

FINANCIAL MANAGEMENT SERVICES
MONTHLY FINANCIAL REPORT
JULY 19, 2024

ECONOMIC HIGHLIGHTS

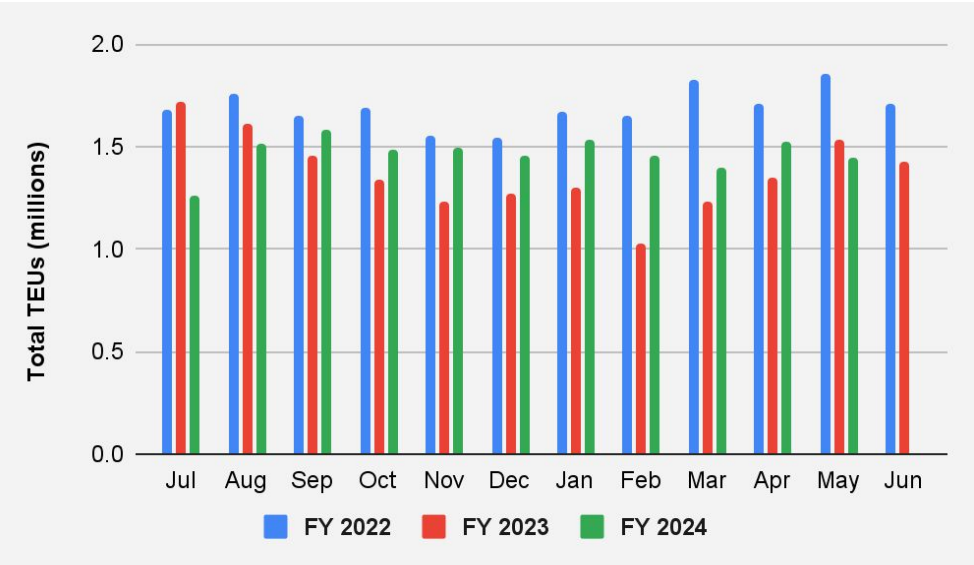
Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 5.8 percent lower in May 2024 than in May 2023.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$4.52 per gallon in May 2024, down from \$4.61 per gallon in May 2023.
- The Arizona average price per gallon for regular unleaded gas was \$3.93 in May 2024, compared to \$4.64 in May 2023.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, decreased to 3.4 percent in May 2024, down from the 3.7 percent experienced in May 2023.

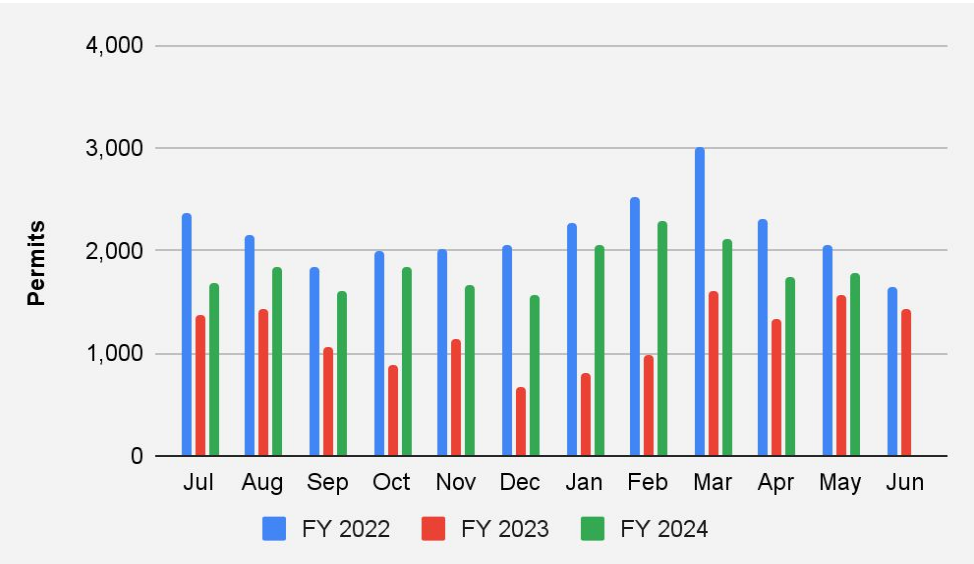
Greater Phoenix Area Indicators

- The number of new single-family building permits issued in Maricopa County in May 2024 was up 13.7 percent compared to the same month of 2023.
- The monthly employment report published by the Arizona Office of Economic Opportunity stated the construction sector in the Greater Phoenix Area gained 1,700 jobs year-over-year from May 2023 to May 2024, an increase of 1.0 percent.
- The Greater Phoenix Area unadjusted unemployment rate was 2.9 percent in May 2024, down from 3.4 percent in May 2023.

Container Statistics for Port of LA and Port of Long Beach



Maricopa County New Single-Family Building Permits

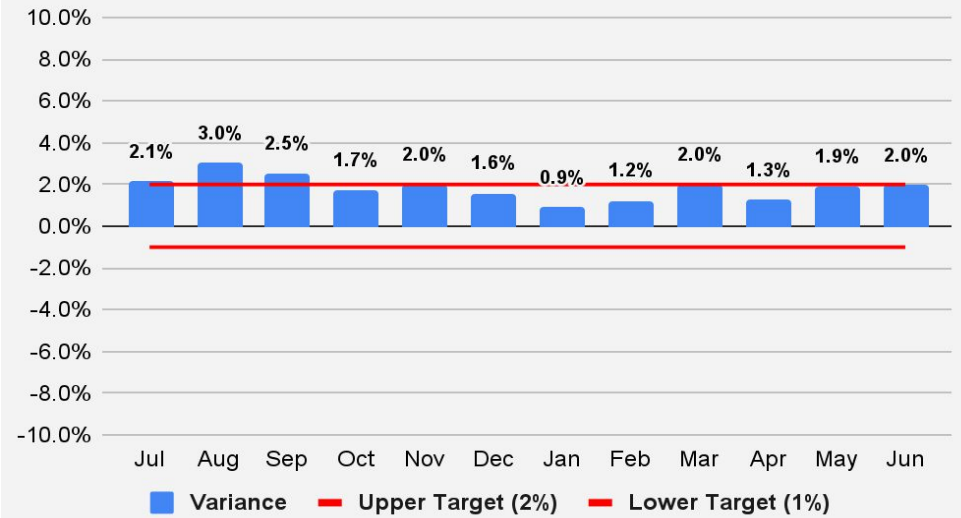


HIGHWAY USER REVENUE FUND (HURF) THROUGH JUNE 30, 2024

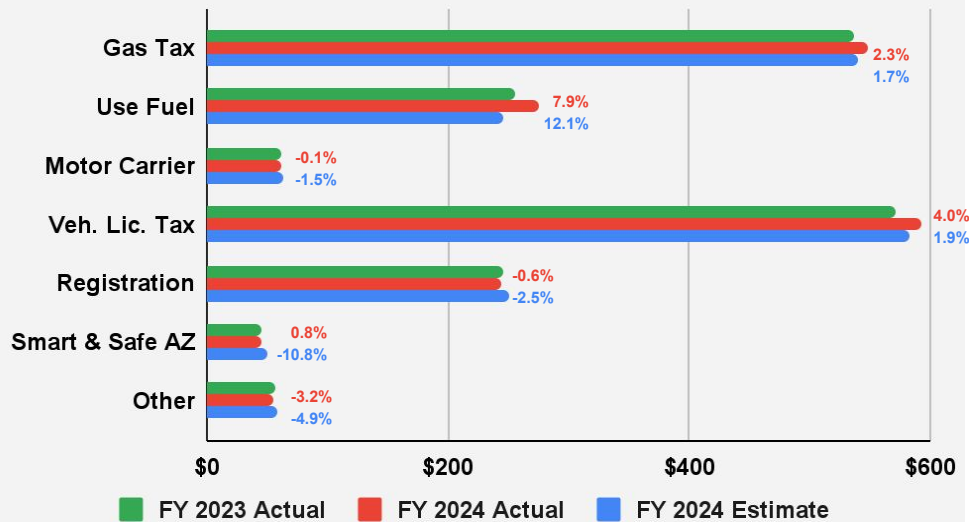
Highlights

- FY 2024 HURF revenues were 2 percent above forecast and 3 percent above FY 2023.
- FY 2024 gas tax revenues have increased 2.3 percent from FY 2023 and were 1.7 percent above the forecast.
- Vehicle license tax revenues have increased 4 percent from FY 2023 to FY 2024 and were 1.9 percent above the forecast.

Variance from Forecast



Revenue Category Performance (\$ in Millions)



Monthly Comparison (\$ in Thousands)

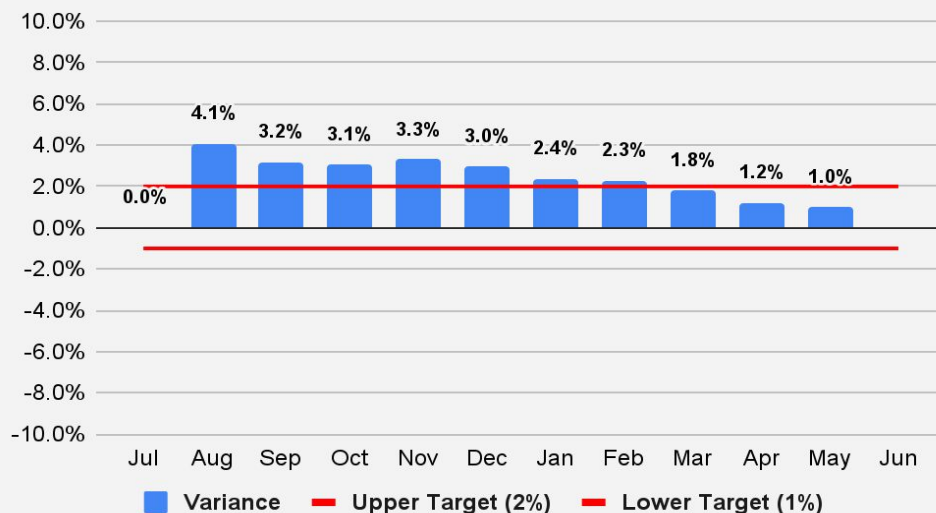
| | FY 2023 Actual | FY 2024 Actual | % Change | FY 2024 Estimate | % Difference |
|--------------|--------------------|--------------------|----------|--------------------|--------------|
| July | \$136,857 | \$142,155 | 3.9% | \$139,180 | 2.1% |
| August | \$131,267 | \$138,709 | 5.7% | \$133,440 | 3.9% |
| September | \$144,129 | \$147,649 | 2.4% | \$145,390 | 1.6% |
| October | \$139,825 | \$138,651 | -0.8% | \$139,520 | -0.6% |
| November | \$134,121 | \$140,169 | 4.5% | \$135,960 | 3.1% |
| December | \$159,878 | \$164,296 | 2.8% | \$164,500 | -0.1% |
| January | \$144,293 | \$140,411 | -2.7% | \$144,990 | -3.2% |
| February | \$138,803 | \$142,249 | 2.5% | \$137,360 | 3.6% |
| March | \$143,439 | \$158,072 | 10.2% | \$146,340 | 8.0% |
| April | \$167,126 | \$158,287 | -5.3% | \$165,690 | -4.5% |
| May | \$134,772 | \$147,362 | 9.3% | \$135,120 | 9.1% |
| June | \$174,783 | \$183,121 | 4.8% | \$179,030 | 2.3% |
| Total | \$1,749,295 | \$1,801,132 | | \$1,766,520 | |

REGIONAL AREA ROAD FUND (RARF) THROUGH MAY 31, 2024

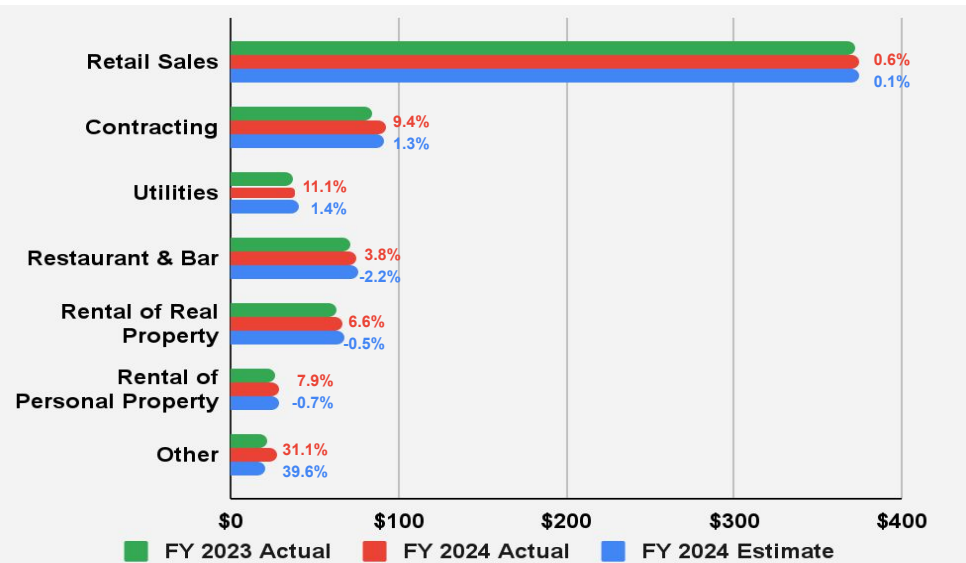
Highlights

- Year-to-date FY 2024 RARF revenues through May surpassed the same period of FY 2023 by 4.3 percent and were 1 percent above the forecast.
- Retail sales, the largest revenue category of RARF, grew 0.6 percent year-to-date when compared to the same period of the last fiscal year.
- Restaurant and Bar revenues grew 3.8 percent year-to-date when compared to the same period of the last fiscal year.
- Contracting revenues increased 9.4 percent year-to-date when compared to the same period of the last fiscal year.
- The 30 year mortgage interest rate in May 2024 was 7.01 percent, higher than the 6.43 percent experienced in May 2023.

Variance from Forecast Year-to-Date



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



Monthly Comparison (\$ in Thousands)

| | FY 2023 Actual | FY 2024 Actual | % Change | FY 2024 Estimate | % Difference |
|--------------|------------------|------------------|----------|------------------|--------------|
| July | \$59,187 | \$60,627 | 2.4% | \$60,600 | 0.0% |
| August | \$55,376 | \$62,514 | 12.9% | \$57,700 | 8.3% |
| September | \$57,963 | \$60,914 | 5.1% | \$60,060 | 1.4% |
| October | \$58,830 | \$62,011 | 5.4% | \$60,370 | 2.7% |
| November | \$58,304 | \$61,334 | 5.2% | \$58,850 | 4.2% |
| December | \$60,941 | \$61,753 | 1.3% | \$60,970 | 1.3% |
| January | \$68,502 | \$70,995 | 3.6% | \$71,370 | -0.5% |
| February | \$58,146 | \$60,569 | 4.2% | \$59,590 | 1.6% |
| March | \$57,867 | \$58,900 | 1.8% | \$60,090 | -2.0% |
| April | \$66,118 | \$66,513 | 0.6% | \$68,910 | -3.5% |
| May | \$59,368 | \$62,908 | 6.0% | \$63,580 | -1.1% |
| Subtotal | \$660,602 | \$689,038 | 4.3% | \$682,090 | 1.0% |
| June | \$62,020 | \$0 | - | \$63,730 | - |
| Total | \$722,622 | \$689,038 | | \$745,820 | |

INVESTMENT PERFORMANCE THROUGH MAY 31, 2024 (\$ IN THOUSANDS) /4

| Investment Pools | Monthly Average Available Cash | Monthly Average Invested Balance | Percent Invested | May | | Fiscal Year-to-date (FYTD) | |
|-------------------------|---|---|---------------------|----------------------|------------------|----------------------------|---------------|
| | | | | Interest Received | Current Yield | Interest Received | FYTD Yield |
| Pool 2 | | | | | | | |
| Highway | \$1,152,938 | \$1,144,911 | 99.30% | \$4,451 | 4.59% | \$46,648 | 4.32% |
| MAG/PAG 12.6% & 2.6% | \$625,001 | \$624,454 | 99.91% | \$2,429 | 4.59% | \$22,510 | 4.32% |
| HURF Bond Redemption | \$81,561 | \$81,348 | 99.74% | \$316 | 4.59% | \$2,009 | 4.32% |
| Other/1 | \$226,640 | \$214,188 | 94.51% | \$848 | 4.59% | \$7,786 | 4.32% |
| Subtotal | \$2,086,140 | \$2,064,901 | 98.98% | \$8,044 | 4.59% | \$78,953 | 4.32% |
| Pool 3 | | | | | | | |
| SMART/2 | \$65,975 | \$65,957 | 99.97% | \$254 | 4.53% | \$2,533 | 4.37% |
| Other/3 | \$301,497 | \$300,950 | 99.82% | \$1,167 | 4.53% | \$9,434 | 4.37% |
| Subtotal | \$367,471 | \$366,907 | 99.85% | \$1,421 | 4.53% | \$11,967 | 4.37% |
| Pool 4 | | | | | | | |
| Local Agency Deposits | \$28,024 | \$26,889 | 95.95% | \$95 | 4.14% | \$1,284 | 3.92% |
| RARF Bond Redemption | \$132,884 | \$132,414 | 99.65% | \$468 | 4.14% | \$2,572 | 3.92% |
| Regional Area Road Fund | \$897,249 | \$893,409 | 99.57% | \$3,164 | 4.14% | \$29,019 | 3.92% |
| Subtotal | \$1,058,158 | \$1,052,713 | 99.49% | \$3,727 | 4.14% | \$32,874 | 3.92% |
| Total | \$3,511,769 | \$3,484,520 | 99.22% | \$13,192 | 4.46% | \$123,794 | 4.22% |

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 SMART: State Match Advantage for Rural Transportation.

/3 Pool 3 Other includes Economic Strength, Magazine, Storage Tank, Special Plates, and Highway Expansion and Extension Loan Program (HELP) funds.

/4 Totals may not add due to rounding.