

Suburban Mobility Authority for Regional Transportation

**Financial Report
with Supplemental Information
June 30, 2010**

Suburban Mobility Authority for Regional Transportation

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Independent Auditor's Report

To the Board of Directors
Suburban Mobility Authority
for Regional Transportation

We have audited the accompanying financial statements of the business-type activities and each proprietary fund of the Suburban Mobility Authority for Regional Transportation (the "Authority" or SMART) as of and for the years ended June 30, 2010 and 2009, which comprise the Authority's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the business-type activities and each proprietary fund of the Suburban Mobility Authority for Regional Transportation as of June 30, 2010 and 2009 and the respective changes in financial position and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis, as identified in the table of contents, is not a required part of the basic financial statements but is supplemental information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it.

To the Board of Directors
Suburban Mobility Authority
for Regional Transportation

Our audits were conducted for the purpose of forming opinions on the financial statements that collectively comprise the Suburban Mobility Authority for Regional Transportation's basic financial statements. The accompanying other supplemental information, as identified in the table of contents, is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The other supplemental information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 10, 2010 on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audits.

Plante & Moran, PLLC

November 10, 2010

Management's Discussion and Analysis

Suburban Mobility Authority for Regional Transportation

Management's Discussion and Analysis

Overview of the Financial Statements and Financial Analysis

The following discussion and analysis has been prepared by SMART's management and should be read in conjunction with the financial statements and related footnote disclosures. The discussion is intended to present an overview of SMART's financial performance for the years ended June 30, 2010 and 2009 and does not purport to make any statement regarding the future operations of the organization. While SMART is an instrumentality of the State of Michigan, it is not a component of the State as defined by the Governmental Accounting Standards Board (GASB).

The annual financial report consists principally of the statement of net assets, the statement of revenue, expenses, and changes in net assets, and the statement of cash flows, prepared in accordance with GASB principles.

Financial Highlights

- Fare revenue is up approximately \$932,000 due to a 33 percent increase in fares implemented in December 2009.
- Operating expenses before depreciation of \$104.0 million have remained relatively stable as cost-containment initiatives implemented in fiscal year 2009 and 2010 continue to keep expenses down.
- Current assets had a net increase of \$4.3 million, largely due to an increased cash balance, which was offset by reduced grants receivable balance from a planned reduction in federal preventive maintenance assistance.
- Current liabilities increased by \$3.9 million, largely due to a board-directed payment of the unfunded portion of the annual required contribution (ARC) of the liability for other post employment benefits (OPEB) which was paid subsequent to year end.
- Net assets increased by \$7.1 million due to an increase in current assets driven primarily by an increased cash balance and lower debt obligations as fleet loans are reaching maturity.

Suburban Mobility Authority for Regional Transportation

Management's Discussion and Analysis (Continued)

Statement of Net Assets

A summarization of SMART's assets, liabilities, and net assets at June 30, 2010, 2009, and 2008 follows (in millions):

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Assets			
Current assets	\$ 49.0	\$ 44.8	\$ 53.4
Noncurrent assets	<u>76.9</u>	<u>79.6</u>	<u>85.2</u>
Total assets	<u>\$ 125.9</u>	<u>\$ 124.4</u>	<u>\$ 138.6</u>
Liabilities			
Current liabilities	\$ 36.9	\$ 33.0	\$ 42.5
Noncurrent liabilities	<u>18.4</u>	<u>27.9</u>	<u>29.9</u>
Total liabilities	<u>\$ 55.3</u>	<u>\$ 60.9</u>	<u>\$ 72.4</u>
Net Assets			
Invested in capital assets	\$ 58.6	\$ 50.7	\$ 46.4
Unrestricted	<u>12.0</u>	<u>12.8</u>	<u>19.8</u>
Total net assets	<u>\$ 70.6</u>	<u>\$ 63.5</u>	<u>\$ 66.2</u>

SMART's current assets had a net increase of \$4.3 million, largely due to an increased cash balance, which was offset by reduced grants receivable balance from a planned reduction in federal preventive maintenance assistance.

SMART's current liabilities increased by \$3.9 million, primarily due to a board-directed payment of the unfunded portion of the annual required contribution (ARC) of the liability for other postemployment benefits (OPEB) which was paid subsequent to year end.

Amounts invested in capital assets (net of related debt) increased 15.6 percent from a year ago - increasing from \$50.7 million to \$58.6 million. In contrast, last year's increase was only 9.3 percent. The current year increase is due primarily to lower debt obligations as fleet loans are reaching maturity.

Suburban Mobility Authority for Regional Transportation

Management's Discussion and Analysis (Continued)

Unrestricted net assets, which is the part of net assets that can be used to finance day-to-day operations, has decreased by \$0.8 million. This represents a decrease of 6.3 percent. The current level of unrestricted net assets for SMART's operations stands at \$12.0 million, or about 11.5 percent of operating expenses before depreciation.

Statement of Revenue, Expenses, and Changes in Net Assets

The following table is a summary of SMART's revenue, expenses, and changes in net assets for the years ended June 30, 2010, 2009, and 2008 (in millions):

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Operating revenue	\$ 13.8	\$ 12.6	\$ 11.9
Operating expenses before depreciation	<u>103.9</u>	<u>106.3</u>	<u>110.5</u>
Operating loss before depreciation	(90.1)	(93.7)	(98.6)
Depreciation expense	<u>13.0</u>	<u>12.1</u>	<u>12.7</u>
Total operating loss	(103.1)	(105.8)	(111.3)
Nonoperating revenue (net of related expenses)	<u>99.6</u>	<u>96.7</u>	<u>105.6</u>
Net loss before capital contributions	(3.5)	(9.1)	(5.7)
Capital contributions	<u>10.6</u>	<u>6.4</u>	<u>6.4</u>
Net gain (loss)	7.1	(2.7)	0.7
Net assets - Beginning of year	<u>63.5</u>	<u>66.2</u>	<u>65.5</u>
Net assets - End of year	<u><u>\$ 70.6</u></u>	<u><u>\$ 63.5</u></u>	<u><u>\$ 66.2</u></u>

SMART's operating revenue increased by approximately \$1.2 million, largely attributable to increased fares, while nonoperating revenue (net of related expenses) increased \$2.9 million due to a planned increase in draws against federal source funding, unused and now available for future fiscal periods. Total revenue when combined (net of related nonoperating expenses) is up \$4.1 million, or an increase of 3.8 percent, from prior year.

Operating expenses (before depreciation) decreased \$2.3 million during the year. Substantially, the reduction can be traced to cost containment efforts throughout the year.

Suburban Mobility Authority for Regional Transportation

Management's Discussion and Analysis (Continued)

Using this Annual Report

This annual financial report consists of a series of financial statements. The statement of net assets and the statement of revenue, expenses, and changes in net assets provide information about the activities of SMART as a whole and present a longer-term view of the Authority's finances. This longer-term view uses the accrual basis of accounting so that it can measure the cost of providing services during the current year, and whether the cost of providing the Authority's services has been fully funded.

Contacting SMART's Financial Management

This financial report is designed to provide our customers, taxpayers, and other interested parties with a general overview of the finances of the Suburban Mobility Authority for Regional Transportation and to demonstrate SMART's accountability for the money it receives. If you have questions about this report or need additional information, contact SMART at the Buhl Building, 535 Griswold Street, Suite 600, Detroit, Michigan 48226.

Suburban Mobility Authority for Regional Transportation

Statement of Net Assets

	June 30	
	2010	2009
Assets		
Current assets:		
Cash and cash equivalents (Note 4)	\$ 38,226,334	\$ 23,079,852
Grants receivable (Note 5)	5,785,804	15,118,531
Local contributions receivable (Note 2)	2,228,484	2,646,938
Other receivables	431,482	1,268,460
Materials and supplies inventories	1,839,875	1,766,273
Prepaid expenses and other assets	550,873	890,141
Total current assets	49,062,852	44,770,195
Noncurrent assets:		
Net pension asset (Note 11)	657,541	923,355
Nondepreciable capital assets (Note 6)	4,528,703	4,613,227
Depreciable capital assets - Net (Note 6)	71,678,566	74,066,160
Total noncurrent assets	76,864,810	79,602,742
Total assets	125,927,662	124,372,937
Liabilities		
Current liabilities:		
Municipal and community credits payable	4,811,027	4,862,370
Amounts payable under purchase-of-service agreements	580,385	937,378
Current portion of accrued self-insurance (Note 10)	6,916,326	4,318,212
Accounts payable and accrued liabilities	10,522,173	7,439,658
Accrued interest payable	243,442	383,441
Current portion of notes payable (Note 9)	9,079,419	10,330,187
Current portion of compensated absences (Note 9)	2,992,186	3,021,789
Accrued compensation	1,746,450	1,663,772
Total current liabilities	36,891,408	32,956,807
Noncurrent liabilities:		
Accrued self-insurance - Net of current portion (Note 10)	5,564,956	6,069,995
Notes payable - Net of current portion (Note 9)	8,496,530	17,575,949
Compensated absences - Net of current portion (Note 9)	136,525	90,354
OPEB net obligations (Note 12)	4,245,672	4,135,459
Total noncurrent liabilities	18,443,683	27,871,757
Total liabilities	55,335,091	60,828,564
Net Assets		
Invested in capital assets - Net of related debt	58,631,320	50,773,251
Unrestricted	11,961,251	12,771,122
Total net assets	\$ 70,592,571	\$ 63,544,373

Suburban Mobility Authority for Regional Transportation

Statement of Activities

	Year Ended June 30	
	2010	2009
Operating Revenue		
Fares	\$ 13,033,388	\$ 12,101,330
Other income	785,777	465,920
Total operating revenue	13,819,165	12,567,250
Operating Expenses		
Salaries and wages	40,744,274	42,265,832
Fringe benefits	30,567,883	30,865,771
Contractual services	3,081,907	3,606,240
Materials and supplies	13,382,918	15,396,657
Utilities	1,880,437	2,194,222
Claims and insurance	4,813,228	1,581,441
Purchased transportation (Note 8)	9,386,206	9,965,437
Miscellaneous expenses	101,406	410,138
Depreciation expense	12,980,575	12,072,882
Total operating expenses	116,938,834	118,358,620
Operating Loss	(103,119,669)	(105,791,370)
Nonoperating Revenue (Expenses)		
Federal operating and preventive maintenance assistance	16,312,166	12,360,068
State operating grants	34,136,343	33,034,981
Local contributions	50,369,199	52,762,260
Interest income	136,210	302,853
Interest expense	(1,265,022)	(1,718,344)
Loss on retirement of assets	(141,962)	(27,823)
Total nonoperating revenue	99,546,934	96,713,995
Change in Net Assets Before Capital Contributions	(3,572,735)	(9,077,375)
Capital Contributions	10,620,933	6,453,273
Change in Net Assets	7,048,198	(2,624,102)
Net Assets - Beginning of year	63,544,373	66,168,475
Net Assets - End of year	\$ 70,592,571	\$ 63,544,373

Suburban Mobility Authority for Regional Transportation

Proprietary Funds Statement of Net Assets

	June 30	
	2010	2009
	Enterprise	
	Operating Fund	
Assets		
Current assets:		
Cash and cash equivalents (Note 4)	\$ 38,226,334	\$ 23,079,852
Grants receivable (Note 5)	5,785,804	15,118,531
Local contributions receivable (Note 2)	2,228,484	2,646,938
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Materials and supplies inventories	1,839,875	1,766,273
Prepaid expenses and other assets	550,873	890,141
Total current assets	49,062,852	44,770,195
Noncurrent assets:		
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Depreciable capital assets - Net (Note 6)	71,678,566	74,066,160
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Total assets	125,927,662	124,372,937
Liabilities		
Current liabilities:		
Municipal and community credits payable	4,811,027	4,862,370
Amounts payable under purchase-of-service agreements	580,385	937,378
Current portion of accrued self-insurance (Note 10)	6,916,326	4,318,212
Accounts payable and accrued liabilities	10,522,173	7,439,658
Accrued interest payable	243,442	383,441
Current portion of notes payable (Note 9)	9,079,419	10,330,187
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Accrued compensation	1,746,450	1,663,772
Total current liabilities	36,891,408	32,956,807
Noncurrent liabilities:		
Accrued self-insurance - Net of current portion (Note 10)	5,564,956	6,069,995
Notes payable - Net of current portion (Note 9)	8,496,530	17,575,949
Compensated absences - Net of current portion (Note 9)	136,525	90,354
OPEB net obligations (Note 12)	4,245,672	4,135,459
Total noncurrent liabilities	18,443,683	27,871,757
Total liabilities	55,335,091	60,828,564
Net Assets		
Invested in capital assets - Net of related debt	58,631,320	50,773,251
Unrestricted	11,961,251	12,771,122
Total net assets	\$ 70,592,571	\$ 63,544,373

The Notes to Financial Statements are an
Integral Part of this Statement.

Suburban Mobility Authority for Regional Transportation

Proprietary Funds Statement of Revenue, Expenses, and Changes in Net Assets

	Year Ended June 30		
	2010	2009	
	Enterprise Operating Fund	Enterprise Operating Fund	Internal Service Retiree Health Care
Operating Revenue			
Fares	\$ 13,033,388	\$ 12,101,330	\$ -
Other income	785,777	465,921	-
Total operating revenue	13,819,165	12,567,251	-
Operating Expenses			
Salaries and wages	40,744,274	42,265,832	-
Fringe benefits	30,567,883	27,865,774	3,000,000
Contractual services	3,081,907	3,606,240	-
Materials and supplies	13,382,918	15,396,659	-
Utilities	1,880,437	2,194,220	-
Claims and insurance	4,813,228	1,581,439	-
Purchased transportation (Note 8)	9,386,206	9,965,437	-
Miscellaneous expenses	101,406	410,138	-
Depreciation expense	12,980,575	12,072,882	-
Total operating expenses	116,938,834	115,358,621	3,000,000
Operating Loss	(103,119,669)	(102,791,370)	(3,000,000)
Nonoperating Revenue (Expense)			
Federal operating and preventive maintenance assistance	16,312,166	12,360,068	-
State operating grants	34,136,343	33,034,981	-
Local contributions	50,369,199	52,762,260	-
Interest income	136,210	302,853	-
Interest expense	(1,265,022)	(1,718,344)	-
Loss on retirement of assets	(141,962)	(27,823)	-
Change in Net Assets Before Capital Contributions	(3,572,735)	(6,077,375)	(3,000,000)
Capital Contributions	10,620,933	6,453,273	-
Change in Net Assets	7,048,198	375,898	-
Net Assets - Beginning of year	63,544,373	63,168,475	3,000,000
Net Assets - End of year	<u>\$ 70,592,571</u>	<u>\$ 63,544,373</u>	<u>\$ -</u>

The Notes to Financial Statements are an
Integral Part of this Statement.

Suburban Mobility Authority for Regional Transportation

Proprietary Funds Statement of Cash Flows

	Year Ended June 30	
	2010	2009
	Enterprise Operating Fund	
Cash Flows from Operating Activities		
Receipts from transit operations	\$ 14,650,570	\$ 12,691,076
Payments to employees	(70,836,884)	(70,701,625)
Payments to suppliers	(15,098,487)	(19,999,975)
Payments to claims and insurance	(2,720,153)	(5,795,983)
Payments for purchased transportation	(9,794,542)	(10,492,566)
Net cash used in operating activities	(83,799,496)	(94,299,073)
Cash Flows from Noncapital Financing Activities		
Federal operating and preventive maintenance assistance	25,644,892	18,265,154
State operating grants	34,136,343	33,034,981
Local contributions	50,787,653	51,527,090
Net cash provided by noncapital financing activities	110,568,888	102,827,225
Cash Flows from Capital and Related Financing Activities		
Capital grants received	10,620,933	6,453,273
Purchase of capital assets	(10,650,418)	(6,649,675)
Payment on installment note payable	(10,330,187)	(9,866,976)
Interest paid	(1,405,021)	(1,999,600)
Net cash used in capital and related financing activities	(11,764,693)	(12,062,978)
Cash Flows from Investing Activities - Interest on investments	141,783	315,320
Net Increase (Decrease) in Cash and Cash Equivalents	15,146,482	(3,219,506)
Cash and Cash Equivalents - Beginning of year	23,079,852	26,299,358
Cash and Cash Equivalents - End of year	\$ 38,226,334	\$ 23,079,852
Balance Sheet Classification of Cash and Cash Equivalents	\$ 38,226,334	\$ 23,079,852

The Notes to Financial Statements are an
Integral Part of this Statement.

Suburban Mobility Authority for Regional Transportation

Proprietary Funds Statement of Cash Flows (Continued)

	Year Ended June 30	
	2010	2009
	Enterprise Operating Fund	
Reconciliation of Operating Loss to Net Cash from Operating Activities		
Operating loss	\$ (103,119,669)	\$ (102,791,370)
Adjustments to reconcile operating loss to net cash from operating activities:		
Depreciation expense	12,980,575	12,072,882
Noncash decrease in net pension asset	265,814	73,417
Noncash expense related to net OPEB obligations	110,213	2,267,504
Noncash decrease (increase) in self-insurance liability	2,093,075	(4,214,542)
Changes in assets and liabilities:		
Materials and supplies inventory	(73,602)	227,722
Prepaid expenses	339,268	378,917
Other receivables	831,405	123,826
Municipal and community credits payable	(51,343)	(746,176)
Payable under purchase service contracts	(356,993)	219,047
Accounts payable and accrued expenses	3,082,515	(1,999,357)
Accrued wages and compensated absences	99,246	89,057
	<u>\$ (83,799,496)</u>	<u>\$ (94,299,073)</u>
Net cash used in operating activities		

Suburban Mobility Authority for Regional Transportation

**Notes to Financial Statements
June 30, 2010 and 2009**

Note 1 - Description of Operations and the Entity

Organization

Suburban Mobility Authority for Regional Transportation (SMART or the "Authority"), an instrumentality of the State of Michigan, is a public benefit agency created pursuant to the provisions of Act No. 204 of the Public Acts of Michigan of 1967, as amended. SMART is charged with the responsibility to plan, acquire, construct, operate, maintain, replace, improve, extend, and contract for public transportation facilities within the counties of Macomb, Monroe, Oakland, and Wayne. SMART is managed by a seven-member board of directors, who represent the counties that comprise SMART's operating region.

Pursuant to the provisions of legislation enacted in 1988 which amended Act No. 204, a corporation known as the Regional Transit Coordinating Council (RTCC) is the designated recipient of operating assistance funds from the State of Michigan and the Federal Transit Administration (FTA). SMART and the Detroit Department of Transportation (DDOT) are subrecipients of such operating assistance funds. The Articles of Incorporation of the RTCC provide that 35 percent of any state or federal transportation operating assistance or formula capital grants or loans is to be distributed to SMART, and the remaining 65 percent is to be distributed to the DDOT. The FTA and the State of Michigan pay such funds directly to SMART and the DDOT at the direction of the RTCC. Capital grants or loans are not allocated on a formula basis by the responsible federal or state agencies, but rather are allocated on a specific project or asset basis. These allocations to SMART and the DDOT are based on the terms of the grant or loan.

Reporting Entity

The financial reporting entity, as defined by Statement No. 14 of the Governmental Accounting Standards Board (GASB), is comprised of the primary government and its component units. The primary government includes all departments and operations for which SMART exercises oversight responsibility. Oversight responsibility was evaluated based on consideration of financial interdependency, selection of governing authority, designation of management, the ability to significantly influence management, and accountability for fiscal matters. The reporting entity of SMART consists solely of the primary government. There are no component units.

Suburban Mobility Authority for Regional Transportation

Notes to Financial Statements June 30, 2010 and 2009

Note 1 - Description of Operations and the Entity (Continued)

Under the guidelines of GASB Statement No. 14, this is evidenced by the fact that, with respect to any other governmental unit, including the transportation agencies with which SMART has entered into purchase-of-service agreements, or the Act 196 Transportation Authorities in the counties served by SMART, SMART does not select their governing authority, designate their management, exercise significant influence over their daily operations, or maintain their accounting records.

SMART is not included within the reporting entity of the State of Michigan because the State of Michigan has no authority to appoint or remove SMART's management or board of directors and is not accountable for its fiscal matters.

Prior to fiscal year end June 30, 2010, SMART reported an Internal Service Fund to account for retiree healthcare activity. This fund was closed during the fiscal year ended June 30, 2009, and the activity is now all reported in the Authority's Enterprise Fund. Accordingly, there is no balance sheet information to present for the Internal Service Fund at June 30, 2009.

Note 2 - Summary of Significant Accounting Policies

Basis of Accounting - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenue from operations, investments, and other sources is recorded when earned. Expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied.

The accounting policies of the Suburban Mobility Authority for Regional Transportation conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Nonexchange transactions, in which SMART receives value without directly giving equal value in return, include federal operating and preventive maintenance assistance, state operating grants, local contributions from property taxes, and capital contributions. On an accrual basis, revenue from these grants and contributions is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, and expenditure requirements, in which the resources are provided to SMART on a reimbursement basis.

Suburban Mobility Authority for Regional Transportation

**Notes to Financial Statements
June 30, 2010 and 2009**

Note 2 - Summary of Significant Accounting Policies (Continued)

In accordance with Governmental Accounting Standards Board (GASB) Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the Authority applies all applicable GASB pronouncements, as well as all Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARBs) issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

Governments also have the option of following subsequent private sector guidance for their business-type activities and enterprise funds. The Authority has elected not to follow private sector guidance.

Cash and Cash Equivalents - Cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Materials and Supplies Inventory - Inventory consists of maintenance parts, repair parts, operating and office supplies, and fuel used in the operation of the transit system. Inventories are recorded at average cost. In accordance with industry practice, all inventories are classified as current assets even though a portion of the inventories is not expected to be utilized within one year.

Accounts Receivable - Local contributions receivables are shown net of an allowance for estimated uncollectible amounts totaling \$1,000,000 and \$250,000 at June 30, 2010 and 2009, respectively. No other allowances for anticipated uncollectible amounts are included in the financial statements, as SMART considers all other receivables to be fully collectible.

Capital Assets - Capital assets are defined by the Authority as assets with an initial individual cost of more than \$2,500 (\$1,000 for computer equipment) and an estimated useful life in excess of a year. Purchased or constructed capital assets are reported at cost or estimated historical cost. Improvements which are expected to extend the useful lives of existing assets are capitalized. Donated fixed assets are recorded at their estimated fair value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Suburban Mobility Authority for Regional Transportation

**Notes to Financial Statements
June 30, 2010 and 2009**

Note 2 - Summary of Significant Accounting Policies (Continued)

Depreciation is computed using the straight-line method, based upon the estimated useful lives of the assets as follows:

	<u>Years</u>
Building	25
Leasehold improvements *	5-25
Fixed-route buses	7-14
Connector transit buses	4-10
Equipment and office furniture	3-10

* Leasehold improvements are amortized over the shorter of the life of the specific improvement or the term of the related lease.

Claims Expense - SMART has a self-insurance program for general and vehicle liability as well as workers' compensation claims. Claims are accrued in the year the expenses are incurred, based upon the estimates of the claim liabilities made by management, SMART legal counsel, and actuaries. Reserves are also provided for estimates of claims incurred during the year but not yet reported. Claims expense is accrued in the period the incidents of loss occur, based upon estimates of the expected liability as determined by management with the assistance of third-party administration, legal counsel, and actuaries. Claims liabilities are estimated by management using the most current available information.

Compensated Absences (Vacation and Sick) - SMART employees earn vacation and sick leave, which is generally fully vested when earned. Unused vacation time may be carried over to the following year with certain limitations. For union employees, the vacation carryover is limited to one year, and for non-union employees, it can be carried over for two years. Upon termination of employment, employees are paid for unused accumulated vacation. For union employees, sick leave may be accumulated and paid upon retirement and, for certain employees, upon voluntary termination of employment. For union employees, certain accumulated sick leave may also be converted into additional vacation time. Accumulated unpaid vacation and sick leave are recorded as compensated absence liabilities.

Suburban Mobility Authority for Regional Transportation

**Notes to Financial Statements
June 30, 2010 and 2009**

Note 2 - Summary of Significant Accounting Policies (Continued)

Pension and Other Postemployment Benefit Costs - The Authority offers both pension and retiree healthcare benefits to retirees. The Authority receives an actuarial valuation to compute the annual required contribution (ARC) necessary to fund the obligation over the remaining amortization period. The Authority reports the full accrual cost equal to the current year required contribution, adjusted for interest and "adjustment to the ARC" on the beginning of year under/over paid amount, if any.

Grant Activities - The federal government, through the Federal Transit Administration (FTA) and the Michigan Department of Transportation (MDOT), provides financial assistance and grants directly to the Authority for operations and acquisition of property and equipment. Operating grants and special fare assistance awards made on the basis of entitlement periods are recorded as grant receivables and revenue over the entitlement periods. Federal and state capital acquisition grants fund the purchase of capital items, including buses, bus terminals, and related transportation equipment used by SMART and other transit agencies within the southeastern Michigan region. Capital grants for the acquisition of capital assets are recorded as grants receivable in the statement of net assets and capital contributions in the statement of revenue, expenses, and changes in net assets when the related qualified expenditures are incurred.

When assets acquired with capital grant funds are disposed of, the Authority is required to notify the granting federal agency. A proportional amount of the proceeds or fair market value, if any, of such property may be used to acquire like-kind replacement vehicles or can be remitted to the granting federal agency.

Passenger Fares - Passenger fares are recorded as revenue at the time services are performed.

Suburban Mobility Authority for Regional Transportation

**Notes to Financial Statements
June 30, 2010 and 2009**

Note 2 - Summary of Significant Accounting Policies (Continued)

Net Assets - Equity is presented in three components as follows:

- **Invested in Capital, Net of Related Debt** - This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- **Restricted** - This consists of net assets that are legally restricted by outside parties or by law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, generally it is the Authority's policy to use restricted resources first and then unrestricted resources when they are needed. The Authority does not have restricted net assets at June 30, 2010 or 2009.
- **Unrestricted** - This consists of net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

Classification of Revenue - SMART has classified its revenue as either operating or nonoperating revenue according to the following criteria:

- **Operating Revenue** - Operating revenue includes activities that have the characteristics of exchange transactions such as revenue from transit operations.
- **Nonoperating Revenue** - Nonoperating revenue includes activities that have the characteristics of non-exchange transactions that are defined as non-operating revenue by GASB No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting*, and GASB No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, such as federal and state contributions and investment income.

Cost Allocation Plan - The Authority did not have any cost allocation plans in the current year.

Methodology of Non-Financial Data to Allocate Costs - As SMART is a stand-alone entity with only one Enterprise Fund, allocation of costs using nonfinancial data is not used by the Authority.

Suburban Mobility Authority for Regional Transportation

**Notes to Financial Statements
June 30, 2010 and 2009**

Note 2 - Summary of Significant Accounting Policies (Continued)

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

Significant estimates affecting the financial statements relate to the obligation for other postemployment benefits, the net pension asset, estimated liabilities related to self-insurance, the allowance for collectibility of local contribution receivables, and the reserve for Act 51 revenue.

Note 3 - State of Michigan Operating Assistance Funds

Under Act 51 of the Public Acts of 1951, as amended, the State of Michigan makes distributions of funds that have been appropriated for mass transit operating assistance. The RTCC is the designated recipient of such funds and SMART is a subrecipient of the RTCC. SMART has recorded operating grant revenue under Act 51 based on a formula that takes into account the eligible costs incurred by SMART, estimates of eligible costs incurred by the DDOT, locally generated revenue of SMART and the DDOT, the percentage of the RTCC's funding that is allocable to SMART, and preliminary information made available by the Michigan Department of Transportation (MDOT) as to the amount of funds expected to be available to the RTCC.

The latest "final" determination of State of Michigan operating assistance allocable to SMART in accordance with the Act 51 funding formula was for the State of Michigan's fiscal year ended September 30, 2007. The resulting additional revenue has been finalized with the State and was fully settled subsequent to year end. Furthermore, SMART awaits the "final" determination for the years ended September 30, 2008, 2009, and 2010. SMART has recorded an estimated aggregate liability as of June 30, 2010 based on management's anticipation of the results of the State's final determination of the Act 51 funding formula for the remaining open years.

Suburban Mobility Authority for Regional Transportation

Notes to Financial Statements June 30, 2010 and 2009

Note 3 - State of Michigan Operating Assistance Funds (Continued)

Act 51 requires SMART to provide a portion of the State of Michigan operating assistance as funding to municipalities within its transportation district. Amounts not used by the municipalities within two years must be expended by SMART for operating purposes within the county in which the city, village, or township lies. SMART was required to provide approximately \$3,059,000 pursuant to this provision in both fiscal years 2010 and 2009.

Note 4 - Deposits and Investments

Michigan Compiled Laws Section 129.91 (Public Act 20 of 1943, as amended) authorizes local governmental units to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations that have offices in Michigan. The local unit is allowed to invest in bonds, securities, and other direct obligations of the United States or any agency or instrumentality of the United States; repurchase agreements; bankers' acceptances of United States banks; commercial paper rated within the two highest classifications, which matures not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions, which are rated as investment grade; and mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan.

The Authority has designated three banks for the deposit of its funds. The investment policy adopted by the board in accordance with Public Act 20 of 1943 has authorized investments in bonds, securities, and other direct obligations of the United States or any agency or instrumentality of the United States; repurchase agreements; bankers' acceptances of United States banks; commercial paper rated within the highest classifications established by not less than two standards rating services, which matures not more than 260 days after the date of purchase; obligations of the State of Michigan or its political subdivisions, which are rated as investment grade; mutual funds composed of investment vehicles that are legal for direct investment by local units of government in Michigan; and investment pools organized under the local government Investment Pool Acts, 1982 PA 367 and 1985 PA 121.

The Authority's cash and investments are subject to two types of risk, which are examined in more detail below:

Suburban Mobility Authority for Regional Transportation

**Notes to Financial Statements
June 30, 2010 and 2009**

Note 4 - Deposits and Investments (Continued)

Custodial Credit Risk of Bank Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. SMART does not have a deposit policy for custodial credit risk. At year end, the Authority had no bank deposits that were uninsured and uncollateralized.

Credit Risk

State law limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations; however, SMART's investment policy further limits its investment choices to the highest-rated commercial paper at the time of purchase as established by not less than two nationally recognized rating agencies. As of year end, the Authority held investments in a governmental pooled investment fund and a money market account. The pooled investment fund is in compliance with PA 367 of 1982 and PA 20 of 1943, as amended. Although the fund is not rated, all assets which make up the fund were rated A1/P1/F1 at the time of purchase. Credit quality ratings of these investments held at year end are as follows:

<u>Investment</u>	<u>Fair Value</u>	<u>Credit Rating</u>	<u>Rating Agency</u>
Bank investment pool	\$ 1,537,062	Not rated	N/A
Money market	36,605,131	Not rated	N/A

Suburban Mobility Authority for Regional Transportation

Notes to Financial Statements June 30, 2010 and 2009

Note 5 - Grants Receivable

At June 30, 2010 and 2009, grants receivable are comprised of the following:

	<u>2010</u>	<u>2009</u>
Accounts receivable - Billed:		
Federal Operating Grant (CMAQ)	\$ 3,167,897	\$ 4,118,635
Federal government grants	519,623	7,435,138
State of Michigan grants	<u>1,370,826</u>	<u>2,862,037</u>
Total billed	5,058,346	14,415,810
Accounts receivable - Unbilled:		
Federal government grants	654,547	528,601
State of Michigan grants	<u>72,911</u>	<u>174,120</u>
Total unbilled	<u>727,458</u>	<u>702,721</u>
Total	<u>\$ 5,785,804</u>	<u>\$ 15,118,531</u>

Suburban Mobility Authority for Regional Transportation

Notes to Financial Statements June 30, 2010 and 2009

Note 6 - Capital Assets

Capital asset activity during the fiscal year ended June 30, 2010 was as follows:

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
Capital assets not being depreciated:				
Land	\$ 4,250,570	\$ -	\$ -	\$ 4,250,570
Construction in progress	362,657	169,364	(253,888)	278,133
Subtotal capital assets not being depreciated	4,613,227	169,364	(253,888)	4,528,703
Capital assets being depreciated:				
Fixed-route buses and equipment	91,730,310	4,028,728	(318,770)	95,440,268
Connector buses and related equipment	33,348,259	1,021,969	(55,469)	34,314,759
Buildings	43,152,435	385,368	-	43,537,803
Office furniture and equipment	1,868,504	-	-	1,868,504
Other equipment	44,042,705	4,796,833	-	48,839,538
Leasehold improvements	5,689,856	505,145	-	6,195,001
Subtotal capital assets being depreciated	219,832,069	10,738,043	(374,239)	230,195,873
Less accumulated depreciation:				
Fixed-route buses and equipment	48,934,816	6,540,317	(173,708)	55,301,425
Connector buses and related equipment	23,398,099	3,416,560	(55,469)	26,759,190
Buildings	30,322,324	877,336	-	31,199,660
Office furniture and equipment	1,787,117	16,772	-	1,803,889
Other equipment	37,946,567	1,706,256	-	39,652,823
Leasehold improvements	3,376,986	423,334	-	3,800,320
Subtotal accumulated depreciation	145,765,909	12,980,575	(229,177)	158,517,307
Net capital assets being depreciated	74,066,160	(2,242,532)	(145,062)	71,678,566
Net capital assets	\$ 78,679,387	\$ (2,073,168)	\$ (398,950)	\$ 76,207,269

The eligible depreciation of \$6,261,794 (\$12,980,575 total depreciation reported less ineligible depreciation of \$6,718,781) includes only depreciation of assets purchased with authority funds where the useful life of the asset purchased has been approved by the BPT.

Suburban Mobility Authority for Regional Transportation

Notes to Financial Statements June 30, 2010 and 2009

Note 6 - Capital Assets (Continued)

Capital asset activity during the fiscal year ended June 30, 2009 was as follows:

	Balance July 1, 2008	Additions	Deletions	Balance June 30, 2009
Capital asset not being depreciated:				
Land	\$ 4,246,270	\$ 4,300	\$ -	\$ 4,250,570
Construction in progress	10,662,330	-	(10,299,673)	362,657
Subtotal capital assets not being depreciated	14,908,600	4,300	(10,299,673)	4,613,227
Capital assets being depreciated:				
Fixed-route buses and equipment	82,933,574	8,796,736	-	91,730,310
Connector buses and related equipment	28,595,469	4,878,739	(125,949)	33,348,259
Buildings	42,936,986	215,449	-	43,152,435
Office furniture and equipment	1,846,277	22,227	-	1,868,504
Other equipment	41,390,016	2,652,689	-	44,042,705
Leasehold improvements	5,287,949	401,907	-	5,689,856
Subtotal capital assets being depreciated	202,990,271	16,967,747	(125,949)	219,832,069
Less accumulated depreciation:				
Fixed-route buses and equipment	42,865,245	6,069,571	-	48,934,816
Connector buses and related equipment	20,046,505	3,427,021	(75,427)	23,398,099
Buildings	29,389,628	932,696	-	30,322,324
Office furniture and equipment	1,769,493	17,624	-	1,787,117
Other equipment	36,698,797	1,247,770	-	37,946,567
Leasehold improvements	2,998,786	378,200	-	3,376,986
Subtotal accumulated depreciation	133,768,454	12,072,882	(75,427)	145,765,909
Net capital assets being depreciated	69,221,817	4,894,865	(50,522)	74,066,160
Net capital assets	\$ 84,130,417	\$ 4,899,165	\$ (10,350,195)	\$ 78,679,387

Suburban Mobility Authority for Regional Transportation

Notes to Financial Statements June 30, 2010 and 2009

Note 6 - Capital Assets (Continued)

Capital Purchase Commitments - The Authority has active purchase contract commitments at year end related to the purchase of new vehicles. At year end, the Authority's commitments with contractors are as follows:

	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Vehicle purchases	\$ -	\$ 3,465,997

Note 7 - Property Taxes

In 2006, voters in Macomb County and in those communities participating in Act 196 Transportation Authorities in Oakland County and Wayne County approved a .59 property tax millage dedicated to public transportation. The Macomb and Wayne County millages were approved for four years and the Oakland County millage was approved for two years. The millage was re-approved in 2010 subsequent to June 30, 2010 in these same jurisdictions. Tax revenue received by Macomb County, the Wayne County Act 196 Authority, the Oakland County Act 196 Authority, and contributed to SMART for the years ended June 30, 2010 and 2009 were \$50,369,199 and \$52,762,260, respectively.

Note 8 - Purchase of Service Agreements

SMART has entered into purchase-of-service agreements with various transportation agencies, including community transit operators, all of which are separate transit systems operating in SMART's region. The agreements generally require that operating losses (as defined in the respective agreements) of these transportation agencies be subsidized up to specified maximum amounts.

Suburban Mobility Authority for Regional Transportation

Notes to Financial Statements June 30, 2010 and 2009

Note 8 - Purchase of Service Agreements

Expenses under the purchase-of-service agreements for the years ended June 30 are comprised of the following:

	2010	2009
Municipal credits	\$ 3,058,956	\$ 3,058,956
Community credits	3,540,069	3,540,068
Community transit bus service	1,793,701	2,026,370
Specialized services	787,817	787,811
NOTA	12,216	346,887
Royal Oak Township	52,967	56,507
Community-based services	140,480	148,838
Total	<u>\$ 9,386,206</u>	<u>\$ 9,965,437</u>

Note 9 - Long-term Debt

SMART has entered into various installment purchase obligations to finance the acquisition of transit coaches and replacement engines. Long-term obligation activity for the year ended June 30, 2010 is summarized as follows:

	Interest Rates*	Principal Maturity Ranges	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Note 1: 2000 Installment Purchase							
100 Transit Coach Buses:							
Amount of issue: \$27,300,000							
Maturing through September 2010							
	4.44%	\$1,698,113	\$ 4,984,499	\$ -	\$ 3,286,386	\$ 1,698,113	\$ 1,698,113
Note 2: 2001 Installment Purchase							
100 Transit Coach Buses:							
Amount of issue: \$17,643,511							
Maturing through September 2011							
	4.50%	\$1,568,661- \$3,034,525	7,505,634	-	2,902,447	4,603,187	3,034,525
Note 3: 2002 Installment Purchase							
87 Transit Coach Buses:							
Amount of issue: \$15,469,092							
Maturing through September 2012							
	4.64%	\$1,374,395- \$2,656,008	8,990,521	-	2,423,189	6,567,332	2,536,929
Note 4: 2007 Installment Purchase							
Engine Replacement Plan:							
Amount of issue: \$10,171,326							
Maturing through September 2012							
	5.27%	\$991,034- \$1,906,432	6,425,482	-	1,718,165	4,707,317	1,809,852
Total installment purchase obligations			27,906,136	-	10,330,187	17,575,949	9,079,419
Compensated absences			3,112,743	3,409,398	3,393,430	3,128,711	2,992,186
Total long-term debt			<u>\$ 31,018,879</u>	<u>\$ 3,409,398</u>	<u>\$ 13,723,617</u>	<u>\$ 20,704,660</u>	<u>\$ 12,071,605</u>

* Represents interest rates pursuant to the restructuring of Notes 1, 2, and 3

Suburban Mobility Authority for Regional Transportation

Notes to Financial Statements June 30, 2010 and 2009

Note 9 - Long-term Debt (Continued)

Activity for the year ended June 30, 2009 was as follows:

	Interest Rates*	Principal Maturity Ranges	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Note 1: 2000 Installment Purchase							
100 Transit Coach Buses:							
Amount of issue: \$27,300,000		\$1,698,112-					
Maturing through September 2010	4.44%	\$3,286,386	\$ 8,129,689	\$ -	\$ 3,145,190	\$ 4,984,499	\$ 3,286,386
Note 2: 2001 Installment Purchase							
100 Transit Coach Buses:							
Amount of issue: \$17,643,511		\$1,568,661-					
Maturing through September 2011	4.50%	\$3,034,526	10,281,750	-	2,776,116	7,505,634	2,902,447
Note 3: 2002 Installment Purchase							
87 Transit Coach Buses:							
Amount of issue: \$15,469,092		\$1,374,395-					
Maturing through September 2012	4.64%	\$2,656,008	11,305,069	-	2,314,548	8,990,521	2,423,189
Note 4: 2007 Installment Purchase							
Engine Replacement Plan:							
Amount of issue: \$10,171,326		\$991,034-					
Maturing through September 2012	5.27%	\$1,809,852	8,056,604	-	1,631,122	6,425,482	1,718,165
Total installment purchase obligations			37,773,112	-	9,866,976	27,906,136	10,330,187
Compensated absences			3,270,657	191,462	349,376	3,112,743	3,021,789
Total long-term debt			\$ 41,043,769	\$ 191,462	\$ 10,216,352	\$ 31,018,879	\$ 13,351,976

* Represents interest rates pursuant to the restructuring of Notes 1, 2, and 3

Annual debt service requirements to maturity for the above note obligations are as follows:

	Principal	Interest	Total
2011	\$ 9,079,419	\$ 711,129	\$ 9,790,548
2012	6,131,101	319,682	6,450,783
2013	2,365,429	57,985	2,423,414
Total	\$ 17,575,949	\$ 1,088,796	\$ 18,664,745

Suburban Mobility Authority for Regional Transportation

Notes to Financial Statements June 30, 2010 and 2009

Note 10 - Risk Management

SMART is exposed to various business loss risks including property loss, torts, errors and omissions, and employee injuries (workers' compensation).

In fiscal 2010 and 2009, SMART was a qualifying self-insurer for vehicle and general liability loss with a self-retention per occurrence amount of \$1 million and excess insurance totaling \$10 million per occurrence. SMART is self-insured for workers' compensation claims up to \$500,000 per specific claim and is insured up to \$5 million for aggregate losses in excess of the \$500,000 individual claim. Vehicle, general liability, and workers' compensation claim liabilities are actuarially determined based on known information. Liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Recorded liabilities include an estimated amount for claims that have been incurred but not reported. Management represents, based on existing known information and prior experience, that the estimated reserve for claims is adequate to satisfy all claims filed, or expected to be filed, for incidents that occurred through June 30, 2010.

Settled claims have not exceeded commercial coverage in any of the preceding five years.

SMART carries third-party commercial insurance for other areas of liability risk including health benefits.

Changes in the balances of self-insured liabilities during fiscal 2010 and 2009 were as follows:

	2010	2009	2008
Claims liability - July 1	\$ 10,388,207	\$ 14,602,749	\$ 14,383,922
Current year claims incurred	5,683,051	1,507,246	4,460,698
Claim payments and adjustments for IBNR	(3,589,976)	(5,721,788)	(4,241,871)
Claims liability - June 30	<u>\$ 12,481,282</u>	<u>\$ 10,388,207</u>	<u>\$ 14,602,749</u>

Suburban Mobility Authority for Regional Transportation

**Notes to Financial Statements
June 30, 2010 and 2009**

Note 11 - Defined Benefit Pension Plan

Plan Description

SMART participates in the Michigan Municipal Employees' Retirement System (MMERS), an agent multiple-employer defined benefit pension plan. The system provides retirement, disability, and death benefits to plan members and their beneficiaries. The Michigan Municipal Employees' Retirement System issues a publicly available financial report that includes financial statements and required supplemental information for the system. That report may be obtained by writing to the system at 1134 Municipal Way, Lansing, MI 48917.

Substantially all SMART employees are members of the MMERS plan. As of December 31, 2009, the date of the last actuarial valuation, 551 retirees and beneficiaries were receiving benefit payments, and the plan had 889 active members and 205 inactive vested members.

For employees hired prior to July 1, 2007:

Benefits vest after six years of service, with special provisions for death and disability. Normal retirement is at age 60 with six years of service or at age 55 with 15 years of service. Early retirement with reduced benefits is available beginning at age 50 with 25 years of service.

For employees hired after July 1, 2007:

Benefits vest after 10 years of service, with special provisions for death and disability. Normal retirement is at age 60 with 10 years of service or at age 55 with 20 years of service. Early retirement with reduced benefits is available beginning at age 50 with 25 years of service.

Suburban Mobility Authority for Regional Transportation

**Notes to Financial Statements
June 30, 2010 and 2009**

Note 11 - Defined Benefit Pension Plan (Continued)

Funding Policy

The obligation to contribute to and maintain the system for these employees was established by negotiation with the Authority's collective bargaining units. Members of only one of SMART's collective bargaining units (UAW No. 771) make contributions to MMERS. For the years ended June 30, 2010 and 2009, these employees (UAW No. 771) contributed 3 percent of eligible payroll. SMART is required to contribute at an actuarially determined rate. The actuarial determined rates for fiscal years ended June 30, 2010 and 2009 are as of the December 31, 2008 and 2007 valuations, respectively. For the fiscal years ended June 30, 2010 and 2009, the rates, as a percentage of annual payroll, are as follows: ATU drivers, 12.38 percent and 12.51 percent, respectively; ATU clerical, 10.92 percent and 11.42 percent, respectively; UAW No. 771, 8.19 percent and 8.61 percent, respectively; Teamsters No. 247, 13.45 percent and 13.12 percent, respectively; AFSCME No. 1917, 15.73 percent and 16.23 percent, respectively; and nonunion, 16.95 percent and 16.82 percent, respectively. The contribution requirements of plan members are established and may be amended by the retirement board of MMERS.

The funded status and funding progress of the plan as of the most recent valuation date are as follows:

Funding Progress (in thousands)						
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial			UAAL as a Percentage of Valuation Payroll	Funded Ratio (Percent) (a/b)
		Accrued Liability (AAL) (b)	Underfunded AAL (UAAL) (b-a)	Covered Payroll (c)		
12/31/2006	\$ 132,547	\$ 157,725	\$ 25,178	\$ 42,543	59.2	84.0
12/31/2007	142,931	165,631	22,700	40,865	55.5	86.3
12/31/2008	148,449	178,591	30,142	42,973	70.1	83.1
12/31/2009	152,858	180,727	27,868	40,598	68.6	84.6

Suburban Mobility Authority for Regional Transportation

Notes to Financial Statements June 30, 2010 and 2009

Note 11 - Defined Benefit Pension Plan (Continued)

Annual Pension Cost

For fiscal years ended June 30, 2010 and 2009, SMART's annual pension costs of \$5,093,929 and \$5,339,085, respectively, were equal to the adjusted required and actual contribution less interest on the net pension asset.

SMART's annual pension cost and net pension asset for the years ended June 30, 2010 and 2009 are as follows:

	<u>2010</u>	<u>2009</u>
Annual required contribution (recommended)	\$ (5,118,276)	\$ (5,365,368)
Interest on the prior year's net pension asset	73,869	79,742
Adjustment to the annual required contribution	<u>(49,522)</u>	<u>(53,459)</u>
Annual pension cost	(5,093,929)	(5,339,085)
Contributions made	<u>4,828,115</u>	<u>5,265,668</u>
Decrease in net pension asset	(265,814)	(73,417)
Net pension asset - Beginning of year	<u>923,355</u>	<u>996,772</u>
Net pension asset - End of year	<u>\$ 657,541</u>	<u>\$ 923,355</u>

Three-year historical trend information follows:

<u>Fiscal Years Ended June 30</u>	<u>Annual Pension Costs</u>	<u>Percentage Contributed</u>	<u>Net Pension Asset</u>
2008	\$ 5,048,848	104%	\$ 996,772
2009	5,339,085	99%	923,355
2010	5,093,929	95%	657,541

Suburban Mobility Authority for Regional Transportation

**Notes to Financial Statements
June 30, 2010 and 2009**

Note 11 - Defined Benefit Pension Plan (Continued)

Actuarial Methods and Assumptions

In the December 31, 2008 and 2007 actuarial valuations, the entry age actuarial cost method was used. Significant actuarial assumptions used include (a) an 8 percent investment rate of return, (b) projected salary increases of 4.5 percent per year compounded annually, attributable to inflation, (c) additional projected salary increases of 0 percent to 8.4 percent, attributable to seniority/merit, and (d) a 2.5 percent annual benefit increase. The actuarial valuation of assets was determined using techniques that smooth the effects of investment volatility over a 10-year period. The unfunded actuarial liability is being amortized as a level percentage of payroll on a closed basis. The remaining amortization period is 27 and 28 years, respectively.

Note 12 - Other Postemployment Benefits

Plan Description

SMART participates in the Michigan Municipal Employees' Retirement System (MMERS) retiree health funding vehicle. The system provides postretirement health insurance, life insurance, and prescription benefits to eligible employees and their spouses. The Michigan Municipal Employees' Retirement System issues a publicly available financial report that includes financial statements and required supplemental information for the system. That report may be obtained by writing to the system at 1134 Municipal Way, Lansing, MI 48917.

Eligible employees include those who retire after attaining age 60 with at least six years of service or after attaining age 55 with at least 15 years of service. For employees hired after July 1, 2007, health, life, and prescription benefits will be provided after the employee attains age 55 with at least 25 years of service. This is an agent multiple-employer defined benefit plan.

Substantially all SMART employees are members of the plan. As of December 31, 2008 (the most recent actuarial valuation), 504 retirees and beneficiaries were receiving benefit payments and the plan had 893 active members.

Suburban Mobility Authority for Regional Transportation

**Notes to Financial Statements
June 30, 2010 and 2009**

Note 12 - Other Postemployment Benefits (Continued)

Funding Policy

SMART contributes 100 percent of the actual current costs for these benefits and administrative expenses of the plan. The Authority has no obligation to make contributions in advance of when the insurance premiums are due for payment (in other words, this may be financed on a “pay-as-you-go” basis), but it can choose to do so on a discretionary basis each year. As summarized below, the Authority made a decision to advance-fund a portion of these benefits through a contribution, as determined by a board budget resolution.

Funding Progress

For the years ended June 30, 2010 and 2009, the Authority has estimated the cost of providing retiree healthcare benefits through actuarial valuations as of December 31, 2008 and 2007, respectively. The valuations compute an annual required contribution, which represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years. The valuations’ computed contributions and actual funding are summarized as follows:

	<u>2010</u>	<u>2009</u>
Annual required contribution (recommended)	\$ 9,079,384	\$ 8,630,150
Interest on the prior year's net OPEB obligation	330,837	149,436
Less adjustment to the annual required contribution	<u>(220,624)</u>	<u>-</u>
Annual OPEB cost	9,189,597	8,779,586
Amounts contributed:		
Payments of current premiums	4,359,513	4,012,082
Advance funding	<u>4,719,871</u>	<u>2,500,000</u>
Increase in net OPEB obligation	110,213	2,267,504
OPEB obligation - Beginning of year	<u>4,135,459</u>	<u>1,867,955</u>
OPEB obligation - End of year	<u>\$ 4,245,672</u>	<u>\$ 4,135,459</u>

Suburban Mobility Authority for Regional Transportation

Notes to Financial Statements June 30, 2010 and 2009

Note 12 - Other Postemployment Benefits (Continued)

The annual OPEB costs, the percentage contributed to the plan, and the net OPEB obligation for the current and preceding year were as follows:

Fiscal Years Ended June 30	Annual OPEB Costs	Percentage Contributed	Net OPEB Obligation
2008	\$ 8,258,515	77%	\$ 1,867,955
2009	8,779,586	74%	4,135,459
2010	9,189,597	99%	4,245,672

The funding progress of the plan as of the most recent valuation date is as follows:

Funding Progress (in thousands)				
Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Underfunded AAL (UAAL) (b-a)	Funded Ratio (Percent) (a/b)
12/31/07	\$ 6,093	\$ 110,869	\$ 104,776	5.5
12/31/08	7,565	116,089	108,524	6.5

Actuarial Methods and Assumptions

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Suburban Mobility Authority for Regional Transportation

**Notes to Financial Statements
June 30, 2010 and 2009**

Note 12 - Other Postemployment Benefits (Continued)

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The current year required contribution amount was determined as part of the December 31, 2007 actuarial valuation using the individual entry-age actuarial cost method. The actuarial assumptions include: (a) an 8 percent investment rate of return; (b) projected salary increase of 4.5 percent per year compounded annually, attributable to inflation; (c) additional projected salary increases of 0.3 percent to 8.4 percent per year, depending on age, attributable to seniority/merit; and (d) the assumption that benefits will increase 4.5 percent to 10 percent per year (annually). The actuarial values of assets are determined on the basis of a valuation method that assumes the fund earns the expected rate of return (8 percent), and includes an adjustment to reflect market value. SMART's unfunded actuarial accrued liability is being amortized as a level percent of payroll over a period of 30 years.

Note 13 - Commitments

SMART leases certain office space and equipment under operating lease agreements. Some leases include escalation clauses for SMART's pro rata share of taxes and operating expenses. Total rent expense for the years ended June 30, 2010 and 2009 was \$345,533 and \$331,093, respectively.

SMART entered into a new, noncancelable 10-year lease commencing October 1, 2007 through September 30, 2017 for its administrative offices and the ticket sales store. The 10-year lease provides for 42 months of free rent. The first 28 months of the lease are free, with the remaining free months distributed throughout the remaining eight-year period as is outlined in the lease agreement.

Suburban Mobility Authority for Regional Transportation

Notes to Financial Statements June 30, 2010 and 2009

Note 13 - Commitments (Continued)

Minimum lease payments are as follows:

Fiscal Years Ending June 30	Amount
2011	\$ 356,366
2012	361,136
2013	329,173
2014	407,888
2015	375,448
2016-2018	881,134
Total	<u>\$ 2,711,145</u>

Note 14 - Contingent Liabilities

Various legal actions and workers' compensation claims are outstanding or may be instituted or asserted against SMART. Management has accrued amounts with respect to such actions and claims based on its best estimate of SMART's ultimate liability in these matters, including an estimate for claims that have been incurred but not reported for self-insured liability exposure.

Note 15 - Explanation of Ineligible Expenses per the BPT R&E Manual

Ineligible expenses are classified appropriately according to the definition in the Local Public Transit Revenue and Expense Manual (R&E Manual). Any capital funds used to pay operating costs have been subtracted from eligible costs. Also, any expenses associated with earned revenue (if applicable) have been subtracted from eligible costs.

Other Supplemental Information

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Operating Revenue Schedule Year Ended June 30, 2010

Description	Jul 1, 2009 to Sep 30, 2009	Oct 1, 2009 to Jun 30, 2010	Total
Passenger Fares	\$ 3,009,504	\$ 10,023,884	\$ 13,033,388
Contract Fares	47,328	136,408	183,736
Concessions	-	-	-
Advertising	125,281	393,147	518,428
Rental of Bldgs or Other Property	9,928	42,982	52,910
Other NonTrans Revenue	6,365	20,152	26,517
Other Local Contracts - Mun. Cr.	-	4,186	4,186
Other Local Contracts - Com. Cr.	-	-	-
	\$ 3,198,406	\$ 10,620,759	\$ 13,819,165
Total revenue	\$ 3,198,406	\$ 10,620,759	\$ 13,819,165

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Operating Revenue Schedule State Year Ended September 30, 2009

Description	Oct 1, 2008 to Jun 30, 2009	Jul 1, 2009 to Sep 30, 2009	Total
Passenger Fares	\$ 8,819,424	\$ 3,009,504	\$ 11,828,928
Contract Fares	156,832	47,328	204,160
Concessions	-	-	-
Advertising	166,669	125,281	291,950
Rental of Bldgs or Other Property	43,975	9,928	53,903
Other NonTrans Revenue	11,222	6,365	17,587
Other Local Contracts - Mun. Cr.	(1,005)	-	(1,005)
Other Local Contracts - Com. Cr.	-	-	-
Total revenue	\$ 9,197,117	\$ 3,198,406	\$ 12,395,523

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Local Revenue Schedule For the Year Ended June 30, 2010

Description	Jul 1, 2009 to Sep 30, 2009	Oct 1, 2009 to Jun 30, 2010	Total
Taxes Levied Directly	\$ -	\$ -	\$ -
Local Operating Assistance Millage	12,742,941	37,626,258	50,369,199
Other Local Contracts	-	-	-
Total revenue	<u>\$ 12,742,941</u>	<u>\$ 37,626,258</u>	<u>\$ 50,369,199</u>
 Interest Income	 <u>\$ 23,434</u>	 <u>\$ 112,776</u>	 <u>\$ 136,210</u>

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Local Revenue Schedule For the Year Ended September 30, 2009

Description	Oct 1, 2008 to Jun 30, 2009	Jul 1, 2009 to Sep 30, 2009	Total
Taxes Levied Directly	\$ -	\$ -	\$ -
Local Operating Assistance Millage	39,443,886	12,742,941	52,186,827
Other Local Contracts	-	-	-
Total revenue	<u>\$ 39,443,886</u>	<u>\$ 12,742,941</u>	<u>\$ 52,186,827</u>
 Interest Income	 <u>\$ 203,672</u>	 <u>\$ 23,434</u>	 <u>\$ 227,106</u>

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Federal and State Operating Revenue For the Year Ended June 30, 2010

Description	Jul 1, 2009	Oct 1, 2009	Total
	to Sep 30, 2009	to Jun 30, 2010	
State Operating Assistance	\$ 6,861,040	\$ 20,847,915	\$ 27,708,955
Prior Year	-	532,143	532,143
Line-Item Municipal Credit	382,363	1,147,113	1,529,476
Mun. Cr. Special Appropriation	382,371	1,147,109	1,529,480
Cap. K Reimb. For Admin. Expenses	-	-	-
Other Cap. K Reimb. For Operating Exp.	-	-	-
Other MDOT/BPT Contracts & Reimb.			
Other Transit User Study MI-80-0002 2002-0088 Z8	-	7,443	7,443
State Preventive Maintenance 2002-0088 Z20	792,233	-	792,233
Gateway - M-0782 (075) 2007-0294/Z12	409	-	409
Subtotal SMART State	8,418,416	23,681,723	32,100,139
Pass-through State Act 51:			
Bedford	17,374	47,835	65,209
Bedford (Prior Year)	-	(19,005)	(19,005)
LETC Urban & Non-Urban	244,092	945,315	1,189,407
LETC Urban & Non-Urban (Prior Year)	-	(40,219)	(40,219)
Royal Oak Township	12,349	41,598	53,947
Royal Oak Township (prior Year)	-	(980)	(980)
Total Pass-through State Act 51	273,815	974,544	1,248,359
Other State Pass-through Grants			
Specialized Service Grant 2007-0294 Z20	196,958	-	196,958
Specialized Service Grant 2007-0294 Z30	-	590,859	590,859
NOTA JARC MI-37-X031 2007-0294 Z18	40,887	(96,367)	(55,480)
NOTA JARC MI-37-X307 2007-0294 Z23	-	55,508	55,508
NOTA New Freedom MI-57-X001 2007-0294 Z14	-	-	-
Total Other State Pass-through Grants	237,845	550,000	787,845
Grand Total State Revenue Per F/S	<u>\$ 8,930,076</u>	<u>\$ 25,206,267</u>	<u>\$ 34,136,343</u>

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Federal and State Operating Revenue (Continued) For the Year Ended June 30, 2010

Description	Jul 1, 2009 to Sep 30, 2009	Oct 1, 2009 to Jun 30, 2010	Total
Preventive Maintenance:			
MI-90-0591	\$ 467,352	\$ 7,632,648	\$ 8,100,000
MI-03-0205	3,168,931	-	3,168,931
MI-04-0013	-	800,000	800,000
Planning/Capital Cost of Contracting			
FY 2010 UWP - CONTRACT #MI-80-2001	77,048	228,442	305,490
Reimb. For JARC Admin MI-37-6040	-	1,124	1,124
Reimb. For New Freedom Admin. MI-57-6007	-	1,075	1,075
Other Transit User Study MI-80-0002 2002-0088 Z8	-	29,773	29,773
Gateway - M-0782 (075) 2007-0294/Z12	3,682	-	3,682
Other Federal Transit Contracts & Reimb.			
CMAQ MI-95-0049	830,550	2,325,547	3,156,097
Subtotal SMART Federal	<u>\$ 4,547,563</u>	<u>\$ 11,018,609</u>	<u>\$ 15,566,172</u>
Other Federal Pass-through Grants:			
Section 5307 Lake Erie MI-90-4758	\$ 83,025	\$ 249,075	\$ 332,100
CMAQ Lake Erie MI-95-0017	38,338	162,229	200,567
Section 5311 Lake Erie MI-18-X042 2007-0294 Z10	-	(1,299)	(1,299)
Section 5311 Lake Erie MI-18-X047 2007-0294 Z22	44,622	-	44,622
Section 5311 Lake Erie MI-18-X050 2007-0294 Z34	-	130,606	130,606
Section 5311 Lake Erie ARRA MI-86-X002 2007-0294 Z33	-	27,210	27,210
NOTA JARC MI-37-X031 2007-0294 Z18	40,887	(96,367)	(55,480)
NOTA JARC MI-37-X307 2007-0294 Z23	-	55,508	55,508
NOTA New Freedom MI-57-X001 2007-0294 Z14	12,160	-	12,160
Total Pass-through Federal	<u>\$ 219,032</u>	<u>\$ 526,962</u>	<u>\$ 745,994</u>
Grand Total Federal Revenue Per F/S	<u>\$ 4,766,595</u>	<u>\$ 11,545,571</u>	<u>\$ 16,312,166</u>
Grand Total State and Federal Grants	<u>\$ 13,696,671</u>	<u>\$ 36,751,838</u>	<u>\$ 50,448,509</u>

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Federal and State Operating Revenue For the Year Ended September 30, 2009

Description	Oct 1, 2008 to Jun 30, 2009	Jul 1, 2009 to Sep 30, 2009	Total
State Operating Assistance	\$ 20,516,409	\$ 6,861,040	\$ 27,377,449
Prior Year	-	-	-
Line-Item Municipal Credit	1,147,113	382,363	1,529,476
Mun. Cr. Special Appropriation	1,147,109	382,371	1,529,480
Cap. K Reimb. For Admin. Expenses	-	-	-
Other Cap. K Reimb. For Operating Exp.	-	-	-
Other MDOT/BPT Contracts and Reimb.	-	-	-
Other Transit User Study	-	-	-
State Preventive Maintenance	-	792,233	792,233
SMART JARC 2007-0294 Z18	(90,976)	-	(90,976)
Gateway - M-0782 (075) 2007-0294/Z12	26,276	409	26,685
Subtotal Smart State	22,745,931	8,418,416	31,164,347
Pass-through State Act 51:			
Bedford	60,654	17,374	78,028
LETC Urban and Non-Urban	950,315	244,092	1,194,407
Royal Oak Township	44,698	12,349	57,047
Total Pass-through State Act 51	1,055,667	273,815	1,329,482
Other State Pass-through Grants:			
Specialized Service Grant 2007-0294 Z20	590,860	196,958	787,818
Specialized Service Grant 2007-0294	-	-	-
NOTA JARC MI-37-X026 and 2007-0294 Z11	-	-	-
NOTA JARC MI-37-X031 and 2007-0294 Z18	122,658	40,887	163,545
NOTA New Freedom MI-57-X001 2007-0294 Z14	-	-	-
Total Other State Pass-through Grants	713,518	237,845	951,363
Grand Total State Revenue Per F/S	<u>\$ 24,515,116</u>	<u>\$ 8,930,076</u>	<u>\$ 33,445,192</u>

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Federal and State Operating Revenue (Continued) For the Year Ended September 30, 2009

Description	Oct 1, 2008 to Jun 30, 2009	Jul 1, 2009 to Sep 30, 2009	Total
Preventive Maintenance:			
MI-90-0591	\$ 2,785,874	\$ 467,352	\$ 3,253,226
MI-03-0205	-	3,168,931	3,168,931
Planning/Capital Cost of Contracting			
FY 2009 UWP - CONTRACT MI-80-2003	216,086	-	216,086
FY 2010 UWP - CONTRACT #80-2001	-	77,048	77,048
Cap. K Reimb. For JARC Admin. Expenses	-	-	-
SMART JARC MI-37-X033	(90,976)	-	(90,976)
JARC EASTSIDE COMMUNITY SERVICES MI-37-X014	(293,550)	-	(293,550)
Gateway - M-0782 (075) 2007-0294/Z12	<u>367,387</u>	<u>3,682</u>	<u>371,069</u>
Cap. K Reimb. For New Freedom Admin. Expenses	-	-	-
Other Cap. K Reimb. For Operating Exp.	-	-	-
Other Federal Transit Contracts and Reimb.			
CMAQ MI-95-0038	3,228,153	-	3,228,153
CMAQ MI-95-0049	<u>-</u>	<u>830,550</u>	<u>830,550</u>
Subtotal SMART Federal	6,212,974	4,547,563	10,760,537
Other Federal Pass-through Grants:			
Section 5307 Lake Erie MI-90-4452	332,799	-	332,799
Section 5307 Lake Erie MI-90-4758	-	83,025	83,025
CMAQ Lake Erie MI-95-0011	118,177	-	118,177
CMAQ Lake Erie MI-95-0017	66,392	38,338	104,730
Section 5311 Lake Erie Non Urban MI-18-X041 2007-0294 Z2	(11,990)	-	(11,990)
Section 5311 Lake Erie Non Urban MI-18-X042 2007-0294 Z10	(6,030)	-	(6,030)
Section 5311 Lake Erie Non Urban MI-18-X047- 2007-0294 Z22	133,866	44,622	178,488
NOTA JARC MI-37-X026 and 2007-0294 Z11	-	-	-
NOTA JARC MI-37-X031 and 2007-0294 Z18	122,658	40,887	163,545
NOTA New Freedom MI-57-X001 2007-0294 Z14	36,482	12,160	48,642
Section 5311 ARRA	-	-	-
Other	<u>-</u>	<u>-</u>	<u>-</u>
Total Pass-through Federal	<u>792,354</u>	<u>219,032</u>	<u>1,011,386</u>
Grand Total Federal Revenue Per F/S	<u>7,005,328</u>	<u>4,766,595</u>	<u>11,771,923</u>
Grand Total State and Federal Grants	<u>\$ 31,520,444</u>	<u>\$ 13,696,671</u>	<u>\$ 45,217,115</u>

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information SMART Expense Schedule For the Year Ended June 30, 2010

Description	Jul 1, 2009 to Sep 30, 2009	Oct 1, 2009 to Jun 30, 2010	Total
Labor	\$ 10,315,844	\$ 30,428,431	\$ 40,744,275
Other fringe benefits	4,825,059	15,922,391	20,747,450
Pensions	1,374,324	3,616,026	4,990,350
OPEB - Funded	-	4,719,871	4,719,871
OPEB - Unfunded	1,179,035	(1,068,822)	110,213
Advertising fees	-	-	-
Audit cost	39,244	85,574	124,818
Other services	530,721	2,426,368	2,957,089
Fuel and lubricants	1,683,498	5,531,412	7,214,910
Tires and tubes	165,003	490,936	655,939
Other materials and supplies	1,448,653	4,063,408	5,512,061
Utilities	403,416	1,477,022	1,880,438
Casualty and Liab. Costs	1,378,209	3,435,019	4,813,228
Taxes and fees	-	-	-
Purchased transportation service	2,390,522	6,995,684	9,386,206
Pass-thru that are Expensed***	-	-	-
Travel, meetings and training	5,559	19,705	25,264
Association dues and subscriptions	960	30,180	31,140
Gain/Loss on Disposal of Asset	-	140,264	140,264
Other miscellaneous expenses	19,665	25,336	45,001
Cost Overruns	-	1,698	1,698
Interest on Long-Term Debt	326,735	938,287	1,265,022
Interest on Short-Term Debt	-	-	-
Interest on Capital Lease	-	-	-
Leases and rentals	-	-	-
Depreciation	1,572,675	11,407,900	12,980,575
 Total expenses	 <u>\$ 27,659,122</u>	 <u>\$ 90,686,690</u>	 <u>\$ 118,345,812</u>

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information SMART Expense Schedule (Continued) For the Year Ended June 30, 2010

Description	Jul 1, 2009 to Sep 30, 2009	Oct 1, 2009 to Jun 30, 2010	Total
Less ineligible expenses:			
Ineligible Depreciation	\$ -	\$ 6,718,781	\$ 6,718,781
Ineligible Loss on Disposal	-	-	-
Local contracts	-	-	-
Preventive maintenance (MI-90-0591)	467,352	7,632,648	8,100,000
Preventive maintenance (MI-03-0205)	3,168,931	-	3,168,931
Preventive maintenance (MI-04-0013)	-	800,000	800,000
Planning/Cap. Cost of K (FY 2010 MI-80-2001)	77,048	228,442	305,490
Admin Expense Paid by JARC MI-37-6040	-	1,124	1,124
Admin Expense Paid by New Freedom MI-57-6007	-	1,075	1,075
Other Ineligible Fed/State/Local	-	-	-
CMAQ MI-95-0049	830,550	2,325,547	3,156,097
JARC MI-37-X033 2007-0294/Z10	-	-	-
Other State contracts (Municipal credits)	-	-	-
Pass-through Ineligibles	1,326,555	3,819,587	5,146,142
Gateway - M-0782 (075) 2007-0294/Z12	4,091	-	4,091
Transit User Study MI-80-0002 2002-0088 Z8	-	37,216	37,216
State Preventive Maintenance 2002-0088 Z20	792,233	-	792,233
Ineligible Interest	-	-	-
Ineligible Association dues	-	-	-
MPTA Dues (7.00% INELIG.)	-	1,964	1,964
CTAA Dues (2.05% INELIG.)	-	-	-
APTA Dues (10.00% INELIG.)	-	-	-
Ineligible Pension/OPEB	1,179,035	(1,068,822)	110,213
Other Ineligibles	-	-	-
Cost OVERRUNS	-	1,698	1,698
Garnishments	6,365	-	6,365
	7,852,160	20,499,260	28,351,420
Total Ineligible expenses			
Total eligible expenses	\$ 19,806,962	\$ 70,187,430	\$ 89,994,392

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information SMART Expense Schedule (Continued) For the Year Ended June 30, 2010

Description	July 1, 2009 to Sep 30, 2009	Oct 1, 2009 to June 30, 2010	Total
Pass-through that are Expensed:***			
Nankin Subsidy	\$ 68,250	\$ 204,750	\$ 273,000
Lake Erie	427,451	1,501,746	1,929,197
Mun. Cr. - Formula	382,363	1,147,113	1,529,476
Mun. Cr. - Line Item	382,371	1,147,109	1,529,480
Comm. Cr.	885,023	2,655,046	3,540,069
Specialized Services	196,958	590,859	787,817
Royal Oak Twp	12,349	40,618	52,967
Contra SMART Paid Expense	(92,967)	(315,529)	(408,496)
NOTA JARC	81,774	(81,718)	56
NOTA NEW FREEDOM	12,160	-	12,160
CBS Bloomfield Hills/Richmond Lenox	34,790	105,690	140,480
	\$ 2,390,522	\$ 6,995,684	\$ 9,386,206
Total pass-through that are expensed			
Ineligible pass-through:			
Nankin Subsidy	68,250	204,750	273,000
Lake Erie	427,451	1,501,746	1,929,197
Mun. Cr. - Formula	54,934	164,794	219,728
Mun. Cr. - Line Item	382,370	1,147,110	1,529,480
Comm. Cr.	90,309	250,924	341,233
Other State Subsidized Serv.			
Specialized Services	196,958	590,859	787,817
Royal Oak Twp	12,349	40,618	52,967
JARC NOTA	81,774	(69,054)	12,720
NOTA NEW FREEDOM	12,160	(12,160)	-
CBS Bloomfield Hills/Richmond Lenox	-	-	-
	\$ 1,326,555	\$ 3,819,587	\$ 5,146,142
Ineligible pass-through			

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information SMART Expense Schedule State Year Ended September 30, 2009

Description	Oct 1, 2008	Jul 1, 2009	Total
	to Jun 30, 2009	to Sep 30, 2009	
Labor	\$ 31,733,658	\$ 10,315,844	\$ 42,049,502
Other fringe benefits	13,296,762	4,825,059	18,121,821
Pensions	3,997,380	1,374,324	5,371,704
OPEB - Funded	1,875,001	-	1,875,001
OPEB - Unfunded	2,267,504	1,179,035	3,446,539
Advertising fees	-	-	-
Audit cost	90,526	39,244	129,770
Other services	2,313,134	530,721	2,843,855
Fuel and lubricants	4,993,955	1,683,498	6,677,453
Tires and tubes	505,785	165,003	670,788
Other materials and supplies	4,567,060	1,448,653	6,015,713
Utilities	1,783,752	403,416	2,187,168
Casualty and Liab. Costs	140,682	1,378,209	1,518,891
Taxes and fees	-	-	-
Purchased transportation service	-	-	-
Pass-through that are Expensed***	7,537,545	2,390,522	9,928,067
Travel, meetings and training	65,810	5,559	71,369
Association dues and subscriptions	94,492	960	95,452
Loss on Disposal of Asset	29,704	-	29,704
Other miscellaneous expenses	177,453	19,665	197,118
Cost Overruns	(1,881)	-	(1,881)
Interest on Long-Term Debt	1,293,577	326,735	1,620,312
Interest on Short-Term Debt	-	-	-
Interest on Capital Lease	-	-	-
Leases and rentals	-	-	-
Depreciation	10,420,533	1,572,675	11,993,208
Total expenses	\$ 87,182,432	\$ 27,659,122	\$ 114,841,554

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information SMART Expense Schedule (Continued) State Year Ended September 30, 2009

Description	Oct 1, 2008	Jul 1, 2009	Total
	to Jun 30, 2009	to Sep 30, 2009	
Less ineligible expenses:			
Ineligible Depreciation	\$ 6,067,127	\$ -	\$ 6,067,127
Ineligible Loss on Disposal	29,704	-	29,704
Local contracts	-	-	-
Preventive maintenance (MI-90-0591)	2,785,874	467,352	3,253,226
Preventive maintenance (MI-03-0205)	-	3,168,931	3,168,931
Planning/Cap. Cost of K (FY 2009)	216,087	-	216,087
Planning/Cap. Cost of K (FY 2010 MI-80-2001)	-	77,048	77,048
Administrative Expense Paid by Cap. K	-	-	-
Other Expense Paid by Cap. K	-	-	-
Other Ineligible Fed/State/Local	-	-	-
CMAQ MI-95-0038	3,228,153	-	3,228,153
CMAQ MI-95-0049	-	830,550	830,550
JARC MI-37-X033 2007-0294/Z10	-	-	-
Other State contracts (Municipal credits)	-	-	-
Pass-Through Ineligibles	4,339,502	1,326,555	5,666,057
Gateway 2007-0294/Z12	393,663	4,091	397,754
State Preventive Maintenance 2002-0088 Z20	-	792,233	792,233
Ineligible Interest	-	-	-
MPTA Dues (7.10% INELIG.)	2,343	-	2,343
CTAA Dues (1.66% INELIG.)	199	-	199
APTA Dues (14.00% INELIG.)	5,250	-	5,250
Ineligible Pension/OPEB	2,267,504	1,179,035	3,446,539
Other Ineligibles	-	-	-
Cost Overruns	(1,881)	-	(1,881)
Garnishments	11,222	6,365	17,587
Total Ineligible expenses	<u>\$ 19,344,747</u>	<u>\$ 7,852,160</u>	<u>\$ 27,196,907</u>
Total eligible expenses	<u>\$ 67,837,685</u>	<u>\$ 19,806,962</u>	<u>\$ 87,644,647</u>

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information SMART Expense Schedule (Continued) State Year Ended September 30, 2009

Description	Oct 1, 2008 to Jun 30, 2009	Jul 1, 2009 to Sep 30, 2009	Total
Pass-Through that are Expensed:***			
Nankin Subsidy	\$ 204,750	\$ 68,250	\$ 273,000
Lake Erie	1,644,183	427,451	2,071,634
Mun. Cr. - Formula	1,147,113	382,363	1,529,476
Mun. Cr. - Line Item	1,147,109	382,371	1,529,480
Comm. Cr.	2,655,045	885,023	3,540,068
Other State Subsidized Serv.			
Specialized Services	590,860	196,958	787,818
Royal Oak Twp	44,698	12,349	57,047
Contra SMART Paid Expense	(273,072)	(92,967)	(366,039)
JARC NOTA	281,798	81,774	363,572
RTCC Revenue	-	12,160	12,160
CBS Bloomfield Hills/Richmond Lenox	95,061	34,790	129,851
	\$ 7,537,545	\$ 2,390,522	\$ 9,928,067
Ineligible Pass-Through:			
Nankin Subsidy	\$ 204,750	\$ 68,250	\$ 273,000
Lake Erie	1,644,183	427,451	2,071,634
Mun. Cr. - Formula	175,199	54,934	230,133
Mun. Cr. - Line Item	1,147,110	382,370	1,529,480
Comm. Cr.	250,924	90,309	341,233
Other State Subsidized Serv.			
Specialized Services	590,860	196,958	787,818
Royal Oak Twp	44,678	12,349	57,027
JARC NOTA	281,798	81,774	363,572
NOTA NEW FREEDOM	-	12,160	12,160
	\$ 4,339,502	\$ 1,326,555	\$ 5,666,057

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Schedule of Financial Assistance For the Year Ended June 30, 2010

FEDERAL GRANTOR/PASS-THRU GRANTOR/PROGRAM TITLE	FEDERAL STATE SHARE	FISCAL YEAR	FUNDING SOURCE	FEDERAL CFDA NUMBER	FEDERAL GRANTOR NUMBER	STATE GRANTOR NUMBER	UNAUDITED PROGRAM OR AWARD AMOUNT	AUDITED DISBURSEMENTS/ EXPENDITURES	UNAUDITED FEDERAL RECEIPTS/ REVENUE	UNAUDITED STATE RECEIPTS/ REVENUE	UNAUDITED AMOUNT REMAINING
U.S. DEPARTMENT OF TRANSPORTATION											
DIRECT ASSISTANCE											
CAPITAL ASSISTANCE	80 %-20 %	FY2001	SECTION 5309	20.500	MI-03-0175	2002-0088 Z3	\$ 4,085,048	\$ 241	\$ 241	\$ -	\$ -
CAPITAL ASSISTANCE	80 %-20 %	FY2002	SECTION 5309	20.500	MI-03-0185	2002-0088 Z9	2,088,961	10,837	10,837	-	-
CAPITAL ASSISTANCE	80 %-20 %	FY2003	SECTION 5309	20.500	MI-03-0194	2002-0088 Z12	3,442,875	247,267	247,267	-	1879,099
CAPITAL ASSISTANCE	80 %-20 %	FY2004	SECTION 5309	20.500	MI-03-0205	2002-0088 Z20	5,339,805	3,196,268	3,196,268	-	3,073
CAPITAL ASSISTANCE NOTA	80 %-20 %	FY2002	SECTION 5309	20.500	MI-03-0207	2002-0088 Z23	148,504	-	-	-	-
CAPITAL ASSISTANCE NOTA	80 %-20 %	FY2005	SECTION 5309	20.500	MI-03-0218	2002-0088 Z27	77,742	-	-	-	-
CAPITAL ASSISTANCE	80 %-20 %	FY2005	SECTION 5309	20.500	MI-03-0220	2002-0088 Z28	2,267,114	47,343	47,343	-	-
CAPITAL ASSISTANCE	80 %-20 %	FY2006	SECTION 5309	20.500	MI-04-0013	2002-0088 Z37	7,623,000	1695,153	1695,153	-	698,397
CAPITAL ASSISTANCE	80 %-20 %	FY2007	SECTION 5309	20.500	MI-04-0025	2007-0294 Z7	1,750,000	331,047	331,047	-	1418,953
CAPITAL ASSISTANCE	80 %-20 %	FY2009	SECTION 5309	20.500	MI-04-0040	2007-0294 Z40	4,250,000	-	-	-	4,250,000
CAPITAL ASSISTANCE	80 %-20 %	FY2009	SECTION 5309	20.500	MI-04-0057	2007-0294 Z28	3,923,500	2,828,572	2,828,572	-	1,094,928
							34,996,549	8,356,728	8,356,728	-	9,344,450
PLANNING & TECHNICAL STUDIES FY10	80 %-20 %	FY2010		20.505	MI-80-0002	N/A	305,490	305,490	305,490	-	-

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Schedule of Financial Assistance (Continued) For the Year Ended June 30, 2010

FEDERAL GRANTOR/PASS-THRU GRANTOR/PROGRAM TITLE	FEDERAL STATE SHARE	FISCAL YEAR	FUNDING SOURCE	FEDERAL CFDA NUMBER	FEDERAL GRANTOR NUMBER	STATE GRANTOR NUMBER	UNAUDITED PROGRAM OR AWARD AMOUNT	AUDITED DISBURSEMENTS/ EXPENDITURES	UNAUDITED FEDERAL RECEIPTS/ REVENUE	UNAUDITED STATE RECEIPTS/ REVENUE	UNAUDITED AMOUNT REMAINING
CAPITAL ASSISTANCE	80 % - 20 %	FY2000	SECTION 5307	20.507	MI-90-0336	2000-0751	\$ 12,877,102	\$ -	\$ -	\$ -	\$ -
CAPITAL ASSISTANCE	80 % - 20 %	FY2002	SECTION 5307	20.507	MI-90-0385	2002-0088 Z4	13,861,988	-	-	-	-
CAPITAL ASSISTANCE	80 % - 20 %	FY2002	ENHANCEMENT	20.507	MI-90-0392	2002-0088 Z7	13,840	-	-	-	-
CAPITAL ASSISTANCE	80 % - 20 %	FY2003	SECTION 5307	20.507	MI-90-0402	2002-0088 Z11	12,573,660	-	-	-	-
CAPITAL ASSISTANCE	80 % - 20 %	FY2003	CMAQ	20.507	MI-90-0410	2002-0088 Z14	688,325	-	-	-	-
CAPITAL ASSISTANCE LETC	80 % - 20 %	FY2003	SECTION 5307	20.507	MI-90-0413	2002-0088 Z15	268,490	-	-	-	-
CAPITAL ASSISTANCE	80 % - 20 %	FY2004	SECTION 5307	20.507	MI-90-0435	2002-0088 Z17	12,723,791	-	-	-	-
CAPITAL ASSISTANCE RICHMOND LENOX	80 % - 20 %	FY2004	STP	20.507	MI-90-0436	2002-0088 Z19	24,000	-	-	-	-
CAPITAL ASSISTANCE	80 % - 20 %	FY2004	CMAQ	20.507	MI-90-0438	2002-0088 Z25	974,986	51,100	51,100	-	37,097
CAPITAL ASSISTANCE LETC	80 % - 20 %	FY2004	SECTION 5307	20.507	MI-90-0441	2002-0088 Z18	268,460	-	-	-	-
CAPITAL ASSISTANCE LETC	80 % - 20 %	FY2004	STP	20.507	MI-90-0450	2002-0088 Z26	65,500	-	-	-	-
CAPITAL ASSISTANCE	80 % - 20 %	FY2005	CMAQ	20.507	MI-90-0456	2002-0088 Z29	624,000	-	-	-	119,962
CAPITAL ASSISTANCE LETC	80 % - 20 %	FY2005	SECTION 5307	20.507	MI-90-0462	2002-0088 Z32	281,342	2,859	2,859	-	-
CAPITAL ASSISTANCE	80 % - 20 %	FY2005	SECTION 5307	20.507	MI-90-0465	2002-0088 Z33	13,043,067	176,840	176,840	-	167,480
CAPITAL ASSISTANCE	80 % - 20 %	FY2006	SECTION 5307	20.507	MI-90-0488	2002-0088 Z39	13,045,016	84,222	84,222	-	235,146
CAPITAL ASSISTANCE LETC	80 % - 20 %	FY2006	SECTION 5307	20.507	MI-90-0489	2002-0088 Z38	281,932	-	-	-	166,641
CAPITAL ASSISTANCE	80 % - 20 %	FY2006	CMAQ	20.507	MI-90-0515	2002-0088 Z36	380,000	-	-	-	-
CAPITAL ASSISTANCE	80 % - 20 %	FY2007	SECTION 5307	20.507	MI-90-0540	2007-0294 Z4	13,530,712	99,780	99,780	-	292,978
CAPITAL ASSISTANCE LETC	80 % - 20 %	FY2007	SECTION 5307	20.507	MI-90-0541	2007-0294 Z3	295,603	18,734	18,734	-	102,355
CAPITAL ASSISTANCE LETC	80 % - 20 %	FY2008	SECTION 5307	20.507	MI-90-0566	2007-0294 Z16	320,760	4,208	4,208	-	316,552
CAPITAL ASSISTANCE	80 % - 20 %	FY2008	SECTION 5307	20.507	MI-90-0570	2007-0294 Z15	14,788,735	31,631	31,631	-	474,623
CAPITAL ASSISTANCE ARRA	100%	FY2009	SECTION 5307	20.507	MI-96-0007	N/A	20,530,726	4,028,927	4,028,927	-	16,501,846
CAPITAL ASSISTANCE ARRA LETC	100%	FY2009	SECTION 5307	20.507	MI-96-0008	N/A	903,695	175,292	175,292	-	728,403
CAPITAL ASSISTANCE	80 % - 20 %	FY2009	SECTION 5307	20.507	MI-90-0591	2007-0294 Z26	15,476,782	8,134,013	8,134,013	-	504,644
CAPITAL ASSISTANCE	80 % - 20 %	FY2009	SECTION 5307	20.507	MI-90-0592	2007-0294 Z27	411,196	-	-	-	411,196
CAPITAL ASSISTANCE	80 % - 20 %	FY2010	SECTION 5307	20.507	MI-90-0756	2007-0294 Z38	15,330,348	-	-	-	15,330,348
CAPITAL ASSISTANCE	80 % - 20 %	FY2010	SECTION 5307	20.507	MI-90-0758	2007-0294 Z39	150,183	-	-	-	151,083
CAPITAL ASSISTANCE	80 % - 20 %	FY2010	ENHANCE & CMAQ	20.507	MI-95-0049	PENDING	16,013	-	-	-	16,013
							163,750,252	12,807,606	12,807,606	-	35,556,367

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Schedule of Financial Assistance (Continued) For the Year Ended June 30, 2010

FEDERAL GRANTOR/PASS-THRU GRANTOR/PROGRAM TITLE	FEDERAL STATE SHARE	FISCAL YEAR	FUNDING SOURCE	FEDERAL CFDA NUMBER	FEDERAL GRANTOR NUMBER	STATE GRANTOR NUMBER	UNAUDITED PROGRAM OR AWARD AMOUNT	AUDITED DISBURSEMENTS/ EXPENDITURES	UNAUDITED FEDERAL RECEIPTS/ REVENUE	UNAUDITED STATE RECEIPTS/ REVENUE	UNAUDITED AMOUNT REMAINING
MICHIGAN DEPARTMENT OF TRANSPORTATION											
CAPITAL ASSISTANCE	100% STATE	FY 1993	SECTION 3	N/A	N/A	93-1093	\$ 1,374,719	\$ -	\$ -	\$ -	\$ 40,445
CAPITAL ASSISTANCE	100% STATE	FY 1994	FHWA	N/A	N/A	94-0166	5,625,000	-	-	-	-
CAPITAL ASSISTANCE	100% STATE	FY 1995	16 B-2	N/A	N/A	95-1479	500,000	-	-	-	10,288
CAPITAL ASSISTANCE	80%-20%	FY 1995	SECTION 9	N/A	MI-90-0232	95-1652	3,027,062	-	-	-	-
CAPITAL ASSISTANCE	100% STATE	FY 1995	FHWA	N/A	IVH-9426(402)	95-2164	9,375,000	319	287	32	-
CAPITAL ASSISTANCE	80%-20%	FY 1996	SECTION 9	N/A	MI-90-0265	96-0778	1,244,902	-	-	-	-
CAPITAL ASSISTANCE	100% STATE	FY 1998	SECTION 5309	N/A	N/A	98-0581	944,000	-	-	-	14
CAPITAL ASSISTANCE	80%-20%	FY 2000	SECTION 5307	N/A	MI-90-0336	2000-0751	3,219,275	-	-	-	-
CAPITAL ASSISTANCE	100% STATE	FY 2001	SECTION 5310	N/A	N/A	2001-0862	526,736	-	-	-	57
CAPITAL ASSISTANCE	100% STATE	FY 2002	SECTION 5310	N/A	N/A	2002-0595	904,845	-	-	-	-
CAPITAL ASSISTANCE	100% STATE	FY 2004	SECTION 5310	20.513	MI-16-0029	2004-0462	809,940	1361	1089	272	7,673
CAPITAL ASSISTANCE	100% STATE	FY 2005	SECTION 5310	20.513	MI-16-0030	2005-0441	621,099	-	-	-	-
CAPITAL ASSISTANCE	100% STATE	FY 2005	SECTION 5310	20.513	MI-16-0030	2006-0548	162,417	637	510	127	-
CAPITAL ASSISTANCE	100% STATE	FY 2006	SECTION 5310	20.513	MI-16-0031	2006-0581	1,291,125	194,358	155,486	38,872	88,499
CAPITAL ASSISTANCE	80%-20%	FY 2001	SECTION 5309	N/A	MI-03-0175	2002-0088 Z3	1,021,262	60	-	60	-
CAPITAL ASSISTANCE	80%-20%	FY 2002	SECTION 5307	N/A	MI-90-0385	2002-0088 Z4	3,465,497	-	-	-	-
CAPITAL ASSISTANCE	80%-20%	FY 2002	ENHANCEMENT	N/A	MI-90-0392	2002-0088 Z7	3,460	-	-	-	-
CAPITAL ASSISTANCE	80%-20%	FY 2002	SECTION 5309	N/A	MI-03-0185	2002-0088 Z9	522,240	2,709	-	2,709	-
CAPITAL ASSISTANCE	80%-20%	FY 2003	SECTION 5307	N/A	MI-90-0402	2002-0088 Z11	3,143,415	-	-	-	-
CAPITAL ASSISTANCE	80%-20%	FY 2003	SECTION 5309	N/A	MI-03-0194	2002-0088 Z12	860,719	61817	-	61817	469,776
CAPITAL ASSISTANCE	80%-20%	FY 2003	CMAQ	N/A	MI-90-0410	2002-0088 Z14	172,081	-	-	-	-
CAPITAL ASSISTANCE LETC	80%-20%	FY 2003	SECTION 5307	N/A	MI-90-0413	2002-0088 Z15	67,122	1,400	-	1,400	-
CAPITAL ASSISTANCE	80%-20%	FY 2004	SECTION 5307	N/A	MI-90-0435	2002-0088 Z17	3,180,948	-	-	-	-
CAPITAL ASSISTANCE LETC	80%-20%	FY 2004	SECTION 5307	N/A	MI-90-0441	2002-0088 Z18	67,115	-	-	-	-
CAPITAL ASSISTANCE RICHMOND LENOX	80%-20%	FY 2004	STP	N/A	MI-90-0436	2002-0088 Z19	6,000	-	-	-	-

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Schedule of Financial Assistance (Continued) For the Year Ended June 30, 2010

FEDERAL GRANTOR/PASS-THRU GRANTOR/PROGRAM TITLE	FEDERAL STATE SHARE	FISCAL YEAR	FUNDING SOURCE	FEDERAL CFDA NUMBER	FEDERAL GRANTOR NUMBER	STATE GRANTOR NUMBER	UNAUDITED PROGRAM OR AWARD AMOUNT	AUDITED DISBURSEMENTS/ EXPENDITURES	UNAUDITED FEDERAL RECEIPTS/ REVENUE	UNAUDITED STATE RECEIPTS/ REVENUE	UNAUDITED AMOUNT REMAINING
MICHIGAN DEPARTMENT OF TRANSPORTATION (Continued)											
CAPITAL ASSISTANCE	80 %-20 %	FY2004	SECTION 5309	N/A	MI-03-0205	2002-0088 Z20	\$ 1334,951	\$ 799,068	\$ -	\$ 799,068	\$ 768
CAPITAL ASSISTANCE NOTA	80 %-20 %	FY2002	SECTION 5309	N/A	MI-03-0207	2002-0088 Z23	37,126	-	-	-	-
CAPITAL ASSISTANCE	80 %-20 %	FY2004	CMAQ	N/A	MI-90-0438	2002-0088 Z25	243,747	12,775	-	12,775	9,275
CAPITAL ASSISTANCE LETC	80 %-20 %	FY2004	STP	N/A	MI-90-0450	2002-0088 Z26	16,375	-	-	-	-
CAPITAL ASSISTANCE NOTA	80 %-20 %	FY2005	SECTION 5309	N/A	MI-03-0218	2002-0088 Z27	19,435	-	-	-	-
CAPITAL ASSISTANCE	80 %-20 %	FY2005	SECTION 5309	N/A	MI-03-0220	2002-0088 Z28	679,783	11836	-	11836	-
CAPITAL ASSISTANCE	80 %-20 %	FY2005	CMAQ	N/A	MI-90-0456	2002-0088 Z29	156,000	-	-	-	29,990
CAPITAL ASSISTANCE LETC	80 %-20 %	FY2005	SECTION 5307	N/A	MI-90-0462	2002-0088 Z32	45,925	(6)	-	(6)	-
CAPITAL ASSISTANCE	80 %-20 %	FY2005	SECTION 5307	N/A	MI-90-0465	2002-0088 Z33	608,051	-	-	-	39,313
CAPITAL ASSISTANCE	80 %-20 %	FY2006	CMAQ	N/A	MI-90-0515	2002-0088 Z36	95,000	-	-	-	-
CAPITAL ASSISTANCE	80 %-20 %	FY2006	SECTION 5309	N/A	MI-04-0013	2002-0088 Z37	1023,510	223,789	-	223,789	112,124
CAPITAL ASSISTANCE LETC	80 %-20 %	FY2006	SECTION 5307	N/A	MI-90-0489	2002-0088 Z38	30,000	-	-	-	24,919
CAPITAL ASSISTANCE	80 %-20 %	FY2006	SECTION 5307	N/A	MI-90-0488	2002-0088 Z39	67,932	12,736	-	12,736	39,339
CAPITAL ASSISTANCE	80 %-20 %	FY2007	SECTION 5307	N/A	MI-90-0541	2007-0294 Z3	12,000	-	-	-	12,000
CAPITAL ASSISTANCE	80 %-20 %	FY2007	SECTION 5307	N/A	MI-90-0540	2007-0294 Z4	64,482	21320	-	21320	28,336
CAPITAL ASSISTANCE	100 %STATE	FY2007	SECTION 5310	20.5 B	MI-16-X001	2007-0294 Z6	501,448	66,762	53,410	13,352	4,894
CAPITAL ASSISTANCE	80 %-20 %	FY2007	SECTION 5309	N/A	MI-04-0025	2007-0294 Z7	437,500	82,762	-	82,762	354,738
CAPITAL ASSISTANCE	80 %-20 %	FY2008	SECTION 5307	N/A	MI-90-0570	2007-0294 Z15	50,425	-	-	-	49,025
CAPITAL ASSISTANCE	80 %-20 %	FY2008	SECTION 5307	N/A	MI-90-0566	2007-0294 Z16	60,873	-	-	-	60,873
CAPITAL ASSISTANCE	100 %STATE	FY2008	SECTION 5310	20.5 B	MI-16-X002	2007-0294 Z17	784,380	97,554	78,043	19,511	686,826
CAPITAL ASSISTANCE	100 %STATE	FY2009	SECTION 5310	20.5 B	MI-16-X003	2007-0294 Z24	1231315	219	175	44	1231096
CAPITAL ASSISTANCE	80 %-20 %	FY2009	SECTION 5307	N/A	MI-90-X591	2007-0294 Z26	52,558	-	-	-	52,558
CAPITAL ASSISTANCE	80 %-20 %	FY2009	SECTION 5307	N/A	MI-90-X592	2007-0294 Z27	85,502	-	-	-	85,502
CAPITAL ASSISTANCE	80 %-20 %	FY2009	SECTION 5309	N/A	MI-04-0057	2007-0294 Z28	980,875	707,144	-	707,144	273,731
CAPITAL ASSISTANCE	80 %-20 %	FY2010	SECTION 5307	N/A	MI-90-X756	2007-0294 Z38	85,057	-	-	-	85,057
CAPITAL ASSISTANCE	80 %-20 %	FY2010	SECTION 5307	N/A	MI-90-X758	2007-0294 Z39	37,771	-	-	-	37,771
CAPITAL ASSISTANCE	80 %-20 %	FY08-FY09	SECTION 5309	N/A	MI-04-0040	2007-0294 Z40	1062,500	-	-	-	1062,500
CAPITAL ASSISTANCE TRANSIT SECURITY	100 %STATE	FY2006		N/A	N/A	2006 TSGP	297,672	-	-	-	-
COMBINED STATE CONTRACTS							52,238,172	2,298,620	289,000	2,009,620	4,897,487
TOTAL CAPITAL ASSISTANCE							251,290,463	23,768,444	217,588,242	2,009,620	49,798,304

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Schedule of Financial Assistance (Continued) For the Year Ended June 30, 2010

FEDERAL GRANTOR/PASS-THRU GRANTOR/PROGRAM TITLE	FEDERAL STATE SHARE	FISCAL YEAR	FUNDING SOURCE	FEDERAL CFDA NUMBER	FEDERAL GRANTOR NUMBER	STATE GRANTOR NUMBER	UNAUDITED PROGRAM OR AWARD AMOUNT	AUDITED DISBURSEMENTS/ EXPENDITURES	UNAUDITED FEDERAL RECEIPTS/ REVENUE	UNAUDITED STATE RECEIPTS/ REVENUE	UNAUDITED AMOUNT REMAINING
U.S. DEPARTMENT OF TRANSPORTATION											
STATE & FED. OPERATING ASSISTANCE											
COMPUTATIONS BASED ON OPERATING EXP.											
DIRECT ASSISTANCE											
OPERATING ASSIST. LETC		FY2003	SECTION 5307	20.507	MI-90-443	N/A	\$ 268,490	\$ -	\$ -	\$ -	\$ -
OPERATING ASSIST. LETC		FY2004	SECTION 5307	20.507	MI-90-4441	N/A	268,459	-	-	-	-
OPERATING ASSIST. LETC		FY2005	SECTION 5307	20.507	MI-90-4462	N/A	281,343	-	-	-	-
OPERATING ASSIST. LETC		FY2006	SECTION 5307	20.507	MI-90-4489	N/A	283,250	-	-	-	-
OPERATING ASSIST. LETC		FY2007	SECTION 5307	20.507	MI-90-4541	N/A	295,603	-	-	-	-
OPERATING ASSIST. LETC		FY2007	SECTION 5307	20.507	MI-90-4566	N/A	320,759	-	-	-	-
OPERATING ASSIST. LETC		FY2009	SECTION 5307	20.507	MI-90-4592	N/A	411,198	-	-	-	-
OPERATING ASSIST. LETC		FY2010	SECTION 5307	20.507	MI-90-4758	N/A	528,404	332,100	332,100	-	196,304
OPERATING ASSIST. - CMAQ SMART		FY2002	CMAQ	20.507	MI-90-0393	N/A	1573,381	-	-	-	-
OPERATING ASSIST. - CMAQ		FY2003	CMAQ	20.507	MI-90-X410	N/A	2,058,574	-	-	-	-
OPERATING ASSIST. - CMAQ SMART		FY2004	CMAQ	20.507	MI-90-0438	N/A	1630,740	-	-	-	-
OPERATING ASSIST. - CMAQ LETC		FY2004	CMAQ	20.507	MI-90-0438	N/A	160,000	-	-	-	-
OPERATING ASSIST. - CMAQ SMART		FY2005	CMAQ	20.507	MI-90-0456	N/A	1,024,319	-	-	-	-
OPERATING ASSIST. - CMAQ LETC		FY2006	CMAQ	20.507	MI-90-0515	N/A	245,000	-	-	-	-
OPERATING ASSIST. - CMAQ SMART		FY2006	CMAQ	20.507	MI-90-0515	N/A	2,413,889	-	-	-	-
OPERATING ASSIST. - CMAQ LETC		FY2007	CMAQ	20.507	MI-95-0011	N/A	310,366	-	-	-	-
OPERATING ASSIST. - CMAQ SMART		FY2007	CMAQ	20.507	MI-95-0011	N/A	2,365,188	-	-	-	-
OPERATING ASSIST. - CMAQ LETC		FY2008	CMAQ	20.507	MI-95-0017	N/A	316,573	200,567	200,567	-	49,614
OPERATING ASSIST. - CMAQ SMART		FY2008	CMAQ	20.507	MI-95-0017	N/A	3,516,204	-	-	-	-
OPERATING ASSIST. - CMAQ SMART		FY2009	CMAQ	20.507	MI-95-0038	N/A	4,107,204	-	-	-	-
OPERATING ASSIST. - CMAQ SMART		FY2010	CMAQ	20.507	MI-95-0049	N/A	3,166,097	3,166,097	3,166,097	-	-
TOTAL							25,535,041	3,688,764	3,688,764	-	245,918

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Schedule of Financial Assistance (Continued) For the Year Ended June 30, 2010

FEDERAL GRANTOR/PASS-THRU GRANTOR/PROGRAM TITLE	FEDERAL STATE SHARE	FISCAL YEAR	FUNDING SOURCE	FEDERAL CFDA NUMBER	FEDERAL GRANTOR NUMBER	STATE GRANTOR NUMBER	UNAUDITED PROGRAM OR AWARD AMOUNT	AUDITED DISBURSEMENTS/ EXPENDITURES	UNAUDITED FEDERAL RECEIPTS/ REVENUE	UNAUDITED STATE RECEIPTS/ REVENUE	UNAUDITED AMOUNT REMAINING
ACCESS TO JOBS (FEDRAL SHARE)											
FY2006 SECTION 5316 JARC CAPITAL RICHMOND LENOX	80 %- 20 %	FY2006	SECTION 5316	20.516	MI-37-X033	2007-0294 Z21	\$ 107,200	\$ -	\$ -	\$ -	\$ 107,200
FY2006 SECTION 5316 JARC OPERATING RICHMOND LENOX	50 %- 50 %	FY2006	SECTION 5316	20.516	MI-37-X033	2007-0294 Z21	58,166	-	-	-	58,166
FY2006 SECTION 5316 JARC OPERATING NOTA	50 %- 50 %	FY2006	SECTION 5316	20.516	MI-37-X033	2007-0294 Z21	132,323	-	-	-	132,323
FY2006 SECTION 5316 JARC CAPITAL SMART	50 %- 50 %	FY2006	SECTION 5316	20.516	MI-37-X033	2007-0294 Z21	292,024	-	-	-	292,024
FY2007 SECTION 5316 CAPITAL SMART	80 %- 20 %	FY2007	SECTION 5316	20.516	MI-37-0040	2007-0294 Z29	559,459	-	-	-	559,459
FY2007 SECTION 5316 PROGRAM ADMINISTRATION	50 %- 50 %	FY2007	SECTION 5316	20.516	MI-37-6040	2007-0294 Z29	62,162	124	124	-	61038
							1211334	124	124	-	1210210
NEW FREEDOM FEDERAL SHARE											
SECT 5317 CAPITAL		FY2006	SECTION 5317	20.521	MI-57-0007	2007-0294 Z19	55,000	-	-	-	55,000
SECT 5317 OPERATING		FY2006	SECTION 5317	20.521	MI-57-4007	2007-0294 Z19	327,143	-	-	-	327,143
SECT 5317 PROGRAM ADMIN		FY2006	SECTION 5317	20.521	MI-57-6007	2007-0294 Z19	42,460	1075	1075	-	41385
SECT 5317 OPERATING		FY2007	SECTION 5317	20.521	MI-57-4014	N/A	375,478	-	-	-	375,478
SECT 5317 PROGRAM ADMIN		FY2007	SECTION 5317	20.521	MI-57-6014	N/A	41720	-	-	-	41720
							841801	1075	1075	-	840726
ACCESS TO JOBS (STATE SHARE)											
CAPITAL ASSISTANCE JARC RICHMOND LENOX	80 %- 20 %	FY2006	SECTION 5316	20.516	MI-37-X033	2007-0294 Z21	26,800	-	-	-	26,800
FY2006 SECTION 5316 JARC OPERATING RICHMOND LENOX	50 %- 50 %	FY2006	SECTION 5316	20.516	MI-37-X033	2007-0294 Z21	58,166	-	-	-	58,166
FY2006 SECTION 5316 JARC OPERATING NOTA	50 %- 50 %	FY2006	SECTION 5316	20.516	MI-37-X033	2007-0294 Z21	132,323	-	-	-	132,323
FY2006 SECTION 5316 JARC CAPITAL SMART	50 %- 50 %	FY2006	SECTION 5316	20.516	MI-37-X033	2007-0294 Z21	73,006	-	-	-	73,006
FY2007 SECTION 5316 JARC CAPITAL SMART	80 %- 20 %	FY2007	SECTION 5316	20.516	MI-37-0040	2007-0294 Z29	139,865	-	-	-	139,865
							430,160	-	-	-	430,160

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Schedule of Financial Assistance (Continued) For the Year Ended June 30, 2010

FEDERAL GRANTOR/PASS-THRU GRANTOR/PROGRAM TITLE	FEDERAL STATE SHARE	FISCAL YEAR	FUNDING SOURCE	FEDERAL CFDA NUMBER	FEDERAL GRANTOR NUMBER	STATE GRANTOR NUMBER	UNAUDITED PROGRAM OR AWARD AMOUNT	AUDITED DISBURSEMENTS/ EXPENDITURES	UNAUDITED FEDERAL RECEIPTS/ REVENUE	UNAUDITED STATE RECEIPTS/ REVENUE	UNAUDITED AMOUNT REMAINING
100%STATE JARC NOTA											
NOTA ACCESS TO JOBS OPERATING	100 %STATE	FY06 & 07	SECTION 5316	20.516	MI-37-X026	2007-0294 Z11	\$ 297,354	\$ -	\$ -	\$ -	\$ -
NOTA ACCESS TO JOBS OPERATING	100 %STATE	FY2008	SECTION 5316	20.516	MI-37-X031	2007-0294 Z18	327,090	(110,960)	(55,480)	(55,480)	192,734
CAPITAL ASSISTANCE NOTA JARC	100 %STATE	FY2009	SECTION 5316	20.516	MI-37-X031	2007-0294 Z18	156,785	(31,785)	(25,428)	(6,357)	31,785
NOTA ACCESS TO JOBS CAPITAL	100 %STATE	FY2010	SECTION 5316	20.516	MI-37-X037	2007-0294 Z23	65,000	-	-	-	65,000
NOTA ACCESS TO JOBS OPERATING	100 %STATE	FY2010	SECTION 5316	20.516	MI-37-X037	2007-0294 Z23	<u>327,090</u>	<u>110,16</u>	<u>55,508</u>	<u>55,508</u>	<u>216,074</u>
							1,173,319	(31,729)	(25,400)	(6,329)	505,593
100%STATE NEWFREEDOM NOTA											
NOTA NEWFREEDOM CAPITAL	100 %STATE	FY 08 & 09	SECTION 5317	20.521	MI-57-X001	2007-0294 Z14	57,500	-	-	-	57,500
NOTA NEWFREEDOM OPERATING	100 %STATE	FY 08 & 09	SECTION 5317	20.521	MI-57-X001	2007-0294 Z14	<u>48,642</u>	<u>12,160</u>	<u>12,160</u>	<u>-</u>	<u>-</u>
							106,142	12,160	12,160	-	57,500
PASSED THROUGH MDOT											
OPERATING ASSIST. - SEC.5311	100 %STATE	FY2008	SECTION 5311	20.509	MI-18-X042	2007-0294 Z10	163,646	(1,299)	(1,299)	-	-
OPERATING ASSIST. - SEC.5311	100 %STATE	FY2009	SECTION 5311	20.509	MI-18-X047	2007-0294 Z22	178,488	44,622	44,622	-	-
OPERATING ASSIST. - SEC.5311	100 %STATE	FY2010	SECTION 5311	20.509	MI-X18-X050	2007-0294 Z22	174,141	130,606	130,606	-	-
CAPITAL ASSIST. - SEC .5311 ARRA	100 %STATE	FY2009	SECTION 5311	20.509	MI-X86-X002	2007-0294 Z32	17,447	17,447	17,447	-	-
OPERATING ASSIST. - SEC.5311 ARRA	100 %STATE	FY2009	SECTION 5311	20.509	MI-86-X002	2007-0294 ZXX	<u>27,210</u>	<u>27,210</u>	<u>27,210</u>	<u>-</u>	<u>-</u>
TOTAL							<u>560,932</u>	<u>218,586</u>	<u>218,586</u>	<u>-</u>	<u>-</u>
SUB TOTAL							29,858,729	3,889,980	3,896,309	(6,329)	3,290,107

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Schedule of Financial Assistance (Continued) For the Year Ended June 30, 2010

FEDERAL GRANTOR/PASS-THRU GRANTOR/PROGRAM TITLE	FEDERAL STATE SHARE	FISCAL YEAR	FUNDING SOURCE	FEDERAL CFDA NUMBER	FEDERAL GRANTOR NUMBER	STATE GRANTOR NUMBER	UNAUDITED PROGRAM OR AWARD AMOUNT	AUDITED DISBURSEMENTS/ EXPENDITURES	UNAUDITED FEDERAL RECEIPTS/ REVENUE	UNAUDITED STATE RECEIPTS/ REVENUE	UNAUDITED AMOUNT REMAINING
MICHIGAN DEPARTMENT OF TRANSPORTATION											
OPERATING ASSISTANCE - ACT 51 SMART URBAN				N/A		9/30/2007	\$ -	\$ 734,670	\$ -	\$ 734,670	\$ -
OPERATING ASSISTANCE - ACT 51 SMART URBAN				N/A		9/30/2009	-	797,473	-	797,473	-
OPERATING ASSISTANCE - ACT 51 SMART URBAN				N/A		9/30/2010	-	(1,000,000)	-	(1,000,000)	-
OPERATING ASSISTANCE - ACT 51 SMART URBAN				N/A		9/30/2010	-	29,238,431	-	29,238,431	-
MUNICIPAL CREDIT SPECIAL APPROPRIATION				N/A		9/30/2010	-	1529,480	-	1529,480	-
OPERATING ASSISTANCE - ACT 51 BEDFORD URBAN				N/A		9/30/2007	-	(7,287)	-	(7,287)	-
OPERATING ASSISTANCE - ACT 51 BEDFORD URBAN				N/A		9/30/2009	-	(117,18)	-	(117,18)	-
OPERATING ASSISTANCE - ACT 51 BEDFORD URBAN				N/A		9/30/2010	-	65,209	-	65,209	-
OPERATING ASSISTANCE - ACT 51 LETC COMBINED				N/A		9/30/2007	-	(78,789)	-	(78,789)	-
OPERATING ASSISTANCE - ACT 51 LETC COMBINED				N/A		9/30/2009	-	38,570	-	38,570	-
OPERATING ASSISTANCE - ACT 51 LETC COMBINED				N/A		9/30/2010	-	1,189,407	-	1,189,407	-
OPERATING ASSISTANCE - DODGE THE LODGE				N/A		2007-0294 Z5	83,804	-	-	-	-
OPERATING ASSISTANCE - FY07 SECTION 5304				N/A		2007-0294 Z8	300,000	37,216	29,773	7,443	-
OPERATING ASSISTANCE - 2007-TSGP TRAINING				N/A		2007-TSGP	72,753	-	-	-	-
OPERATING ASSISTANCE - GATEWAY PROJECT				20.205	IM 0782 (075)	2007-0294 Z12	867,830	4,091	3,682	409	-
ROYAL OAK TWP NEW SERVICES				N/A		9/30/2007	-	(752)	-	(752)	-
ROYAL OAK TWP NEW SERVICES				N/A		9/30/2009	-	(228)	-	(228)	-
ROYAL OAK TWP NEW SERVICES				N/A		9/30/2010	-	53,947	-	53,947	-
SPECIALIZED SERVICES				N/A		2007-0294 Z20	787,819	196,958	-	196,958	-
SPECIALIZED SERVICES				N/A		2007-0294 Z30	787,819	590,859	-	590,859	-
TOTAL							2,900,025	33,377,537	33,455	33,344,082	-
TOTAL OPERATING ASSISTANCE							32,758,754	37,267,517	3,929,764	33,337,753	3,290,107
GRAND TOTAL - ALL ASSISTANCE							\$ 284,049,217	\$ 61,035,961	\$ 25,688,588	\$ 35,347,373	\$ 53,088,411

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Other Operating Expenses For the Year Ended June 30, 2010

Description	Community Based			Royal Oak		
	1-Jul-09 to 30-Sep-09	1-Oct-09 to 30-Jun-10	Total C.Based	1-Jul-09 to 30-Sep-09	1-Oct-09 to 30-Jun-10	Total R.Oak
Revenue:						
Fares	\$ 160,017	\$ 314,375	\$ 474,392	\$ 655	\$ 1,567	\$ 2,222
Taxes Levied Directly	-	-	-	-	-	-
Local Operating Assistance						
General Fund/Property tax	449,369	673,602	1,122,971	-	-	-
Other	18,143	18,143	36,286	15,000	35,000	50,000
Other Local Contracts	9,039	12,278	21,317	-	-	-
Mun. Cr.	402,947	906,308	1,309,255	1,285	3,834	5,119
Comm. Cr.	534,152	1,032,925	1,567,077	1,863	5,580	7,443
Other MDOT/BPT Contracts & Reimb.						
ACT 51				12,349	41,598	53,947
Specialized Services	13,532	38,133	51,665	-	-	-
Other Federal Transit Contracts & Reimb.						
Interest Income	138	192	330	-	-	-
Total Revenue	1,587,337	2,995,956	4,583,293	31,152	87,579	118,731
Total Operating Expenses:	2,112,081	3,698,187	5,810,268	36,301	111,637	147,938
ineligible Expenses:						
SMART Municipal Credits	402,947	906,308	1,309,255	-	-	-
SMART Community Credits	534,152	1,032,925	1,567,077	-	-	-
State Specialized Services	13,532	38,133	51,665	-	-	-
Depreciation	8,415	8,415	16,830	-	-	-
Total Ineligible	959,046	1,985,781	2,944,827	-	-	-
Total Eligible Expenses	\$ 1,153,035	\$ 1,712,406	\$ 2,865,441	\$ 36,301	\$ 111,637	\$ 147,938

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Other Operating Expenses (Continued) For the Year Ended June 30, 2010

Description	Mt. Clemens			Nankin		
	1-Jul-09 to 30-Sep-09	1-Oct-09 to 30-Jun-10	Total Mt. Clemens	1-Jul-09 to 30-Sep-09	1-Oct-09 to 30-Jun-10	Total Nankin
Revenue:						
Fares	\$ 15,134	\$ 58,905	\$ 74,039	\$ 29,058	\$ 87,175	\$ 116,233
Taxes Levied Directly	-	-	-	-	-	-
Local Operating Assistance						
General Fund/Property tax	393,622	(14,228)	379,394	132,750	45,250	178,000
Other	-	3,463	3,463	68,250	204,750	273,000
Other Local Contracts						
Mun. Cr.	(a) 4,281	12,844	17,125	41,009	123,026	164,035
Comm. Cr.	(a) 6,630	19,885	26,515	58,250	174,750	233,000
Other MDOT/BPT Contracts & Reimb.						
Specialized Services	3,455	13,866	17,321	-	-	-
Other Federal Transit Contracts & Reimb.						
Interest Income	632	2,688	3,320	-	-	-
Total Revenue	\$ 423,754	\$ 97,423	\$ 521,177	\$ 329,317	\$ 634,951	\$ 964,268
Total Operating Expenses	\$ 123,309	\$ 404,252	\$ 527,561	\$ 252,095	\$ 756,285	\$ 1,008,380
Ineligible Expenses:						
SMART Municipal Credits	-	-	-	-	-	-
SMART Community Credits	-	-	-	-	-	-
State Specialized Services	3,455	13,866	17,321	-	-	-
Depreciation	-	-	-	-	-	-
Total Ineligible	3,455	13,866	17,321	-	-	-
Total Eligible Expenses	\$ 119,854	\$ 390,386	\$ 510,240	\$ 252,095	\$ 756,285	\$ 1,008,380

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Other Operating Expenses (Continued) For the Year Ended June 30, 2010

Description	Harper Woods			Redford		
	1-Jul-09 to 30-Sep-09	1-Oct-09 to 31-Dec-09	Total H.Woods	1-Apr-09 to 30-Sep-09	1-Oct-09 to 31-Mar-10	Total Redford
Revenue:						
Fares	\$ 7,588	\$ 13,117	\$ 20,705	\$ 1,946	\$ 2,011	\$ 3,957
Taxes Levied Directly	-	-	-	-	-	-
Local Operating Assistance						
General Fund/Property tax	-	-	-	13,738	124,787	138,525
Other	65,253	52,330	117,583	50	80	130
Other Local Contracts	-	-	-	-	-	-
Mun. Cr.	(a) 3,525	3,525	7,050	25,532	25,536	51,068
Comm. Cr.	(a) 5,126	5,126	10,252	37,310	37,308	74,618
Other MDOT/BPT Contracts & Reimb.						
Specialized Services	-	-	-	4,950	1,650	6,600
Other Federal Transit Contracts & Reimb.				11,250	33,959	45,209
Interest Income	-	-	-	27	118	145
Total Revenue	\$ 81,492	\$ 74,098	\$ 155,590	\$ 94,803	\$ 225,449	\$ 320,252
Total Operating Expenses	\$ 81,492	\$ 74,098	\$ 155,590	\$ 140,377	\$ 159,182	\$ 299,559
Ineligible Expenses:						
SMART Municipal Credits	-	-	-	-	-	-
SMART Community Credits	-	-	-	-	-	-
State Specialized Services	-	-	-	4,950	1,650	6,600
Depreciation	-	-	-	-	-	-
Total Ineligible	-	-	-	4,950	1,650	6,600
Total Eligible Expenses	\$ 81,492	\$ 74,098	\$ 155,590	\$ 135,427	\$ 157,532	\$ 292,959

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Other Operating Expenses (Continued) For the Year Ended June 30, 2010

Description	S.T.A.R.		Total S.T.A.R.
	1-Apr-09 to 30-Sep-09	1-Oct-09 to 31-Mar-10	
Revenue:			
Fares	\$ 2,087	\$ 2,955	\$ 5,042
Taxes Levied Directly	-	449,007	449,007
Local Operating Assistance			
General Fund/Property tax	-	-	-
Other	1,000	67,433	68,433
Other Local Contracts	-	-	-
Mun. Cr.	-	-	-
Comm. Cr.	-	-	-
Other MDOT/BPT Contracts & Reimb.			
Specialized Services	12,243	4,079	16,322
Other Federal Transit Contracts & Reimb.	268,276	-	268,276
Interest Income	-	1,061	1,061
Total Revenue	\$ 283,606	\$ 524,535	\$ 808,141
Total Operating Expenses:	\$ 252,585	\$ 335,451	\$ 588,036
Ineligible Expenses:			
SMART Municipal Credits	-	-	-
SMART Community Credits	-	-	-
State Specialized Services	70,146	133,440	203,586
Depreciation	-	-	-
Total Ineligible	70,146	133,440	203,586
Total Eligible Expenses	\$ 182,439	\$ 202,011	\$ 384,450

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Other Operating Expenses For the Year Ended September 30, 2009

Description	Community Based			Royal Oak		
	1-Oct-08 to 30-Jun-09	1-Jul-09 to 30-Sep-09	Total C.Based	1-Oct-08 to 30-Jun-09	1-Jul-09 to 30-Sep-09	Total R.Oak
Revenue:						
Fares	\$ 256,033	\$ 160,017	\$ 416,050	\$ 1,443	\$ 655	\$ 2,098
Taxes Levied Directly						
Local Operating Assistance						
General Fund/Property tax	1,190,281	458,408	1,648,689	-	-	-
Other	40,036	18,143	58,179	40,000	15,000	55,000
Other Local Contracts						
Mun. Cr.	632,075	402,947	1,035,022	3,834	1,285	5,119
Comm. Cr.	1,339,914	534,152	1,874,066	5,586	1,863	7,449
Other MDOT/BPT Contracts & Reimb.						
ACT 51				36,807	12,349	49,156
Specialized Services	33,598	13,532	47,130	-	-	-
Other Federal Transit Contracts & Reimb.						
Interest Income	1,370	138	1,508	-	-	-
Total Revenue	\$ 3,493,307	\$ 1,587,337	\$ 5,080,644	\$ 87,670	\$ 31,152	\$ 118,822
Total Operating Expenses:	\$ 3,951,557	\$ 2,112,081	\$ 6,063,638	\$ 120,601	\$ 36,301	\$ 156,902
Ineligible Expenses:						
SMART Municipal Credits	632,075	402,947	1,035,022	-	-	-
SMART Community Credits	1,339,914	534,152	1,874,066	-	-	-
State Specialized Services	33,598	13,532	47,130	-	-	-
Depreciation	-	8,415	8,415	-	-	-
Total Ineligible	2,005,587	959,046	2,964,633	-	-	-
Total Eligible Expenses	\$ 1,945,970	\$ 1,153,035	\$ 3,099,005	\$ 120,601	\$ 36,301	\$ 156,902

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Other Operating Expenses (Continued) State Year Ended September 30, 2009

Description	Mt. Clemens			Nankin		
	1-Oct-08 to 30-Jun-09	1-Jul-09 to 30-Sep-09	Total Mt. Clemens	1-Oct-08 to 30-Jun-09	1-Jul-09 to 30-Sep-09	Total Nankin
Revenue:						
Fares	\$ 53,530	\$ 15,134	\$ 68,664	\$ 86,867	\$ 29,058	\$ 115,925
Taxes Levied Directly	-	-	-	-	-	-
Local Operating Assistance						
General Fund/Property tax	(10,808)	393,622	382,814	66,250	132,750	199,000
Other	7,018	-	7,018	204,750	68,250	273,000
Other Local Contracts	-	-	-	-	-	-
Mun. Cr.	(a) 12,844	4,281	17,125	123,030	41,009	164,039
Comm. Cr.	(a) 19,885	6,630	26,515	174,749	58,250	232,999
Other MDOT/BPT Contracts & Reimb.						
Specialized Services	10,372	3,455	13,827	-	-	-
Other Federal Transit Contracts & Reimb.	-	-	-	-	-	-
Interest Income	10,474	632	11,106	-	-	-
Total Revenue	\$ 103,315	\$ 423,754	\$ 527,069	\$ 655,646	\$ 329,317	\$ 984,963
Total Operating Expenses:	\$ 399,540	\$ 123,309	\$ 522,849	\$ 699,722	\$ 252,095	\$ 951,817
Ineligible Expenses:						
SMART Municipal Credits	-	-	-	-	-	-
SMART Community Credits	-	-	-	-	-	-
State Specialized Services	10,372	3,455	13,827	-	-	-
Depreciation	-	-	-	-	-	-
Total Ineligible	10,372	3,455	13,827	-	-	-
Total Eligible Expenses	\$ 389,168	\$ 119,854	\$ 509,022	\$ 699,722	\$ 252,095	\$ 951,817

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Other Operating Expenses (Continued) State Year Ended September 30, 2009

Description	Harper Woods			Redford		
	1-Oct-08 to 30-Jun-09	1-Jul-09 to 30-Sep-09	Total H.Woods	1-Oct-08 to 31-Mar-09	1-Apr-09 to 30-Sep-09	Total Redford
Revenue:						
Fares	\$ 36,606	\$ 7,588	\$ 44,194	\$ 1,973	\$ 1,946	\$ 3,919
Taxes Levied Directly	-	-	-	-	-	-
Local Operating Assistance						
General Fund/Property tax				135,385	13,738	149,123
Other	-	65,253	65,253	1,625	50	1,675
Other Local Contracts						
Mun. Cr.	(a) 10,575	3,525	14,100	25,536	25,532	51,068
Comm. Cr.	(a) 15,376	5,126	20,502	37,308	37,310	74,618
Other MDOT/BPT Contracts & Reimb.						
Specialized Services	-	-	-	1,650	4,950	6,600
Other Federal Transit Contracts & Reimb.	-	-	-	37,500	11,250	48,750
Interest Income	-	-	-	(113)	27	(86)
Total Revenue	\$ 62,557	\$ 81,492	\$ 144,049	\$ 240,864	\$ 94,803	\$ 335,667
Total Operating Expenses	\$ 234,835	\$ 81,492	\$ 316,327	\$ 179,822	\$ 140,377	\$ 320,199
Ineligible Expenses:						
SMART Municipal Credits	-	-	-	-	-	-
SMART Community Credits	-	-	-	-	-	-
State Specialized Services	-	-	-	1,650	4,950	6,600
Depreciation	-	-	-	-	-	-
Total Ineligible	-	-	-	1,650	4,950	6,600
Total Eligible Expenses	\$ 234,835	\$ 81,492	\$ 316,327	\$ 178,172	\$ 135,427	\$ 313,599

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Other Operating Expenses (Continued) State Year Ended September 30, 2009

Description	S.T.A.R.		Total S.T.A.R.
	1-Oct-08 to 31-Mar-09	1-Apr-09 to 30-Sep-09	
Revenue:			
Fares	\$ 3,474	\$ 2,087	\$ 5,561
Taxes Levied Directly	462,296	-	462,296
Local Operating Assistance			
General Fund/Property tax	89,730	-	89,730
Other	-	1,000	1,000
Other Local Contracts	-	-	-
Mun. Cr.	-	-	-
Comm. Cr.	-	-	-
Other MDOT/BPT Contracts & Reimb.			
Specialized Services	4,080	12,243	16,323
Other Federal Transit Contracts & Reimb.		268,276	268,276
Interest Income	3,657	816	4,473
Total Revenue:	\$ 563,237	\$ 284,422	\$ 847,659
Total Operating Expenses:	\$ 345,329	\$ 252,585	\$ 597,914
Ineligible Expenses:			
SMART Municipal Credits	-	-	-
SMART Community Credits	-	-	-
State Specialized Services	184,565	70,146	254,711
Depreciation	-	-	-
Total Ineligible	184,565	70,146	254,711
Total Eligible Expenses:	\$ 160,764	\$ 182,439	\$ 343,203

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Other Operating Expenses – Combined Total State Year Ended September 30, 2009

Description	Total C.Based	Total Mt. Clemens	Total Nankin	Total H.Woods	Total Redford	Total S.T.A.R.	TOTAL OTHER
Revenue:							
Fares	\$ 416,050	\$ 68,664	\$ 115,925	\$ 44,194	\$ 3,919	\$ 5,561	654,313
Taxes Levied Directly	-	-	-	-	-	462,296	462,296
Local Operating Assistance							
General Fund/Property tax	1,648,689	382,814	199,000		149,123	89,730	2,469,356
Other	58,179	7,018	273,000	65,253	1,675	1,000	406,125
Other Local Contracts							
Mun. Cr.	1,035,022	17,125 (a)	164,039 (a)	14,100 (a)	51,068 (a)	-	1,281,354
Comm. Cr.	1,874,066	26,515 (a)	232,999 (a)	20,502 (a)	74,618 (a)	-	2,228,700
Other MDOT/BPT Contracts & Reimb.							
Act 51	-	-	-	-	-	-	-
Specialized Services	47,130	13,827	-	-	6,600	16,323	83,880
Other Federal Transit Contracts & Reimb.	-	-	-	-	48,750	268,276	317,026
Interest Income	1,508	11,106	-	-	(86)	4,473	17,001
Total Revenue	\$ 5,080,644	\$ 527,069	\$ 984,963	\$ 144,049	\$ 335,667	\$ 847,659	\$ 7,920,051
Total Operating Expenses	\$ 6,063,638	\$ 522,849	\$ 951,817	\$ 316,327	\$ 320,199	\$ 597,914	\$ 8,772,744
Ineligible Expenses:							
SMART Municipal Credits	1,035,022	-	-	-	-	-	1,035,022
SMART Community Credits	1,874,066	-	-	-	-	-	1,874,066
State Specialized Services	47,130	13,827	-	-	6,600	254,711	322,268
Depreciation	8,415	-	-	-	-	-	8,415
Total Ineligible	2,964,633	13,827	-	-	6,600	254,711	3,239,771
Total Eligible Expenses	\$ 3,099,005	\$ 509,022	\$ 951,817	\$ 316,327	\$ 313,599	\$ 343,203	\$ 5,532,973

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information URBAN Revenue Combined Schedule State Year Ended September 30, 2009

Description	SMART Directly Provided	OTHER	Total for URBAN OAR
Passenger Fares	11,828,928	654,313	12,483,241
Contract Fares	204,160	-	204,160
Concessions	-	-	-
Advertising	291,950	-	291,950
Rental of Bldgs or Other Property	53,903	-	53,903
Other NonTrans Revenue	17,587	-	17,587
Other Local Contracts - Mun. Cr. Recapture	(1,005)	-	(1,005)
Other Local Contracts - Com. Cr.	-	-	-
Taxes Levied Directly	-	462,296	462,296
Local Operating Assistance	52,186,827	2,469,356	54,656,183
Other Local Contracts	-	406,125	406,125
Other Local Community Credits	-	2,228,700	2,228,700
State Operating Assistance			
SMART	27,377,449	-	27,377,449
Municipal Credit	1,529,476	1,281,354	2,810,830
Bedford	78,028	-	78,028
LETC Urban & Non-Urban	1,194,407	-	1,194,407
Royal Oak Township	57,047	-	57,047
Line-Item Municipal Credit	1,529,480	-	1,529,480
Cap. K Reimb. For Admin. Expenses	-	-	-
Other Cap. K Reimb. For Operating Exp.	-	-	-
Other MDOT/BPT Contracts & Reimb.	-	-	-
State Preventive Maintenance 2002-0088 Z20	792,233	-	792,233
SMART JARC 2007-0294 Z18	(90,976)	-	(90,976)
Gateway - M-0782 (075) 2007-0294/Z12	26,685	-	26,685
Specialized Service Grant's	-	83,880	83,880
Specialized Service Grant 2007-0294 Z20	787,818	-	787,818
NOTA JARC MI-37-X026 & 2007-0294 Z11	-	-	-
NOTA JARC MI-37-X031 & 2007-0294 Z18	163,545	-	163,545
Federal Preventive Maintenance	-	-	-
MI-90-0591	3,253,226	-	3,253,226
MI-03-0205	3,168,931	-	3,168,931
Planning/Capital Cost of Contracting	-	-	-
FY 2009 UWP - CONTRACT MI-80-2003	216,086	-	216,086
FY 2010 UWP - CONTRACT #80-2001	77,048	-	77,048
Cap. K Reimb. For Admin. Expenses	-	-	-
Other Cap. K Reimb. For Operating Exp.	-	-	-
SMART JARC MI-37-X033	(90,976)	-	(90,976)
JARC EASTSIDE COMMUNITY SERVICES MI-37-X014	(293,550)	-	(293,550)
Gateway - M-0782 (075) 2007-0294/Z12	371,069	-	371,069
Other Federal Transit Contracts & Reimb.	-	317,026	317,026
CMAQ MI-95-0038	3,228,153	-	3,228,153
CMAQ MI-95-0049	830,550	-	830,550
Section 5307 Lake Erie MI-90-4452	332,799	-	332,799
Section 5307 Lake Erie MI-90-4758	83,025	-	83,025
CMAQ Lake Erie MI-95-0011	118,177	-	118,177
CMAQ Lake Erie MI-95-0017	104,730	-	104,730
Section 5311 Lake Erie Non Urban MI-18-X041 2007-0294 Z2	(11,990)	-	(11,990)
Section 5311 Lake Erie Non Urban MI-18-X042 2007-0294 Z10	(6,030)	-	(6,030)
Section 5311 Lake Erie Non Urban MI-18-X047- 2007-0294 Z22	178,488	-	178,488
NOTA JARC MI-37-X026 & 2007-0294 Z11	-	-	-
NOTA JARC MI-37-X031 & 2007-0294 Z18	163,545	-	163,545
NOTA New Freedom MI-57-X001 2007-0294 Z14	48,642	-	48,642
Section 5311 ARRA	-	-	-
Other	-	-	-
Interest Income	227,106	17,001	244,107
Total	<u>\$ 110,026,571</u>	<u>\$ 7,920,051</u>	<u>\$ 117,946,622</u>

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information URBAN Expense Combined Schedule State Year Ended, September 30, 2009

Description	SMART Directly Provided	OTHER	Total for URBAN OAR
Labor	\$ 42,049,502	\$ -	\$ 42,049,502
Other fringe benefits	18,121,821	-	18,121,821
Pensions	5,371,704	-	5,371,704
OPEB - Funded	1,875,001	-	1,875,001
OPEB - Unfunded	3,446,539	-	3,446,539
Advertising fees	-	-	-
Audit cost	129,770	-	129,770
Other services	2,843,855	-	2,843,855
Fuel and lubricants	6,677,453	-	6,677,453
Tires and tubes	670,788	-	670,788
Other materials and supplies	6,015,713	-	6,015,713
Utilities	2,187,168	-	2,187,168
Casualty and Liab. Costs	1,518,891	-	1,518,891
Taxes and fees	-	-	-
Purchased transportation service	-	8,772,744	8,772,744
Pass-thru that are Expensed	9,928,067	-	9,928,067
Travel, meetings and training	71,369	-	71,369
Association dues and subscriptions	95,452	-	95,452
Loss on Disposal of Asset	29,704	-	29,704
Other miscellaneous expenses	197,118	-	197,118
Cost Overruns	(1,881)	-	(1,881)
Interest on Long-Term Debt	1,620,312	-	1,620,312
Interest on Short-Term Debt	-	-	-
Interest on Capital Lease	-	-	-
Leases and rentals	-	-	-
Depreciation	11,993,208	-	11,993,208
Total expenses	<u>\$ 114,841,554</u>	<u>\$ 8,772,744</u>	<u>\$ 123,614,298</u>
Less ineligible expenses:			
Ineligible Depreciation	\$ 6,067,127	\$ -	\$ 6,067,127
Ineligible Loss on Disposal	29,704	-	29,704
Local contracts	-	-	-
Preventive maintenance (M I-90-0591)	3,253,226	-	3,253,226
Preventive maintenance (M I-03-0205)	3,168,931	-	3,168,931
Planning/Cap. Cost of K (FY 2009)	216,087	-	216,087
Planning/Cap. Cost of K (FY 2010 M I-80-2001)	77,048	-	77,048
Administrative Expense Paid by Cap. K	-	-	-
Other Expense Paid by Cap. K	-	-	-
Other Ineligible Fed/State/Local	-	-	-
CMAQ MI-95-0038	3,228,153	-	3,228,153
CMAQ MI-95-0049	830,550	-	830,550
JARC MI-37-X033 2007-0294/Z10	-	-	-
Other State contracts (Municipal credits)	-	-	-
Purchased Transportation Ineligibles	-	3,239,771	3,239,771
Pass-Thru Ineligibles	5,666,057	-	5,666,057
Gateway 2007-0294/Z12	397,754	-	397,754
State Preventive Maintenance 2002-0088 Z20	792,233	-	792,233
Ineligible Interest	-	-	-
MPTA Dues (7.10% INELIG.)	2,343	-	2,343
CTAA Dues (1.66% INELIG.)	199	-	199
APTA Dues (14.00% INELIG.)	5,250	-	5,250
Ineligible Pension/OPEB	3,446,539	-	3,446,539
Other Ineligibles	-	-	-
Cost Overruns	(1,881)	-	(1,881)
Garnishments	17,587	-	17,587
Total Ineligibles:	<u>27,196,907</u>	<u>3,239,771</u>	<u>30,436,678</u>
Total eligible expenses	<u>\$ 87,644,647</u>	<u>\$ 5,532,973</u>	<u>\$ 93,177,620</u>

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information SMART Combined Urban Regular Service Revenue Report For the Year Ended September 30, 2009

Description	Amount
Passenger Fares	\$ 12,483,241
Contract Fares	204,160
Package Delivery/ Meals on Wheels	-
Incidental Charter Service Revenue	-
Auxiliary Transportation Revenue (Explain)	
.10 Concessions	-
.15 Advertising	291,950
.20 Intercity Ticket Sales	-
.99 Other Auxiliary Transportation Revenue	-
Nontransportation Revenue (Explain)	
.10 Sale of Maintenance Services	-
.15 Rental of Revenue Vehicles	-
.20 Rental of Buildings or Other Property	53,903
.25 Parking Lot Revenue	-
.60 Gains from the Sales of Capital Assets	-
.99 Other Nontransportation Revenue	16,582
Taxes Levied Directly by Transit System	462,296
Local Cash Grants and Reimbursements (Explain)	
.10 Local Operating Assistance	54,656,183
.20 Single Business Tax	-
.99 Other Local Contracts	406,125
.99 Other Local Contracts (Community Credit Program)	2,228,700
State Formula and Contracts	
.01 State Operating Assistance SMART	28,906,925
.01 State Operating Assistance CBS MUNICIPAL CREDITS	1,281,354
.01 State Operating Assistance LAKE ERIE BEDFORD ROYAL OAK	1,329,482
.10 Line Item Municipal Credits	1,529,480
.11 Preventive Maintenance	792,233
.12 Capital Cost of Contracting	-
.13 Capital Contract Reimbursement for Administrative Expenses	-
.14 Other Capital Contract Reimbursements for Operating Expenses	-
.99 Other State Contracts and Reimbursements	970,952
Federal Contracts	
.01 Section 5311 LAKE ERIE	160,468
.02 Section 5307 LAKE ERIE	415,824
.11 Preventive Maintenance	6,422,157
.12 Capital Cost of Contracting	-
.13 Capital Contract Reimbursement for Administrative Expenses	-
.99 Other Planning	293,134
.99 Other CMAQ SMART	4,058,703
.99 Other CMAQ LAKE ERIE	222,907
.99 Other Federal Contracts and Reimbursements	515,756
Interest Income	244,107
Contributed Service	-
Total Revenue	\$ 117,946,622

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information SMART Combined Urban Regular Service Expense Report For the Year Ended September 30, 2009

	Operations	Maintenance	Gen. Admin.	Total
Labor				
01 Oper Sal & Wages	\$ 20,802,343	\$ -	\$ -	\$ 20,802,343
02 Other Sal & Wages	-	6,899,690	9,325,098	16,224,788
03 Disp Sal & Wages	-	-	5,022,371	5,022,371
Fringe Benefits	-	-	18,121,821	18,121,821
Post Retirement Benefits Funded	-	-	1,875,001	1,875,001
Post Retirement Benefits Unfunded	-	-	3,446,539	3,446,539
Pension	-	-	5,371,704	5,371,704
Services				
01 Audit	-	-	129,770	129,770
02 Advertising Fees	-	-	-	-
99 Other Services	216,630	1,258,756	1,368,469	2,843,855
Materials & Supp Cons				
01 Fuel and Lubricants	6,677,453	-	-	6,677,453
02 Tires and Tubes	670,788	-	-	670,788
99 Other Materials & Supplies	576,952	5,143,037	295,724	6,015,713
Utilities	-	-	2,187,168	2,187,168
Casual & Liab Costs				
03 Premium for Public Liability	-	-	-	-
99 Other Insurance	1,453,843	65,048	-	1,518,891
Taxes	-	-	-	-
Purchased Transportation Service on SMART F/S	9,928,067	-	-	9,928,067
Purchased Transportation Service POS STAR and Community Based	8,772,744	-	-	8,772,744
Miscellaneous Expense	-	-	-	-
02 Travel and Meetings	-	-	71,369	71,369
03 Dues and Subscriptions	-	-	95,452	95,452
09 Loss on Disposal of Asset	-	-	29,704	29,704
99 Other Overruns	-	-	(1,881)	(1,881)
99 Other Miscellaneous Expense	-	-	197,118	197,118
Interest Expense	-	-	-	-
01 Interest on Long-Term Debt	-	-	1,620,312	1,620,312
02 Interest on Short-Term Debt	-	-	-	-
Leases and Rentals	-	-	-	-
Depreciation	-	-	11,993,208	11,993,208
Total Expenses	49,098,820	13,366,531	61,148,947	123,614,298
Less Ineligible Expenses				
Ineligible Depreciation	-	-	6,067,127	6,067,127
Ineligible Loss on Disposal	-	-	29,704	29,704
Local contracts	-	-	-	-
Preventive maintenance (MI-90-0591)	-	3,253,226	-	3,253,226
Preventive maintenance (MI-03-0205)	-	3,168,931	-	3,168,931
Planning/Cap. Cost of K (FY 2009)	-	-	216,087	216,087
Planning/Cap. Cost of K (FY 2010 MI-80-2001)	-	-	77,048	77,048
Administrative Expense Paid by Cap. K	-	-	-	-
Other Expense Paid by Cap. K	-	-	-	-
Other Ineligible Fed/State/Local				
CMAQ MI-95-0038	3,228,153	-	-	3,228,153
CMAQ MI-95-0049	830,550	-	-	830,550
JARC MI-37-X033 2007-0294/Z10	-	-	-	-
Other State contracts (Municipal credits)	-	-	-	-
Purchased Transportation Ineligibles	3,239,771	-	-	3,239,771
Pass-Thru Ineligibles	5,666,057	-	-	5,666,057
Gateway 2007-0294/Z12	397,754	-	-	397,754
State Preventive Maintenance 2002-0088 Z20	-	792,233	-	792,233
Ineligible Interest	-	-	-	-
MPTA Dues (7.10% INELIG.)	-	-	2,343	2,343
CTAA Dues (1.66% INELIG.)	-	-	199	199
APTA Dues (14.00% INELIG.)	-	-	5,250	5,250
Ineligible Pension/OPEB	-	-	3,446,539	3,446,539
Other Ineligibles	-	-	-	-
Cost Overruns	-	-	(1,881)	(1,881)
Garnishments	-	-	17,587	17,587
TOTAL Ineligible Expenses	13,362,285	7,214,390	9,860,003	30,436,678
Total Eligible Expenses	\$ 35,736,535	\$ 6,152,141	\$ 51,288,944	\$ 93,177,620

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information SMART Combined Urban Regular Service Nonfinancial Report For the Year Ended September 30, 2009

DESCRIPTION	WEEKDAYS	SATURDAY	SUNDAY	TOTAL
FIXED ROUTE				
PUBLIC SERVICE				
VEHICLE HOURS	606,246	69,403	33,879	709,528
VEHICLE MILES	9,549,083	1,084,864	527,726	11,161,673
MISCELLANEOUS INFORMATION				
CHARTER SERVICE HOURS	-	-	-	-
CHARTER SERVICE MILES	-	-	-	-
CONNECTOR				
PUBLIC SERVICE				
VEHICLE HOURS	184,604	3,692	532	188,828
VEHICLE MILES	3,484,359	71,508	12,301	3,568,168
MISCELLANEOUS INFORMATION				
CHARTER SERVICE HOURS	-	-	-	-
CHARTER SERVICE MILES	-	-	-	-

The methodology used for compiling miles and hours has been reviewed and the recording method has been found to be adequate and reliable.

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Royal Oak Twp Urban Service Revenue Report For the Year Ended September 30, 2009

Description	Amount
Passenger Fares	\$ 2,098
Contract Fares	-
Package Delivery/ Meals on Wheels	-
Incidental Charter Service Revenue	-
Auxiliary Transportation Revenue (Explain)	
.10 Concessions	-
.15 Advertising	-
.20 Intercity Ticket Sales	-
.99 Other Auxiliary Transportation Revenue	-
Nontransportation Revenue (Explain)	
.10 Sale of Maintenance Services	-
.15 Rental of Revenue Vehicles	-
.20 Rental of Buildings or Other Property	-
.25 Parking Lot Revenue	-
.60 Gains from the Sales of Capital Assets	-
.99 Other Nontransportation Revenue	-
Taxes Levied Directly by Transit System	-
Local Cash Grants and Reimbursements (Explain)	
.10 Local Operating Assistance	55,000
.20 Single Business Tax	-
.99 Other Local Contracts (Community Credit Program)	7,449
State Formula and Contracts	
.01 State Operating Assistance	49,156
.10 Line Item Municipal Credits	5,119
.11 Preventive Maintenance	-
.12 Capital Cost of Contracting	-
.13 Capital Contract Reimbursement for Administrative Expenses	-
.14 Other Capital Contract Reimbursements for Operating Expenses	-
.99 Other State Contracts and Reimbursements	-
Federal Contracts	
.01 Section 5311	-
.02 Section 5307	-
.11 Preventive Maintenance	-
.12 Capital Cost of Contracting	-
.13 Capital Contract Reimbursement for Administrative Expenses	-
.14 Other Capital Contract Reimbursements for Operating Expenses	-
.98 RTAP	-
.99 Other Federal Contracts and Reimbursements	-
Interest Income	-
Contributed Service	-
Total Revenue	<u>\$ 118,822</u>

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Royal Oak Twp Urban Regular Service Expense Report For the Year Ended September 30, 2009

	Operations	Maintenance	Gen. Admin.	Total
Labor				
01 Oper Sal & Wages	\$ 26,586	\$ -	\$ -	\$ 26,586
02 Other Sal & Wages	19,587	-	14,628	34,215
03 Disp Sal & Wages	18,866	-	-	18,866
Fringe Benefits	20,948	-	-	20,948
Services				
01 Audit	-	-	-	-
02 Advertising Fees	842	-	-	842
99 Other Services	268	723	12,336	13,327
Materials & Supp Cons				
01 Fuel and Lubricants	9,952	-	-	9,952
02 Tires and Tubes	-	-	-	-
99 Other Materials & Supplies	6,089	2,918	-	9,007
Utilities	12,393	-	-	12,393
Casual & Liab Costs				
03 Premium for Public Liability	10,632	-	-	10,632
99 Other Insurance	-	-	-	-
Taxes				-
Purchased Transportation Service	-	-	-	-
Miscellaneous Expense				
02 Travel and Meetings	134	-	-	134
99 Other Miscellaneous Expense	-	-	-	-
Interest Expense				
01 Interest on Long-term Debt	-	-	-	-
02 Interest on Short-term Debt	-	-	-	-
Leases and Rentals	-	-	-	-
Depreciation	-	-	-	-
Total Expenses	126,297	3,641	26,964	156,902
Less Ineligible Expenses				
03 Fed. Grants (Explain)	-	-	-	-
04 State Grants (specialized svcs)	-	-	-	-
05 Local Grants	-	-	-	-
06 Interest Expense	-	-	-	-
07 Depreciation	-	-	-	-
08 Other (Explain)	-	-	-	-
09 Ineligible Percent of Dues	-	-	-	-
10 Expenses Assoc W/Auxiliary Trans	-	-	-	-
15 Charter Expense	-	-	-	-
99 Total Ineligible Expense	-	-	-	-
TOTAL Eligible Expenses	\$ 126,297	\$ 3,641	\$ 26,964	\$ 156,902

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Royal Oak Twp Urban Regular Service Nonfinancial Report For the Year Ended September 30, 2009

DESCRIPTION	WEEKDAYS	SATURDAY	SUNDAY	TOTAL
FIXED ROUTE				
PUBLIC SERVICE				
<hr/>				
VEHICLE HOURS	-	-	-	-
VEHICLE MILES	-	-	-	-
MISCELLANEOUS INFORMATION				
<hr/>				
CHARTER SERVICE HOURS	-	-	-	-
CHARTER SERVICE MILES	-	-	-	-
CONNECTOR				
PUBLIC SERVICE				
<hr/>				
VEHICLE HOURS	1,853	-	-	1,853
VEHICLE MILES	25,284	-	-	25,284
MISCELLANEOUS INFORMATION				
<hr/>				
CHARTER SERVICE HOURS	-	-	-	-
CHARTER SERVICE MILES	-	-	-	-

Management has determined that the methodology used for compiling miles and hours has been reviewed and the reconciling method has been found to be adequate and reliable.

Suburban Mobility Authority for Regional Transportation

Other Supplemental Information Footnotes

1.) Administrative expenses that are charged to capital grants are not included in SMART's operating expenses.

All administrative costs related to capital contracts are deducted and transferred to the capital fund; therefore, these expenditures are not reimbursed by state formula funds.

2.) Expenses that are paid on behalf of our purchase of service providers are not included in SMART's eligible expenses.

Costs related to our purchase of service providers are deducted and reimbursed by these providers and included in their operating expenses.

3.) No expenses for Lake Erie Transit are included in SMART'S submittal.

4) Expenses for STAR, Community Based Nankin Transit, Redford, Mt. Clemens, and Harper Woods are included only on schedule 4E on line Purchased Transportation.