the MDOT to use \$10.0 million STF appropriated for Road and Bridge Construction on Highway Maintenance. The House retained. The Conference removed the section. (Sec. 395)
52. **Toward Zero Deaths.** The House amended the section. The Conference concurred. (Sec. 398)
53. **Minimum Expenditure on Preventive Maintenance.** The Governor removed a section requiring MDOT to spend 10% of its road and bridge construction appropriation on capital preventive maintenance. The Senate retained. The House and Conference amended the section to require the Department to prioritize capital preventative maintenance. (Sec. 399)
54. **Deleted - Local Bridge Carry Forward Language.** The Senate removed language that previously allowed the Department to carry forward unexpended local bridge funds. The Conference concurred. (Sec. 503)

55. **State Trunkline Fund Carry Forward Language.** The Senate amended a section that allows the Department to carry forward unexpended State Trunkline Funds. The Conference retained the section as is. (Sec. 604)
56. **Deleted - Farebox Goal.** The Governor removed a section encouraging transit agencies achieve a farebox recovery rate of 6%. The Senate concurred. The House and Conference retained the section. (Sec. 720)
57. **NEW - Rail Freight and Energy Pipeline Across Mackinac.** The House added a section prohibiting MDOT from using rail freight funds to support the cessation of energy pipeline operations across the Straits of Mackinac. The Conference concurred. (Sec. 736)
58. **Meeting with Rail.** The Governor removed a section requiring MDOT to meet with the rail industry twice a year. The Senate retained. The House amended the section to encourage the Department to meet with the rail industry. The Conference concurred with the House. (Sec. 752)
59. **Marine Passenger Spending.** The Governor removed a section directing the expenditure of the Marine Passenger appropriation. The Senate retained. The House Concurred with the Governor. The Conference removed. (Sec. 753)

Date Completed: 10-8-21

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This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberation.