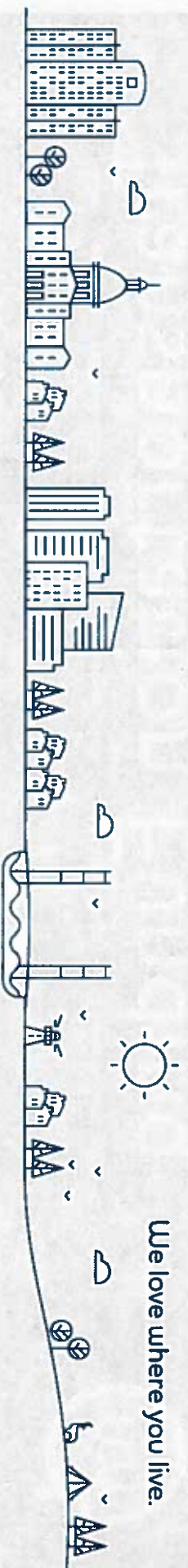




House Transportation Committee

John LaMacchia: Assistant Director, State & Federal Affairs





Transportation Funding

MDOT Estimates for Cities and Villages (531 Local Agencies)

- FY 19/20: \$563M
- FY 20/21: \$619M
- FY 21/22: \$658M

Includes Gas Tax, Registration Fees, Income Tax Revenue and Marijuana Tax Revenue

We love where you live.





Funding vs Financing

Funding:

- Gas Taxes, Registration Fees
- Property Taxes, Local Income Tax, Special Assessment

Financing

- Bonding, Infrastructure Bank

We love where you live.





Local Funding

Local Contributions

- 167 local millages generating more than \$70M in additional revenue
- Does not include General Fund contributions

Local Responsibility?

More Local Funding Options?

We love where you live.





Local Needs: Grosse Pointe

Miles Road

- Major: 3,583 miles
- Local: 14,840 miles
- Total: 18,423 miles

Current Funding Projections:

- FY 19/20: \$514,000
- FY 21/22: \$600,000

Local Millage: 2.5 mills = \$855,000 in FY 18

We love where you live.





Local Needs: Grosse Pointe

Current funding:

- Act 51 capital funding ave. \$100,000 / year (the rest of Act 51 funds are used for routine maintenance)
- \$855,000 2.5 mill dedicated to roads / year

Current needs if funded all at once:

- Federal Aid Eligible Streets: \$ 2,251,000
- Local Streets: \$10,370,000

We love where you live.





Local Needs: Grosse Pointe

Federal Aid Streets:

- \$375,000/yr for 10 years = 35% Good, 54% Fair, 11% poor
- Need \$275,000 more per year for federal aid roads.

Non-Fed Aid Streets:

- \$1,500,000/yr for 10 years = 35% Good, 53% Fair, 12% poor
- Need \$625,000 more per year for local roads

We love where you live.





What's Next

Need to agree on the scope of the problem

- \$2.5B?

Need to determine how we fund the problem

- Gas tax, existing revenue, other sources?

Need to determine the distribution of those funds

- Act 51 vs New Distribution?

We love where you live.



Michigan Municipal League



Questions?

We love where you live.



