

House Appropriations Subcommittee on Transportation

Representative Ranjeev Puri, Chair

February 14, 2024

Director Brad Wieferich, P.E.



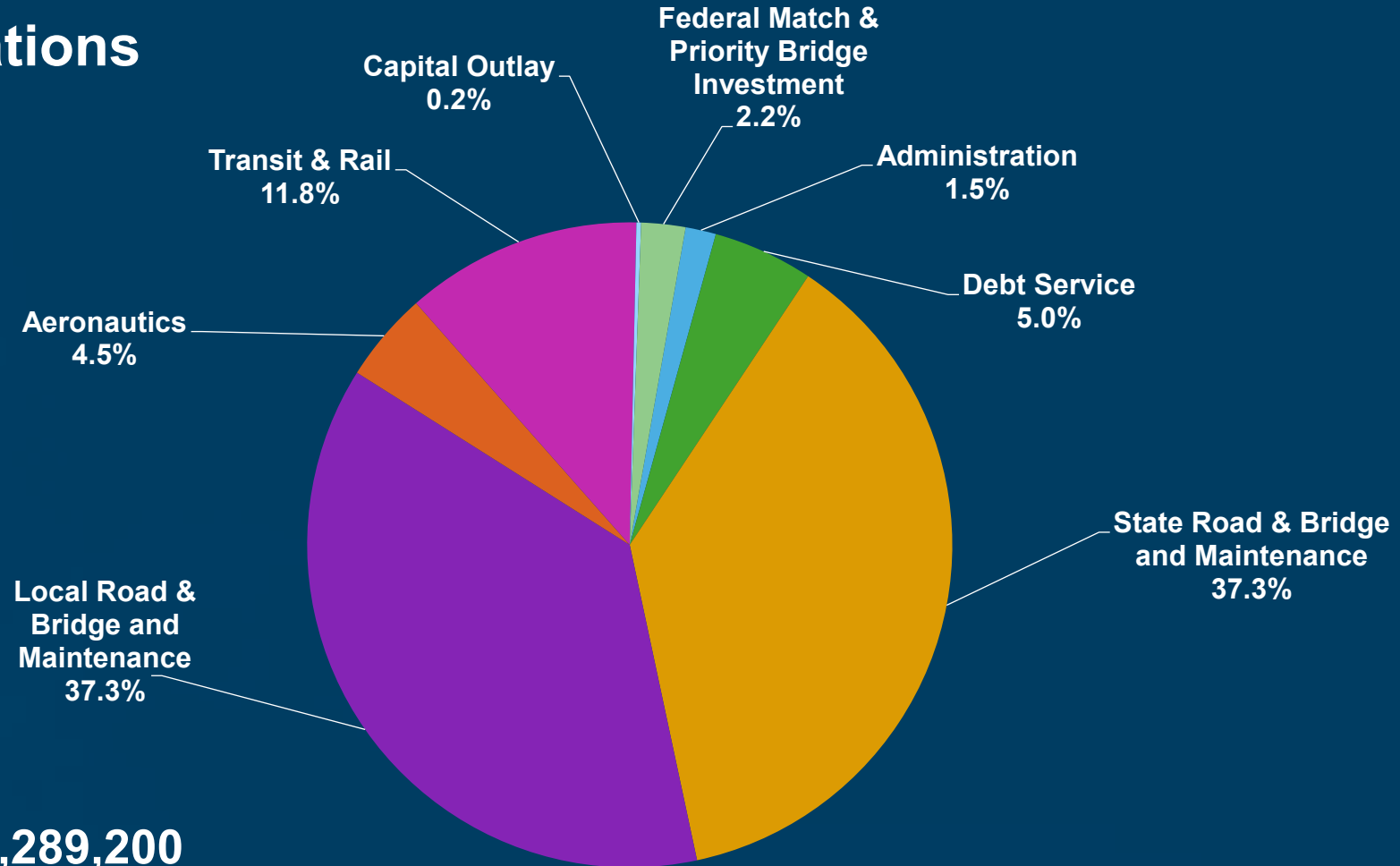
FY 2025

Governor's Recommended Budget



FY 2025 Governor's Recommended Budget

Appropriations

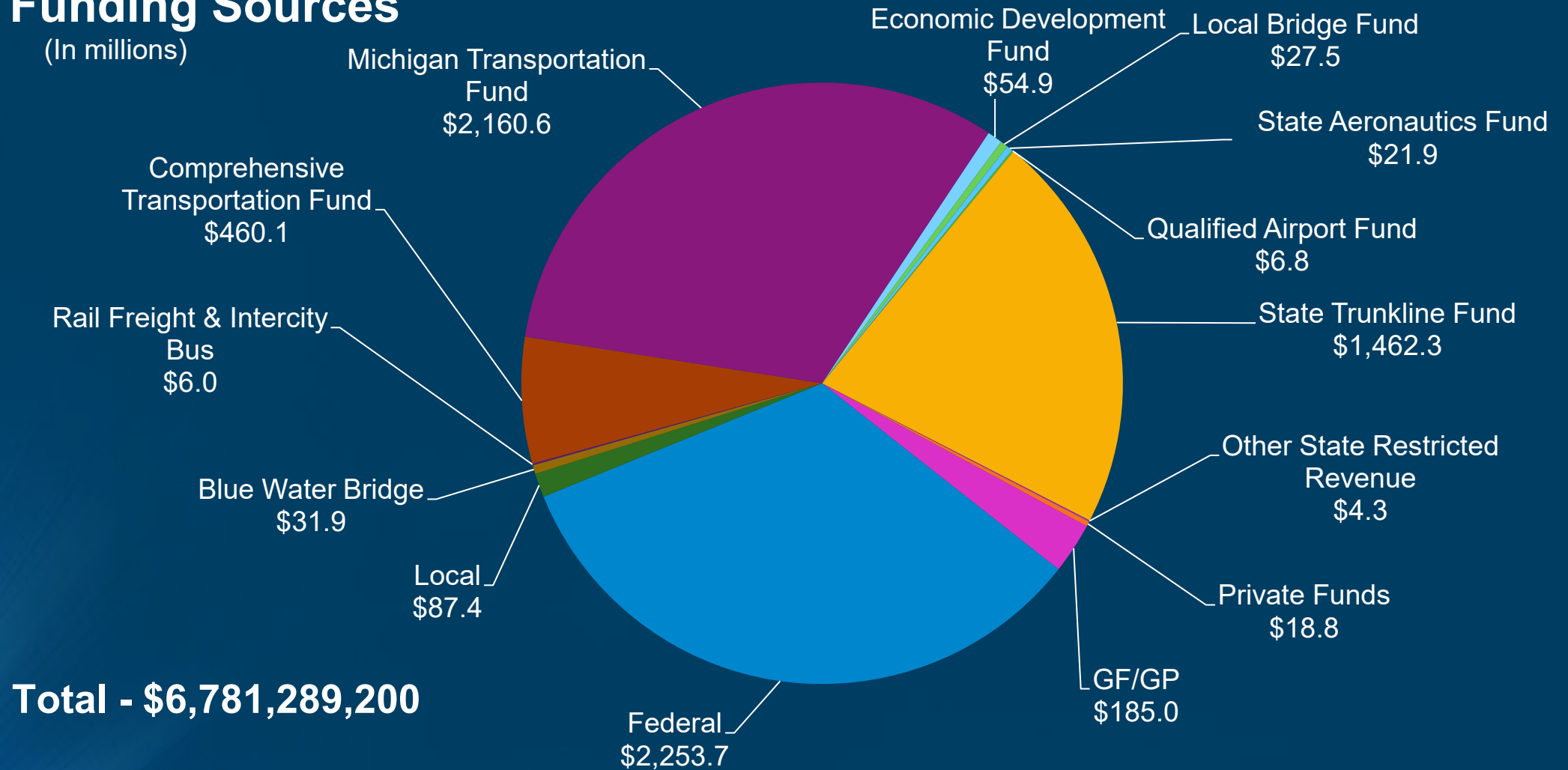


Total: \$6,781,289,200

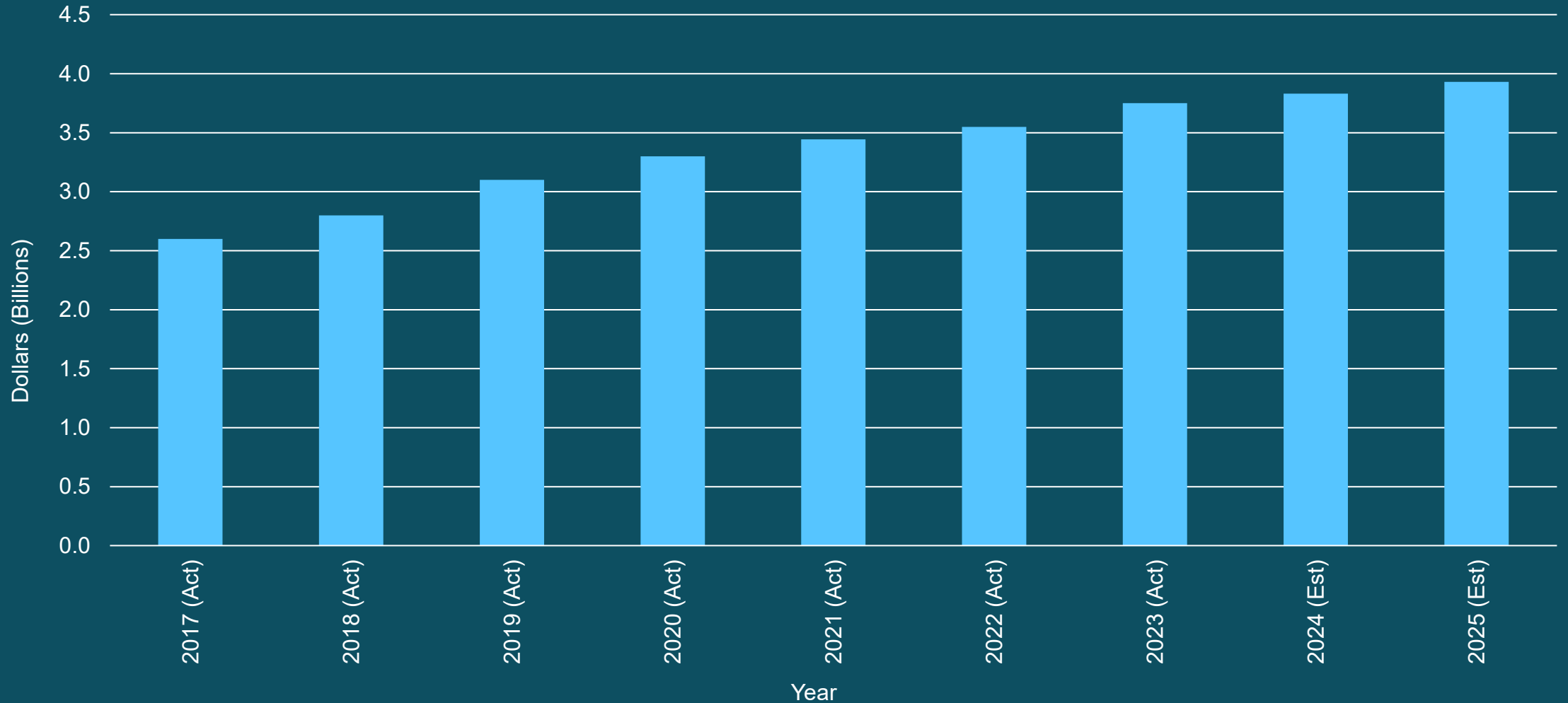
FY 2025 Governor's Recommended Budget

Funding Sources

(In millions)

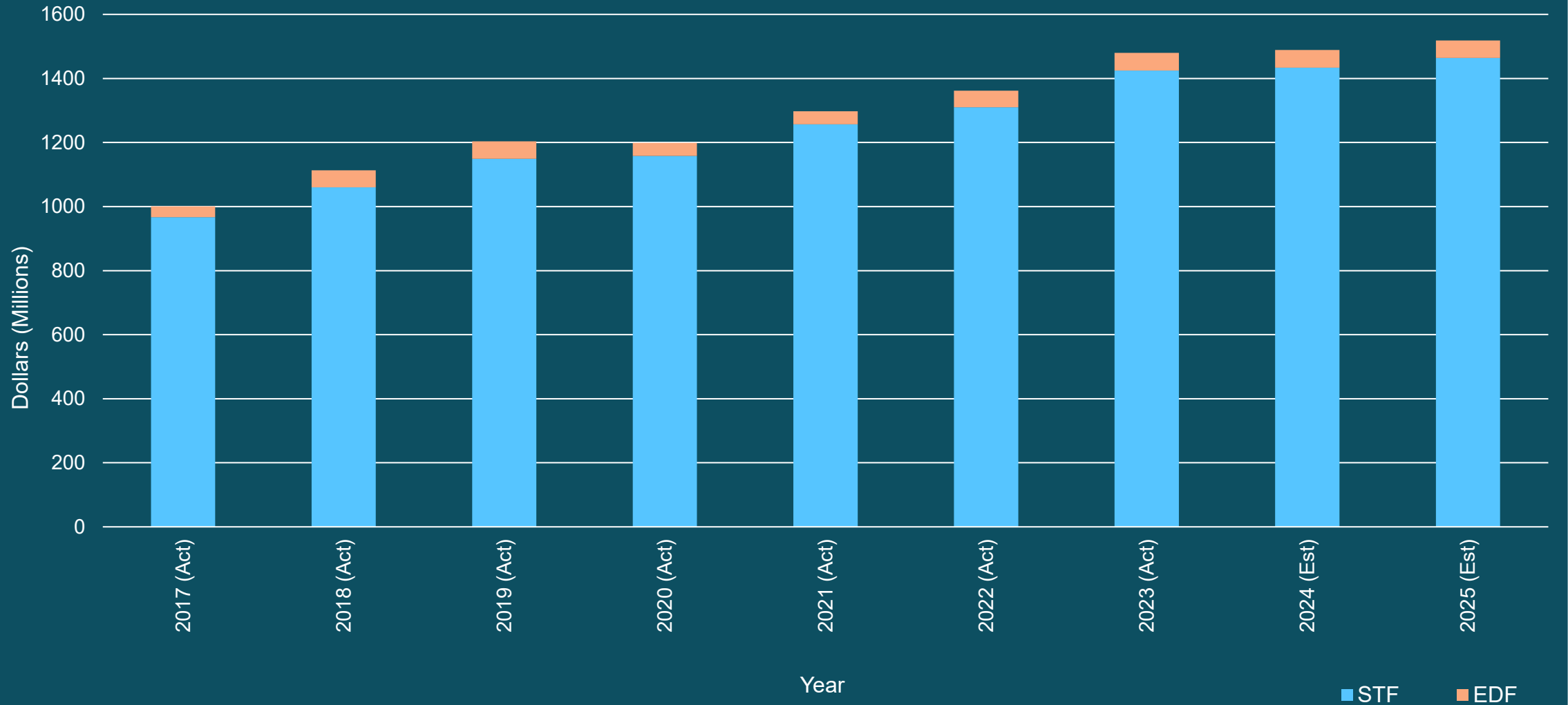


MTF Revenue, 2017-2025



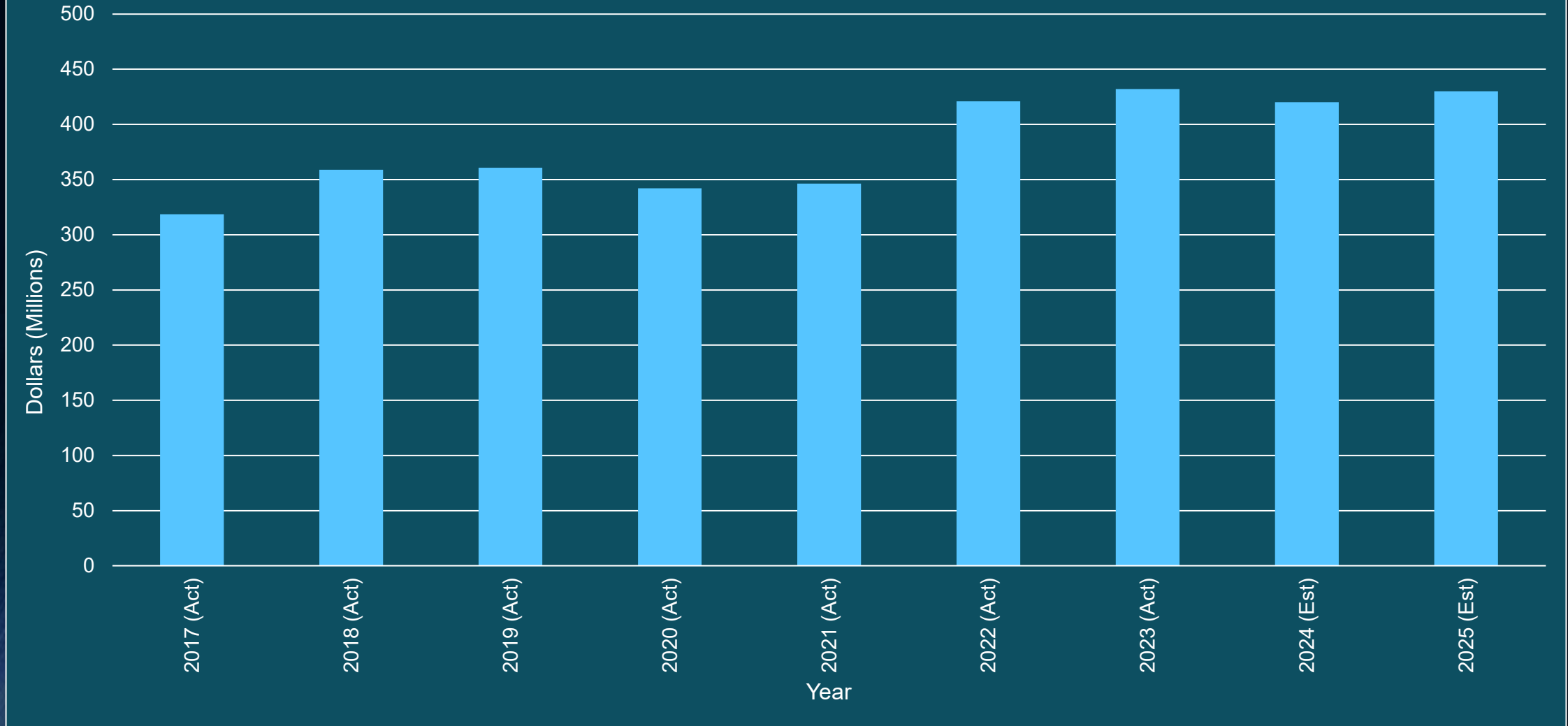
MTF revenue growth is from the 2015 revenue package which included an increase in fuel tax, vehicle registration and redirected income tax.

State Trunkline and EDF Revenue, 2017-2025



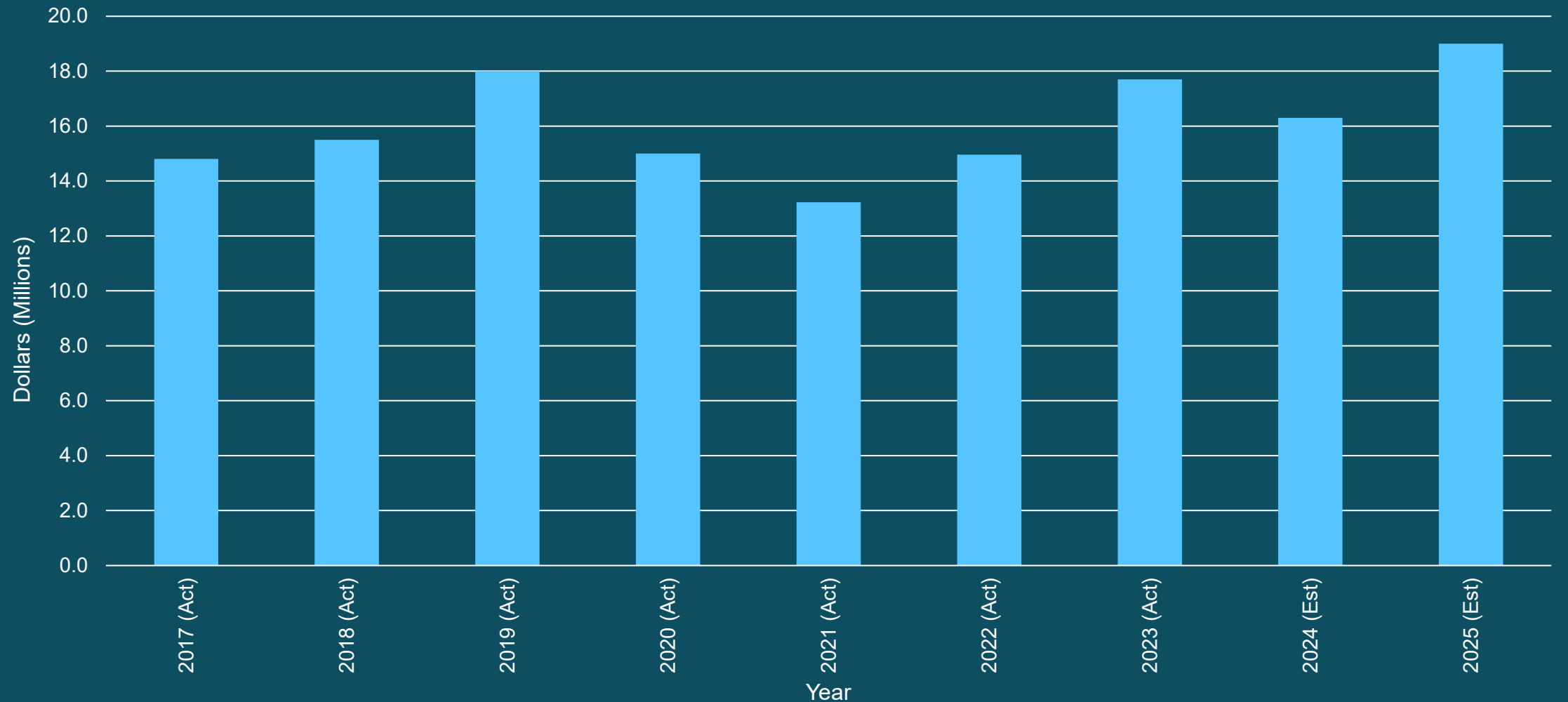
STF revenue growth is from the 2015 revenue package which included an increase in fuel tax, vehicle registration and redirected income tax.

CTF Revenue, 2017-2025



The CTF revenue growth in FY22 was driven by increased sales tax collections on higher gas prices and record auto-related sales.

SAF Revenue, 2017-2025



The FY 2019 and FY 2023 increases are associated with higher than projected fuel tax and sales tax collections. The estimated FY 2025 increase is related to an aircraft registration fee proposal.

FY 2025 Governor's Recommended Budget

Aeronautics Highlights



- **The Aviation Services program increased by \$158,600** (Other Post Employment Benefits (OPEB)) impact)
- **The Air Service Program, an Air Carrier recruitment and retention program, remains unchanged from FY 2024**
- **The Airport Safety, Protection, and Improvement Program increased by \$3.6 million** (increase in state funds)
- **The Detroit Metro Wayne County Airport increased by \$390,000** (Qualified Airport Fund)
- **The IIJA Airport Infrastructure Grants Program increased by \$20.0 million** (increase in federal funds)

FY 2025 Governor's Recommended Budget

Transit Highlights (CTF)



- **Local Bus Operating increased by \$5.0 million (CTF)**
- **Transit Capital increased by \$14.5 million (CTF)**
- **Passenger Transportation Services increased by \$105,300 (CTF)**
- **Service Initiatives decreased by \$1.7 million (CTF)**
- **Intercity Services, Marine Passenger Service, Specialized Services, Nonurban Operating/Capital, Van Pooling, and the Municipal Credit Program had no change in CTF funding from FY 2024.**

FY 2025 Governor's Recommended Budget

Rail Highlights



- **Rail Operations and Infrastructure increased by \$14.5 million (CTF).**
 - Support rail-related economic development across the State of Michigan
 - Partner with Amtrak to support three passenger rail routes in Michigan
 - Explore the continued build-out of Michigan's accelerated rail program
 - Make capital investments to continue and improve freight services
 - Manage federal grant funding awarded to MDOT for rail investments in Michigan
- **Office of Rail increased by \$137,900 (MTF, STF & CTF increases)**
- **Continue to invest in crossing safety through upgrades to motorist warning devices & reconstruction of crossing surfaces**
- **The Detroit/Wayne County Port Authority and Freight Property Management appropriations remained unchanged from FY 2024.**

FY 2025 Governor's Recommended Budget

Road and Bridge Program Highlights



Road and Bridge Programs increased by \$250.2 million

- State R&B increased by \$123.4 million (Federal & STF increases)
- Local federal aid R&B increased by \$26.2 million
- Counties increased by \$64.8 million
- Cities and Villages increased by \$36.2 million
- Local Bridge Fund decreased by \$483,800
- Moveable Bridge Program increased by \$150,500 (inflation)
- Blue Water Bridge decreased by \$1.6 million

FY 2025 Governor's Recommended Budget

State Trunkline Highlights Significant Construction Projects for FY 2024

Region	County	Major Route	Location	Type of Work	Work Description	Total in Millions
Bay	Genesee	I-475	Thread Creek to Flint River and 10 Structure Locations	Reconstruction	Road Reconstruction and Structure Work	\$150.4
Bay	Genesee	I-475 N	Bristol Road to Thread Creek and 17 Structures	Reconstruction	Road Reconstruction, Bridge Rehabilitation	\$119.6
Grand	Kent	M-37	from 92nd Street north to 76th Street	Additional lane(s) over 0.5 mile long	Reconstruction and Widening for a Boulevard	\$ 41.4
Grand	Kent	US-131	Martin Luther King Jr. Street over US-131	Bridge Replacement	Partial Full Replacement	\$ 48.8
Metro	Wayne	I-375	I-75 Interchange to Atwater Street	Concrete Reconstruction	Reconstructing I-375/I-75 interchange and I-375 as a new at-grade boulevard	\$357.8
Metro	Wayne	M-153	W. of Sheldon Rd. to W. of Lotz Rd.	Concrete Reconstruction	Reconstruction and widening of M-153 to a boulevard	\$ 47.5
North	Benzie	US-31	from Reynolds Road to Sullivan Road.	Reconstruction	Reconstruct and add center-left turn lane	\$ 32.1
Southwest	Berrien	I-94 W	from I-196 to 0.7 miles west of M-140	Three Course Asphalt Resurfacing	Repair Existing & Multiple Course HMA Overlay	\$ 39.9
Southwest	Berrien	M-139	from 0.44 miles south of I-94 to I-94 BL	Reconstruction	Reconstruction	\$ 29.9
Superior	Delta	US-2	from Rapid River to west of M-183.	Paver Placed Surface Seal	Micro cold milling and paver placed surface seal.	\$ 7.8
Superior	Marquette	M-35	from County Road 480 to US-41	Crush & Shape & Asphalt Resurfacing	Crush and Shape with 2 course HMA resurfacing	\$ 6.5
University	Monroe	I-75	Otter Creek to LaPlaisance Road	Concrete Reconstruction	Reconstruct, culvert replacement	\$ 88.8
University	Washtenaw	I-94	Parker to M-14	Milling & One Course Asphalt Overlay	Milling and single course overlay	\$ 13.0

FY 2025 Governor's Recommended Budget

Maintenance Highlights



Maintenance increased by \$20.6 million including:

- Maintenance Material Increase - \$12.8 million
- Increase in Highway Maint. Services - \$5.1 million

FY 2025 Governor's Recommended Budget

Other Budget Highlights



Design and Engineering Services increased by \$1.8 million
(net economic increase)

- Appropriation and fund shift realignment
- FTEs with associated funding realignment between line items



Other Design and Engineering Technical Changes:

- 26 FTE position transfers and associated funding from Design and Engineering Services – (\$4.4 million)



FY 2025 Governor's Recommended Budget

Other Budget Highlights



- Debt Service Payments decreased by \$3.0 million
- Interdepartmental Grants increased by \$467,100
- Increase of \$10.9 million for Employee Economics

FY 2025 Governor's Recommended Budget

Other Budget Highlights

- Recreational Marijuana excise tax - \$113.6 million
- One-Time Appropriations - \$185.99 million
 - One-Time General Funds - \$185.0 million
 - Federal Match & Priority Local Bridge Investments - \$150.0 million
 - MI Contracting Opportunity - \$5.0 million
 - Transit Innovation Grants - \$30.0 million
 - One-Time BWB Funds - \$990,000
 - BWB Equipment & Facilities



The image shows the Michigan State Capitol building, a large, ornate structure with a prominent dome and a tall spire. The building is rendered in a light, almost white color, contrasting with the dark blue background. The dome is the central focus, with the spire rising from its top. The building's facade features classical architectural elements like columns and arches.

QUESTIONS?

