

FINANCIAL MANAGEMENT SERVICES  
MONTHLY FINANCIAL REPORT  
FEBRUARY 20, 2026

# ECONOMIC HIGHLIGHTS

## Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 8.8 percent lower in December 2025 than in December 2024.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$4.29 per gallon in December 2025, up from \$4.12 per gallon in December 2024.
- The Arizona average price per gallon for regular unleaded gas was \$3.16 in December 2025, compared to \$3.13 in December 2024.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, increased to 4.3 percent in December 2025, up from the 3.8 percent experienced in December 2024.

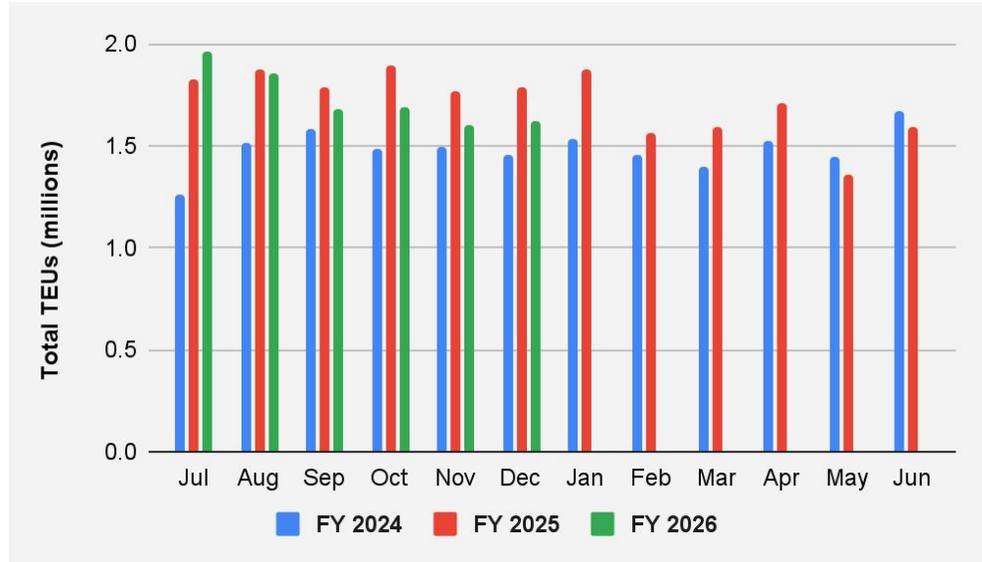
## Greater Phoenix Area Indicators

The number of new single-family building permits issued in Maricopa County in December 2025 is unavailable due to the federal government shutdown and suspension of services by some federal agencies.

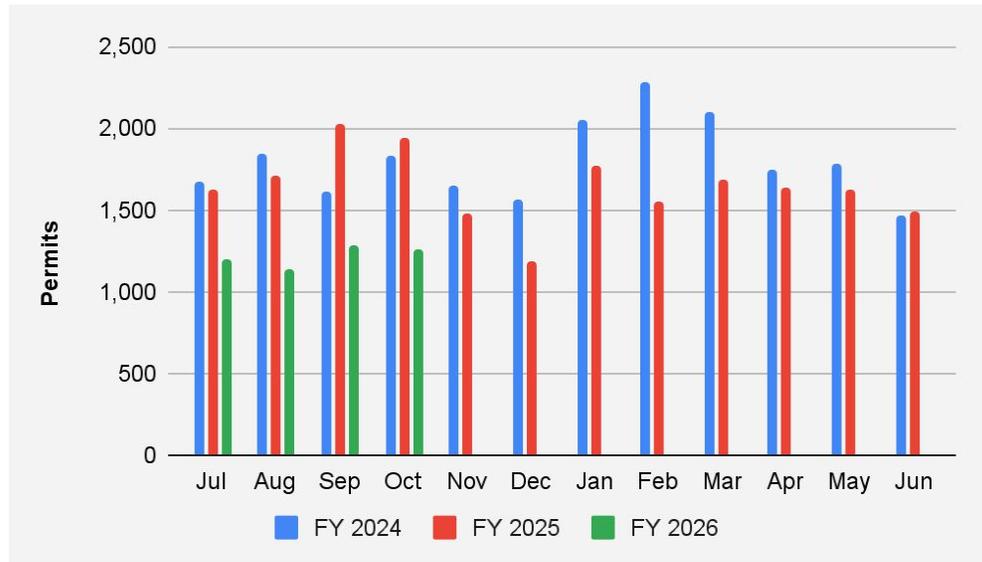
The monthly employment report published by the Arizona Office of Economic Opportunity stated the construction sector in the Greater Phoenix Area gained 3,600 jobs year-over-year from December 2024 to December 2025, an increase of 2.0 percent.

The Greater Phoenix Area unadjusted unemployment rate was 3.5 percent in December 2025, up from 3.1 percent in December 2024.

## Container Statistics for Port of LA and Port of Long Beach



## Maricopa County New Single-Family Building Permits

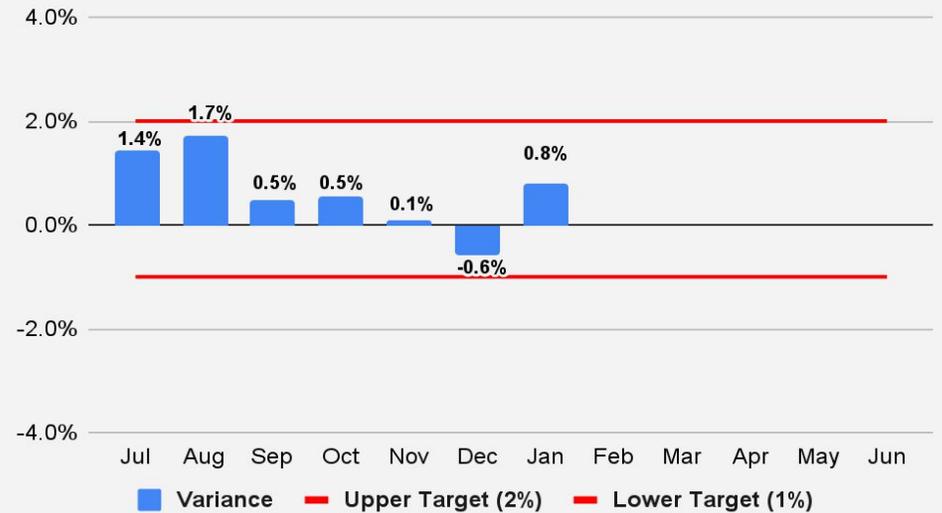


# HIGHWAY USER REVENUE FUND (HURF) THROUGH JANUARY 31, 2026

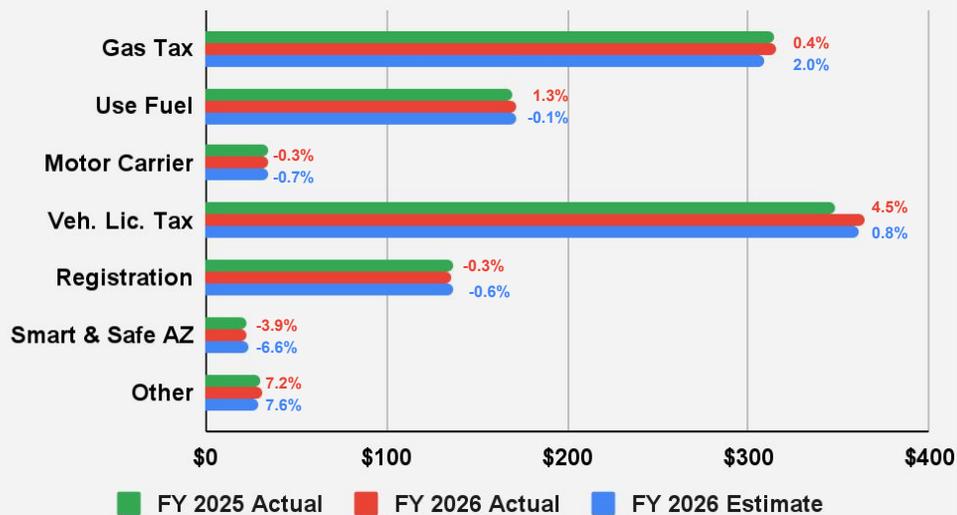
## Highlights

- Year-to-date FY 2026 HURF revenues are 0.8 percent above forecast and 1.9 percent above the same period of FY 2025.
- Year-to-date gas tax revenues have increased 0.4 percent from FY 2025 to FY 2026 and are 2 percent above the forecast.
- Year-to-date vehicle license tax revenues have increased 4.5 percent from FY 2025 to FY 2026 and are 0.8 percent above the forecast.

## Variance from Forecast Year-to-Date



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



## Monthly Comparison (\$ in Thousands)

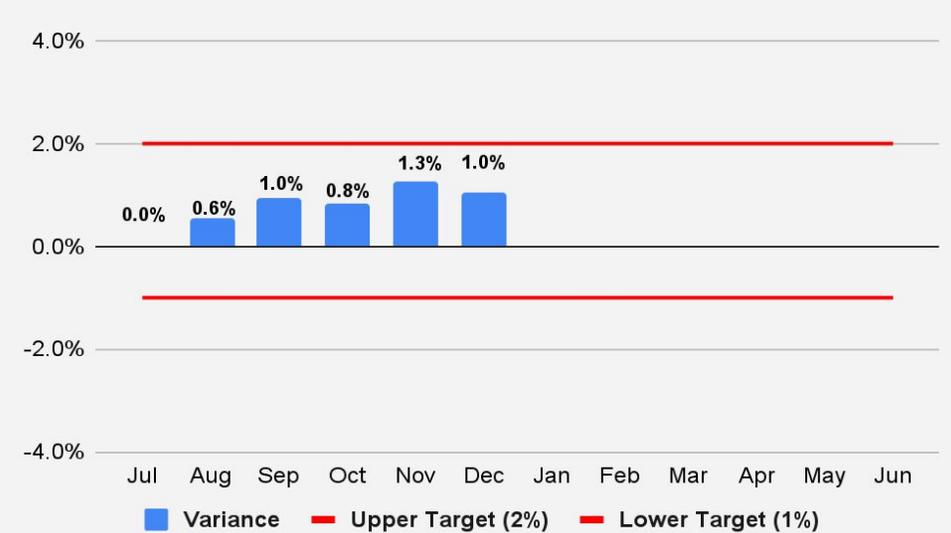
	FY 2025 Actual	FY 2026 Actual	% Change	FY 2026 Estimate	% Difference
July	\$144,146	\$147,798	2.5%	\$145,710	1.4%
August	\$142,236	\$147,959	4.0%	\$145,060	2.0%
September	\$146,735	\$148,927	1.5%	\$151,790	-1.9%
October	\$147,431	\$148,897	1.0%	\$147,820	0.7%
November	\$146,840	\$145,714	-0.8%	\$148,350	-1.8%
December	\$158,767	\$158,192	-0.4%	\$164,070	-3.6%
January	\$154,933	\$163,578	5.6%	\$149,930	9.1%
Subtotal	\$1,041,088	\$1,061,065	1.9%	\$1,052,730	0.8%
February	\$143,213	\$0	-	\$146,050	-
March	\$158,104	\$0	-	\$160,980	-
April	\$167,032	\$0	-	\$166,760	-
May	\$147,793	\$0	-	\$143,990	-
June	\$180,209	\$0	-	\$185,210	-
<b>Total</b>	<b>\$1,837,439</b>	<b>\$1,061,065</b>		<b>\$1,855,720</b>	

# REGIONAL AREA ROAD FUND (RARF) THROUGH DECEMBER 31, 2025

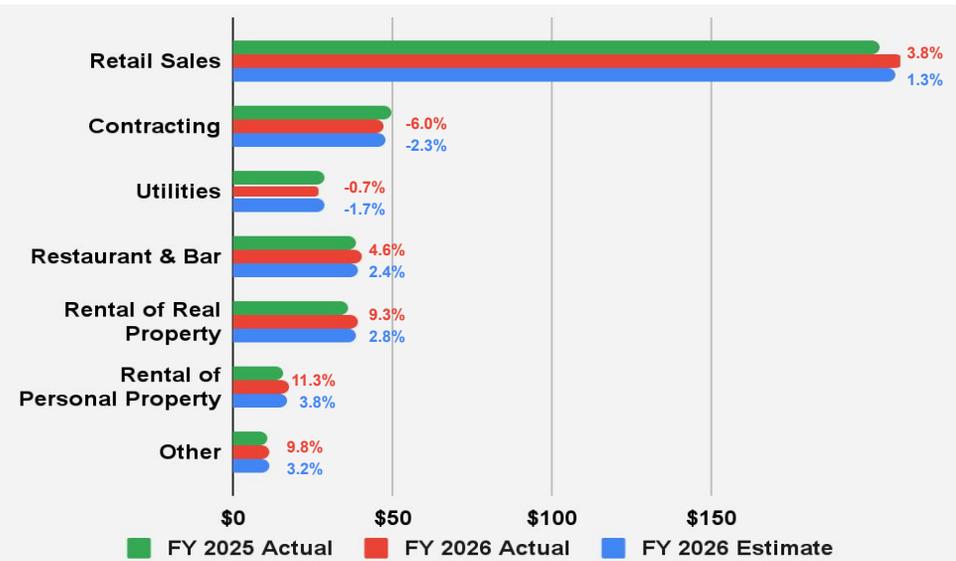
## Highlights

- Year-to-date FY 2026 RARF revenues through December surpassed the same period of FY 2025 by 3.3 percent and were 1 percent above the forecast.
- Retail sales, the largest revenue category of RARF, grew 3.8 percent year-to-date when compared to the same period of the last fiscal year.
- Restaurant and Bar revenues grew 4.6 percent year-to-date when compared to the same period of the last fiscal year.
- Contracting revenues decreased 6 percent year-to-date when compared to the same period of the last fiscal year.
- The 30 year mortgage interest rate in December 2025 was 6.19 percent, lower than the 6.72 percent experienced in December 2024.

## Variance from Forecast Year-to-Date



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



## Monthly Comparison (\$ in Thousands)

	FY 2025 Actual	FY 2026 Actual	% Change	FY 2026 Estimate	% Difference
July	\$61,422	\$65,623	6.8%	\$65,610	0.0%
August	\$61,355	\$62,488	1.8%	\$61,790	1.1%
September	\$59,796	\$62,768	5.0%	\$61,680	1.8%
October	\$63,450	\$64,245	1.3%	\$63,980	0.4%
November	\$64,190	\$66,460	3.5%	\$64,480	3.1%
December	\$63,511	\$64,335	1.3%	\$64,400	-0.1%
<b>Subtotal</b>	<b>\$373,723</b>	<b>\$385,919</b>	<b>3.3%</b>	<b>\$381,940</b>	<b>1.0%</b>
January	\$74,004	\$0	-	\$75,580	-
February	\$61,511	\$0	-	\$62,770	-
March	\$59,854	\$0	-	\$62,180	-
April	\$68,794	\$0	-	\$71,030	-
May	\$64,991	\$0	-	\$66,940	-
June	\$65,205	\$0	-	\$67,390	-
<b>Total</b>	<b>\$768,081</b>	<b>\$385,919</b>		<b>\$787,830</b>	

INVESTMENT PERFORMANCE THROUGH DECEMBER 31, 2025 (\$ IN THOUSANDS) /4

Investment Pools	Monthly Average Available Cash	Monthly Average Invested Balance	Percent Invested	December		Fiscal Year-to-date (FYTD)	
				Interest Received	Current Yield	Interest Received	FYTD Yield
<b>Pool 2</b>							
Highway	\$1,203,879	\$1,194,716	99.24%	\$3,830	3.75%	\$24,156	4.01%
MAG/PAG 12.6% & 2.6%	\$821,958	\$821,343	99.93%	\$2,637	3.75%	\$16,221	4.01%
HURF Bond Redemption	\$31,730	\$28,398	89.50%	\$93	3.75%	\$360	4.01%
HURF 2023 Proceeds	\$795	\$0	0.00%	\$0	3.75%	\$300	4.01%
Other/1	\$172,028	\$162,047	94.20%	\$523	3.75%	\$3,239	4.01%
<b>Subtotal</b>	<b>\$2,230,390</b>	<b>\$2,206,504</b>	<b>98.93%</b>	<b>\$7,083</b>	<b>3.75%</b>	<b>\$44,276</b>	<b>4.01%</b>
<b>Pool 3</b>							
SMART/2	\$62,244	\$62,171	99.88%	\$211	3.98%	\$1,307	4.09%
Other/3	\$35,887	\$33,272	92.71%	\$108	3.98%	\$503	4.09%
<b>Subtotal</b>	<b>\$98,131</b>	<b>\$95,442</b>	<b>97.26%</b>	<b>\$319</b>	<b>3.98%</b>	<b>\$1,810</b>	<b>4.09%</b>
<b>Pool 4</b>							
Local Agency Deposits	\$83,273	\$81,792	98.22%	\$255	3.65%	\$1,650	3.95%
RARF Bond Redemption	\$0	\$0	-	\$0	3.65%	\$0	3.95%
Regional Area Road Fund	\$1,198,128	\$1,194,677	99.71%	\$3,735	3.65%	\$22,584	3.95%
<b>Subtotal</b>	<b>\$1,281,401</b>	<b>\$1,276,469</b>	<b>99.62%</b>	<b>\$3,990</b>	<b>3.65%</b>	<b>\$24,234</b>	<b>3.95%</b>
<b>Total</b>	<b>\$3,609,922</b>	<b>\$3,578,416</b>	<b>99.13%</b>	<b>\$11,392</b>	<b>3.72%</b>	<b>\$70,320</b>	<b>3.99%</b>

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.