



## State Infrastructure Bank

Annual Report - Fiscal Year 2022

The SIB was created under the National Highway System Designation Act of 1995 to provide loans to public and private entities for eligible transportation improvements. Administered by the Office of Economic Development (OED), the SIB complements traditional funding techniques and serves as a useful tool to meet urgent project financing demands, stretching federal, state, and local dollars. These loans allow eligible applicants to close financing gaps, expand project scopes, improve safety, avoid cost increases, and reduce construction period disruptions through project acceleration.

PA 166 of 2022 Section 313(3)

(1) From funds appropriated in part 1, the department may increase a state infrastructure bank program and grant or loan funds in accordance with regulations of the state infrastructure bank program of the United States Department of Transportation. The state infrastructure bank is to be administered by the department for the purpose of providing a revolving, self-sustaining resource for financing transportation infrastructure projects.

(2) In addition to funds provided in subsection (1), money received by the state as federal grants, repayment of state infrastructure bank loans, or other reimbursement or revenue received by the state as a result of projects funded by the program and interest earned on that money shall be deposited in the revolving state infrastructure bank fund and shall be available for transportation infrastructure projects. At the close of the fiscal year, any unencumbered funds remaining in the state infrastructure bank fund shall remain in the fund and be carried forward into the succeeding fiscal year. The department must obtain approval of both the house of representatives and the senate prior to increasing a state infrastructure bank program.

(3) The department shall submit a report to the state budget director, the house and senate appropriations subcommittees on transportation, and the house and senate fiscal agencies on the status of the state infrastructure bank. The report shall be submitted on or before December 1, 2022. The report shall include all of the following:

- (a) The balance in the state infrastructure bank at September 30, 2022, including a breakdown of the balance by cash and cash equivalents, outstanding loans, and balance available for loan to local agencies.
- (b) A breakdown of the state infrastructure loan balance by amounts designated as originating from federal sources and the amounts originating from nonfederal sources.
- (c) A list of outstanding loans by agency, original loan amount, project description, loan term, and amount outstanding.

In response to (a) and (b), the following reflects the activities of the SIB as of September 30, 2022:

	<b>Outstanding Balances</b>	<b>Cash/Cash Equivalent</b>	<b>Available to Loan to Local Agencies</b>
<b>SIB Fund Balance</b>	\$7,587,652.66	\$17,678,352.42	\$17,568,852.42

In response to (c), included is a complete listing of outstanding loans by agency, original loan amount, project description, loan term, and amount outstanding.

For further information on the SIB, please contact Michael B. Kapp, Administrator, Office of Economic Development, at (517) 335-1069.

**Michigan Department of Transportation  
State Infrastructure Active Bank Loans  
PA 166 of 2022 313(3)**

<b>Lessee</b>	<b>Original Loan Amount</b>	<b>County</b>	<b>Year of Loan Origination</b>	<b>Project Description</b>	<b>Loan Term</b>	<b>Interest Rate</b>	<b>Number of Payments</b>	<b>Frequency of Payments</b>	<b>FY22 Amount Outstanding</b>
City of Flint	\$2,241,000.00	Genesee	2008	Reconstruct 3rd Avenue (University Avenue) from MLK (Saginaw Street) to Flint River	20 years	0.50%	20	year	\$699,390.91
Macomb County Department of Roads	\$472,500.00	Macomb	2013	Pave 34 Mile Road between Campground and Fisher Roads	10 years	3.00%	12	year	\$139,847.29
City of Lansing	\$1,972,600.00	Ingham	2014	1) Allen Street at-grade railroad crossing; 2) Jolly Road resurface; 3) South Lansing pathway; and 4) Moores River Drive pathway	10 years	3.00%	10	year	\$335,899.91
City of Luna Pier	\$408,297.67	Monroe	2015	Luna Pier Road streetscape	15 years	3.00%	15	year	\$238,832.92
Gogebic County Road Commission	\$3,431,500.00	Gogebic	2016	Lake Road emergency relief for 2016 flood damage	10 years	1.00%	10	year	\$350,053.06
Village of Breedsville	\$250,000.00	Van Buren	2016	Pine Street bridge replacement	20 years	1.00%	20	year	\$180,730.85
Village of Walkerville	\$59,000.00	Oceana	2016	Main Street reconstruction from Leavitt to Hamon (175th) Street	15 years	2.50%	15	year	\$41,534.17
City of St. Ignace	\$175,000.00	Mackinac	2017	Replacement of watermain in conjunction with reconstruction of I-75 Business Loop.	15 years	2.50%	15	year	\$43,142.37
Macomb County Department of Roads	\$400,000.00	Macomb	2017	Construct exit ramp from M-53 to 33 Mile Road and roundabout at 33 Mile and McKay	10 years	2.50%	10	year	\$250,648.78
Village of Lakeview	\$200,000.00	Montcalm	2017	Extension of 10th Street, including new roadway, curb and gutter, additional storm sewer, and storm water retention basin.	8 years	2.50%	8	year	\$79,650.68
City of Hancock	\$756,136.00	Houghton	2019	June 2018 flood damage	5 years	0.00%	5	year	\$378,068.00
City of Houghton	\$1,300,000.00	Houghton	2019	June 2018 flood damage	5 years	0.00%	5	year	\$650,000.00
Baraga County Road Commission	\$1,396,830.00	Baraga	2020	June 2018 flood damage	5 years	0.00%	5	year	\$838,098.00
Saginaw Transit Authority Regional Services	\$400,000.00	Saginaw	2020	Transit Management Software Replacement	5 years	3.50%	5	year	\$249,391.72
Village of Lake Linden	\$1,077,955.00	Houghton	2020	June 2018 flood damage	5 years	0.00%	5	year	\$862,364.00
Midland County Road Commission	\$2,000,000.00	Midland	2021	May 2020 Flood Damage	5 years	0.00%	5	year	\$1,600,000.00
City of Bangor	\$650,000.00	Van Buren	2022	Road and bridge improvements	10 years	3.25%	10	year	\$650,000.00

**Total Outstanding Loans: 17 TOTAL OUTSTANDING: \$7,587,652.66**