

FINANCIAL MANAGEMENT SERVICES  
MONTHLY FINANCIAL REPORT  
JULY 20, 2018

## ECONOMIC HIGHLIGHTS

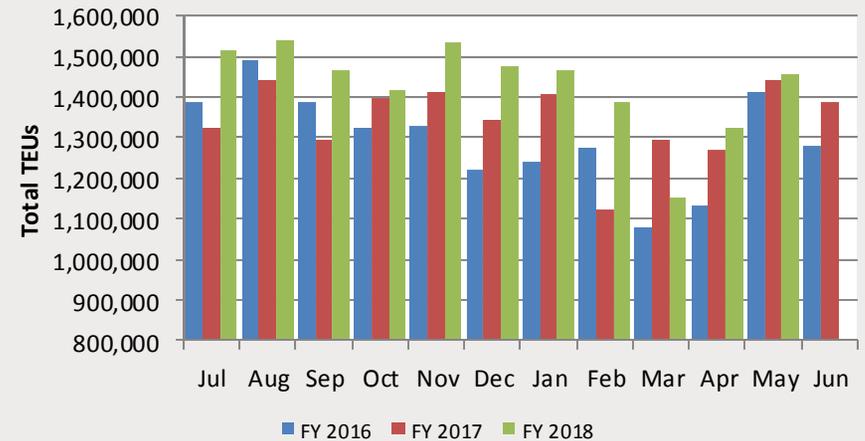
### Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 0.8 percent higher in May 2018 than in May 2017.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$3.74 per gallon in May 2018, up from \$2.84 per gallon in May 2017. The Arizona average price per gallon for regular unleaded gas was \$3.00 in May 2018, compared to \$2.29 in May 2017.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, fell from 4.9 percent in May 2017 to 4.7 percent in May 2018.

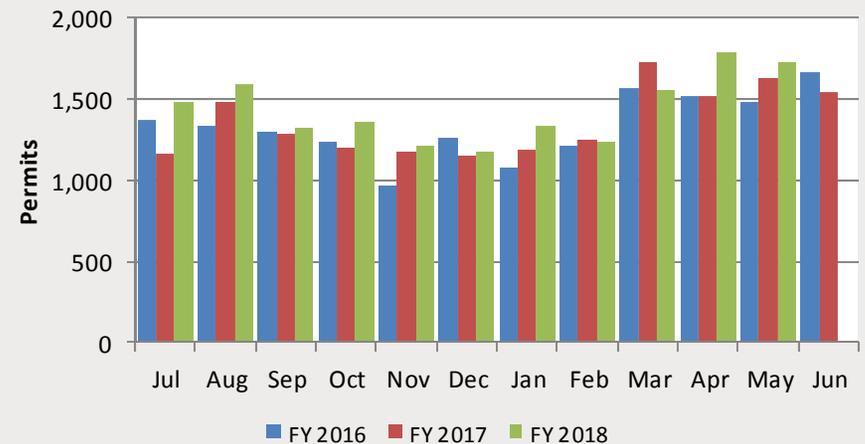
### Greater Phoenix Area Indicators

- The number of new single-family building permits issued in Maricopa County in May 2018 grew 5.6 percent compared to the same month of 2017.
- The monthly employment report published by the Arizona Office of Economic Opportunity stated the construction sector in the Greater Phoenix Area gained 11,500 jobs year-over-year from May 2017 to May 2018, an increase of 10.3 percent.
- The Greater Phoenix Area unadjusted unemployment rate was 3.4 percent in May 2018, down from 4.1 percent in May 2017.

### Container Statistics for Port of LA and Port of Long Beach



### Maricopa County New Single-family Building Permits

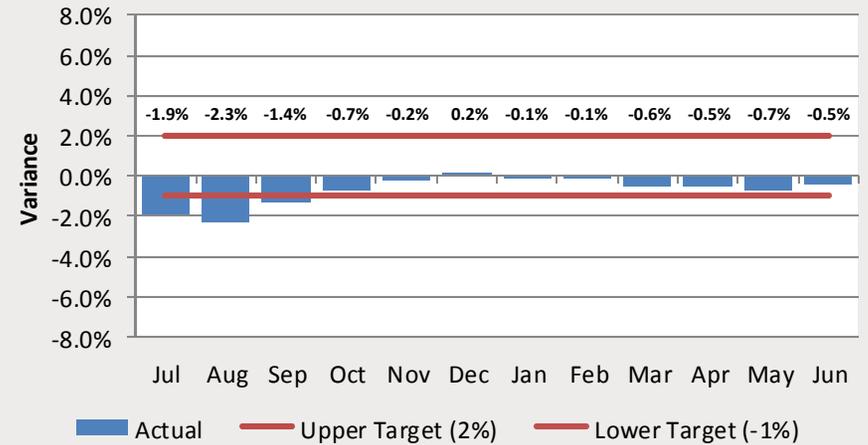


# HIGHWAY USER REVENUE FUND (HURF) THROUGH JUNE 30, 2018

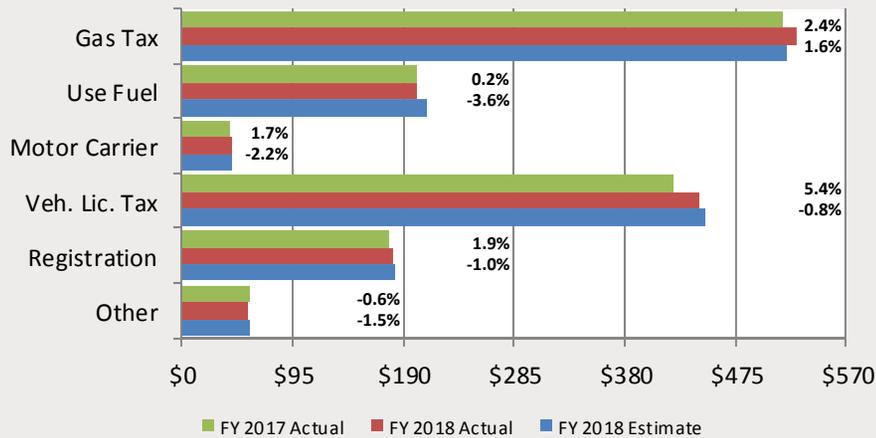
## Highlights

- FY 2018 HURF revenues are 0.5 percent below forecast, with FY 2018 HURF revenues 2.8 percent above FY 2017.
- Revenues in HURF's largest category, gas tax, have increased 2.4 percent from FY 2017 to FY 2018. Gas tax collections are 1.6 percent above forecast.
- In FY 2018, vehicle license tax revenues grew 5.4 percent compared to FY 2017.

## Variance from Forecast Year-to-date



## Revenue Category Performance Year-to-date (\$ in Millions)



## Monthly Comparison (\$ in Thousands)

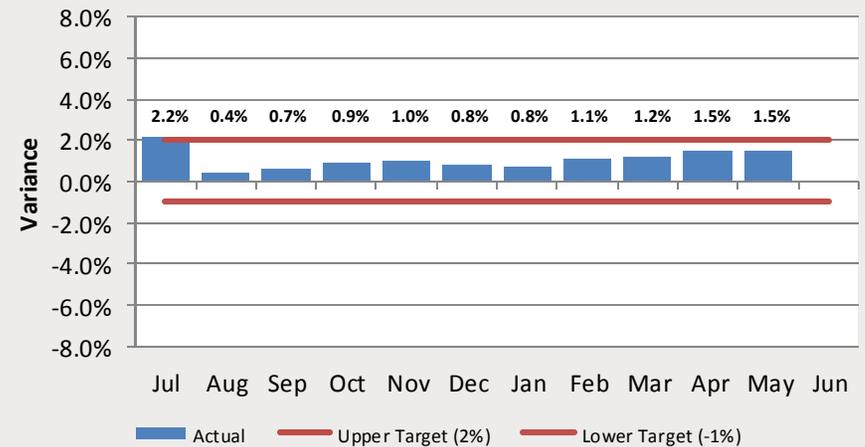
	FY 2017 Actual	FY 2018 Actual	Change	FY 2018 Estimate	Change
July	\$119,624	\$119,155	-0.4%	\$121,466	-1.9%
August	\$112,285	\$114,333	1.8%	\$117,632	-2.8%
September	\$116,373	\$120,553	3.6%	\$119,849	0.6%
October	\$116,214	\$118,848	2.3%	\$117,414	1.2%
November	\$111,731	\$117,992	5.6%	\$115,771	1.9%
December	\$118,167	\$123,775	4.7%	\$121,185	2.1%
January	\$119,891	\$121,125	1.0%	\$123,716	-2.1%
February	\$116,612	\$123,478	5.9%	\$123,126	0.3%
March	\$117,363	\$117,775	0.4%	\$122,869	-4.1%
April	\$129,361	\$132,783	2.6%	\$133,377	-0.4%
May	\$115,783	\$118,097	2.0%	\$120,707	-2.2%
June	\$123,119	\$127,865	3.9%	\$125,388	2.0%
<b>Total</b>	<b>\$1,416,523</b>	<b>\$1,455,779</b>	<b>2.8%</b>	<b>\$1,462,500</b>	<b>-0.5%</b>

# REGIONAL AREA ROAD FUND (RARF) THROUGH MAY 31, 2018

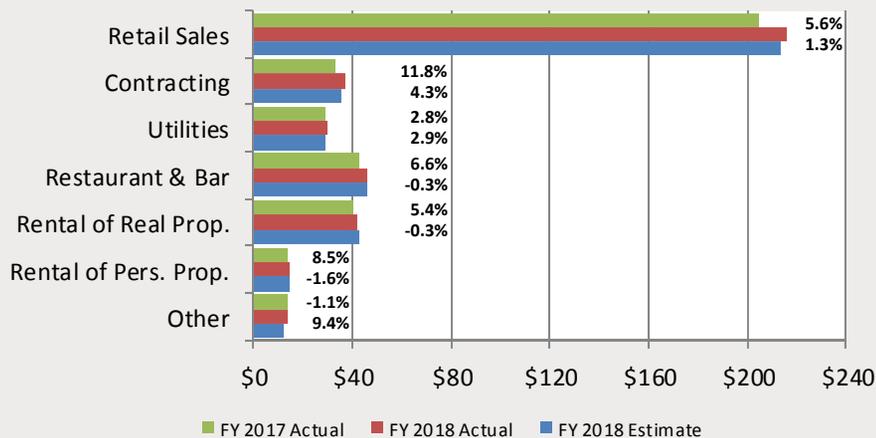
## Highlights

- Year-to-date FY 2018 RARF revenues through May surpassed the same period of FY 2017 by 5.9 percent and were 1.5 percent above the forecast.
- Retail sales, the largest revenue category of RARF, grew 5.6 percent year-to-date when compared to the same period of the last fiscal year.
- Year-to-date RARF contracting revenues increased 11.8 percent compared to the same period of the last fiscal year, and were 4.3 percent above forecast. The interest rate on 30 year mortgages in May 2018 was 4.59 percent, higher than the 4.01 percent experienced in May 2017.

## Variance from Forecast Year-to-date



## Revenue Category Performance Year-to-date (\$ in Millions)



## Monthly Comparison (\$ in Thousands)

	FY 2017 Actual	FY 2018 Actual	Change	FY 2018 Estimate	Change
July	\$33,492	\$35,805	6.9%	\$35,038	2.2%
August	\$33,126	\$33,527	1.2%	\$34,017	-1.4%
September	\$33,575	\$34,727	3.4%	\$34,309	1.2%
October	\$33,071	\$34,934	5.6%	\$34,431	1.5%
November	\$33,115	\$34,994	5.7%	\$34,475	1.5%
December	\$34,058	\$35,459	4.1%	\$35,436	0.1%
January	\$39,652	\$41,557	4.8%	\$41,410	0.4%
February	\$32,662	\$35,485	8.6%	\$34,309	3.4%
March	\$32,961	\$35,962	9.1%	\$35,306	1.9%
April	\$37,452	\$41,265	10.2%	\$39,605	4.2%
May	\$35,284	\$37,027	4.9%	\$36,603	1.2%
Subtotal	\$378,448	\$400,741	5.9%	\$394,939	1.5%
June				\$37,061	
Total	\$414,071	\$400,741		\$432,000	

INVESTMENT PERFORMANCE THROUGH MAY 31, 2018 (\$ IN THOUSANDS)

Investment Pools	Monthly Average Available Cash	Monthly Average Invested Balance	Percent Invested	May		Year-to-date (YTD)	
				Interest Received	Current Yield	Interest Received	YTD Yield
<b>Pool 2</b>							
Highway	\$164,833	\$156,869	95.17%	\$227	1.70%	\$2,003	1.37%
MAG/PAG 12.6% & 2.6% and PAG STAN	\$452,200	\$451,808	99.91%	\$651	1.70%	\$5,223	1.37%
HURF Bond Redemption	\$107,281	\$106,551	99.32%	\$154	1.70%	\$750	1.37%
HURF 2013A Proceeds	\$1,939	\$0	0.00%	\$0	1.70%	\$19	1.37%
Other/1	\$107,593	\$100,626	93.53%	\$153	1.70%	\$1,148	1.37%
<b>Subtotal</b>	<b>\$833,846</b>	<b>\$815,853</b>	<b>97.84%</b>	<b>\$1,184</b>	<b>1.70%</b>	<b>\$9,143</b>	<b>1.37%</b>
<b>Pool 3 Revised</b>							
HELP/2	\$30,404	\$30,404	100.00%	\$50	1.93%	\$527	1.58%
Other/3	\$8,305	\$8,212	98.89%	\$13	1.93%	\$126	1.58%
<b>Subtotal</b>	<b>\$38,709</b>	<b>\$38,616</b>	<b>99.76%</b>	<b>\$63</b>	<b>1.93%</b>	<b>\$653</b>	<b>1.58%</b>
<b>Pool 4</b>							
RARF Bond Redemption	\$80,466	\$80,077	99.52%	\$113	1.66%	\$576	1.40%
Regional Area Road Fund/4	\$420,633	\$416,889	99.11%	\$587	1.66%	\$5,175	1.40%
<b>Subtotal</b>	<b>\$501,098</b>	<b>\$496,966</b>	<b>99.18%</b>	<b>\$700</b>	<b>1.66%</b>	<b>\$5,751</b>	<b>1.40%</b>
<b>Total</b>	<b>\$1,373,652</b>	<b>\$1,351,435</b>	<b>98.38%</b>	<b>\$1,948</b>	<b>1.69%</b>	<b>\$15,548</b>	<b>1.39%</b>

Note: Numbers may not add due to rounding. Beginning in FY 2018, the methodology for calculating the Percent Invested has changed to consider monies set aside for pending payments which were not previously considered.

Source: State Treasurer's Office Statement of Accounts.

/1 Pool 2 Other includes HURF, Aviation, STAN TOC, Equipment, Highway Postage, STAN RORS, Highway GANS Cash Reserves and GANS redemption funds.

/2 HELP: Highway Expansion and Extension Loan Program.

/3 Pool 3 Other includes Economic Strength, Magazine, Storage Tank, Special Plates and Safety Enforcement funds.

/4 Includes RARF GANS Cash Reserves.