Michigan Department of Transportation
Schedule of Expenditures of Federal Awards
Fiscal Year Ended September 30, 2008

Grantor Agency/ Assistance Program Title	Federal	CFDA* Program Number	Pass Through Entity	Pass-Through Entity Identification Number	Directly Expended by Department 2008	Distributed To Sub-Recipients 2008	Total Expended and Distributed 2008
(1)		(2)	(3)	(4)	(5)	(6)	(7)
Federal Highway Administration:							
Highway Planning and Construction		20.205			1,003,730	40,191	1,043,921
Total Federal Highway Administration					1,003,730	40,191	1,043,921
Federal Motor Carrier Safety Administration:							
National Motor Carrier Safety		20.218	St Police	97-0066	0	0	0
Total Federal Motor Carrier Safety Administration					0	0	0
Federal Aviation Administration:							
Airport Improvement Program		20.106			86,051	0	86,051
Total Federal Aviation Administration					86,051	0	86,051
Federal Railroad Administration:							
Next Generation High Speed Rail Program		20.312			22	0	22
Total Federal Railroad Administration					22	0	22
Federal Transit Administration:							
Section 5309 - Capital Investment Grants		20.500			6	10,564	10,570
Section 5311 - Formula Grants for Other Than Urbanized Areas/Operating		20.509			823	13,055	13,878
Section 5311 - Formula Grants for Other Than Urbanized Areas/Capital		20.509			834	2,692	3,526
Section 5303 - Metropolitan Planning Grants		20.505			0	1,907	1,907
Section 5307 - Urbanized Area Formula Program		20.507			427	0	427
Section 5310 - Elderly and Persons with Disabilities Program		20.513			32	1,823	1,854
Sections 5313(b) and 5304 - State Planning and Research Program		20.515			21	331	353
Section 5316 - Job Access and Reverse Commute Program		20.516			19	1,359	1,378
Section 5317 - New Freedom Program		20.521			0	0	0
Total Federal Transit Administration					2,162	31,731	33,893
DEPARTMENT TOTAL					1,091,964	71,922	1,163,887

Michigan Department of Transportation
Schedule of Expenditures of Federal Awards
Fiscal Year Ended September 30, 2007
(In Thousands)

Grantor Agency/ Assistance Program Title	Federal	CFDA* Program Number	Pass Through Entity	Pass-Through Entity Identification Number	Directly Expended by Department 2007	Distributed To Sub-Recipients 2007	Total Expended and Distributed 2007
Federal Highway Administration:							
Highway Planning and Construction		20.205			$ 1,054,915	$ 41,022	$ 1,095,937
Total Federal Highway Administration					$ 1,054,915	$ 41,022	$ 1,095,937
Federal Motor Carrier Safety Administration:							
National Motor Carrier Safety		20.218	St Police	97-0066	$ -	$ -	$ -
Total Federal Motor Carrier Safety Administration					$ -	$ -	$ -
Federal Aviation Administration:							
Airport Improvement Program		20.106			$ 41,761	$ -	$ 41,761
Total Federal Aviation Administration					$ 41,761	$ -	$ 41,761
Federal Railroad Administration:							
Next Generation High Speed Rail Program		20.312			$ 87	$ -	$ 87
Total Federal Railroad Administration					$ 87	$ -	$ 87
Federal Transit Administration:							
Section 5309 - Capital Investment Grants		20.500			$ -	$ 3,916	$ 3,916
Section 5311 - Public Transportation for Non-Urbanized Areas/Operating		20.509			460	14,965	15,424
Section 5311 - Public Transportation for Non-Urbanized Areas/Capital		20.509			637	1,434	2,071
Section 5303 - Metropolitan Planning Grants		20.505			-	2,174	2,174
Section 5307 - Urbanized Area Formula Program		20.507			1,340	-	1,340
Section 5310 - Elderly and Persons with Disabilities Program		20.513			-	2,950	2,950
Sections 5313(b) and 5304 - State Planning and Research Program		20.515			1	191	193
Section 5314 - Transit Planning and Research Program		20.514			-	-	-
Section 3037 - Job Access and Reverse Commute Program		20.516			-	398	398
Total Federal Transit Administration					$ 2,438	$ 26,029	$ 28,466
DEPARTMENT TOTAL					$ 1,099,201	$ 67,051	$ 1,166,251

MICHIGAN DEPARTMENT OF TRANSPORTATION
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FISCAL YEARS ENDED SEPTEMBER 30, 2007 AND 2008

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. During FY07, MDOT converted these projects earlier than scheduled and receipted in the federal revenue. This $250.1M of revenue was recorded as STF revenue. 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 2007 and 2008, the total amount of federal, state and interest earnings equal $21,133,163.41 and $21,773,466.53, respectively.

   One loan was granted in fiscal year 2007 totaling $900,000. Four loans were granted in fiscal year 2008 totaling $4,622,000.

3. Federal expenditures for Wayne County Airport Authority (WCAA) in the amounts of $73.7 million and $25.6 million for fiscal years 2007 and 2008, 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 WCAA, per Public Act 345 of 1945. The FAA determined that MDOT has no oversight responsibility for grants to primary airports. The FAA and Office of Inspector General agreed with MDOT and WCAA expenditures will not be reported in the SEFA due to WCAA administering its own contracting functions directly. The remaining primary airports are included in the directly expended amounts due to MDOT administering the contracting responsibilities for these projects.