

FINANCIAL MANAGEMENT SERVICES  
MONTHLY FINANCIAL REPORT  
JULY 19, 2019

## ECONOMIC HIGHLIGHTS

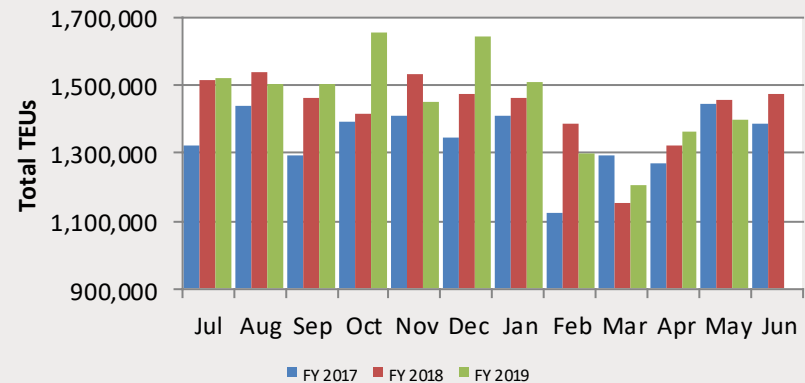
### Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 3.7 percent lower in May 2019 than in May 2018.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$3.21 per gallon in May 2019, up from \$3.18 per gallon in May 2018. The Arizona average price per gallon for regular unleaded gas was \$3.13 in May 2019, compared to \$3.05 in May 2018.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, was 4.9 percent in May 2019, up from 4.7 percent in May 2018.

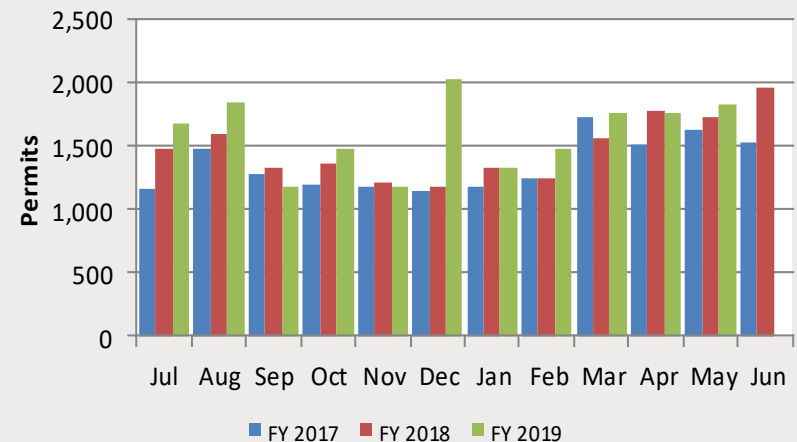
### Greater Phoenix Area Indicators

- The number of new single-family building permits issued in Maricopa County in May 2019 was up 6.7 percent compared to the same month of 2018.
- The monthly employment report published by the Arizona Office of Economic Opportunity stated the construction sector in the Greater Phoenix Area gained 15,100 jobs year-over-year from May 2018 to May 2019, an increase of 12.4 percent.
- The Greater Phoenix Area unadjusted unemployment rate was 4.0 percent in May 2019, up from 3.8 percent in May 2018.

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



### Maricopa County New Single-family Building Permits

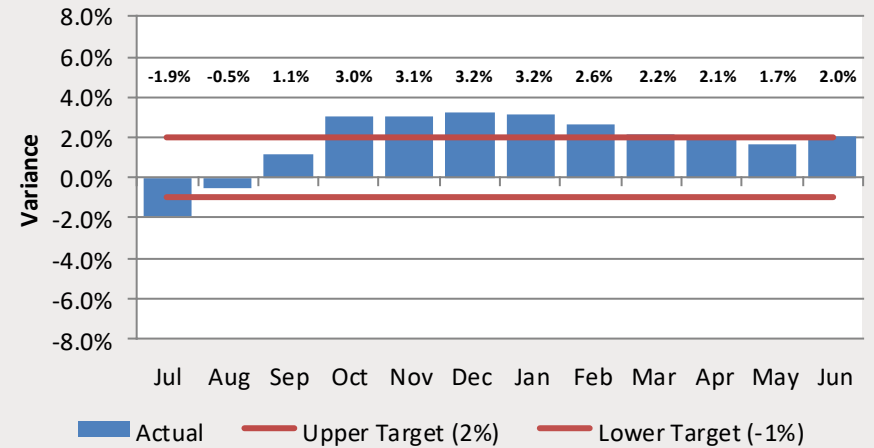


# HIGHWAY USER REVENUE FUND (HURF) THROUGH JUNE 30, 2019

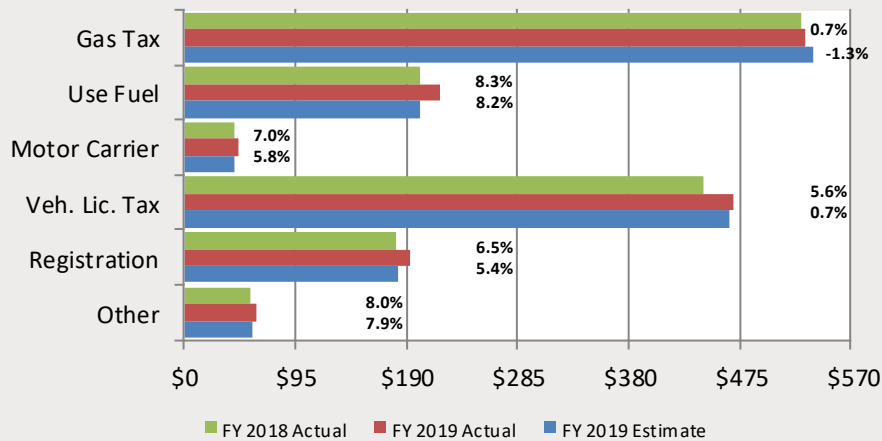
## Highlights

- FY 2019 HURF revenues are 2.0 percent above forecast and 4.4 percent above FY 2018.
- Gas tax revenues have increased 0.7 percent from FY 2018 to FY 2019. FY 2019 gas tax collections are 1.3 percent below forecast.
- Most of the \$30.0 million variance from the FY 2019 forecast is driven by higher than expected use fuel revenues (\$16.5 million difference) and higher than expected registration revenues (\$9.9 million difference).

## Variance from Forecast Year-to-date



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



## Monthly Comparison (\$ in Thousands)

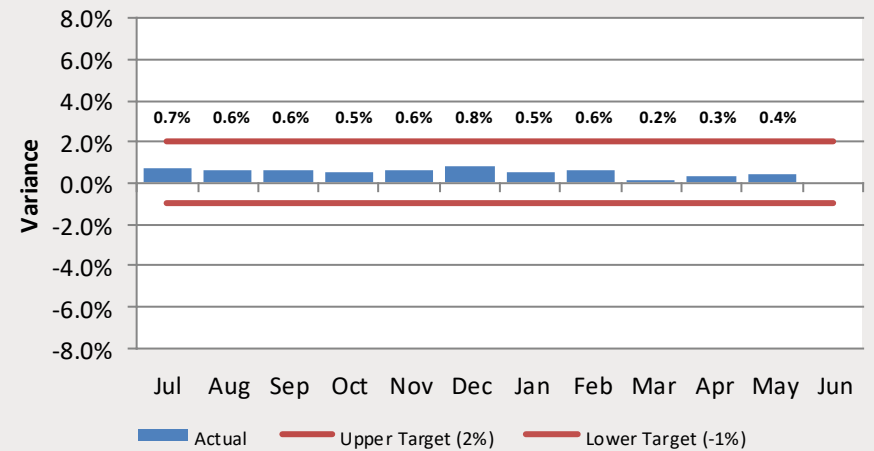
	FY 2018 Actual	FY 2019 Actual	Change	FY 2019 Estimate	Change
July	\$119,155	\$121,456	1.9%	\$123,853	-1.9%
August	\$114,333	\$120,681	5.6%	\$119,475	1.0%
September	\$120,553	\$127,674	5.9%	\$122,310	4.4%
October	\$118,848	\$130,724	10.0%	\$120,354	8.6%
November	\$117,992	\$123,260	4.5%	\$119,162	3.4%
December	\$123,775	\$127,345	2.9%	\$122,706	3.8%
January	\$121,125	\$129,293	6.7%	\$125,535	3.0%
February	\$123,478	\$124,621	0.9%	\$126,051	-1.1%
March	\$117,775	\$121,325	3.0%	\$123,163	-1.5%
April	\$132,783	\$137,886	3.8%	\$136,067	1.3%
May	\$118,097	\$120,066	1.7%	\$122,748	-2.2%
June	\$127,865	\$135,891	6.3%	\$128,777	5.5%
<b>Total</b>	<b>\$1,455,779</b>	<b>\$1,520,221</b>	<b>4.4%</b>	<b>\$1,490,201</b>	<b>2.0%</b>

# REGIONAL AREA ROAD FUND (RARF) THROUGH MAY 31, 2019

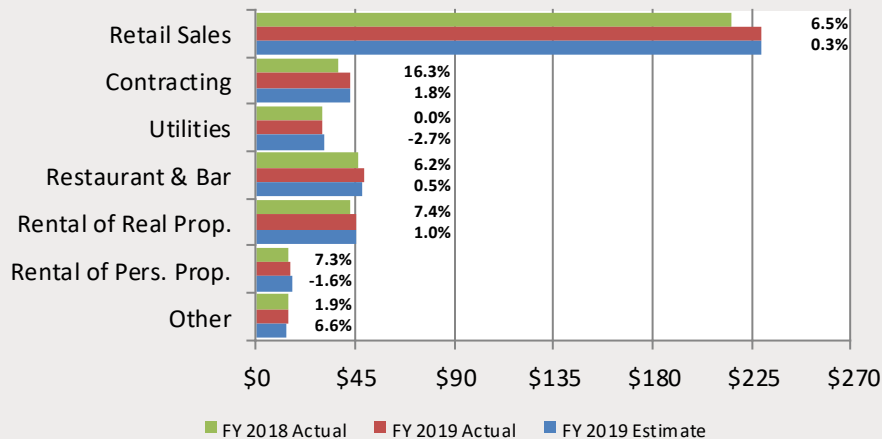
## Highlights

- Year-to-date FY2019 RARF revenues through May surpassed the same period of FY 2018 by 6.9 percent and were 0.4 percent above the forecast.
- Year-to-date all revenue categories of RARF grew compared to the same period of FY 2018.
- Retail sales, the largest revenue category of RARF, grew 6.5 percent year-to-date when compared to the same period of the last fiscal year.
- Restaurant and Bar revenues grew 6.2 percent year-to-date when compared to the same period of the last fiscal year.
- Year-to-date contracting revenues increased 16.3 percent compared to the same period of the last fiscal year. The 30 year mortgage interest rate in May 2019 was 4.07 percent, lower than the 4.59 percent experienced in May 2018.

## Variance from Forecast Year-to-date



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



## Monthly Comparison (\$ in Thousands)

	FY 2018 Actual	FY 2019 Actual	Change	FY 2019 Estimate	Change
July	\$35,805	\$37,953	6.0%	\$37,693	0.7%
August	\$33,527	\$36,854	9.9%	\$36,674	0.5%
September	\$34,727	\$37,315	7.5%	\$37,103	0.6%
October	\$34,934	\$37,383	7.0%	\$37,230	0.4%
November	\$34,994	\$37,580	7.4%	\$37,277	0.8%
December	\$35,459	\$38,845	9.5%	\$38,212	1.7%
January	\$41,557	\$44,292	6.6%	\$44,576	-0.6%
February	\$35,485	\$37,530	5.8%	\$37,032	1.3%
March	\$35,962	\$36,890	2.6%	\$38,242	-3.5%
April	\$41,265	\$43,516	5.5%	\$42,912	1.4%
May	\$37,027	\$40,056	8.2%	\$39,444	1.6%
Subtotal	\$400,741	\$428,214	6.9%	\$426,395	0.4%
June	\$37,914			\$0	
Total	\$438,654	\$428,214		\$426,395	

INVESTMENT PERFORMANCE THROUGH MAY 31, 2019 (\$ 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	\$247,817	\$241,820	97.58%	\$490	2.37%	\$4,151	2.21%
MAG/PAG 12.6% & 2.6% and PAG STAN	\$456,631	\$455,786	99.81%	\$920	2.37%	\$8,991	2.21%
HURF Bond Redemption	\$106,484	\$105,931	99.48%	\$214	2.37%	\$1,190	2.21%
GANS 2017A Proceeds	\$7,246	\$6,537	90.21%	\$14	2.37%	\$262	2.21%
GANS 2019A Proceeds	\$66,328	\$65,738	99.11%	\$133	2.37%	\$206	2.21%
Other/1	\$121,885	\$111,821	91.74%	\$226	2.37%	\$2,049	2.21%
<b>Subtotal</b>	<b>\$1,006,391</b>	<b>\$987,633</b>	<b>98.14%</b>	<b>\$1,996</b>	<b>2.37%</b>	<b>\$16,848</b>	<b>2.21%</b>
<b>Pool 3 Revised</b>							
HELP/2	\$29,742	\$29,739	99.99%	\$65	2.53%	\$674	2.39%
Other/3	\$8,788	\$8,700	98.99%	\$19	2.53%	\$201	2.39%
<b>Subtotal</b>	<b>\$38,530</b>	<b>\$38,439</b>	<b>99.76%</b>	<b>\$83</b>	<b>2.53%</b>	<b>\$875</b>	<b>2.39%</b>
<b>Pool 4</b>							
RARF Bond Redemption	\$119,841	\$119,259	99.51%	\$249	2.46%	\$1,302	2.27%
RARF 2018 Proceeds	\$50,602	\$46,259	91.42%	\$100	2.46%	\$2,932	2.27%
Regional Area Road Fund	\$466,123	\$463,119	99.36%	\$968	2.46%	\$9,584	2.27%
<b>Subtotal</b>	<b>\$636,565</b>	<b>\$628,638</b>	<b>98.75%</b>	<b>\$1,317</b>	<b>2.46%</b>	<b>\$13,818</b>	<b>2.27%</b>
<b>Total</b>	<b>\$1,681,486</b>	<b>\$1,654,710</b>	<b>98.41%</b>	<b>\$3,397</b>	<b>2.41%</b>	<b>\$31,540</b>	<b>2.24%</b>

Source: State Treasurer's Office Statement of Accounts.

/1 Pool 2 Other includes HURF, HURF 2013A Proceeds, Aviation, STAN TOC, Equipment, Highway Postage, 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.