HOUSE PLAN TO BUILD BETTER MICHIGAN ROADS

A strong foundation to build consensus & improve roads

INCREASED EFFICIENCY
- Increase Competitive Bidding for local road agencies
- Require MDOT to competitively bid out administration of an entire service region
- Allow townships to require competitive bids for projects if the township contributes 50 percent or more to the cost
- Improve efficiency in MDOT procedures
- Include value engineering

IMPROVED QUALITY
- Require all projects over $5 million to have a minimum 5-year warranty
- Require all road work to have warranties of an appropriate length
- Authorize MDOT to enter into P3 agreements
- Begin use of innovative contracting methods like Performance Based Maintenance Contracting for state and local roads

INVEST CURRENT RESOURCES
- Unleaded – Repeal 19 cents per gallon, replace with 6% wholesale tax (revenue neutral at $3.55 per gallon)
- Dedicate late payment fees to road funding
- Permanently dedicate all available revenue from existing 6% sales tax collected on gas and diesel to roads (Preserve all money currently dedicated to schools and locals)
- Permanently dedicate 1% of existing 6% Use Tax revenue to roads

TOTAL MINIMUM INVESTMENT
2015 ≈ $450M
2018 ≈ $500M

IMPROVED FAIRNESS
- Diesel – Repeal 15 cents per gallon, replace with 6% wholesale tax (revenue shown at $4.00 per gallon)
- Simplify Vehicle Registration Code by ending special deals
- Apply newly purchased vehicle value immediately upon transferring plate
- Increase overweight/oversize permit fees to make them fairer for all road users

2015 Value
- $0
- $10M
- $130M
- $239M
- $47M
- $5M
- $20M
- $4.5M

2018 Value
- $450M
- $500M

TOTAL MINIMUM INVESTMENT
2015 ≈ $450M
2018 ≈ $500M