



STATE OF MICHIGAN  
DEPARTMENT OF TRANSPORTATION  
LANSING

GRETCHEN WHITMER  
GOVERNOR

PAUL C. AJEGBA  
DIRECTOR

June 7, 2022

To: Michigan Local Road Agencies

Subject: Fiscal Year 2023 Federal Aid Buyout Program Call for Exchanges

The Michigan Department of Transportation (MDOT) is issuing a Call for Exchanges as part of the Federal Aid Buyout Program based on Public Act (PA) 49 of 2022.

The Federal Aid Buyout Program is a voluntary program which allows local agencies eligible to receive federal aid transportation funds under the Surface Transportation Block Grant Program (STBG) to exchange those federal funds with MDOT for state transportation dollars. The purpose of the Federal Aid Buyout Program is to allow flexibility and enable the most efficient use of federal highway aid and other transportation dollars.

State money will be exchanged at a rate of 90 cents per dollar of qualifying federal funding as programmed for the project being exchanged in the federally approved State Transportation Improvement Program at the point in time when the exchange is awarded. The maximum amount of an exchange is \$2,500,000 per project. Exchanges will be honored in the order they are received until the minimum program amount is reached which is \$25,000,000 for Fiscal Year 2023. Please see details of the program in the Federal Aid Buyout Program Guidelines.

Exchange requests must be e-mailed to [MDOT-FederalAidBuyout@michigan.gov](mailto:MDOT-FederalAidBuyout@michigan.gov). The attached form # 2926 must be completed, signed, and attached to the exchange request e-mail. A separate form and e-mail must be submitted for each project that a local agency wishes to exchange. The call for exchanges will start on June 21, 2022, at 10:00 am **Eastern Time** (ET). Exchange requests submitted before that time will not be considered. The call will close on June 30, 2022, at 5:00 pm (ET). The received timestamp on the e-mail will identify the order received. There will be an auto generated e-mail sent to the submitter to confirm receipt of the exchange request. MDOT will publish an exchange request received list on the MDOT Local Agencies Program website for review to allow an agency to dispute the list. Local agencies will have seven calendar days from the date that the received list is posted to submit proof that they sent an e-mail which was not received by MDOT. MDOT will require seven calendar days to review the discrepancy. Once any disputes are settled a final list will be published.

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If you have any questions, please send them via e-mail to [MDOT-FederalAidBuyout@michigan.gov](mailto:MDOT-FederalAidBuyout@michigan.gov), or call Don Mayle at 517-243-8589.

Sincerely,

A handwritten signature in cursive script, appearing to read "Don Mayle".

Don Mayle  
Manager  
Statewide Planning Section

Enclosures

cc: Craig B. Newell, MDOT  
Denise Donahue, CRA  
John LaMacchia III, MML  
Steve Stepek, MTPA