

FINANCIAL MANAGEMENT SERVICES
MONTHLY FINANCIAL REPORT
APRIL 17, 2020

ECONOMIC HIGHLIGHTS

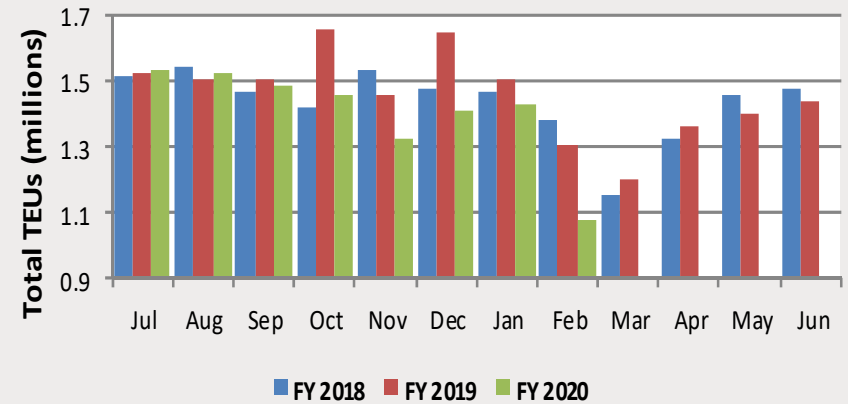
Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 16.9 percent lower in February 2020 than in February 2019.
- The Port of Los Angeles, which is the nation's busiest seaport, has seen a 25% decline in shipments in February. The sharp slowdown in shipping appears to be due to the economic drag from COVID-19.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$3.48 per gallon in February 2020, up from \$3.46 per gallon in February 2019. The Arizona average price per gallon for regular unleaded gas was \$2.77 in February 2020, compared to \$2.42 in February 2019.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, was 4.5 percent in February 2020, down from 4.9 percent in February 2019.

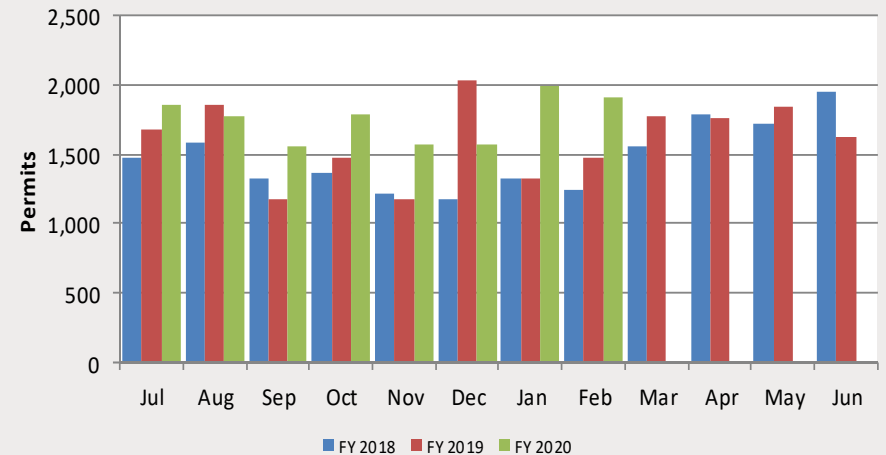
Greater Phoenix Area Indicators

- The number of new single-family building permits issued in Maricopa County in February 2020 was up 28.6 percent compared to the same month of 2019.
- The monthly employment report published by the Arizona Office of Economic Opportunity stated the construction sector in the Greater Phoenix Area gained 7,500 jobs year-over-year from February 2019 to February 2020, an increase of 5.7 percent.
- The Greater Phoenix Area unadjusted unemployment rate was 3.9 percent in February 2020, down from 4.2 percent in February 2019.

Container Statistics for Port of LA and Port of Long Beach



Maricopa County New Single-family Building Permits

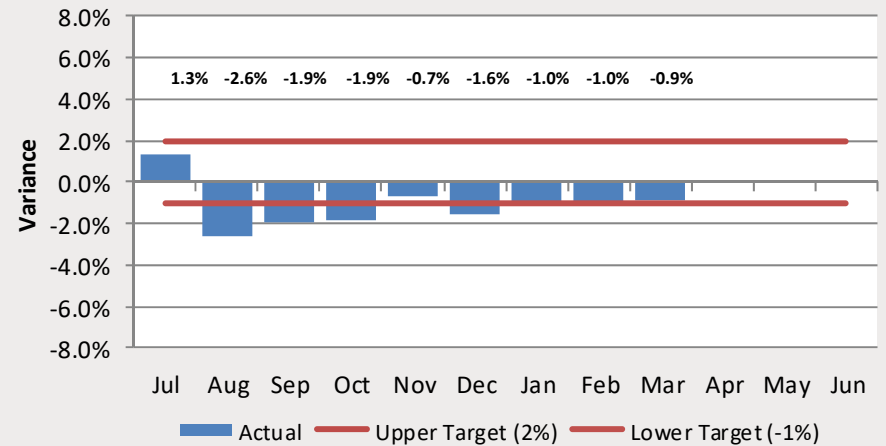


HIGHWAY USER REVENUE FUND (HURF) THROUGH MARCH 31, 2020

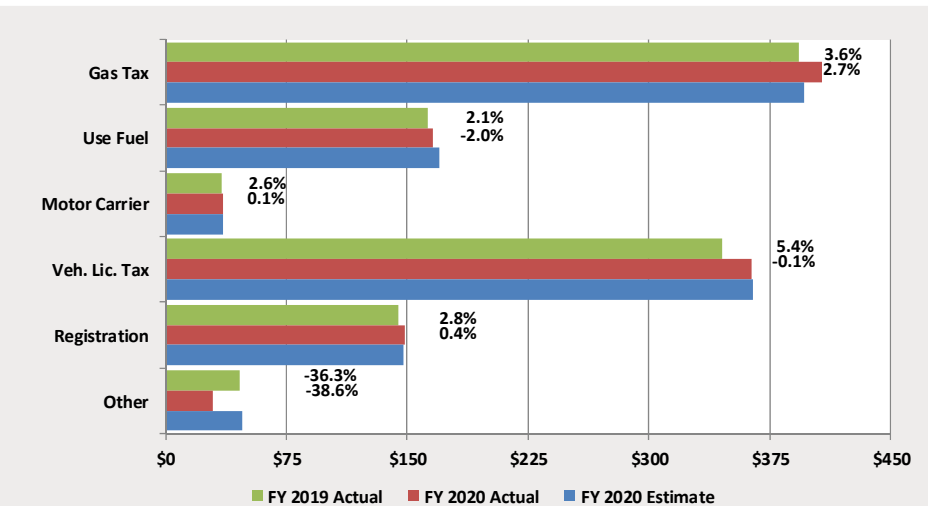
Highlights

- Year-to-date FY 2020 HURF revenues are 0.9 percent below forecast and 2.2 percent above the same period of FY 2019.
- Gas tax revenues have increased 3.6 percent year-to-date from FY 2019 to the same period of FY 2020. Year-to-date FY 2020 gas tax collections are 2.7 percent above forecast.
- Year-to-date, vehicle license tax revenues have increased 5.4 percent from FY 2019 to FY 2020 and are 0.1 percent below the forecast.

Variance from Forecast Year-to-date



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



Monthly Comparison (\$ in Thousands)

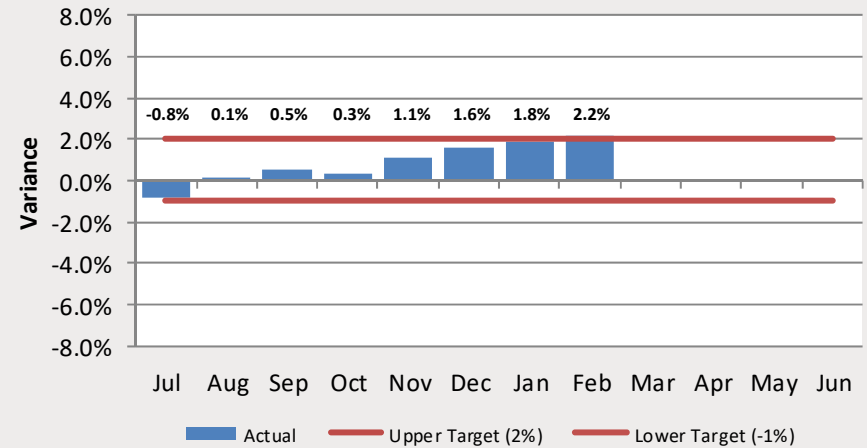
	FY 2019 Actual	FY 2020 Actual	Change	FY 2020 Estimate	Change
July	\$121,456	\$131,728	8.5%	\$130,016	1.3%
August	\$120,681	\$115,207	-4.5%	\$123,625	-6.8%
September	\$127,674	\$128,192	0.4%	\$128,799	-0.5%
October	\$130,724	\$125,872	-3.7%	\$128,209	-1.8%
November	\$123,260	\$129,928	5.4%	\$124,886	4.0%
December	\$127,345	\$123,858	-2.7%	\$131,158	-5.6%
January	\$129,293	\$135,737	5.0%	\$132,424	2.5%
February	\$124,621	\$129,641	4.0%	\$131,702	-1.6%
March	\$121,325	\$130,810	7.8%	\$130,958	-0.1%
Subtotal	\$1,126,379	\$1,150,973	2.2%	\$1,161,777	-0.9%
April				\$0	
May				\$0	
June				\$0	
Total	\$1,520,221	\$1,150,973		\$1,161,777	

REGIONAL AREA ROAD FUND (RARF) THROUGH FEBRUARY 29, 2020

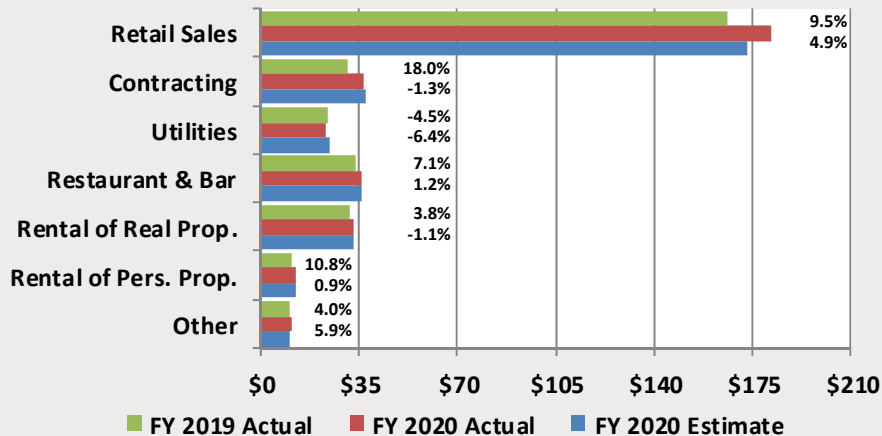
Highlights

- Year-to-date FY 2020 RARF revenues through February surpassed the same period of FY 2019 by 8.3 percent and were 2.2 percent above the forecast.
- Retail sales, the largest revenue category of RARF, grew 9.5 percent year-to-date when compared to the same period of the last fiscal year.
- Restaurant and Bar revenues grew 7.1 percent year-to-date when compared to the same period of the last fiscal year.
- Year-to-date contracting revenues increased 18.0 percent compared to the same period of the last fiscal year. The 30 year mortgage interest rate in February 2020 was 3.47 percent, lower than the 4.37 percent experienced in February 2019.

Variance from Forecast Year-to-date



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



Monthly Comparison (\$ in Thousands)

	FY 2019 Actual	FY 2020 Actual	Change	FY 2020 Estimate	Change
July	\$37,953	\$39,782	4.8%	\$40,099	-0.8%
August	\$36,854	\$39,410	6.9%	\$39,053	0.9%
September	\$37,315	\$40,071	7.4%	\$39,474	1.5%
October	\$37,383	\$39,564	5.8%	\$39,711	-0.4%
November	\$37,580	\$41,581	10.6%	\$39,798	4.5%
December	\$38,845	\$42,257	8.8%	\$40,787	3.6%
January	\$44,292	\$49,046	10.7%	\$47,490	3.3%
February	\$37,530	\$41,452	10.5%	\$39,611	4.6%
Subtotal	\$307,752	\$333,163	8.3%	\$326,023	2.2%
March				\$0	
April				\$0	
May				\$0	
June				\$0	
Total	\$468,620	\$333,163		\$326,023	

INVESTMENT PERFORMANCE THROUGH FEBRUARY 29, 2020 (\$ IN THOUSANDS)

Investment Pools	Monthly Average Available Cash	Monthly Average Invested Balance	Percent Invested	February		Year-to-date (YTD)	
				Interest Received	Current Yield	Interest Received	YTD Yield
Pool 2							
Highway	\$312,597	\$306,798	98.14%	\$427	1.75%	\$3,498	2.01%
MAG/PAG 12.6% & 2.6% and PAG STAN	\$308,494	\$307,809	99.78%	\$428	1.75%	\$4,937	2.01%
HURF Bond Redemption	\$68,701	\$68,012	99.00%	\$94	1.75%	\$557	2.01%
GANS 2019A Proceeds	\$20,775	\$20,692	99.60%	\$29	1.75%	\$480	2.01%
Other/1	\$119,584	\$117,227	98.03%	\$167	1.75%	\$1,727	2.01%
Subtotal	\$830,151	\$820,538	98.84%	\$1,145	1.75%	\$11,198	2.01%
Pool 3 Revised							
HELP/2	\$1,211	\$1,211	100.00%	\$2	1.89%	\$17	2.15%
Other/3	\$13,063	\$12,688	97.12%	\$20	1.89%	\$151	2.15%
Subtotal	\$14,274	\$13,898	97.37%	\$21	1.89%	\$168	2.15%
Pool 4							
Local Agency Deposits	\$12,434	\$11,662	93.80%	\$19	2.11%	\$150	2.26%
RARF Bond Redemption	\$81,936	\$81,249	99.16%	\$137	2.11%	\$689	2.26%
Regional Area Road Fund	\$481,165	\$476,954	99.12%	\$799	2.11%	\$7,174	2.26%
Subtotal	\$575,534	\$569,866	99.02%	\$955	2.11%	\$8,013	2.26%
Total	\$1,419,959	\$1,404,302	98.90%	\$2,121	1.91%	\$19,379	2.11%

Source: State Treasurer's Office Statement of Accounts.

/1 Pool 2 Other includes HURF, Aviation, 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.