

Michigan Department of Transportation
 Schedule of Expenditures of Federal Awards
 Fiscal Year Ended September 30, 2010

Grantor Agency/ Assistance Program Title	Federal	CFDA* Program Number	Pass Through Entity	Pass- Through Entity Identification Number	Directly Expended by Department	Distributed to Subrecipients	Total Expended and Distributed
<u>U.S. Department of Transportation</u>							
Highway Planning and Construction Cluster							
Direct Programs:							
Highway Planning and Construction - ARRA		20.205			523,878	7,905	531,782
Highway Planning and Construction (Notes 1 and 2)		20.205			780,554	40,640	821,194
Total Highway Planning and Construction Cluster					1,304,431	48,545	1,352,976
Federal Transit Cluster							
Direct Programs:							
Federal Transit: Capital Investment Grants		20.500			694	10,779	11,473
Federal Transit: Formula Grants - ARRA		20.507				208	208
Total Federal Transit Cluster					694	10,987	11,680
Transit Services Programs Cluster							
Direct Programs:							
Capital Assistance Program for Elderly Persons and Persons with Disabilities		20.513				3,678	3,678
Job Access - Reverse Commute Program		20.516				2,002	2,002
New Freedom Program		20.521				929	929
Total Transit Services Programs Cluster						6,608	6,608
Direct Programs:							
Airport Improvement Program - ARRA		20.106			1		1
Airport Improvement Program (Note 3)		20.106			33,907	37	33,944
High Speed Ground Transportation: Next Generation High Speed Rail Program		20.312			693		693
High-Speed Rail Corridors and Intercity Passenger Rail Service - Capital Assistance Grants - ARRA		20.319				20	20
Metropolitan Transportation Planning		20.505				2,528	2,528
Formula Grants for Other Than Urbanized Areas - ARRA		20.509			56	12,109	12,165
Formula Grants for Other Than Urbanized Areas		20.509			1,795	16,869	18,664
State Planning and Research		20.515			28	323	351
Paul S. Sarbanes Transit in the Parks		20.520				121	121
Total Direct Programs					36,480	32,006	68,486
Total U.S. Department of Transportation					1,341,605	98,146	1,439,751
U.S. Department of Commerce							
Direct Program:							
Geodetic Surveys and Services		11.400					
Total U.S. Department of Commerce							
U.S. Department of Homeland Security							
Direct Program:							
Port Security Grant Program		97.056			602		602
Total U.S. Department of Homeland Security					602		602
Total Expenditures of Federal Awards					1,342,206	98,146	1,440,352

*CFDA is defined as Catalog of Federal Domestic Assistance.

Michigan Department of Transportation
Schedule of Expenditures of Federal Awards
Fiscal Year Ended September 30, 2009
(in Thousands)

Grantor Agency/ Federal Assistance Program Title (1)	CFDA* Program Number (2)	Pass Through Entity (3)	Pass- Through Entity Identification Number (4)	Directly Expended by Department 2009 (5)	Distributed To Sub-Recipients 2009 (6)	Total Expended and Distributed 2009 (7)
Federal Highway Administration:						
Highway Planning and Construction - ARRA	20.205			122,578	2,350	124,928
Highway Planning and Construction	20.205			1,053,578	44,267	1,097,845
Total Federal Highway Administration				1,176,156	46,617	1,222,773
National Oceanic & Atmospheric Admin.:						
Geodetic Surveys and Services	11.400			59	-	59
Total National Oceanic & Atmospheric Admin.				59	-	59
Department of Homeland Security:						
State Domestic Preparedness Equipment Support Program	97.004			1,538	-	1,538
Total Department of Homeland Security				1,538	-	1,538
Federal Aviation Administration:						
Airport Improvement Program - ARRA	20.106			2,441	-	2,441
Airport Improvement Program	20.106			85,401	-	85,401
Total Federal Aviation Administration				87,841	-	87,841
Federal Railroad Administration:						
Next Generation High Speed Rail Program	20.312			871	-	871
Total Federal Railroad Administration				871	-	871
Federal Transit Administration:						
Section 5309 - Capital Investment Grants	20.500			29	6,955	6,984
Section 5311 - Formula Grants for Other Than Urbanized Areas/Operating	20.509			843	1,676	2,519
Section 5311 - Formula Grants for Other Than Urbanized Areas/Capital - ARRA	20.509			-	68	68
Section 5311 - Formula Grants for Other Than Urbanized Areas/Capital	20.509			909	13,580	14,489
Section 5303 - Metropolitan Planning Grants	20.505			-	2,579	2,579
Section 5310 - Elderly and Persons with Disabilities Program	20.513			-	5,775	5,775
Sections 5313(b) and 5304 - State Planning and Research Program	20.515			141	403	544
Section 5316 - Job Access and Reverse Commute Program	20.516			3	1,844	1,848
Section 5317 - New Freedom Program	20.521			-	725	725
Total Federal Transit Administration				1,925	33,606	35,531
DEPARTMENT TOTAL				1,268,390	80,223	1,348,613

MICHIGAN DEPARTMENT OF TRANSPORTATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEARS ENDED SEPTEMBER 30, 2010 AND 2009

1. MDOT refinanced the outstanding GARVEE Notes into long-term State Trunkline Fund (STF) funded bonds. The debt service on the original GARVEE Notes was to be paid with the conversion of Advanced Construction (A/C) projects. As a result a large balance of GARVEE A/C projects existed which would not be needed for debt service. MDOT converted these projects earlier than scheduled and receipted in the federal revenue. This \$3,652,798 and \$4,691 of revenue was recorded as STF revenue during fiscal year 2010 and 2009, respectively. No expenditures in MAIN related to this conversion are reflected in the Federal funds so a reconciling item is necessary for the Schedule of Expenditures of Federal Awards (SEFA).

2. The State Infrastructure Bank (SIB) program was enacted by the U.S. Congress in 1995 as part of the U.S. Department of Transportation's continuing effort to increase infrastructure investment in the transportation sector. A SIB is an investment fund at the state or multi-state level with the ability to make loans to public and private entities to carry out highway construction or transit capital projects. The Federal Highway Administration (FHWA) deposited a percentage of funds apportioned to the State of Michigan in fiscal years 1998 – 2005 in an MDOT account strictly used for SIB activity. A state match equal to 25% of the federal deposit was required. These monies along with interest earnings are to remain in the SIB account and be used for purposes included in the cooperative agreement between the FHWA, Federal Transit Administration (FTA) and MDOT. At the end of fiscal years 2010 and 2009, the total amount of federal, state and interest earnings equal \$22,490,007 and \$22,193,206, respectively.

Five loans were granted in fiscal year 2010 totaling \$3,935,244. Four loans were granted in fiscal year 2009 totaling \$2,825,320.

3. Federal expenditures to primary airports in the amounts \$75,081,137 and \$81,032,597 for fiscal years 2010 and 2009, respectively, are not included in the SEFA report under the Airport Improvement Program (CFDA 20.106). MDOT is channeling the Federal Aviation Administration (FAA) funds to the primary airports, per P.A. 345 of 1945. The FAA determined that MDOT has no oversight responsibility for grants to primary airports. Primary airport expenditures will not be reported in the SEFA because compliance with federal regulations is the responsibility of the primary airport and not MDOT. Primary airports had expenditures of American Recovery and Reinvestment Act (ARRA) grants totaling \$15,730,828 and \$10,205,079 for fiscal years 2010 and 2009, respectively.