FINANCIAL MANAGEMENT SERVICES

MONTHLY FINANCIAL REPORT

MAY 15, 2026

ECONOMIC HIGHLIGHTS

Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 4.3 percent lower in March 2026 than in March 2025.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was $5.77 per gallon in March 2026, up from $4.25 per gallon in March 2025.
- The Arizona average price per gallon for regular unleaded gas was $3.52 in March 2026, compared to $3.36 in March 2025.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, increased to 4.7 percent in March 2026, up from the 4.2 percent experienced in March 2025.

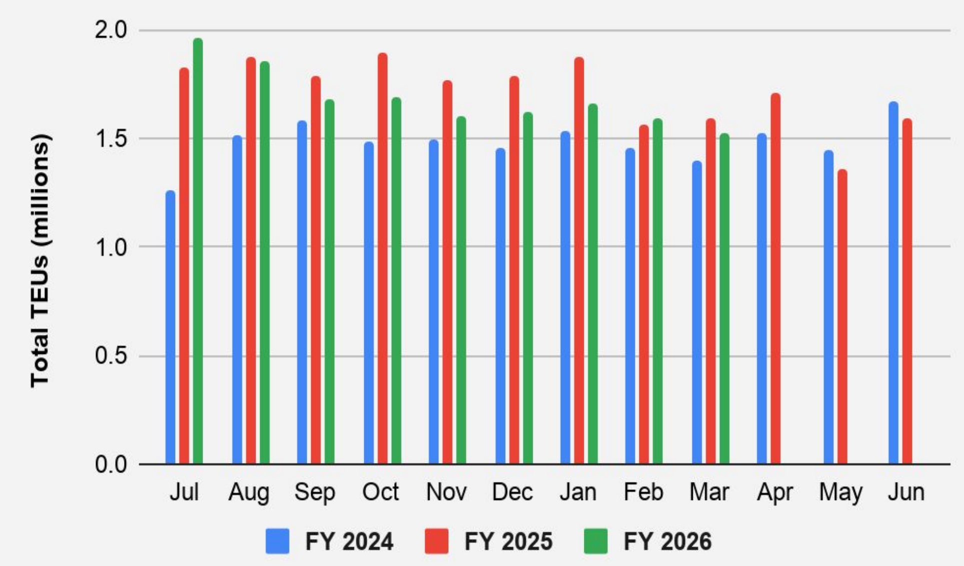
Greater Phoenix Area Indicators

The number of new single-family building permits issued in Maricopa County in March 2026 was down 8.7 percent compared to the same month of 2025.

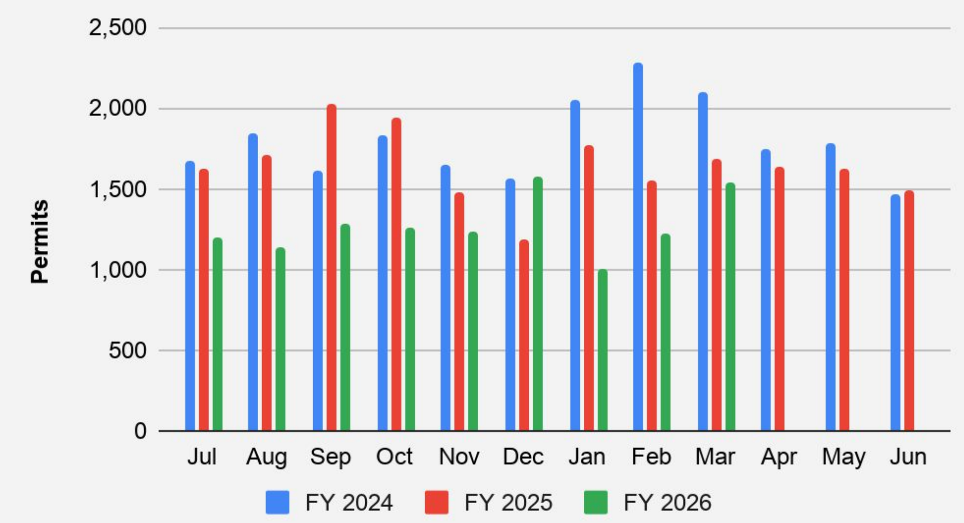
The monthly employment report published by the Arizona Office of Economic Opportunity stated the construction sector in the Greater Phoenix Area lost 100 jobs year-over-year from March 2025 to March 2026, a decrease of 0.1 percent.

The Greater Phoenix Area unadjusted unemployment rate was 4.0 percent in March 2026, up from 3.6 percent in March 2025.

Container Statistics for Port of LA and Port of Long Beach



Maricopa County New Single-Family Building Permits

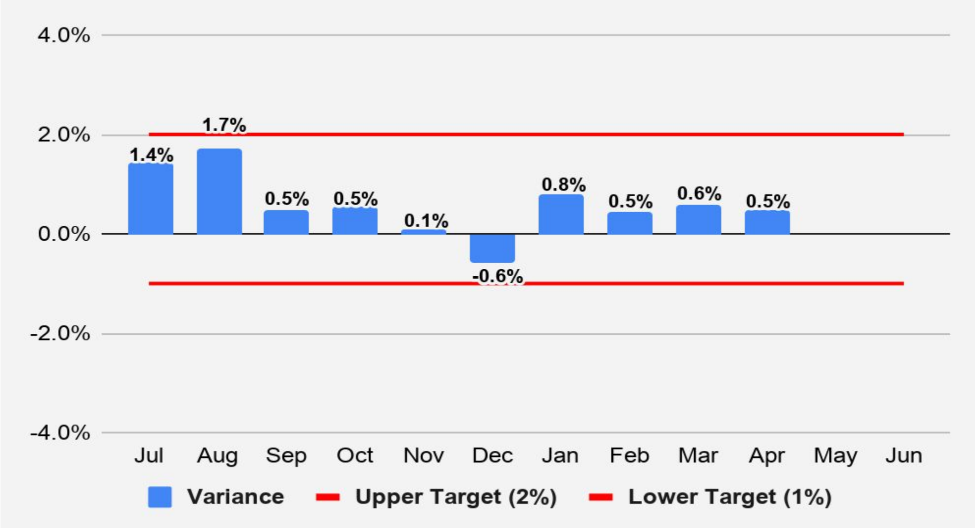


HIGHWAY USER REVENUE FUND (HURF) THROUGH APRIL 30, 2026

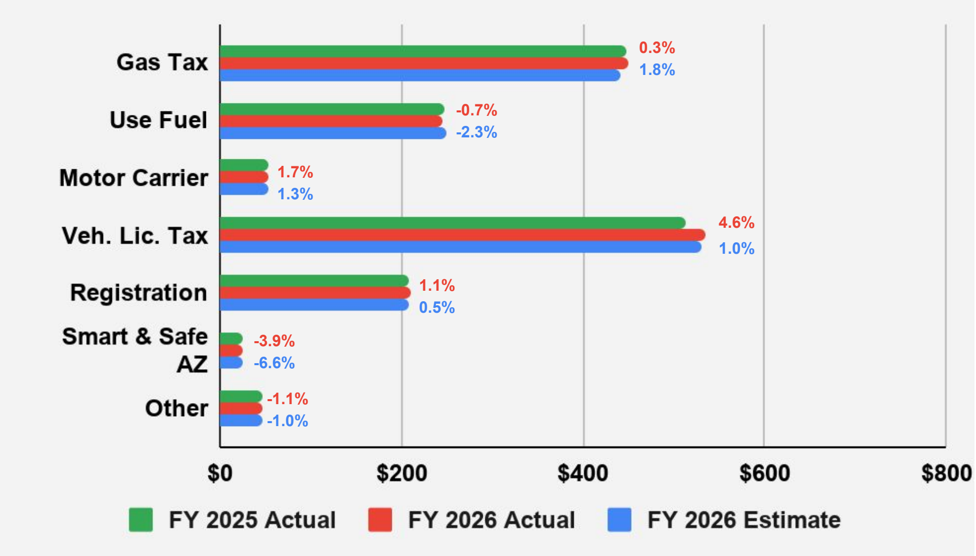
Highlights

- Year-to-date FY 2026 HURF revenues are 0.5 percent above forecast and 1.6 percent above the same period of FY 2025.
- Year-to-date gas tax revenues have increased 0.3 percent from FY 2025 to FY 2026 and are 1.8 percent above the forecast.
- Year-to-date vehicle license tax revenues have increased 4.6 percent from FY 2025 to FY 2026 and are 1 percent above the forecast.

Variance from Forecast Year-to-Date



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



Monthly Comparison ($ in Thousands)

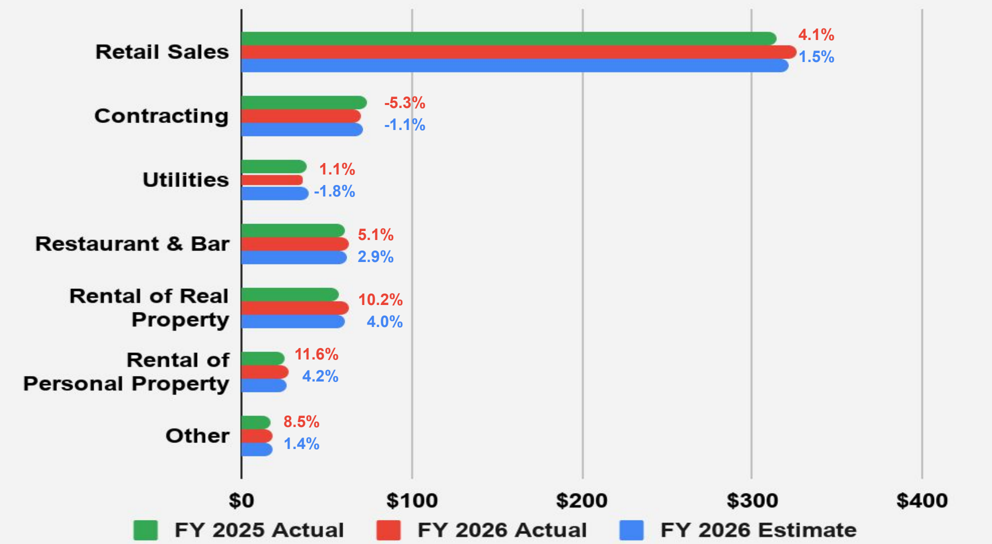
	FY 2025 Actual	FY 2026 Actual	% Change	FY 2026 Estimate	% Difference
July	$144,146	$147,798	2.5%	$145,710	1.4%
August	$142,236	$147,959	4.0%	$145,060	2.0%
September	$146,735	$148,927	1.5%	$151,790	-1.9%
October	$147,431	$148,897	1.0%	$147,820	0.7%
November	$146,840	$145,714	-0.8%	$148,350	-1.8%
December	$158,767	$158,192	-0.4%	$164,070	-3.6%
January	$154,933	$163,578	5.6%	$149,930	9.1%
February	$143,213	$143,138	-0.1%	$146,050	-2.0%
March	$158,104	$163,401	3.4%	$160,980	1.5%
April	$167,032	$166,420	-0.4%	$166,760	-0.2%
Subtotal	**$1,509,437**	**$1,534,024**	**1.6%**	**$1,526,520**	**0.5%**
May	$147,793	$0	-	$143,990	-
June	$180,209	$0	-	$185,210	-
Total	**$1,837,439**	**$1,534,024**		**$1,855,720**	

REGIONAL AREA ROAD FUND (RARF) THROUGH MARCH 31, 2026

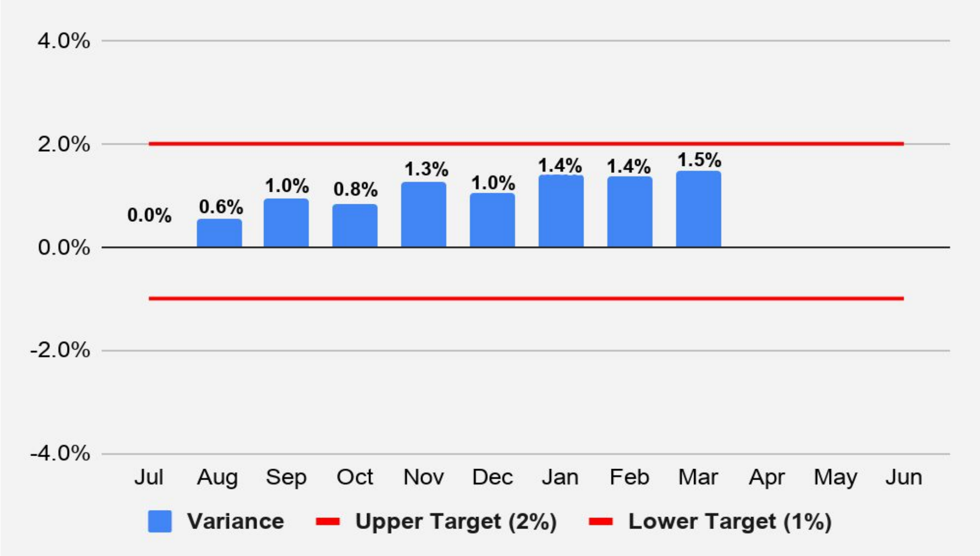
Highlights

- Year-to-date FY 2026 RARF revenues through March surpassed the same period of FY 2025 by 3.8 percent and were 1.5 percent above the forecast.
- Retail sales, the largest revenue category of RARF, grew 4.1 percent year-to-date when compared to the same period of the last fiscal year.
- Restaurant and Bar revenues grew 5.1 percent year-to-date when compared to the same period of the last fiscal year.
- Contracting revenues decreased 5.3 percent year-to-date when compared to the same period of the last fiscal year.
- The 30 year mortgage interest rate in March 2026 was 6.18 percent, lower than the 6.65 percent experienced in March 2025.

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



Variance from Forecast Year-to-Date



Monthly Comparison ($ in Thousands)

	FY 2025 Actual	FY 2026 Actual	% Change	FY 2026 Estimate	% Difference
July	$61,422	$65,627	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%
January	$74,004	$78,085	5.5%	$75,580	3.3%
February	$61,511	$63,439	3.1%	$62,770	1.1%
March	$59,854	$63,549	6.2%	$62,180	2.2%
Subtotal	**$569,092**	**$590,995**	**3.8%**	**$582,470**	**1.5%**
April	$68,794	$0	-	$71,030	-
May	$64,991	$0	-	$66,940	-
June	$65,205	$0	-	$67,390	-
Total	**$768,081**	**$590,995**		**$787,830**	

INVESTMENT PERFORMANCE THROUGH MARCH 31, 2026 ($ IN THOUSANDS) /4

Investment Pools	Monthly Average Available Cash	Monthly Average Invested Balance	Percent Invested	March		Fiscal Year-to-date (FYTD)	
				Interest Received	Current Yield	Interest Received	FYTD Yield
Pool 2							
Highway	$1,165,790	$1,142,466	98.00%	$3,560	3.69%	$34,914	3.90%
MAG/PAG 12.6% & 2.6%	$854,221	$853,188	99.88%	$2,672	3.69%	$23,909	3.90%
HURF Bond Redemption	$102,279	$54,158	52.95%	$172	3.69%	$746	3.90%
HURF 2026 Proceeds	$20,962	$2,273	10.84%	$5	3.69%	$5	3.90%
Other/1	$174,269	$163,038	93.56%	$498	3.69%	$4,652	3.90%
Subtotal	$2,317,521	$2,215,122	95.58%	$6,907	3.69%	$64,528	3.90%
Pool 3							
SMART/2	$60,608	$60,531	99.87%	$200	3.87%	$1,893	4.03%
Other/3	$10,395	$9,790	94.18%	$34	3.87%	$768	4.03%
Subtotal	$71,004	$70,321	99.04%	$234	3.87%	$2,661	4.03%
Pool 4							
Local Agency Deposits	$81,683	$80,360	98.38%	$243	3.57%	$2,361	3.83%
Regional Area Road Fund	$1,244,319	$1,240,947	99.73%	$3,767	3.57%	$33,462	3.83%
Prop 479 Regional Area Road Fund	$29,625	$27,902	94.19%	$83	3.57%	$83	3.83%
Subtotal	$1,355,627	$1,349,210	99.53%	$4,093	3.57%	$35,906	3.83%
Total	$3,744,151	$3,634,653	97.08%	$11,234	3.65%	$103,095	3.88%

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.