

HOUSE REPUBLICAN TRANSPORTATION SOLUTIONS

Dedicating
General Fund
Dollars

\$700 M

Reprioritizing
Restricted
Funds

\$185 M

TOTAL
TRANSPORTATION
FUNDING SOLUTIONS

**\$1.05
BILLION**

Tax
Fairness

\$162 M

Ensuring
Quality
Work

REFORM /
EFFICIENCIES

TAX FAIRNESS:

- Eliminate the EITC = \$117m
- Fuel tax fairness = \$45m

Total: \$162m

REPRIORITIZING RESTRICTED FUNDS:

- Tobacco settlement from 21st Century Jobs Fund = \$75m
- Tribal gaming compact = \$60m
- Film subsidies = \$50m

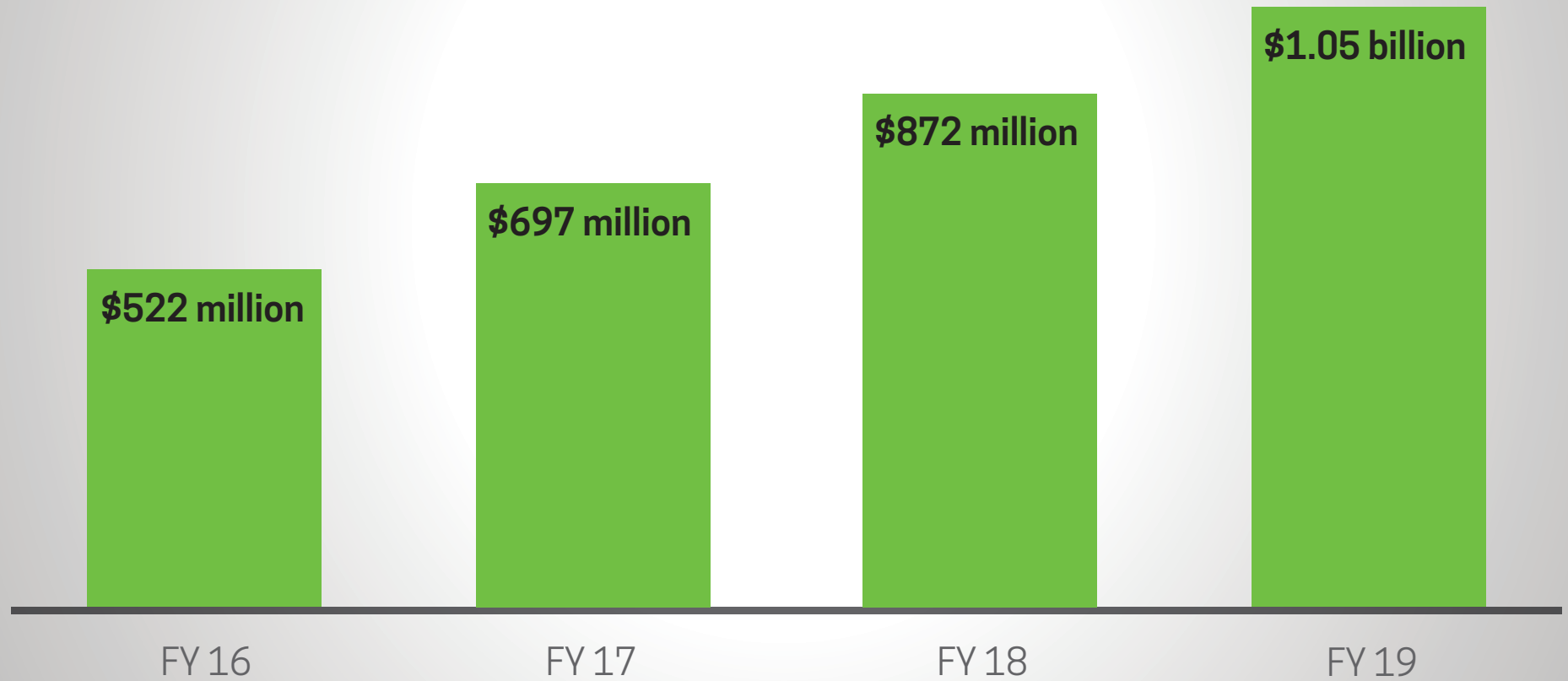
Total = \$185m

DEDICATING GENERAL FUND DOLLARS:

- Future growth
- Extra revenue from May CREC

Total = \$700m

ROAD FUNDING PHASE IN



REFORM/EFFICIENCIES:

- Require MDOT competitive bidding for projects over \$100,000
- Require local competitive bidding for projects over \$100,000
- Allow townships contributing >50% to require competitive bidding on projects over \$50,000
- Warranties

HOUSE REPUBLICAN TRANSPORTATION SOLUTIONS

Dedicating General Fund Dollars

*We must use more
General Fund dollars to
fix roads.*

- Dedicate as many General Fund dollars as possible.
- Phase in the dedication of growth:
 - 2016: \$350 million
 - 2017: \$525 million
 - 2018: \$700 million
 - 2019: \$700 million

\$700 M

Reprioritizing Restricted Funds

*The state collects
almost \$20 billion that
is restricted; a thorough
review of these dollars
is long overdue.*

- Redirecting the Tobacco Settlement Revenue going to 21st Century Jobs Funds to Roads = \$75 million.
- Prioritizing Tribal Gaming Compact Revenue for Roads = \$60 million.
- Repurposing Film Subsidies for Roads = \$50 million.

\$185 M

TOTAL TRANSPORTATION FUNDING SOLUTIONS

**\$1.05
BILLION**

Tax Fairness

*As electric, hybrid
and diesel vehicles
continue to become
more prevalent, fair fuel
taxes should be applied.*

- Creating fuel tax fairness (Electric/Hybrid & Diesel) = \$45 million for Roads.
- Eliminating the Earned Income Tax Credit = \$117 million for Roads.

\$162 M

Ensuring Quality Work

*The people want to
know their tax dollars
are being used wisely
and efficiently.*

- Allow townships to competitively bid.
- Require an RFP process for all projects over \$100,000 for MDOT.
- Require MDOT and local road agencies to secure warranties for projects over \$1 million.

**REFORM /
EFFICIENCIES**