

FINANCIAL MANAGEMENT SERVICES
MONTHLY FINANCIAL REPORT
OCTOBER 20, 2023

ECONOMIC HIGHLIGHTS

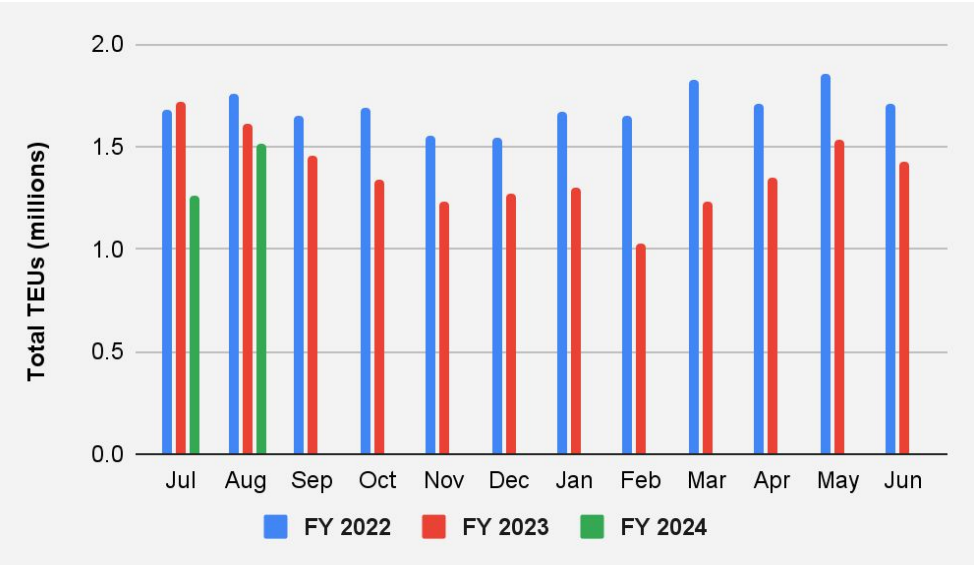
Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 6.3 percent lower in August 2023 than in August 2022.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$5.11 per gallon in August 2023, down from \$5.65 per gallon in August 2022.
- The Arizona average price per gallon for regular unleaded gas was \$4.11 in August 2023, compared to \$4.16 in August 2022.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, decreased to 3.8 percent in August 2023, down from the 4 percent experienced in August 2022.

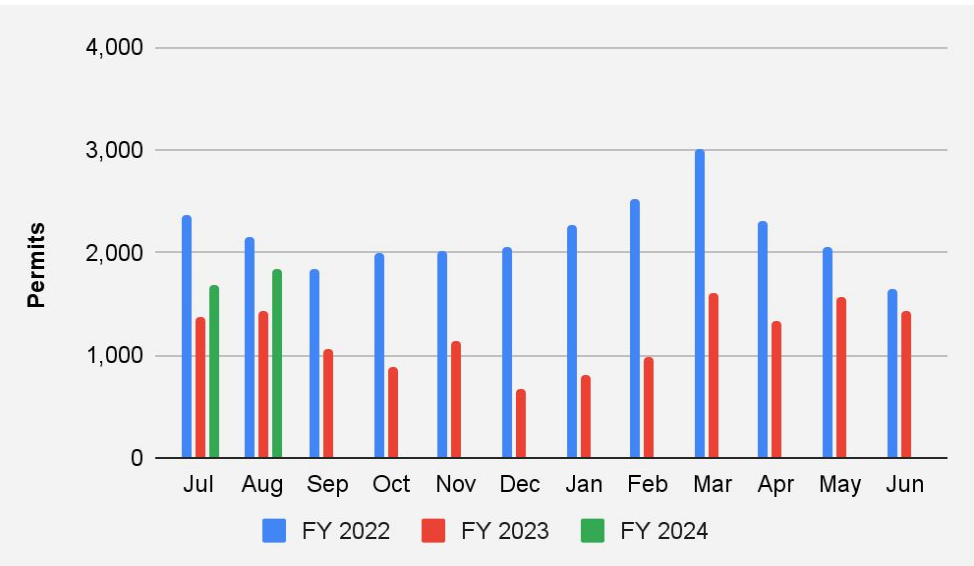
Greater Phoenix Area Indicators

- The number of new single-family building permits issued in Maricopa County in August 2023 was up 28.4 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 7,700 jobs year-over-year from August 2022 to August 2023, an increase of 5.0 percent.
- The Greater Phoenix Area unadjusted unemployment rate was 4.0 percent in August 2023, up from 3.9 percent in August 2022.

Container Statistics for Port of LA and Port of Long Beach



Maricopa County New Single-Family Building Permits

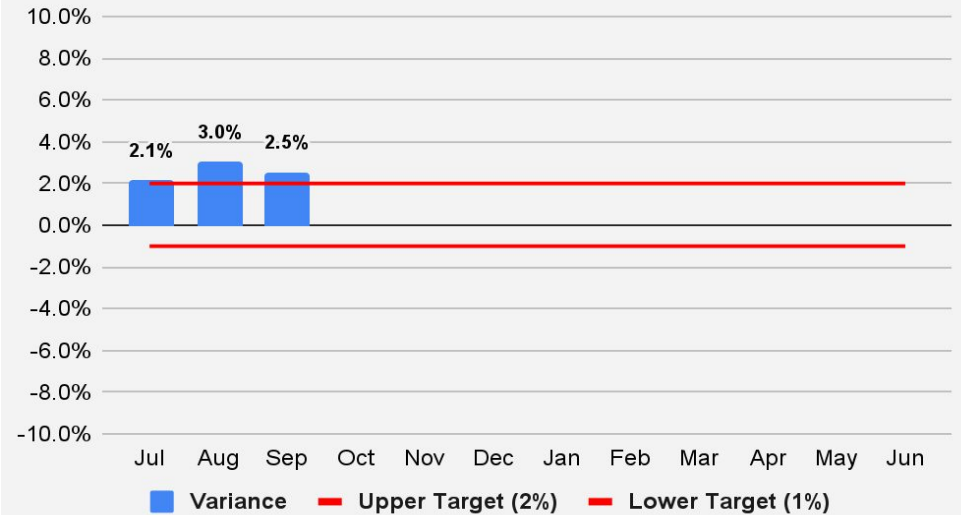


HIGHWAY USER REVENUE FUND (HURF) THROUGH SEPTEMBER 30, 2023

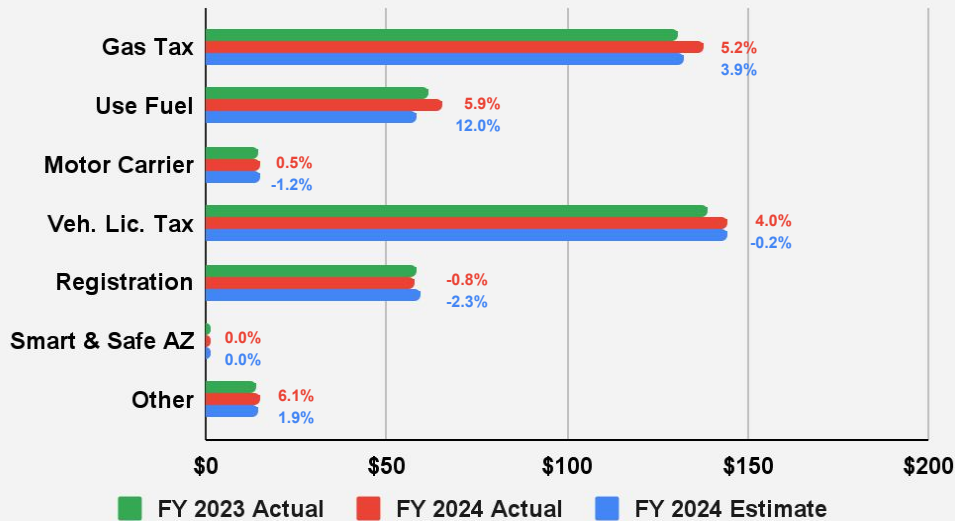
Highlights

- Year-to-date FY 2024 HURF revenues are 2.5 percent above forecast and 3.9 percent above the same period of FY 2023.
- Year-to-date gas tax revenues have increased 5.2 percent from FY 2023 to FY 2024 and are 3.9 percent above the forecast.
- Year-to-date vehicle license tax revenues have increased 4 percent from FY 2023 to FY 2024 and are 0.2 percent below the forecast.

Variance from Forecast Year-to-Date



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



Monthly Comparison (\$ in Thousands)

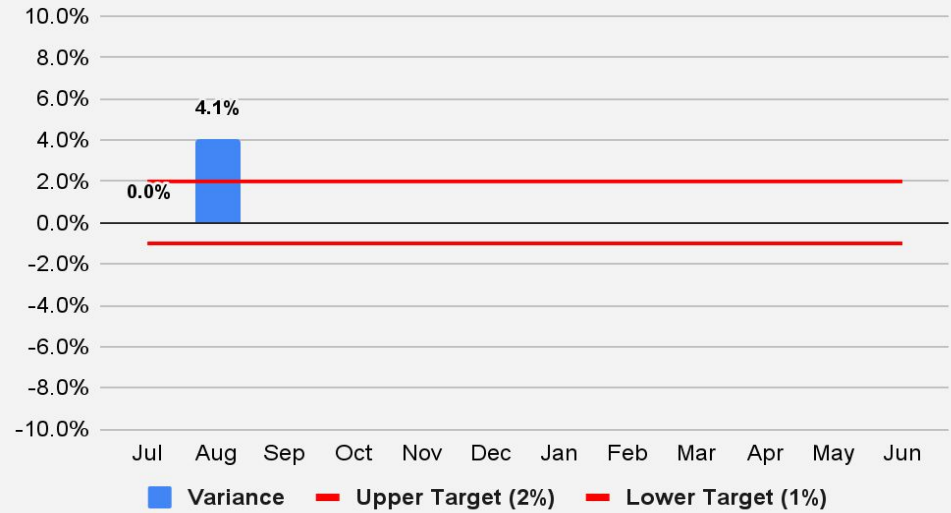
	FY 2023 Actual	FY 2024 Actual	% Change	FY 2024 Estimate	% Difference
July	\$136,857	\$142,155	3.9%	\$139,180	2.1%
August	\$131,267	\$138,709	5.7%	\$133,440	3.9%
September	\$144,129	\$147,649	2.4%	\$145,390	1.6%
Subtotal	\$412,254	\$428,514	3.9%	\$418,010	2.5%
October	\$139,825	\$0	-	\$139,520	-
November	\$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	\$428,514		\$1,766,520	

REGIONAL AREA ROAD FUND (RARF) THROUGH AUGUST 31, 2023

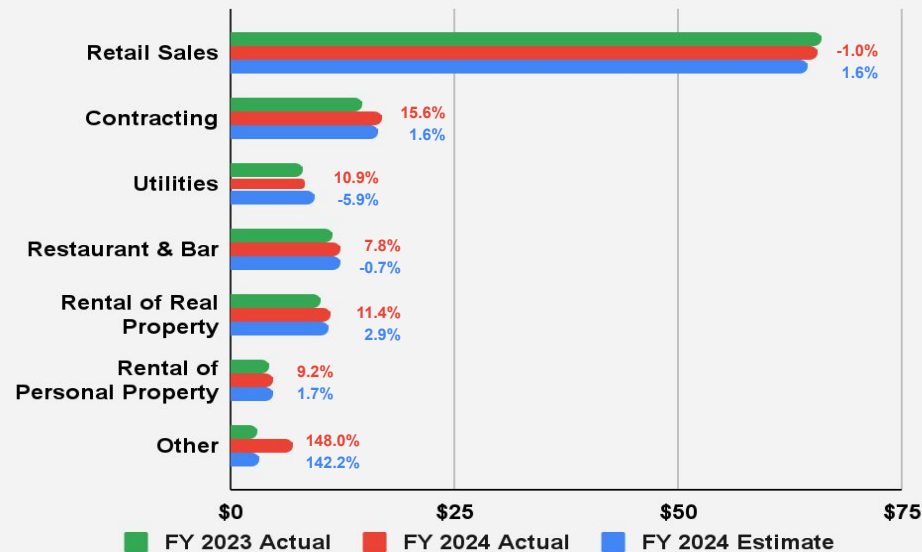
Highlights

- Year-to-date FY 2024 RARF revenues through August surpassed the same period of FY 2023 by 7.5 percent and were 4.1 percent above the forecast.
- Retail sales, the largest revenue category of RARF, declined 1 percent year-to-date when compared to the same period of the last fiscal year.
- Restaurant and Bar revenues grew 7.8 percent year-to-date when compared to the same period of the last fiscal year.
- Contracting revenues increased 15.6 percent year-to-date when compared to the same period of the last fiscal year.
- The 30 year mortgage interest rate in August 2023 was 7.07 percent, higher than the 5.22 percent experienced in August 2022.

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%
Subtotal	\$114,563	\$123,141	7.5%	\$118,300	4.1%
September	\$57,963	\$0	-	\$60,060	-
October	\$58,830	\$0	-	\$60,370	-
November	\$58,304	\$0	-	\$58,850	-
December	\$60,941	\$0	-	\$60,970	-
January	\$68,502	\$0	-	\$71,370	-
February	\$58,146	\$0	-	\$59,590	-
March	\$57,867	\$0	-	\$60,090	-
April	\$66,118	\$0	-	\$68,910	-
May	\$59,368	\$0	-	\$63,580	-
June	\$62,020	\$0	-	\$63,730	-
Total	\$722,622	\$123,141		\$745,820	

INVESTMENT PERFORMANCE THROUGH AUGUST 31, 2023 (\$ 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	\$1,444,993	\$1,437,903	99.51%	\$5,028	4.12%	\$9,898	4.04%
MAG/PAG 12.6% & 2.6%	\$534,575	\$534,515	99.99%	\$1,873	4.12%	\$3,631	4.04%
HURF Bond Redemption	\$21,201	\$20,622	97.27%	\$71	4.12%	\$93	4.04%
Other/1	\$206,004	\$191,810	93.11%	\$672	4.12%	\$1,397	4.04%
Subtotal	\$2,206,774	\$2,184,851	99.01%	\$7,644	4.12%	\$15,019	4.04%
Pool 3							
SMART/2	\$56,229	\$55,685	99.03%	\$200	4.24%	\$378	4.17%
Other/3	\$14,617	\$14,349	98.17%	\$49	4.24%	\$94	4.17%
Subtotal	\$70,846	\$70,034	98.85%	\$249	4.24%	\$472	4.17%
Pool 4							
Local Agency Deposits	\$48,769	\$47,673	97.75%	\$150	3.75%	\$296	3.64%
RARF Bond Redemption	\$21,956	\$21,389	97.42%	\$67	3.75%	\$87	3.64%
Regional Area Road Fund	\$753,661	\$749,427	99.44%	\$2,387	3.75%	\$4,553	3.64%
Subtotal	\$824,386	\$818,489	99.28%	\$2,604	3.75%	\$4,935	3.64%
Total	\$3,102,005	\$3,073,374	99.08%	\$10,497	4.03%	\$20,426	3.95%

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.