

FINANCIAL MANAGEMENT SERVICES
MONTHLY FINANCIAL REPORT
DECEMBER 15, 2023

ECONOMIC HIGHLIGHTS

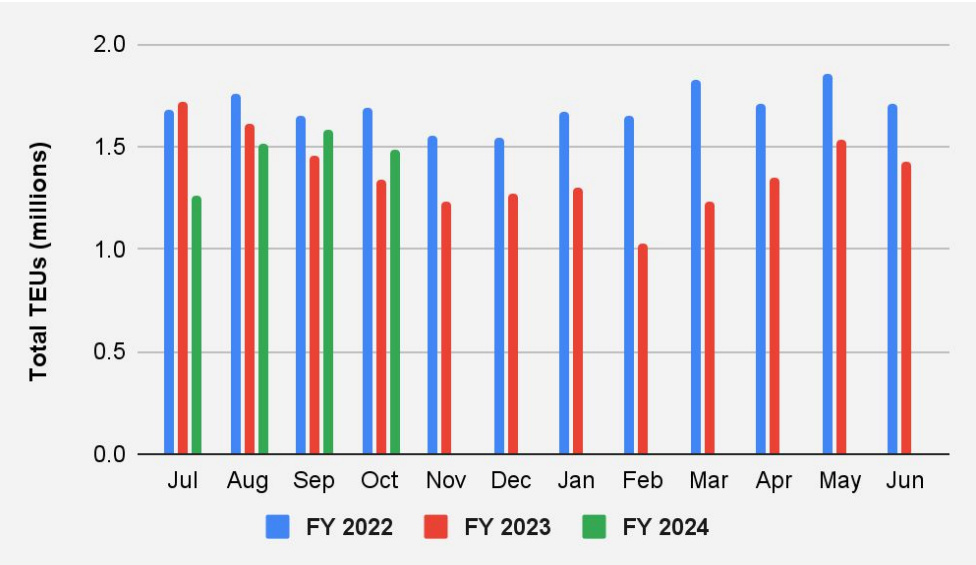
Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 10.8 percent higher in October 2023 than in October 2022.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$5.53 per gallon in October 2023, down from \$5.84 per gallon in October 2022.
- The Arizona average price per gallon for regular unleaded gas was \$4.33 in October 2023, compared to \$4.45 in October 2022.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, increased to 4.2 percent in October 2023, up from the 3.9 percent experienced in October 2022.

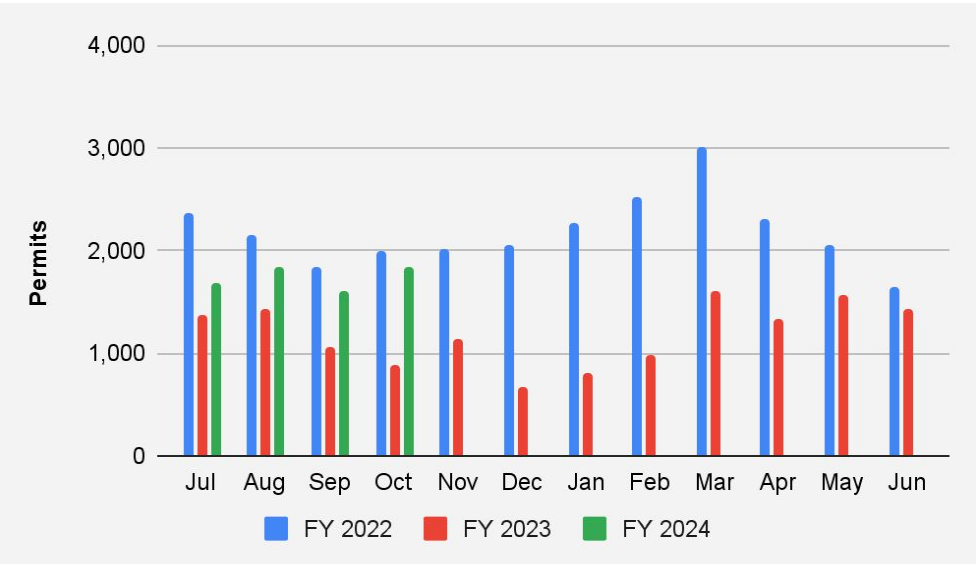
Greater Phoenix Area Indicators

- The number of new single-family building permits issued in Maricopa County in October 2023 was up 105.9 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 13,400 jobs year-over-year from October 2022 to October 2023, an increase of 9.1 percent.
- The Greater Phoenix Area unadjusted unemployment rate was 3.9 percent in October 2023, up from 3.5 percent in October 2022.

Container Statistics for Port of LA and Port of Long Beach



Maricopa County New Single-Family Building Permits

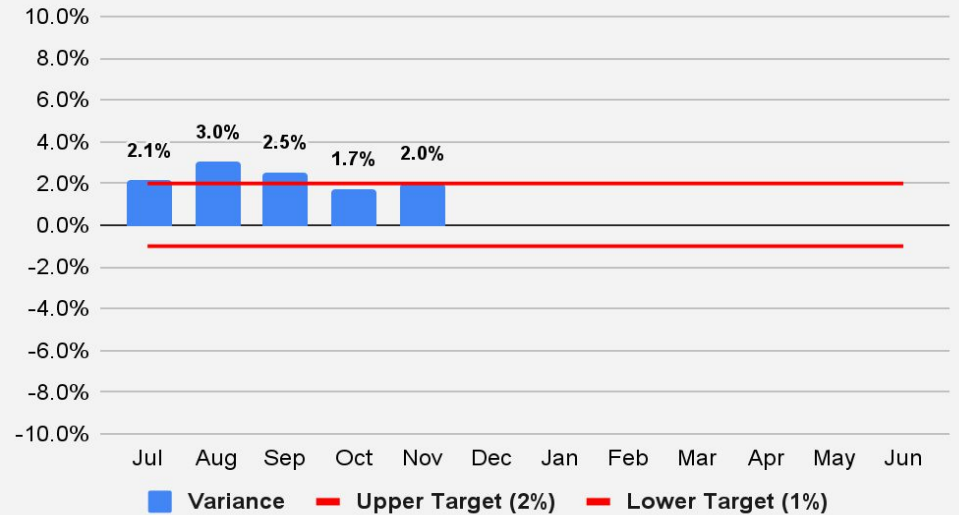


HIGHWAY USER REVENUE FUND (HURF) THROUGH NOVEMBER 30, 2023

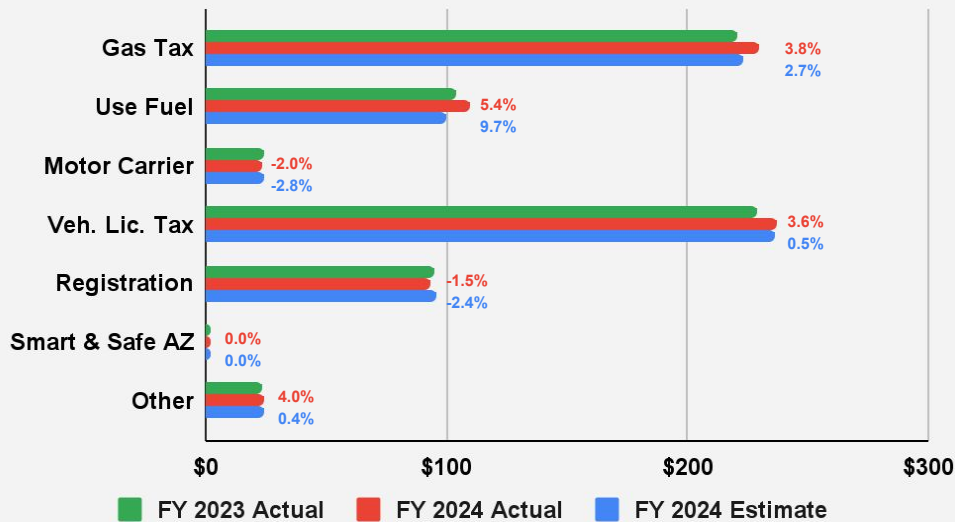
Highlights

- Year-to-date FY 2024 HURF revenues are 2 percent above forecast and 3.1 percent above the same period of FY 2023.
- Year-to-date gas tax revenues have increased 3.8 percent from FY 2023 to FY 2024 and are 2.7 percent above the forecast.
- Year-to-date vehicle license tax revenues have increased 3.6 percent from FY 2023 to FY 2024 and are 0.5 percent above the forecast.

Variance from Forecast Year-to-Date



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



Monthly Comparison (\$ in Thousands)

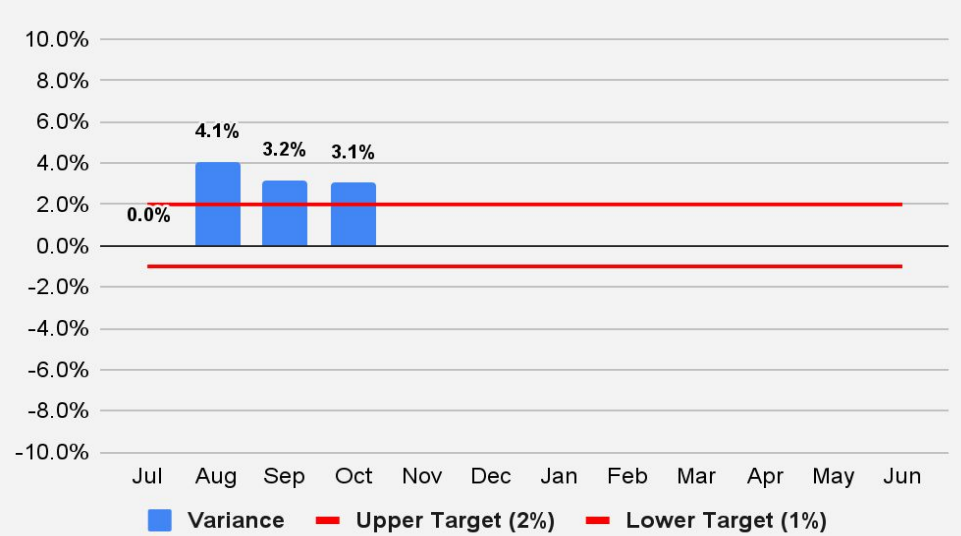
	FY 2023 Actual	FY 2024 Actual	% Change	FY 2024 Estimate	% Difference
July	\$136,857	\$142,155	3.9%	\$139,180	2.1%
August	\$131,267	\$138,709	5.7%	\$133,440	3.9%
September	\$144,129	\$147,649	2.4%	\$145,390	1.6%
October	\$139,825	\$138,651	-0.8%	\$139,520	-0.6%
November	\$134,121	\$140,169	4.5%	\$135,960	3.1%
Subtotal	\$686,200	\$707,334	3.1%	\$693,490	2.0%
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	\$707,334		\$1,766,520	

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

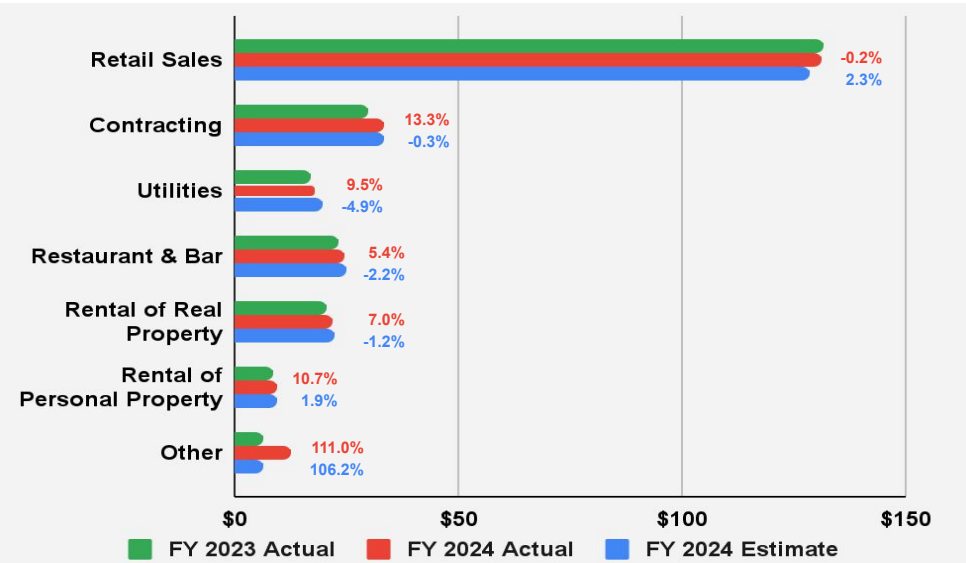
Highlights

- Year-to-date FY 2024 RARF revenues through October surpassed the same period of FY 2023 by 6.4 percent and were 3.1 percent above the forecast.
- Retail sales, the largest revenue category of RARF, declined 0.2 percent year-to-date when compared to the same period of the last fiscal year.
- Restaurant and Bar revenues grew 5.4 percent year-to-date when compared to the same period of the last fiscal year.
- Contracting revenues increased 13.3 percent year-to-date when compared to the same period of the last fiscal year.
- The 30 year mortgage interest rate in October 2023 was 7.62 percent, higher than the 6.90 percent experienced in October 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%
September	\$57,963	\$60,914	5.1%	\$60,060	1.4%
October	\$58,830	\$62,011	5.4%	\$60,370	2.7%
Subtotal	\$231,357	\$246,066	6.4%	\$238,730	3.1%
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	\$246,066		\$745,820	

INVESTMENT PERFORMANCE THROUGH OCTOBER 31, 2023 (\$ IN THOUSANDS) /4

Investment Pools	Monthly Average Available Cash	Monthly Average Invested Balance	Percent Invested	October		Fiscal Year-to-date (FYTD)	
				Interest Received	Current Yield	Interest Received	FYTD Yield
Pool 2							
Highway	\$1,082,401	\$1,072,843	99.12%	\$3,856	4.24%	\$17,444	4.11%
MAG/PAG 12.6% & 2.6%	\$553,397	\$552,389	99.82%	\$1,990	4.24%	\$7,464	4.11%
HURF Bond Redemption	\$45,105	\$42,057	93.24%	\$148	4.24%	\$385	4.11%
Other/1	\$211,728	\$201,738	95.28%	\$685	4.24%	\$2,726	4.11%
Subtotal	\$1,892,631	\$1,869,027	98.75%	\$6,680	4.24%	\$28,019	4.11%
Pool 3							
SMART/2	\$64,292	\$64,292	100.00%	\$235	4.29%	\$839	4.23%
Other/3	\$318,009	\$317,654	99.89%	\$1,145	4.29%	\$1,603	4.23%
Subtotal	\$382,301	\$381,946	99.91%	\$1,379	4.29%	\$2,443	4.23%
Pool 4							
Local Agency Deposits	\$48,421	\$46,448	95.92%	\$142	3.83%	\$588	3.73%
RARF Bond Redemption	\$46,987	\$46,987	100.00%	\$147	3.83%	\$340	3.73%
Regional Area Road Fund	\$756,298	\$748,793	99.01%	\$2,435	3.83%	\$9,420	3.73%
Subtotal	\$851,706	\$842,228	98.89%	\$2,724	3.83%	\$10,349	3.73%
Total	\$3,126,638	\$3,093,201	98.93%	\$10,783	4.14%	\$40,810	4.04%

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.