

FINANCIAL MANAGEMENT SERVICES
MONTHLY FINANCIAL REPORT
AUGUST 21, 2020

ECONOMIC HIGHLIGHTS

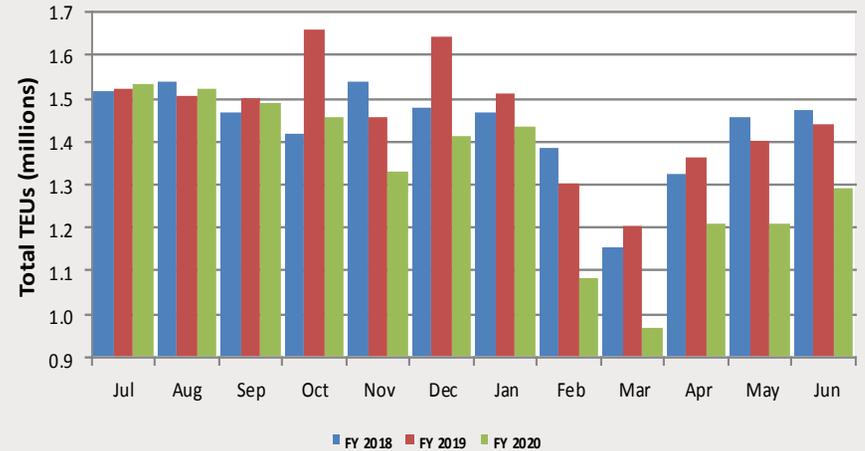
Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 10.3 percent lower in June 2020 than in June 2019.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$2.93 per gallon in June 2020, down from \$3.69 per gallon in June 2019.
- The Arizona average price per gallon for regular unleaded gas was \$2.34 in June 2020, compared to \$2.89 in June 2019.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, was 10.0 percent in June 2020, up from 4.8 percent in June 2019.

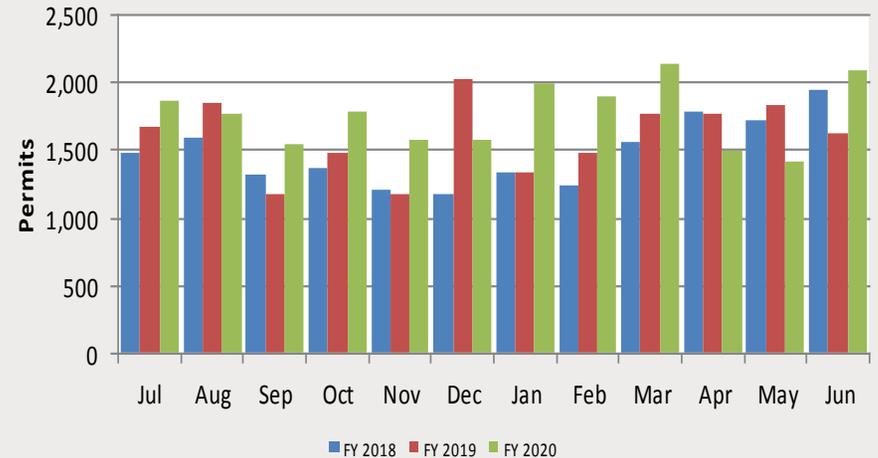
Greater Phoenix Area Indicators

- The number of new single-family building permits issued in Maricopa County in June 2020 increased 29.2 percent compared to the same month of 2019.
- The monthly employment report published by the Arizona Office of Economic Opportunity stated the construction sector in the Greater Phoenix Area lost 2,600 jobs year-over-year from June 2019 to June 2020, a decrease of 1.9 percent.
- The Greater Phoenix Area unadjusted unemployment rate was 9.7 percent in June 2020, up from 4.4 percent in June 2019.

Container Statistics for Port of LA and Port of Long Beach



Maricopa County New Single-family Building Permits

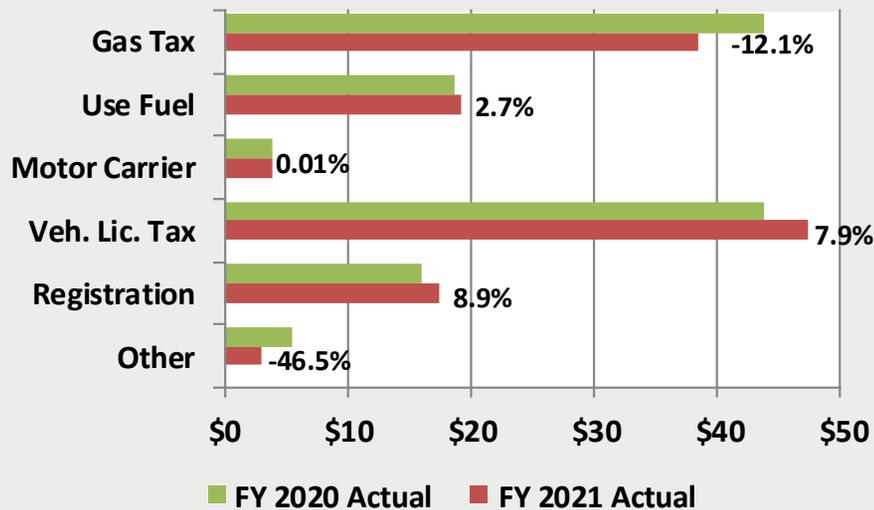


HIGHWAY USER REVENUE FUND (HURF) THROUGH JULY 31, 2020

Highlights

- July 2020 HURF revenues were 1.8 percent below July 2019 percent at \$129.3 million in revenue.
- Gas tax revenues in the month of July 2020 were 12.1 percent lower than in July 2019 for \$38.4 million in revenue.
- Use fuel tax revenues were 2.7 percent higher in July 2020 than in July 2019 for \$19.3 million in revenue.
- Vehicle license tax (VLT) revenues for July 2020 have increased 7.9 percent from July 2019 for \$47.3 million in revenue.
- July 2020 VLT collections were higher than gas tax collections, making VLT the largest HURF category.
- Revenue from other fees were 46.5 percent lower in July 2020 than July 2019 for a total of \$2.9 million.

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



Monthly Comparison (\$ in Thousands)

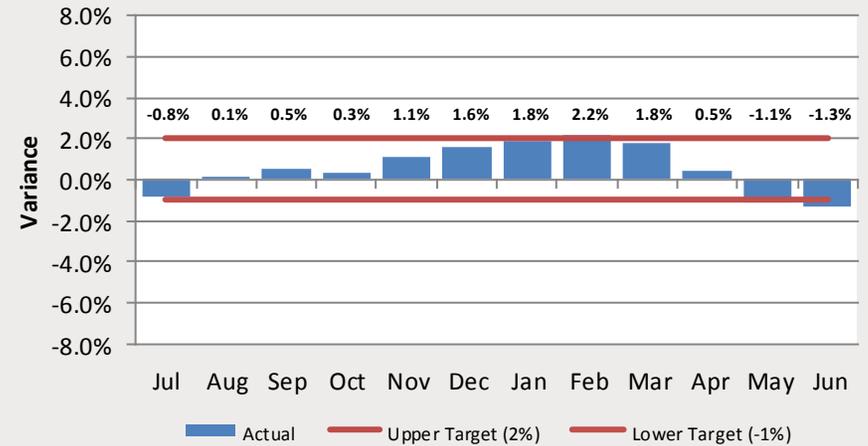
	FY 2020 Actual	FY 2021 Actual	Change	FY 2021 Estimate	Change
July	\$131,728	\$129,298	-1.8%	N/A	N/A
Subtotal	\$131,728	\$129,298	-1.8%	N/A	N/A
August	\$115,207			N/A	N/A
September	\$128,192			N/A	N/A
October	\$125,872			N/A	N/A
November	\$129,928			N/A	N/A
December	\$123,858			N/A	N/A
January	\$135,737			N/A	N/A
February	\$129,641			N/A	N/A
March	\$130,810			N/A	N/A
April	\$119,307			N/A	N/A
May	\$94,021			N/A	N/A
June	\$116,536			N/A	N/A
Total	\$1,480,836	\$129,298		N/A	N/A

REGIONAL AREA ROAD FUND (RARF) THROUGH JUNE 30, 2020

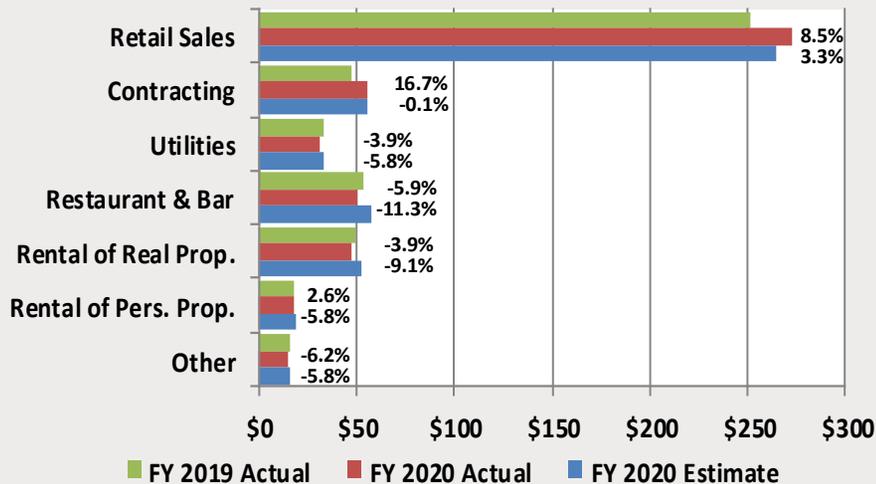
Highlights

- FY 2020 RARF revenues surpassed FY 2019 by 4.8 percent and were 1.3 percent below the original September forecast. June 2020 RARF was 2.3 percent above June 2019.
- Retail sales, the largest revenue category of RARF, grew 8.5 percent in FY 2020 when compared to last fiscal year and were 13.4 percent above June 2019.
- Restaurant and Bar revenues declined 5.9 percent in FY 2020 when compared to last fiscal year and were 24.5 percent below June 2019.
- FY 2020 contracting revenues increased 16.7 percent compared to last fiscal year and were 9.6 percent above June 2019.
- The 30 year mortgage interest rate in June 2020 was 3.16 percent, lower than the 3.80 percent experienced in June 2019.

Variance from Original September Forecast Year-to-date



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



Monthly Comparison (\$ in Thousands)

	FY 2019 Actual	FY 2020 Actual	Change	FY 2020 Estimate	Change
July	\$37,953	\$39,782	4.8%	\$40,099	-0.8%
August	\$36,854	\$39,410	6.9%	\$39,053	0.9%
September	\$37,315	\$40,071	7.4%	\$39,474	1.5%
October	\$37,383	\$39,564	5.8%	\$39,711	-0.4%
November	\$37,580	\$41,581	10.6%	\$39,798	4.5%
December	\$38,845	\$42,257	8.8%	\$40,787	3.6%
January	\$44,292	\$49,046	10.7%	\$47,490	3.3%
February	\$37,530	\$41,452	10.5%	\$39,611	4.6%
March	\$36,890	\$40,185	8.9%	\$40,613	-1.1%
April	\$43,516	\$41,226	-5.3%	\$45,965	-10.3%
May	\$40,056	\$35,174	-12.2%	\$42,258	-16.8%
June	\$40,406	\$41,356	2.3%	\$42,841	-3.5%
Total	\$468,620	\$491,103	4.8%	\$497,700	-1.3%

INVESTMENT PERFORMANCE THROUGH JUNE 30, 2020 (\$ IN THOUSANDS)

Investment Pools	Monthly Average Available Cash	Monthly Average Invested Balance	Percent Invested	June		Year-to-date (YTD)	
				Interest Received	Current Yield	Interest Received	YTD Yield
Pool 2							
Highway	\$319,271	\$312,234	97.80%	\$233	0.90%	\$4,675	1.72%
MAG/PAG 12.6% & 2.6% and PAG STAN	\$297,394	\$296,914	99.84%	\$220	0.90%	\$6,090	1.72%
HURF Bond Redemption	\$82,839	\$78,232	94.44%	\$65	0.90%	\$895	1.72%
GANS 2019A Proceeds	\$13,196	\$12,231	92.69%	\$9	0.90%	\$546	1.72%
Other/1	\$152,092	\$142,904	93.96%	\$106	0.90%	\$2,262	1.72%
Subtotal	\$864,792	\$842,515	97.42%	\$633	0.90%	\$14,467	1.72%
Pool 3 Revised							
HELP/2	\$1,217	\$1,217	100.00%	\$1	0.78%	\$22	1.80%
Other/3	\$10,820	\$10,572	97.71%	\$7	0.78%	\$189	1.80%
Subtotal	\$12,037	\$11,789	97.94%	\$8	0.78%	\$211	1.80%
Pool 4							
Local Agency Deposits	\$10,984	\$9,757	88.83%	\$9	1.12%	\$201	1.97%
RARF Bond Redemption	\$102,972	\$97,244	94.44%	\$87	1.12%	\$1,159	1.97%
Regional Area Road Fund	\$442,873	\$439,821	99.31%	\$406	1.12%	\$9,337	1.97%
Subtotal	\$556,828	\$546,822	98.20%	\$503	1.12%	\$10,697	1.97%
Total	\$1,433,657	\$1,401,126	97.73%	\$1,143	1.00%	\$25,375	1.83%

Source: State Treasurer's Office Statement of Accounts.

/1 Pool 2 Other includes HURF, Aviation, Equipment, Highway Postage, Highway GANS Cash Reserves and GANS redemption funds.

/2 HELP: Highway Expansion and Extension Loan Program.

/3 Pool 3 Other includes Economic Strength, Magazine, Storage Tank, Special Plates and Safety Enforcement funds.