## Performance Audit

## Report Number:

591-0190-16

## Office of Aeronautics (OA)

## Michigan Department of Transportation

## Released:

April 2017

OA's mission is to develop and preserve a safe, high-quality Statewide air transportation system. OA facilitates continuous capital improvement at the State's airports by providing project management for the programming, planning, design, safety evaluation, and construction of airport projects. Also, OA inspects airports and flight schools; monitors airport weather devices; and licenses or registers airports, flight schools, aircraft, and aircraft dealers. OA expended $\$ 87.8$ million for fiscal year 2015 and had 45 employees as of July 8, 2016.

| Audit Objective |  | Conclusion |  |
| :--- | :---: | :---: | :---: |
| $\begin{array}{l}\text { Objective \#1: To assess the sufficiency of OA's oversight of the Airport Capital } \\ \text { Improvement Program. }\end{array}$ | Sufficient |  |  |
| Findings Related to This Audit Objective |  |  |  | \(\left.\begin{array}{c}Material <br>

Condition\end{array} \quad $$
\begin{array}{c}\text { Reportable } \\
\text { Condition }\end{array}
$$ \quad $$
\begin{array}{c}\text { Agency } \\
\text { Preliminary } \\
\text { Response }\end{array}
$$\right]\)

| Audit Objective |  |  | Conclusion |  |  |  |  |
| :--- | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Objective \#2: To assess the effectiveness of OA's administration of safety and education <br> programs, air transportation services, and organizational functions. | Effective |  |  |  |  |  |  |
| Findings Related to This Audit Objective | Material <br> Condition | Reportable <br> Condition | Agency <br> Preliminary <br> Response |  |  |  |  |
| None reported. | Not applicable. |  |  |  |  |  |  |
| Agency <br> Observations Related to This Audit Objective |  |  |  |  | Material <br> Condition | Reportable <br> Condition | Preliminary <br> Response |
| Michigan's aircraft registration fees are the second <br> lowest among six Midwestern states and have not been <br> revised since 1945 (Observation \#1). | Not applicable for observations. |  |  |  |  |  |  |



