

FINANCIAL MANAGEMENT SERVICES
MONTHLY FINANCIAL REPORT
OCTOBER 21, 2022

ECONOMIC HIGHLIGHTS

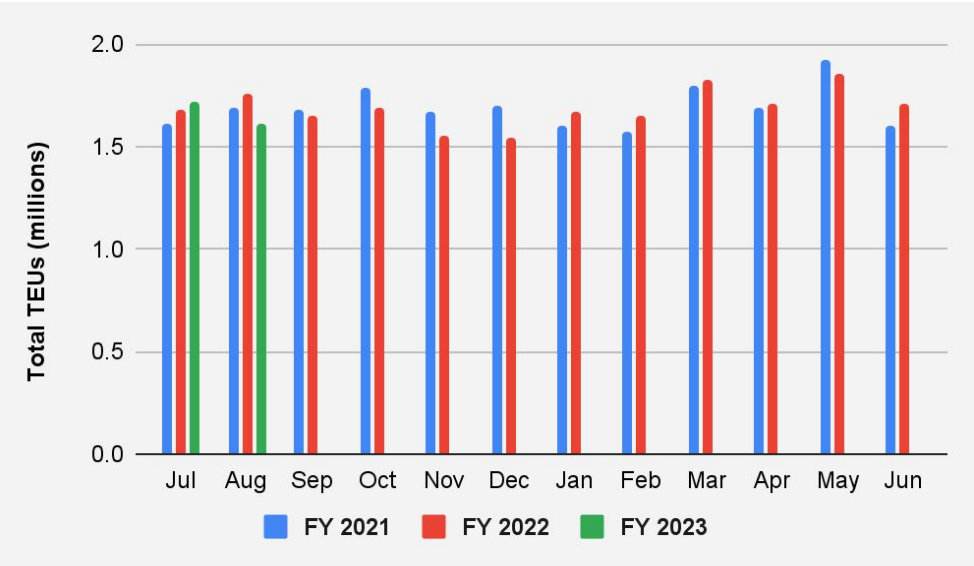
Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 8.5 percent lower in August 2022 than in August 2021.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$5.65 per gallon in August 2022, up from \$4.00 per gallon in August 2021.
- The Arizona average price per gallon for regular unleaded gas was \$4.16 in August 2022, compared to \$3.13 in August 2021.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, decreased to 3.5 percent in August 2022, down from 4.5 percent in August 2021.

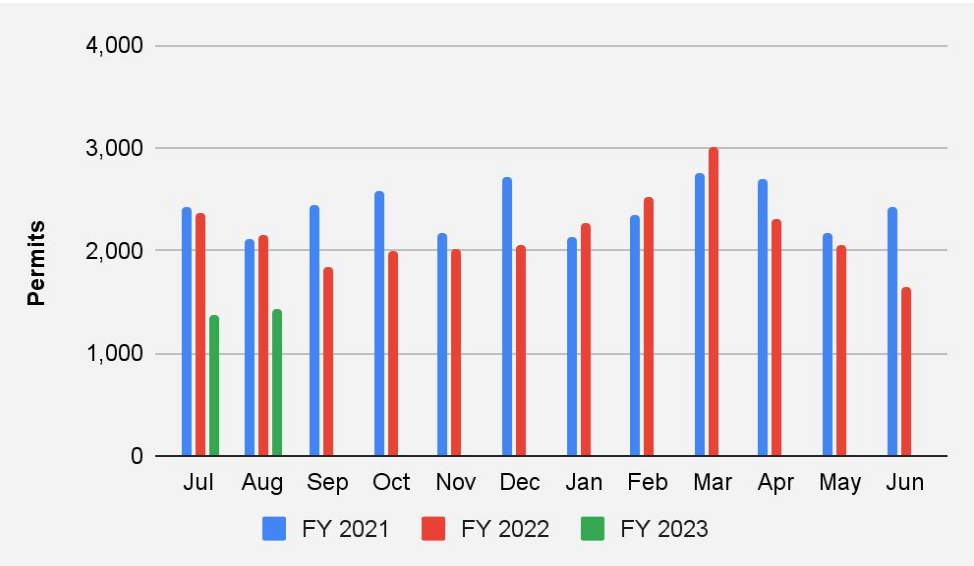
Greater Phoenix Area Indicators

- The number of new single-family building permits issued in Maricopa County in August 2022 was down 33.5 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 7,900 jobs year-over-year from August 2021 to August 2022, an increase of 5.6 percent.
- The Greater Phoenix Area unadjusted unemployment rate was 3.4 percent in August 2022, down from 4.2 percent in August 2021.

Container Statistics for Port of LA and Port of Long Beach



Maricopa County New Single-Family Building Permits

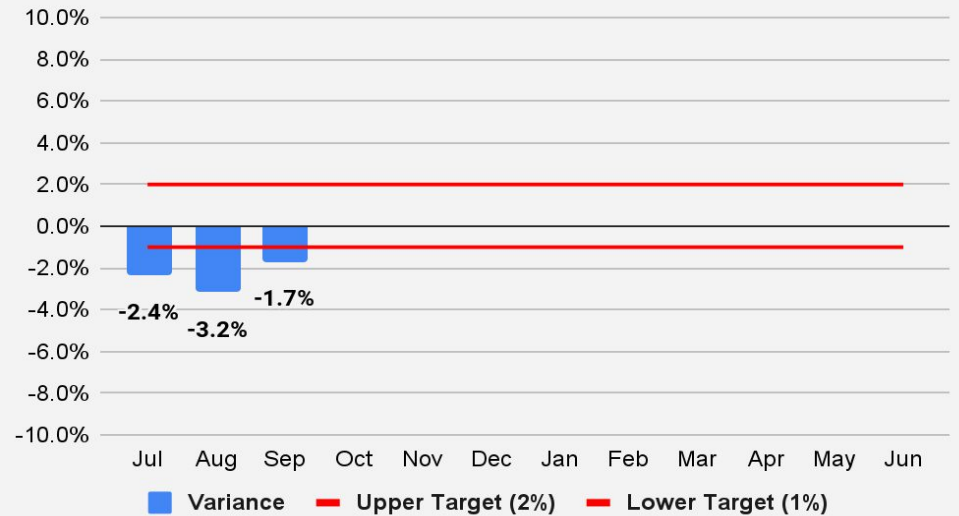


HIGHWAY USER REVENUE FUND (HURF) THROUGH SEPTEMBER 30, 2022

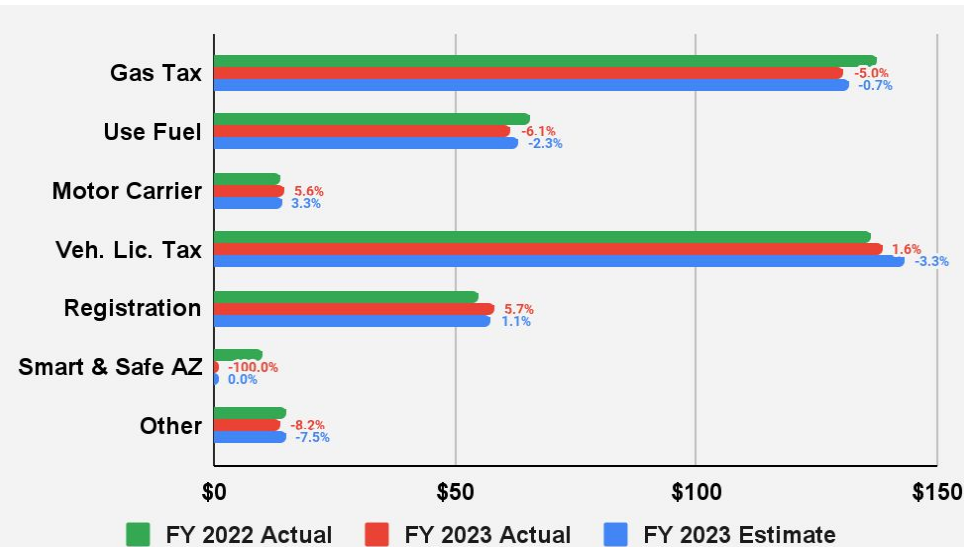
Highlights

- Year-to-date FY 2023 HURF revenues are 1.7 percent below forecast and 3.6 percent below the same period of FY 2022.
- Gas tax revenues have decreased 5 percent year-to-date from FY 2022 to the same period of FY 2023. Year-to-date FY 2023 gas tax collections are 0.7 percent below forecast.
- Year-to-date, vehicle license tax revenues have increased 1.6 percent from FY 2022 to FY 2023 and are 3.3 percent below forecast.

Variance from Forecast Year-to-Date



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



Monthly Comparison (\$ in Thousands)

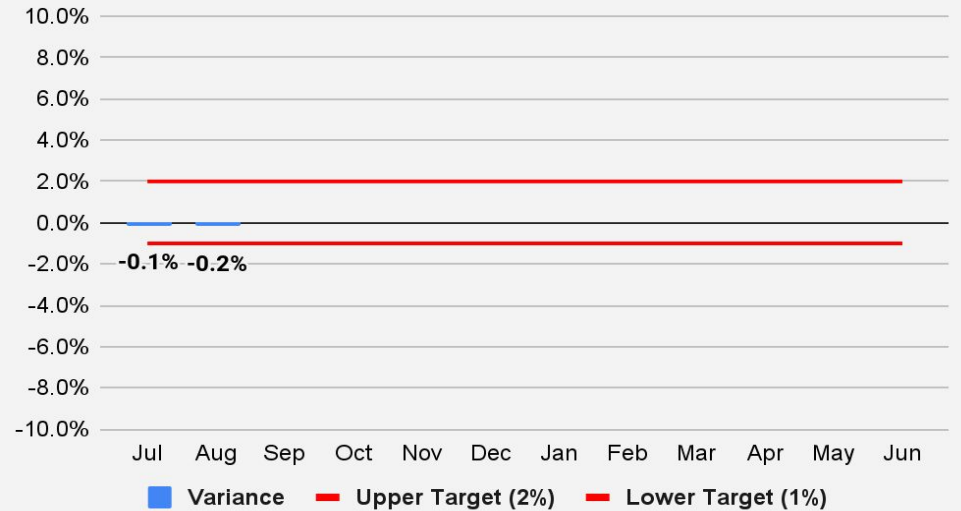
	FY 2022 Actual	FY 2023 Actual	% Change	FY 2023 Estimate	% Difference
July	\$141,549	\$136,857	-3.3%	\$140,170	-2.4%
August	\$145,382	\$131,267	-9.7%	\$136,740	-4.0%
September	\$140,641	\$144,129	2.5%	\$142,430	1.2%
Subtotal	\$427,572	\$412,254	-3.6%	\$419,340	-1.7%
October	\$138,239	\$0	-	\$139,830	-
November	\$128,788	\$0	-	\$132,830	-
December	\$156,756	\$0	-	\$163,890	-
January	\$140,216	\$0	-	\$141,870	-
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	-
Total	\$1,729,138	\$412,254		\$1,748,470	

REGIONAL AREA ROAD FUND (RARF) THROUGH AUGUST 31, 2022

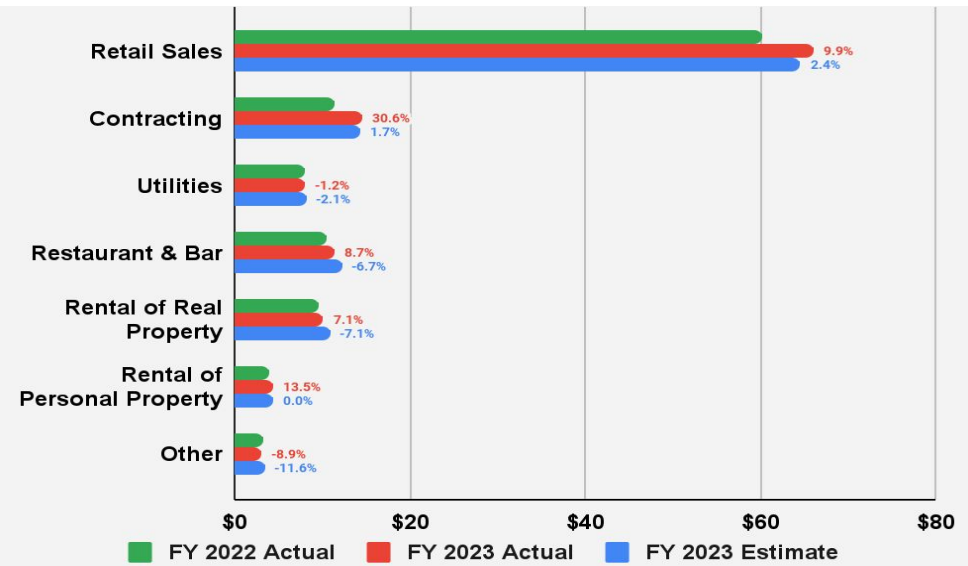
Highlights

- Year-to-date FY 2023 RARF revenues through August surpassed the same period of FY 2022 by 10.5 percent and were 0.2 percent below the forecast.
- Year-to-date retail sales, the largest revenue category of RARF, grew 9.9 percent when compared to the same period of the last fiscal year.
- Year-to-date restaurant and bar revenues grew 8.7 percent when compared to the same period of the last fiscal year.
- Year-to-date contracting revenues increased 30.6 percent compared to the same period of the last fiscal year.
- The 30 year mortgage interest rate in August 2022 was 5.22 percent, higher than the 2.84 percent experienced in August 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%
Subtotal	\$103,659	\$114,563	10.5%	\$114,790	-0.2%
September	\$53,685	\$0	-	\$57,050	-
October	\$51,724	\$0	-	\$56,540	-
November	\$52,242	\$0	-	\$56,950	-
December	\$54,503	\$0	-	\$58,600	-
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	-
Total	\$664,850	\$114,563		\$720,110	

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

Investment Pools	Monthly Average Available Cash	Monthly Average Invested Balance	Percent Invested	August		Fiscal Year-to-date (FYTD)	
				Interest Received	Current Yield	Interest Received	FYTD Yield
Pool 2							
Highway	\$607,565	\$601,641	99.02%	\$939	1.84%	\$1,620	1.60%
MAG/PAG 12.6% & 2.6%	\$421,524	\$421,004	99.88%	\$659	1.84%	\$1,139	1.60%
HURF Bond Redemption	\$11,826	\$11,469	96.98%	\$18	1.84%	\$24	1.60%
Other/1	\$173,533	\$166,628	96.02%	\$258	1.84%	\$459	1.60%
Subtotal	\$1,214,449	\$1,200,742	98.87%	\$1,873	1.84%	\$3,242	1.60%
Pool 3 Revised							
HELP/2	\$4	\$4	100.00%	\$0	1.96%	\$0	1.74%
Other/3	\$13,204	\$12,965	98.19%	\$22	1.96%	\$37	1.74%
Subtotal	\$13,207	\$12,968	98.19%	\$22	1.96%	\$37	1.74%
Pool 4							
Local Agency Deposits	\$51,149	\$49,740	97.25%	\$77	1.84%	\$126	1.54%
RARF Bond Redemption	\$20,499	\$19,933	97.24%	\$31	1.84%	\$40	1.54%
Regional Area Road Fund	\$677,325	\$674,138	99.53%	\$1,053	1.84%	\$1,718	1.54%
Subtotal	\$748,974	\$743,811	99.31%	\$1,162	1.84%	\$1,884	1.54%
Total	\$1,976,630	\$1,957,521	99.03%	\$3,056	1.84%	\$5,164	1.58%

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.