



STATE OF MICHIGAN  
DEPARTMENT OF TRANSPORTATION  
LANSING

JENNIFER M. GRANHOLM  
GOVERNOR

KIRK T. STEUDLE  
DIRECTOR

June 23, 2009

The Honorable Bill Hardiman, Chair  
Senate Appropriations Subcommittee  
on Transportation  
P.O. Box 30036  
Lansing, Michigan 48909

The Honorable Lee Gonzales, Chair  
House Appropriations Subcommittee  
on Transportation  
P.O. Box 30014  
Lansing, Michigan 48909

Dear Senator Hardiman and Representative Gonzales:

We are pleased to present you with a summary of Michigan's FY 2009 federal funds and the proposed distribution to state and local programs. The Federal Highway Administration released obligation authority for the FY 2009 Transportation Program. Therefore, we are submitting this letter and enclosures to you in compliance with Section 401 of Public Act 275 of 2008. Section 401 requires the Michigan Department of Transportation to notify local agency representatives, the Senate and House Appropriations Subcommittees on Transportation, Senate and House Fiscal Agencies, and the State Budget Director regarding the federal amounts, categories authorized, and the department's recommendation for distribution of these funds.

As in the past, we have sought input from the Michigan Municipal League and the County Road Association of Michigan to develop the distribution of the local share of the funds. Local agencies have already been notified of their approximate level of funding and were encouraged to continue their programs without delay.

Michigan's FY 2009 apportionments from the Federal-Aid Highway Program and the American Recovery and Reinvestment Act total \$1.9 billion. Details of federal funding and our recommended distribution for FY 2009 are shown in the enclosed.

Thank you for this opportunity to share our recommended distribution of FY 2009 Michigan federal-aid to highways. We are looking forward to working closely with our federal and local partners to provide the citizens of Michigan with another successful highway program. If you have any questions regarding the FY 2009 program, please call either me or Susan P. Mortel, Director, Bureau of Transportation Planning, at (517) 373-0343.

Sincerely,

Kirk T. Steudle  
Director

Enclosures

BTP:STPD:EM:fg

cc: Senate & House Fiscal Agencies  
Bob Emerson, State Budget Office

**Summary of FY 2009 Total Federal-Aid Apportionments and Obligation Authority  
by Federal-Aid Category**

<b>Program</b>	<b>Fiscal 2009 Apportionments</b>	<b>Obligation Authority <sup>(1)</sup></b>
Interstate Maintenance (IM)	\$164,490,888	NA
National Highway System (NHS)	\$205,850,685	NA
Surface Transportation Program (STP)	\$261,374,977	NA
Equity Bonus (EB)	\$63,158,327	\$63,158,327
Bridge (BR)	\$122,357,225	NA
Congestion Mitigation & Air Quality (CMAQ)	\$71,639,203	NA
State Planning & Research (SPR)	\$18,998,550	NA
Metropolitan Planning (PL)	\$9,931,760	NA
Recreational Trails (RT)	\$3,907,866	NA
Highway Safety Improvement Program (HSIP)	\$42,057,614	NA
Coordinated Border Infrastructure Program (CBIP)	\$28,298,156	NA
Safe Routes to Schools (SRS)	\$5,992,442	NA
Rail Highway Safety (RHS)	\$7,522,228	NA
Federal Earmarks	\$81,564,480	76,450,357
American Recovery and Reinvestment Act (ARRA)	\$847,204,834	\$847,204,834
<b>Total<sup>(2)</sup></b>	<b>\$1,934,349,235</b>	<b>\$1,865,925,832</b>

(1) Except for High Priority Projects and some Minimum Guarantee funds, the obligation limit applies to the total, not to individual federal-aid categories. The assignment of obligation authority by associated apportionment is made primarily to determine the total to be made available to MDOT and local programs.

(2) The total does not include mid-year allocations and apportionments.

**Summary of FY 2009 MDOT Federal-Aid Apportionments and Obligation Authority  
by Federal-Aid Category**

<b>Program</b>	<b>Fiscal 2009 Apportionments</b>	<b>Obligation Authority <sup>(1)</sup></b>
Interstate Maintenance (IM)	\$164,490,888	NA
National Highway System (NHS)	\$205,850,685	NA
Surface Transportation Program (STP)	\$113,302,707	NA
Equity Bonus (EB)	\$43,263,454	\$43,263,454
Bridge (BR)	\$104,003,641	NA
Congestion Mitigation & Air Quality (CMAQ) <sup>(2)</sup>	\$35,819,601	NA
State Planning & Research (SPR)	\$18,998,550	NA
Recreational Trails (RT)	\$3,907,866	NA
Highway Safety Improvement Program (HSIP)	\$26,979,273	NA
Coordinated Border Infrastructure Program (CBIP)	\$28,298,156	NA
Rail Highway Safety (RHS)	\$3,761,114	NA
Federal Earmarks	\$42,364,800	\$39,668,910
American Recovery and Reinvestment Act (ARRA)	\$629,049,589	\$629,049,589
<b>Total<sup>(3)</sup></b>	<b>\$1,420,090,324</b>	<b>\$1,368,862,056</b>

(1) Except for High Priority Projects and some Minimum Guarantee funds, the obligation limit applies to the MDOT program as a whole, not individual federal-aid categories. The assignment of obligation authority by associated apportionment is made primarily to determine the total to be made available to MDOT and local programs. MDOT obligation authority is not exactly 75 percent of the total because some programs are independent of the mandatory 75/25 calculation. The actual percentage will vary from year to year.

(2) This amount is initially estimated at 50 percent of apportionments.

(3) The total does not include mid-year allocations and apportionments, which are outside the 75/25 calculation. In addition, the total does not reflect local agency federal-aid-buyout agreements.

**Summary of FY 2009 Local Federal-Aid Apportionment and Obligation Authority by Program**

<b>Program</b>	<b>Fiscal 2009 Apportionments</b>	<b>Obligation Authority<sup>(1)</sup></b>
TMA Program (STP)	\$80,437,339	NA
Small MPO Program (STP)	\$19,136,419	NA
Small Urban Program (STP)	\$8,380,449	NA
Rural (STP)	\$25,390,010	NA
SPA & LTAP <sup>(2)</sup> (STP)	\$1,317,148	NA
TEDF Category C (EB)	\$9,473,749	\$9,473,749
TEDF Category D (EB)	\$10,421,124	\$10,421,124
Bridge Program	\$18,353,584	NA
Metropolitan Planning (PL)	\$9,931,760	NA
Safety (HSIP)	\$15,078,341	NA
Safe Routes to Schools (SRS)	\$5,992,442	NA
Rail Highway Crossing (RHS)	\$3,761,114	NA
CMAQ <sup>(3)</sup>	\$35,819,602	NA
Enhancement (STP) <sup>(3)</sup>	\$13,410,905	NA
Federal Earmarks	\$39,199,680	\$36,781,447
American Recovery and Reinvestment Act (ARRA)	\$218,155,245	\$218,155,245
<b>Total<sup>(4)</sup></b>	<b>\$514,258,911</b>	<b>\$496,663,774</b>

(1) These amounts are based on a proportional share of the applicable obligation ceilings. Except for High Priority Projects and the TEDF programs, the obligation limit applies to the local programs as a group, not individually. Local agencies are encouraged to base their programs on apportionments and submit projects early in the fiscal year to ensure that obligation authority is still available. The assignment of obligation authority by associated apportionment is made primarily to determine the total to be made available to MDOT and local programs. Local obligation authority is not exactly 25 percent of the total because some programs are independent of the mandatory 75/25 calculation. The actual percentage will vary from year to year.

(2) SPA is the State Park Access Program, which receives \$500,000 annually. LTAP is the Local Technical Assistance Program.

(3) This amount is initially estimated at 50 percent of apportionments.

(4) The total does not include mid-year allocations and apportionments, which are outside the 75/25 calculation. In addition, the total does not reflect local agency federal-aid-buyout agreements.