

FINANCIAL MANAGEMENT SERVICES  
MONTHLY FINANCIAL REPORT  
FEBRUARY 17, 2023

# ECONOMIC HIGHLIGHTS

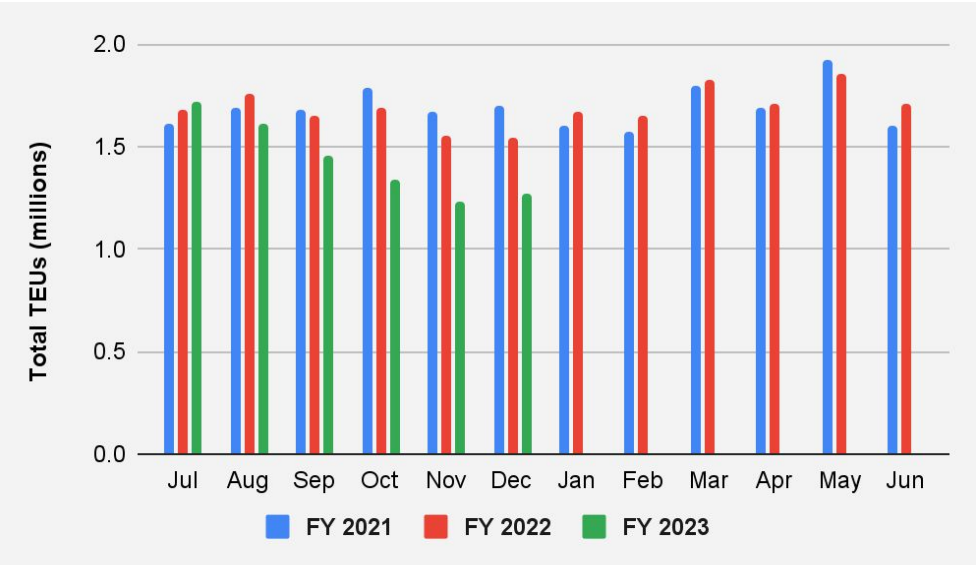
## Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 17.4 percent lower in December 2022 than in December 2021.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$5.25 per gallon in December 2022, up from \$4.39 per gallon in December 2021.
- The Arizona average price per gallon for regular unleaded gas was \$3.61 in December 2022, compared to \$3.72 in December 2021.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, increased to 4.0 percent in December 2022, up from the 3.9 percent experienced in December 2021.

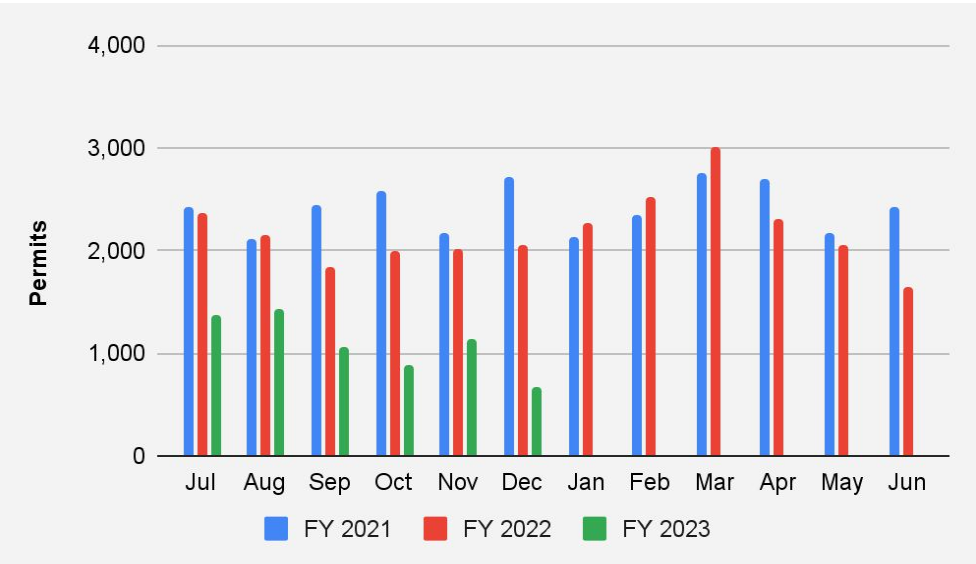
## Greater Phoenix Area Indicators

- The number of new single-family building permits issued in Maricopa County in December 2022 was down 67.3 percent compared to the same month of 2021.
- The monthly employment report published by the Arizona Office of Economic Opportunity stated the construction sector in the Greater Phoenix Area gained 7,600 jobs year-over-year from December 2021 to December 2022, an increase of 5.4 percent.
- The Greater Phoenix Area unadjusted unemployment rate was 2.7 percent in December 2022, up from 2.6 percent in December 2021.

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



## Maricopa County New Single-Family Building Permits

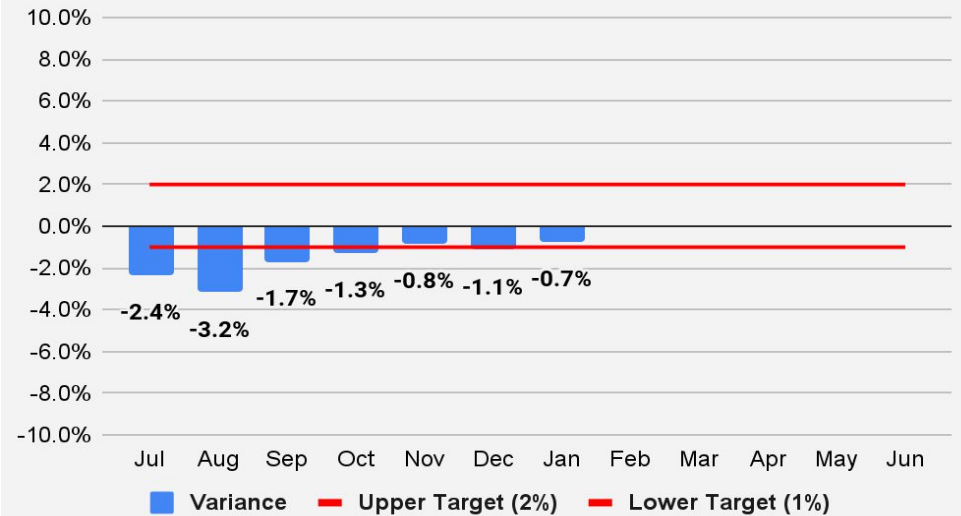


# HIGHWAY USER REVENUE FUND (HURF) THROUGH JANUARY 31, 2023

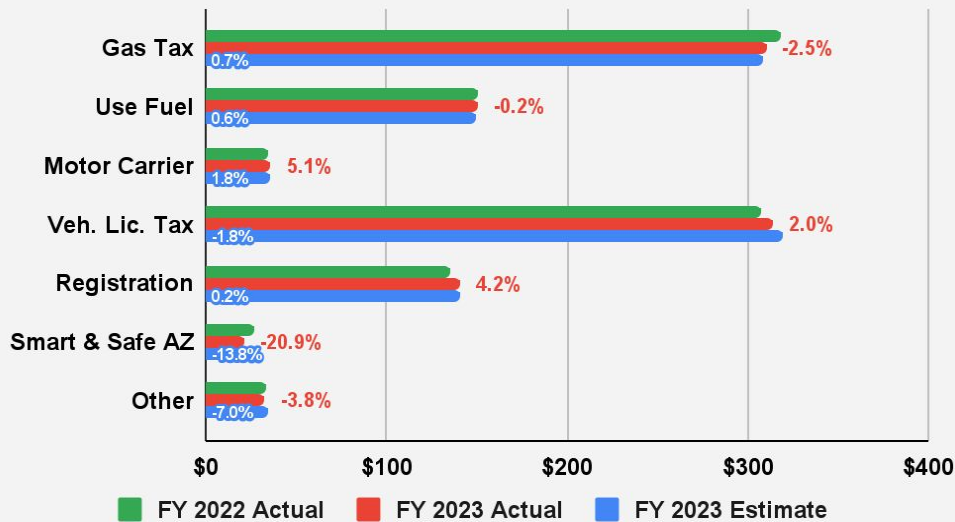
## Highlights

- Year-to-date FY 2023 HURF revenues are 0.7 percent below forecast and 0.1 percent below the same period of FY 2022.
- Year-to-date gas tax revenues have decreased 2.5 percent from FY 2022 to FY 2023 and are 0.7 percent above the forecast.
- Year-to-date vehicle license tax revenues have increased 2 percent from FY 2022 to FY 2023 and are 1.8 percent below the forecast.

## Variance from Forecast Year-to-Date



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



## Monthly Comparison (\$ in Thousands)

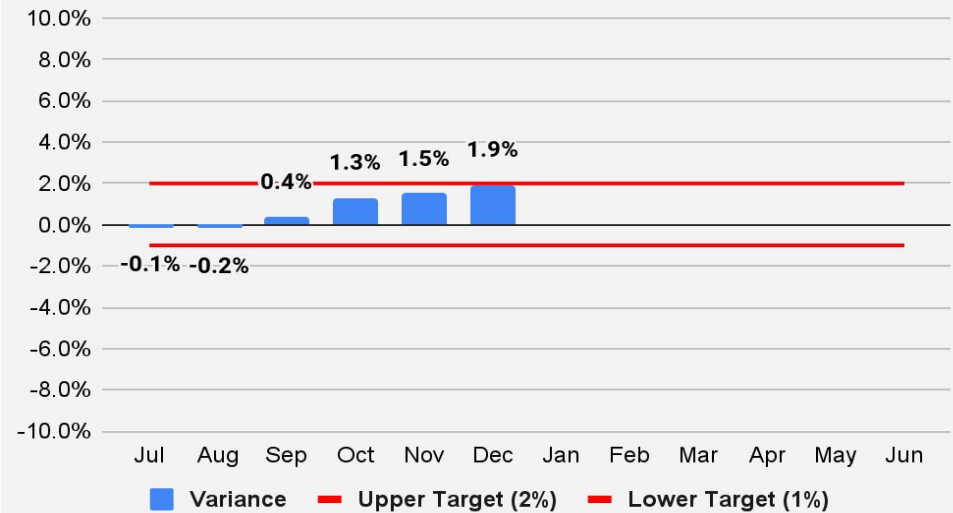
	FY 2022 Actual	FY 2023 Actual	% Change	FY 2023 Estimate	% Difference
July	\$141,549	\$136,857	-3.3%	\$140,170	-2.4%
August	\$145,382	\$131,267	-9.7%	\$136,740	-4.0%
September	\$140,641	\$144,129	2.5%	\$142,430	1.2%
October	\$138,239	\$139,825	1.1%	\$139,830	0.0%
November	\$128,788	\$134,121	4.1%	\$132,830	1.0%
December	\$156,756	\$159,878	2.0%	\$163,890	-2.4%
January	\$140,216	\$144,293	2.9%	\$141,870	1.7%
<b>Subtotal</b>	<b>\$991,570</b>	<b>\$990,371</b>	<b>-0.1%</b>	<b>\$997,760</b>	<b>-0.7%</b>
February	\$128,466	\$0	-	\$130,690	-
March	\$151,450	\$0	-	\$145,470	-
April	\$157,159	\$0	-	\$159,800	-
May	\$131,403	\$0	-	\$136,370	-
June	\$169,089	\$0	-	\$178,380	-
<b>Total</b>	<b>\$1,729,138</b>	<b>\$990,371</b>		<b>\$1,748,470</b>	

# REGIONAL AREA ROAD FUND (RARF) THROUGH DECEMBER 31, 2022

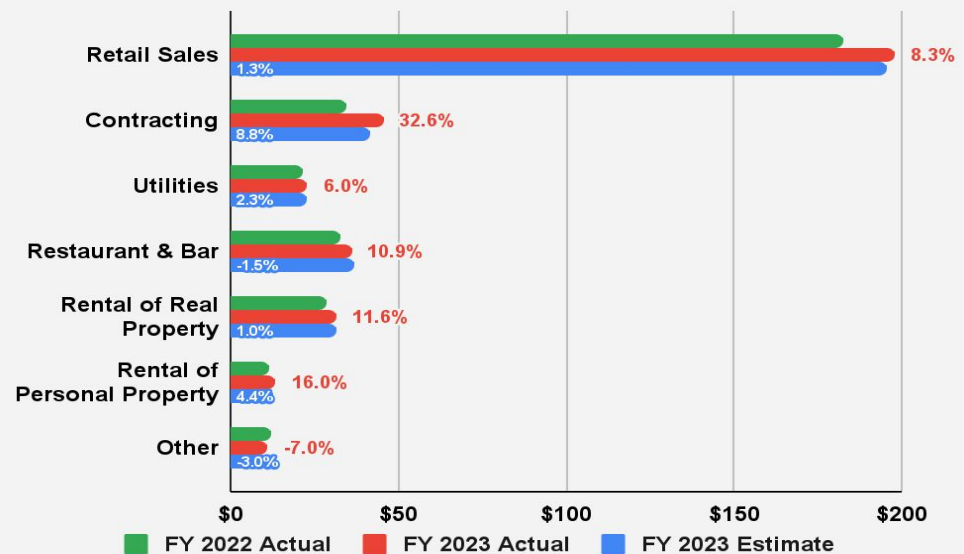
## Highlights

- Year-to-date FY 2023 RARF revenues through December surpassed the same period of FY 2022 by 11.0 percent and were 1.9 percent above the forecast.
- Retail sales, the largest revenue category of RARF, grew 8.3 percent year-to-date when compared to the same period of the last fiscal year.
- Restaurant and Bar revenues grew 10.9 percent year-to-date when compared to the same period of the last fiscal year.
- Contracting revenues increased 32.6 percent year-to-date when compared to the same period of the last fiscal year.
- The 30 year mortgage interest rate in December 2022 was 6.36 percent, compared to the 3.10 percent experienced in December 2021.

## Variance from Forecast Year-to-Date



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



## Monthly Comparison (\$ in Thousands)

	FY 2022 Actual	FY 2023 Actual	% Change	FY 2023 Estimate	% Difference
July	\$53,297	\$59,187	11.1%	\$59,260	-0.1%
August	\$50,362	\$55,376	10.0%	\$55,530	-0.3%
September	\$53,685	\$57,963	8.0%	\$57,050	1.6%
October	\$51,724	\$58,830	13.7%	\$56,540	4.1%
November	\$52,242	\$58,304	11.6%	\$56,950	2.4%
December	\$54,503	\$60,941	11.8%	\$58,600	4.0%
<b>Subtotal</b>	<b>\$315,812</b>	<b>\$350,602</b>	<b>11.0%</b>	<b>\$343,930</b>	<b>1.9%</b>
January	\$63,959	\$0	-	\$69,330	-
February	\$51,571	\$0	-	\$55,780	-
March	\$53,599	\$0	-	\$58,230	-
April	\$63,399	\$0	-	\$68,080	-
May	\$58,664	\$0	-	\$62,840	-
June	\$57,846	\$0	-	\$61,920	-
<b>Total</b>	<b>\$664,850</b>	<b>\$350,602</b>		<b>\$720,110</b>	

INVESTMENT PERFORMANCE THROUGH DECEMBER 31, 2022 (\$ IN THOUSANDS) /4

Investment Pools	Monthly Average Available Cash	Monthly Average Invested Balance	Percent Invested	December		Fiscal Year-to-date (FYTD)	
				Interest Received	Current Yield	Interest Received	FYTD Yield
<b>Pool 2</b>							
Highway	\$859,233	\$848,218	98.72%	\$2,337	3.26%	\$8,301	2.42%
MAG/PAG 12.6% & 2.6%	\$454,914	\$454,395	99.89%	\$1,257	3.26%	\$5,337	2.42%
HURF Bond Redemption	\$36,467	\$32,875	90.15%	\$94	3.26%	\$304	2.42%
Other/1	\$185,420	\$176,421	95.15%	\$493	3.26%	\$2,045	2.42%
<b>Subtotal</b>	<b>\$1,536,034</b>	<b>\$1,511,909</b>	<b>98.43%</b>	<b>\$4,180</b>	<b>3.26%</b>	<b>\$15,987</b>	<b>2.42%</b>
<b>Pool 3 Revised</b>							
HELP/2	\$4	\$4	100.00%	\$0	3.40%	\$0	2.53%
Other/3	\$15,256	\$14,523	95.19%	\$42	3.40%	\$170	2.53%
<b>Subtotal</b>	<b>\$15,260</b>	<b>\$14,526</b>	<b>95.19%</b>	<b>\$42</b>	<b>3.40%</b>	<b>\$170</b>	<b>2.53%</b>
<b>Pool 4</b>							
Local Agency Deposits	\$126,253	\$122,761	97.23%	\$324	2.68%	\$993	2.19%
RARF Bond Redemption	\$70,382	\$63,420	90.11%	\$150	2.68%	\$483	2.19%
Regional Area Road Fund	\$680,966	\$677,890	99.55%	\$1,545	2.68%	\$7,429	2.19%
<b>Subtotal</b>	<b>\$877,601</b>	<b>\$864,071</b>	<b>98.46%</b>	<b>\$2,018</b>	<b>2.68%</b>	<b>\$8,904</b>	<b>2.19%</b>
<b>Total</b>	<b>\$2,428,895</b>	<b>\$2,390,507</b>	<b>98.42%</b>	<b>\$6,240</b>	<b>3.07%</b>	<b>\$25,061</b>	<b>2.34%</b>

Source: State Treasurer's Office Statement of Accounts.

/1 Pool 2 Other includes HURF, Aviation, Equipment, Highway Postage, and Highway GANS Cash Reserve funds.

/2 HELP: Highway Expansion and Extension Loan Program.

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

/4 Totals may not add due to rounding.