

FINANCIAL MANAGEMENT SERVICES
MONTHLY FINANCIAL REPORT
AUGUST 18, 2023

ECONOMIC HIGHLIGHTS

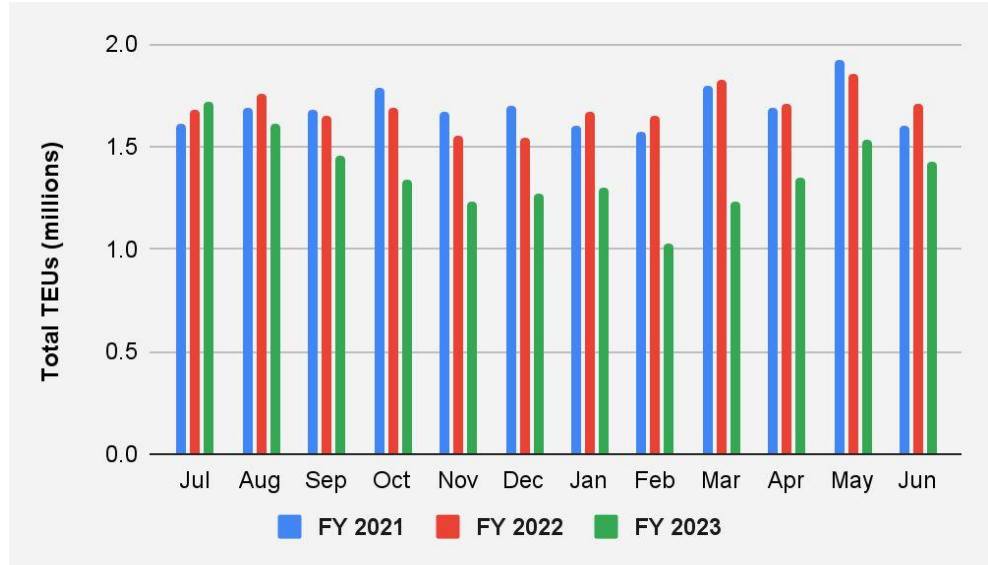
Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 16.5 percent lower in June 2023 than in June 2022.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$4.44 per gallon in June 2023, down from \$6.47 per gallon in June 2022.
- The Arizona average price per gallon for regular unleaded gas was \$4.20 in June 2023, compared to \$5.27 in June 2022.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, decreased to 3.5 percent in June 2023, down from the 3.8 percent experienced in June 2022.

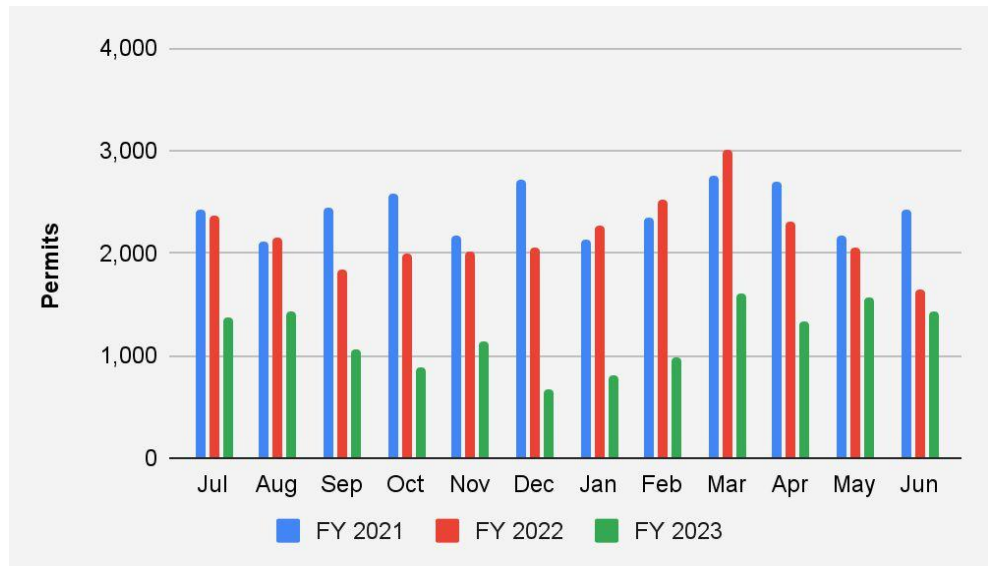
Greater Phoenix Area Indicators

- The number of new single-family building permits issued in Maricopa County in June 2023 was down 13.5 percent compared to the same month of 2022.
- The monthly employment report published by the Arizona Office of Economic Opportunity stated the construction sector in the Greater Phoenix Area gained 6,400 jobs year-over-year from June 2022 to June 2023, an increase of 4.2 percent.
- The Greater Phoenix Area unadjusted unemployment rate was 3.9 percent in June 2023, up from 3.8 percent in June 2022.

Container Statistics for Port of LA and Port of Long Beach



Maricopa County New Single-Family Building Permits

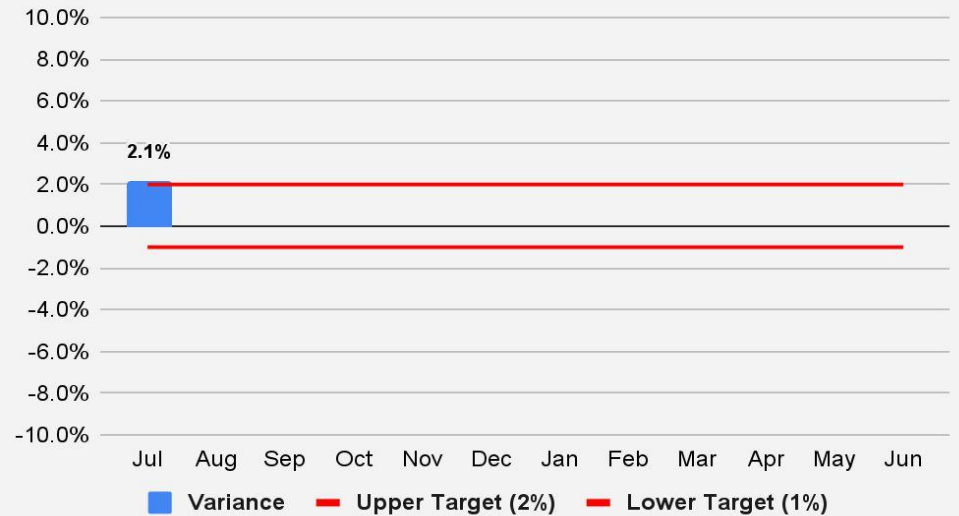


HIGHWAY USER REVENUE FUND (HURF) THROUGH JULY 31, 2023

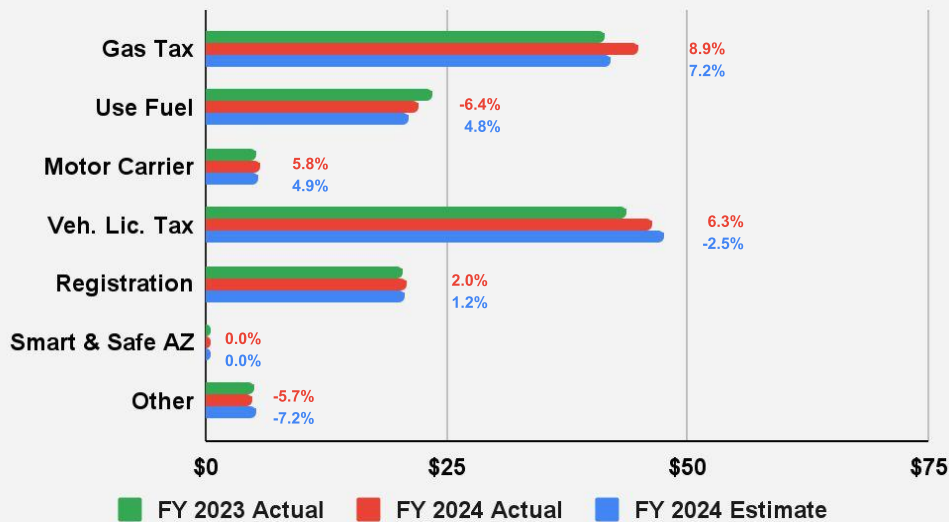
Highlights

- Year-to-date FY 2024 HURF revenues are 2.1 percent above forecast and 3.9 percent above the same period of FY 2023.
- Year-to-date gas tax revenues have increased 8.9 percent from FY 2023 to FY 2024 and are 7.2 percent above the forecast.
- Year-to-date vehicle license tax revenues have increased 6.3 percent from FY 2023 to FY 2024 and are 2.5 percent below the forecast.

Variance from Forecast Year-to-Date



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



Monthly Comparison (\$ in Thousands)

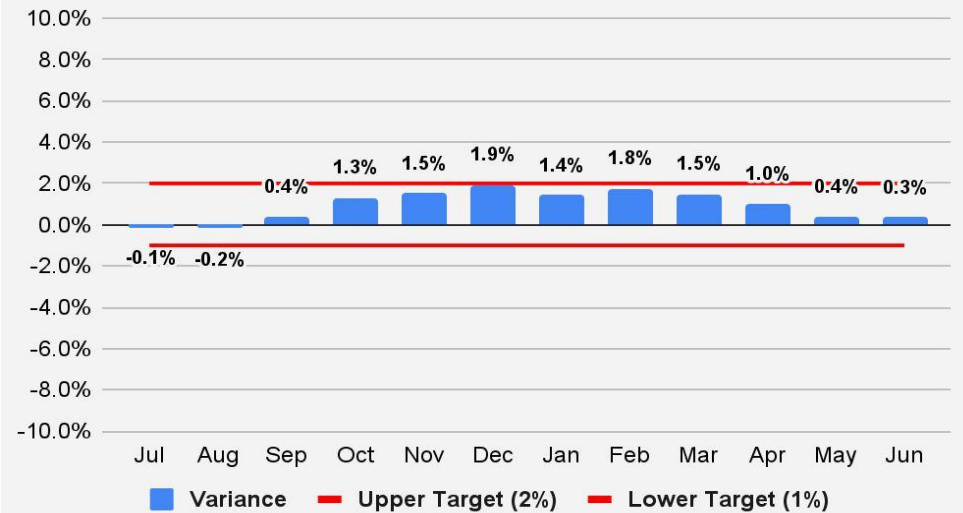
	FY 2023 Actual	FY 2024 Actual	% Change	FY 2024 Estimate	% Difference
July	\$136,857	\$142,155	3.9%	\$139,180	2.1%
Subtotal	\$136,857	\$142,155	3.9%	\$139,180	2.1%
August	\$131,267	\$0	-	\$133,440	-
September	\$144,129	\$0	-	\$145,390	-
October	\$139,825	\$0	-	\$139,520	-
November	\$134,121	\$0	-	\$135,960	-
December	\$159,878	\$0	-	\$164,500	-
January	\$144,293	\$0	-	\$144,990	-
February	\$138,803	\$0	-	\$137,360	-
March	\$143,439	\$0	-	\$146,340	-
April	\$167,126	\$0	-	\$165,690	-
May	\$134,772	\$0	-	\$135,120	-
June	\$174,783	\$0	-	\$179,030	-
Total	\$1,749,295	\$142,155		\$1,766,520	

REGIONAL AREA ROAD FUND (RARF) THROUGH JUNE 30, 2023

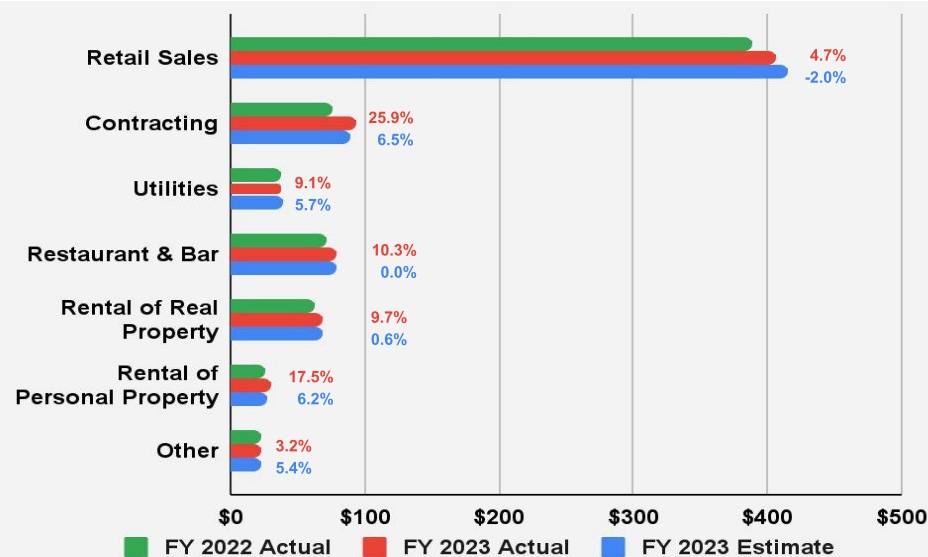
Highlights

- FY 2023 RARF revenues surpassed FY 2022 by 8.7 percent and were 0.3 percent above the forecast.
- Retail sales, the largest revenue category of RARF, grew 4.7 percent when compared to the last fiscal year.
- Restaurant and Bar revenues grew 10.3 percent when compared to the last fiscal year.
- Contracting revenues increased 25.9 percent when compared to the last fiscal year.
- The 30 year mortgage interest rate in June 2023 was 6.71 percent, higher than the 5.52 percent experienced in June 2022.

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%
January	\$63,959	\$68,502	7.1%	\$69,330	-1.2%
February	\$51,571	\$58,146	12.7%	\$55,780	4.2%
March	\$53,599	\$57,867	8.0%	\$58,230	-0.6%
April	\$63,399	\$66,118	4.3%	\$68,080	-2.9%
May	\$58,664	\$59,368	1.2%	\$62,840	-5.5%
June	\$57,846	\$62,020	7.2%	\$61,920	0.2%
Total	\$664,850	\$722,622	8.7%	\$720,110	0.3%

INVESTMENT PERFORMANCE THROUGH JUNE 30, 2023 (\$ IN THOUSANDS) /4

Investment Pools	Monthly Average Available Cash	Monthly Average Invested Balance	Percent Invested	June		Fiscal Year-to-date (FYTD)	
				Interest Received	Current Yield	Interest Received	FYTD Yield
Pool 2							
Highway	\$1,468,691	\$1,460,736	99.46%	\$4,789	4.00%	\$30,896	3.12%
MAG/PAG 12.6% & 2.6%	\$513,697	\$513,637	99.99%	\$1,688	4.00%	\$14,593	3.12%
HURF Bond Redemption	\$80,768	\$75,376	93.32%	\$260	4.00%	\$2,166	3.12%
Other/1	\$220,146	\$208,716	94.81%	\$676	4.00%	\$5,637	3.12%
Subtotal	\$2,283,301	\$2,258,465	98.91%	\$7,413	4.00%	\$53,292	3.12%
Pool 3							
SMART/2	\$51,052	\$51,052	100.00%	\$170	4.04%	\$1,246	3.20%
Other/3	\$13,691	\$13,391	97.80%	\$42	4.04%	\$444	3.20%
Subtotal	\$64,743	\$64,443	99.54%	\$211	4.04%	\$1,689	3.20%
Pool 4							
Local Agency Deposits	\$48,366	\$47,627	98.47%	\$144	3.69%	\$1,270	2.79%
RARF Bond Redemption	\$91,391	\$85,291	93.33%	\$277	3.69%	\$2,194	2.79%
Regional Area Road Fund	\$729,608	\$725,953	99.50%	\$2,204	3.69%	\$19,229	2.79%
Subtotal	\$869,365	\$858,871	98.79%	\$2,625	3.69%	\$22,693	2.79%
Total	\$3,217,410	\$3,181,779	98.89%	\$10,250	3.92%	\$77,675	3.03%

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.