

FINANCIAL MANAGEMENT SERVICES
MONTHLY FINANCIAL REPORT
DECEMBER 20, 2019

ECONOMIC HIGHLIGHTS

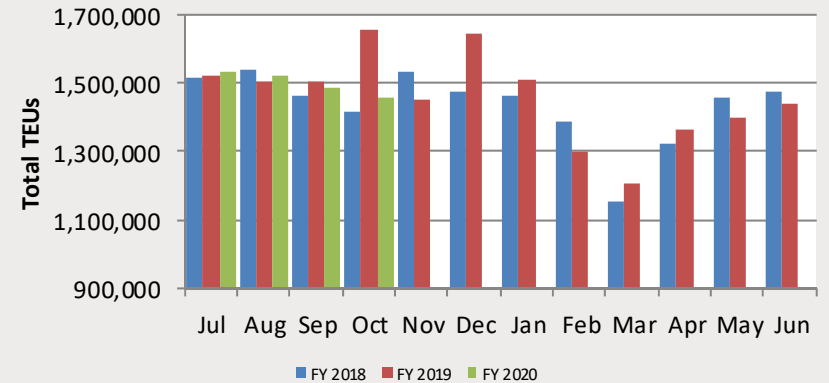
Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 12.0 percent lower in October 2019 than in October 2018.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$3.67 per gallon in October 2019, down from \$3.85 per gallon in October 2018. The Arizona average price per gallon for regular unleaded gas was \$2.90 in October 2019, compared to \$2.92 in October 2018.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, was 4.8 percent in October 2019, down from 4.9 percent in October 2018.

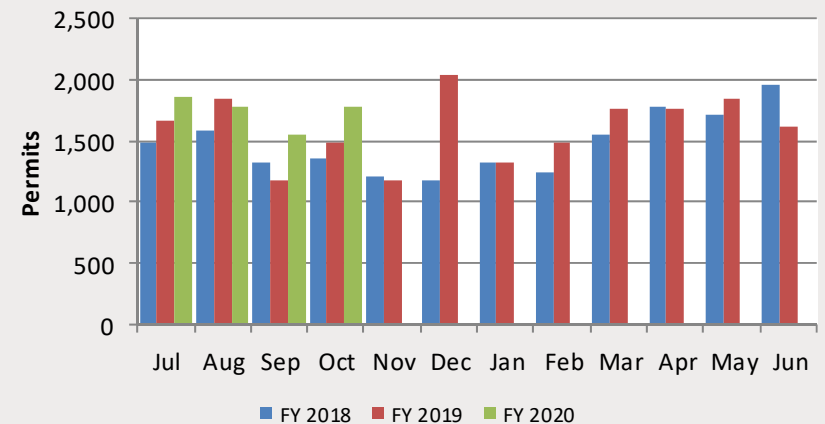
Greater Phoenix Area Indicators

- The number of new single-family building permits issued in Maricopa County in October 2019 was up 20.5 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 9,800 jobs year-over-year from October 2018 to October 2019, an increase of 7.6 percent.
- The Greater Phoenix Area unadjusted unemployment rate was 3.7 percent in October 2019, down from 4.2 percent in October 2018.

Container Statistics for Port of LA and Port of Long Beach



Maricopa County New Single-family Building Permits

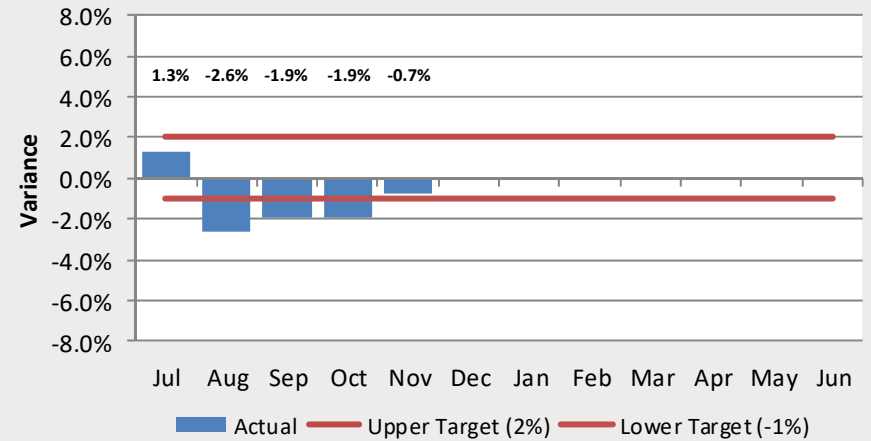


HIGHWAY USER REVENUE FUND (HURF) THROUGH NOVEMBER 30, 2019

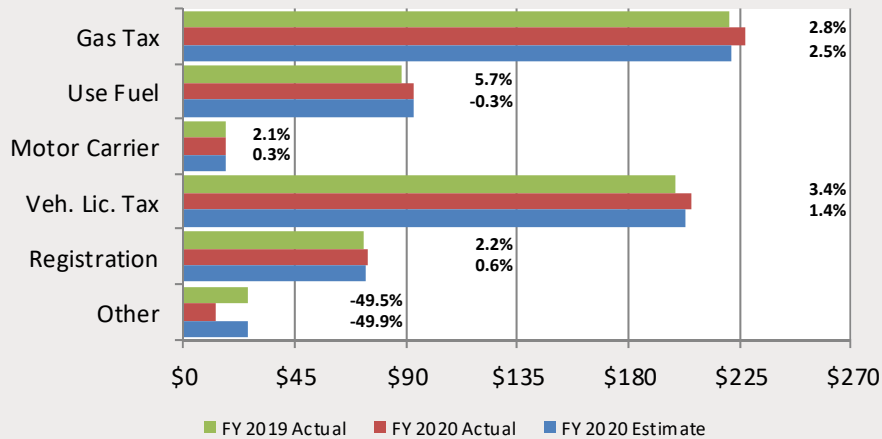
Highlights

- Year-to-date FY 2020 HURF revenues are 0.7 percent below forecast and 1.1 percent above the same period of FY 2019.
- Gas tax revenues have increased 2.8 percent year-to-date from FY 2019 to the same period of FY 2020. Year-to-date FY 2020 gas tax collections are 2.5 percent above forecast.
- Year-to-date, vehicle license tax revenues have increased 3.4 percent from FY 2019 to FY 2020 and are 1.4 percent above forecast.

Variance from Forecast Year-to-date



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



Monthly Comparison (\$ in Thousands)

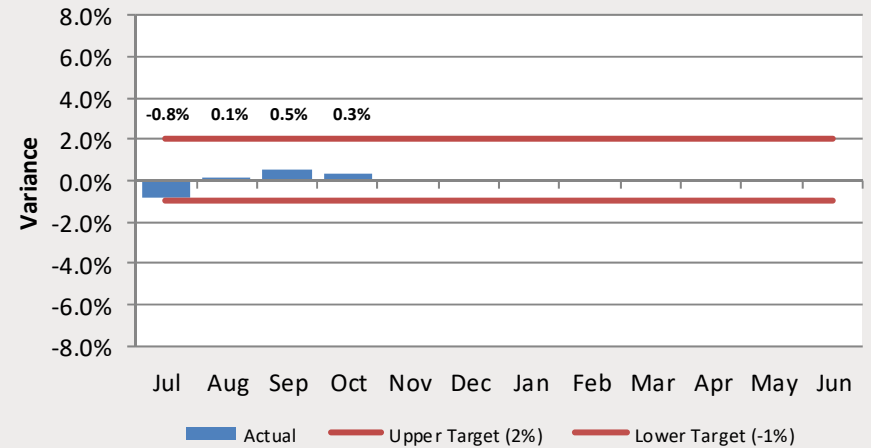
	FY 2019 Actual	FY 2020 Actual	Change	FY 2020 Estimate	Change
July	\$121,456	\$131,728	8.5%	\$130,016	1.3%
August	\$120,681	\$115,207	-4.5%	\$123,625	-6.8%
September	\$127,674	\$128,192	0.4%	\$128,799	-0.5%
October	\$130,724	\$125,872	-3.7%	\$128,209	-1.8%
November	\$123,260	\$129,928	5.4%	\$124,886	4.0%
Subtotal	\$623,795	\$630,926	1.1%	\$635,535	-0.7%
December				\$0	
January				\$0	
February				\$0	
March				\$0	
April				\$0	
May				\$0	
June				\$0	
Total	\$1,520,221	\$630,926		\$635,535	

REGIONAL AREA ROAD FUND (RARF) THROUGH OCTOBER 31, 2019

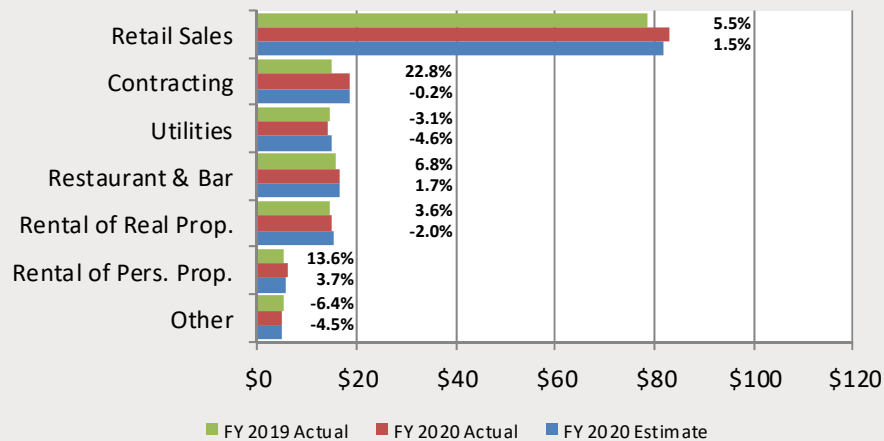
Highlights

- Year-to-date FY 2020 RARF revenues through October surpassed the same period of FY 2019 by 6.2 percent and were 0.3 percent above the forecast.
- Retail sales, the largest revenue category of RARF, grew 5.5 percent year-to-date when compared to the same period of the last fiscal year.
- Restaurant and Bar revenues grew 6.8 percent year-to-date when compared to the same period of the last fiscal year.
- Year-to-date contracting revenues increased 22.8 percent compared to the same period of the last fiscal year. The 30 year mortgage interest rate in October 2019 was 3.69 percent, lower than the 4.83 percent experienced in October 2018.

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%
Subtotal	\$149,505	\$158,827	6.2%	\$158,337	0.3%
November		\$37,580		\$0	
December		\$38,845		\$0	
January		\$44,292		\$0	
February		\$37,530		\$0	
March		\$36,890		\$0	
April		\$43,516		\$0	
May		\$40,056		\$0	
June		\$40,406		\$0	
Total	\$468,620	\$158,827		\$158,337	

INVESTMENT PERFORMANCE THROUGH OCTOBER 31, 2019 (\$ IN THOUSANDS)

Investment Pools	Monthly Average Available Cash	Monthly Average Invested Balance	Percent Invested	October		Year-to-date (YTD)	
				Interest Received	Current Yield	Interest Received	YTD Yield
Pool 2							
Highway	\$259,782	\$252,790	97.31%	\$421	1.97%	\$1,732	2.17%
MAG/PAG 12.6% & 2.6% and PAG STAN	\$364,744	\$362,100	99.27%	\$606	1.97%	\$2,940	2.17%
HURF Bond Redemption	\$46,916	\$46,321	98.73%	\$77	1.97%	\$185	2.17%
GANS 2019A Proceeds	\$33,175	\$33,043	99.60%	\$56	1.97%	\$326	2.17%
Other/1	\$132,861	\$127,372	95.87%	\$213	1.97%	\$953	2.17%
Subtotal	\$837,479	\$821,626	98.11%	\$1,371	1.97%	\$6,135	2.17%
Pool 3 Revised							
HELP/2	\$1,203	\$1,203	100.00%	\$2	2.14%	\$10	2.37%
Other/3	\$9,634	\$9,552	99.15%	\$18	2.14%	\$75	2.37%
Subtotal	\$10,837	\$10,755	99.25%	\$20	2.14%	\$85	2.37%
Pool 4							
Local Agency Deposits	\$12,206	\$11,674	95.64%	\$21	2.22%	\$66	2.38%
RARF Bond Redemption	\$46,824	\$46,232	98.73%	\$87	2.22%	\$206	2.38%
Regional Area Road Fund	\$478,686	\$475,001	99.23%	\$899	2.22%	\$3,769	2.38%
Subtotal	\$537,716	\$532,907	99.11%	\$1,007	2.22%	\$4,041	2.38%
Total	\$1,386,032	\$1,365,288	98.50%	\$2,399	2.08%	\$10,261	2.25%

Source: State Treasurer's Office Statement of Accounts.

/1 Pool 2 Other includes HURF, HURF 2013A Proceeds, 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.