

LOCAL ROAD REVENUE SHARING POLICY

It was moved by Commissioner Kleinheksel and seconded by Commissioner Rybicki to approve the following Local Road Revenue Sharing Policy (LRRSP) for the Allegan County Road Commission, effective January 1, 2018.

The Allegan County Road Commission (ACRC) will provide funding for improvements to the local road system in Allegan County by sharing the increased general fund revenue from the State of Michigan distributed through the Michigan Transportation Fund. According to P.A. 179 of 2015, the State of Michigan will deposit the amounts listed below into the Michigan Transportation Fund (MTF) for distribution.

Beginning October 1, 2018 through September 30, 2019, \$150,000,000

Beginning October 1, 2019 through September 30, 2020, \$325,000,000

Beginning October 1, 2020 through September 30, 2021, \$600,000,000

Based on the distribution for the time frames listed above, the ACRC expects to receive additional revenue for calendar years 2018-2021 from the MTF. Revenue sharing with the townships in Allegan County will only happen when the general fund revenue from the State of Michigan is distributed through the MTF based on the formula in effect as of December 20, 2017.

Conditional upon the additional revenue from the State of Michigan deposited into the MTF according to P.A. 179 of 2015, the ACRC will provide up to the following maximum amounts based on a 1:1 cost share with the townships in Allegan County per calendar year.

2018 - \$10,000

2019 - \$20,000

2020 - \$40,000

2021 - \$50,000

Local road revenue sharing funds that aren't used within the calendar year will not be available for use in future years or available to any other township.

This policy will be reviewed annually by the ACRC to determine the availability for future years. If at any time the ACRC determines it is unable to fund the LRRSP, it will notify the townships of the decision and close or modify the program at the end of the current calendar year.

Eligible uses for the LRRSP are determined by the ACRC and are limited to preventative maintenance and capital improvements on the local road system. Eligible activities include:

- Crack seal
- Chip seal
- Fog seal
- Slurry Seal
- Micro-surface
- HMA surfacing/resurfacing
- Gravel resurfacing
- Reconstruction
- Culvert replacement
- Dust Control
- Brush and Tree Trimming beyond normal maintenance
- Guardrail installation or replacement

In addition to the eligible activities on the local road system. The LRRSP will allow for townships to use the matching funds to fulfill costs required for renovation, reconstruction and paved shoulders on the primary road system per the ACRC Local & Primary Road Policy.