

**FINANCIAL MANAGEMENT SERVICES
MONTHLY FINANCIAL REPORTS
JUNE 13, 2014**

ECONOMIC HIGHLIGHTS

Arizona Indicators

Arizona Per Capita Personal Income

2007	2008	2009	2010	2011	2012	2013
\$35,863	\$35,772	\$33,972	\$33,967	\$35,446	\$36,243	\$36,823

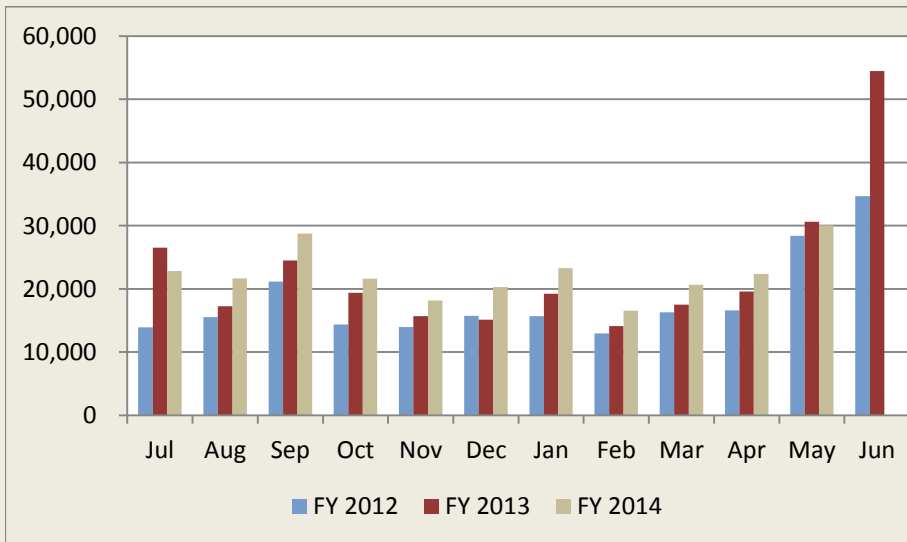
Arizona Total Nonfarm Employment

Month	2013	2014	Yearly Change
March	2,518,300	2,565,300	47,000
April	2,525,500	2,569,600	44,100

Average Fuel Price per Gallon

Fuel Type	May 2013	Apr 2014	May 2014
Gasoline (Arizona)	\$3.46	\$3.48	\$3.52
Diesel (West Coast)	\$3.97	\$4.01	\$4.03

Statewide New Car Registrations



Greater Phoenix Area Indicators

Greater Phoenix Area Unemployment Rate - March

2007	2008	2009	2010	2011	2012	2013	2014
3.1%	3.9%	8.5%	10.0%	8.8%	7.4%	6.8%	6.4%

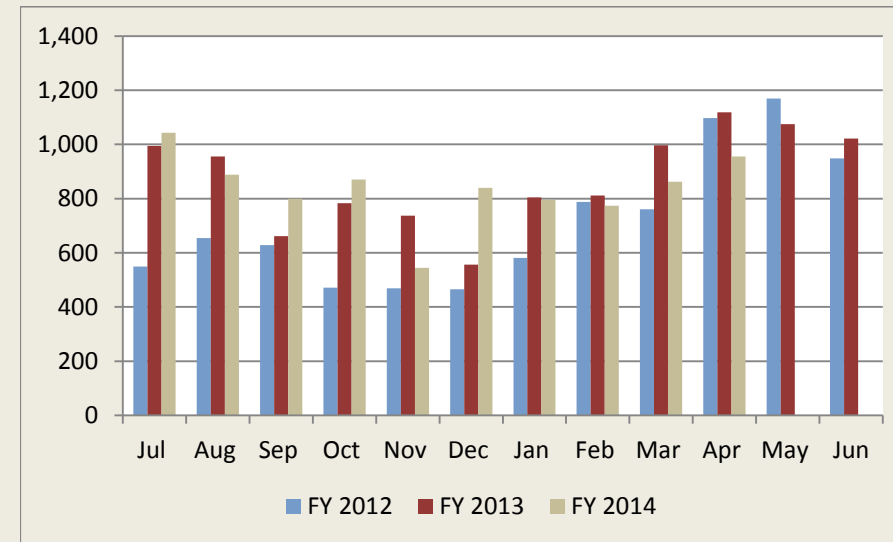
Greater Phoenix Area Total Nonfarm Employment

Month	2013	2014	Yearly Change
March	1,810,800	1,850,700	39,900
April	1,815,000	1,854,100	39,100

Sky Harbor Passenger Count

Month	2013	2014	Yearly Change
March	3,903,451	4,029,861	126,410

Maricopa County New Single-Family Building Permits

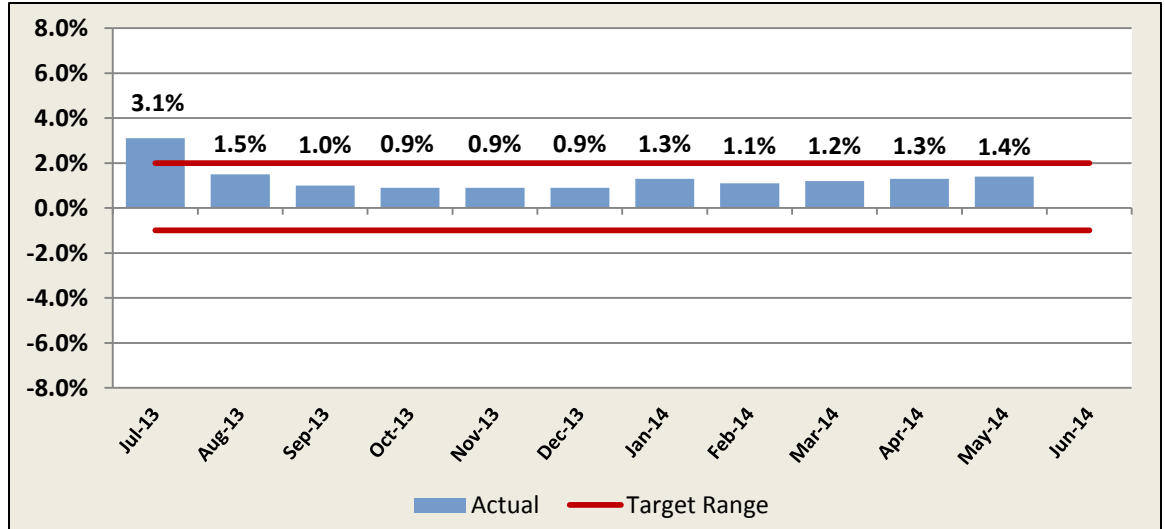


HIGHWAY USER REVENUE FUND (HURF) THROUGH MAY 31, 2014

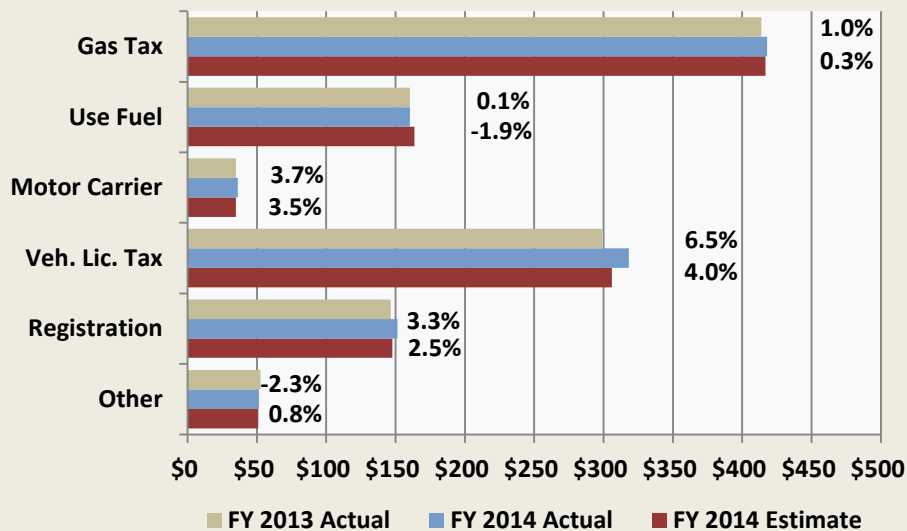
Highlights

- Of the six HURF revenue categories, the vehicle license tax category experienced the highest rate of year to date growth at 6.5 percent.
- Arizona consumers encountered rising gas prices in in May, with the Arizona average price per gallon reaching \$3.52 for regular unleaded gas. This is six cents more than the Arizona average price per gallon for regular unleaded gasoline in May of last year.
- Even with higher gas prices, gas tax revenue was 1.1 percent higher than it was in May of the previous year.

Variance from Forecast Year to Date



Revenue Category Performance Year to Date (\$ in Millions)



Monthly Comparisons (\$ in Thousands)

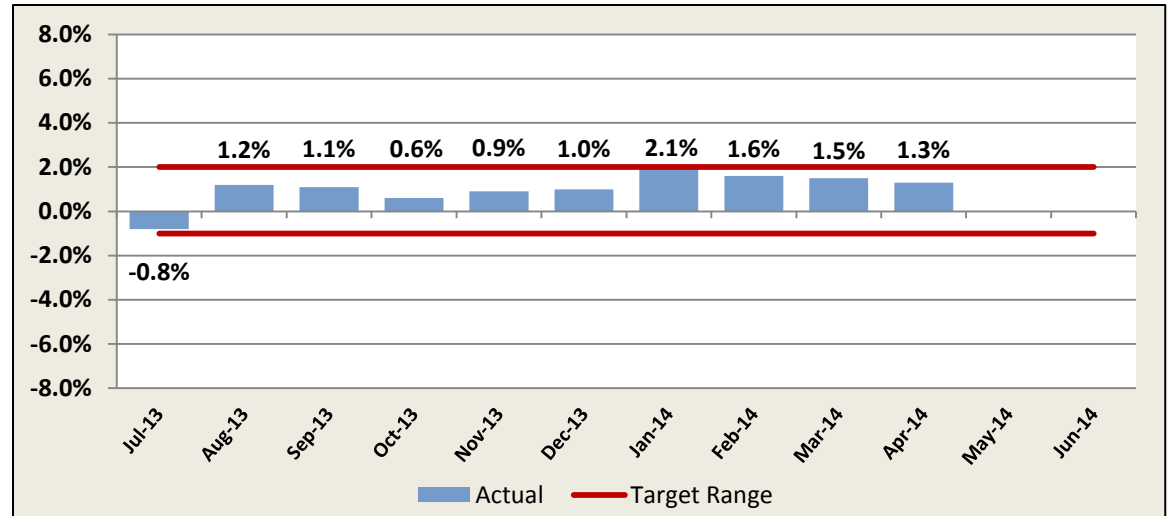
	FY 2013 Actual	FY 2014 Actual	Change	FY 2014 Estimate	Change
July	\$97,577	\$104,799	7.4%	\$101,691	3.1%
August	101,151	99,277	-1.9%	99,284	0.0%
September	100,314	102,824	2.5%	102,768	0.1%
October	94,632	99,475	5.1%	98,866	0.6%
November	96,347	98,260	2.0%	97,708	0.6%
December	101,776	102,062	0.3%	100,696	1.4%
January	100,290	107,186	6.9%	103,474	3.6%
February	103,971	103,713	-0.2%	104,535	-0.8%
March	100,260	103,084	2.8%	101,092	2.0%
April	109,220	113,312	3.7%	110,570	2.5%
May	101,381	101,631	0.2%	99,332	2.3%
Subtotal	\$1,106,918	\$1,135,621	2.6%	\$1,120,016	1.4%
June	103,106			104,284	
Total	\$1,210,024	\$1,135,621		\$1,224,300	

MARICOPA COUNTY TRANSPORTATION EXCISE TAX (RARF) THROUGH APRIL 30, 2014

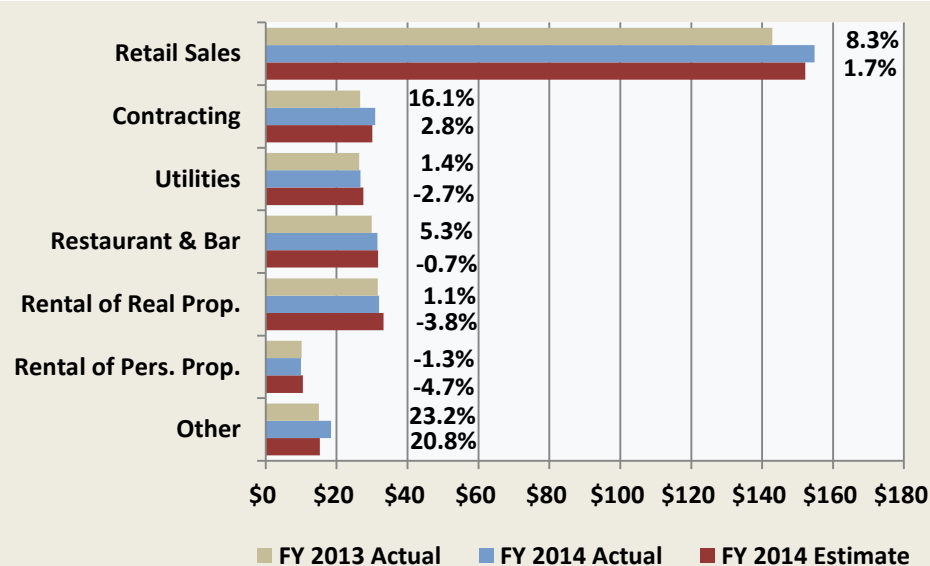
Highlights

- Retail sales is the largest revenue category of RARF with a fiscal year to date total collections of \$154.8 million.
- According to the Arizona Department of Administration, the unemployment rate in the greater Phoenix area was 6.4 percent in March 2014, which was lower than the 6.8 percent unemployment rate reported in March 2013.
- Although April contracting revenues grew 5.4 percent compared to April of last year, the year over year growth rate was the slowest it has been this fiscal year.
- There were 862 single-family building permits issued within Maricopa County in March 2014, down from 997 issued in March 2013.

Variance from Forecast Year to Date



Revenue Category Performance Year to Date (\$ in Millions)



Monthly Comparisons (\$ in Thousands)

	FY 2013 Actual	FY 2014 Actual	Change	FY 2014 Estimate	Change
July	\$28,653	\$29,651	3.5%	\$29,902	-0.8%
August	26,183	28,798	10.0%	27,858	3.4%
September	27,053	29,076	7.5%	28,831	0.8%
October	27,053	28,969	7.1%	29,237	-0.9%
November	27,239	29,171	7.1%	28,593	2.0%
December	27,539	29,881	8.5%	29,414	1.6%
January	32,815	37,604	14.6%	34,995	7.5%
February	27,236	28,423	4.4%	28,923	-1.7%
March	27,416	29,753	8.5%	29,580	0.6%
April	31,325	32,940	5.2%	33,015	-0.2%
Subtotal	\$282,512	\$304,266	7.7%	\$300,348	1.3%
May	28,999			30,663	
June	30,066			30,989	
Total	\$341,577	\$304,266		\$362,000	

INVESTMENT PERFORMANCE THROUGH APRIL 30, 2014 (\$ IN THOUSANDS)

Investment Pools	Monthly Average Invested Balance	Percent Invested	April		Year-To-Date (YTD)	
			Interest Received	Current Yield	Interest Received	YTD Yield
Pool 2						
Highway	\$289,058	99.79%	\$164	0.68%	\$1,779	0.84%
HURF Bond Redemption	\$85,410	99.99%	\$47	0.68%	\$376	0.84%
FY11A HURF Proceeds	\$51,740	99.85%	\$29	0.68%	\$423	0.84%
FY11A GAN Proceeds	\$15,981	99.51%	\$9	0.68%	\$213	0.84%
FY13A HURF Proceeds	\$232,025	99.97%	\$130	0.68%	\$1,575	0.84%
Other/1	\$101,530	99.76%	\$53	0.68%	\$683	0.84%
Subtotal	\$775,745	99.86%	\$432	0.68%	\$5,051	0.84%
Pool 3						
HELP/2	\$77,985	99.94%	\$57	0.89%	\$572	0.89%
Other/3	\$7,948	98.91%	\$6	0.89%	\$60	0.89%
Subtotal	\$85,933	99.84%	\$63	0.89%	\$632	0.89%
Pool 4						
2011 RARF Proceeds	\$47,625	99.65%	\$32	0.80%	\$536	0.78%
RARF Bond Redemption	\$67,187	100.00%	\$44	0.80%	\$252	0.78%
Regional Area Road Fund	\$480,997	99.92%	\$318	0.80%	\$3,158	0.78%
Subtotal	\$595,809	99.91%	\$394	0.80%	\$3,946	0.78%
Total	\$1,457,486	99.88%	\$889	0.74%	\$9,629	0.82%

Note: Numbers may not add due to rounding.

Source: State Treasurer's Office Statement of Accounts.

/1 Includes Aviation, HURF, Equipment, STAN and GAN redemption funds.

/2 HELP: Highway Expansion and Extension Loan Program.

/3 Includes Safety Enforcement, Storage Tank, Magazine, Economic Strength and Special Plates funds.

HIGHWAY EXPANSION AND EXTENSION LOAN PROGRAM (HELP) CASH STATUS AS OF MAY 31, 2014

Revenues:	
Federal Capitalization	\$46,185,974
State Match	2,791,729
Board Funding Obligation, Series 1999	100,000,000
Board Funding Obligation, Series 2000	100,000,000
Board Funding Obligation, Series 2002	40,000,000
Board Funding Obligation, Series 2003	140,000,000
Board Funding Obligation, Series 2007	50,000,000
Highway Fund Transfer	20,000,000
General Fund Appropriation	20,000,000
Interest Received on Loans	27,031,891
Interest Income	44,020,469
Principal Repaid on Loans	545,578,522
Total Revenues	<u>\$1,135,608,585</u>
Expenditures:	
Loan Draws	\$545,578,522
BFO Payment to Treasurer - Principal	430,000,000
BFO Payment to Treasurer - Interest	39,667,756
Highway Fund Repayment	20,000,000
General Fund Reversion	20,000,000
Administration	2,226,371
Total Expenditures	<u>\$1,057,472,649</u>
Final Cash Balance as of 05/31/14	\$78,135,936