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HOUSE FISCAL AGENCY

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HB4825 AS PASSED BY THE HOUSE

Sponsor
Committee

Rep. Scott Shackleton
HOUSE APPROPRIATIONS

Analyst(s) Hamilton, William

Completed 10/18/01

State Fiscal Impact

Cost None
Revenues Decrease

Local Fiscal Impact

Cost None
Revenues Increase

House Bill 4825 would amend PA 231 of 1987 to establish a funding floor for Transportation Economic Development Fund (TEDF) categories "C" and "D" of \$9.8 million each. This would presumably direct increased debt service from category "A", since "A" would be the only TEDF category without a statutory minimum. Categories "C" and "D" are considered "local" programs while category "A" is considered to be a "state" program.

In the proposed FY 2001-02 transportation budget, this treatment of Build Michigan III TEDF debt service would increase the amount allocated to categories "C" and "D" by \$1.75 million each from the amounts proposed in the Executive budget recommendation, and decrease funding for category "A" by \$3.5 million. This is effectively an increase in "local" revenue and a decrease in "state" revenue.

A more detailed analysis of this bill was made in a House Fiscal Agency memo to the House Committee on Appropriations dated July 9, 2001.