

Arizona State Transportation Board

Financial Report

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May 9, 2014

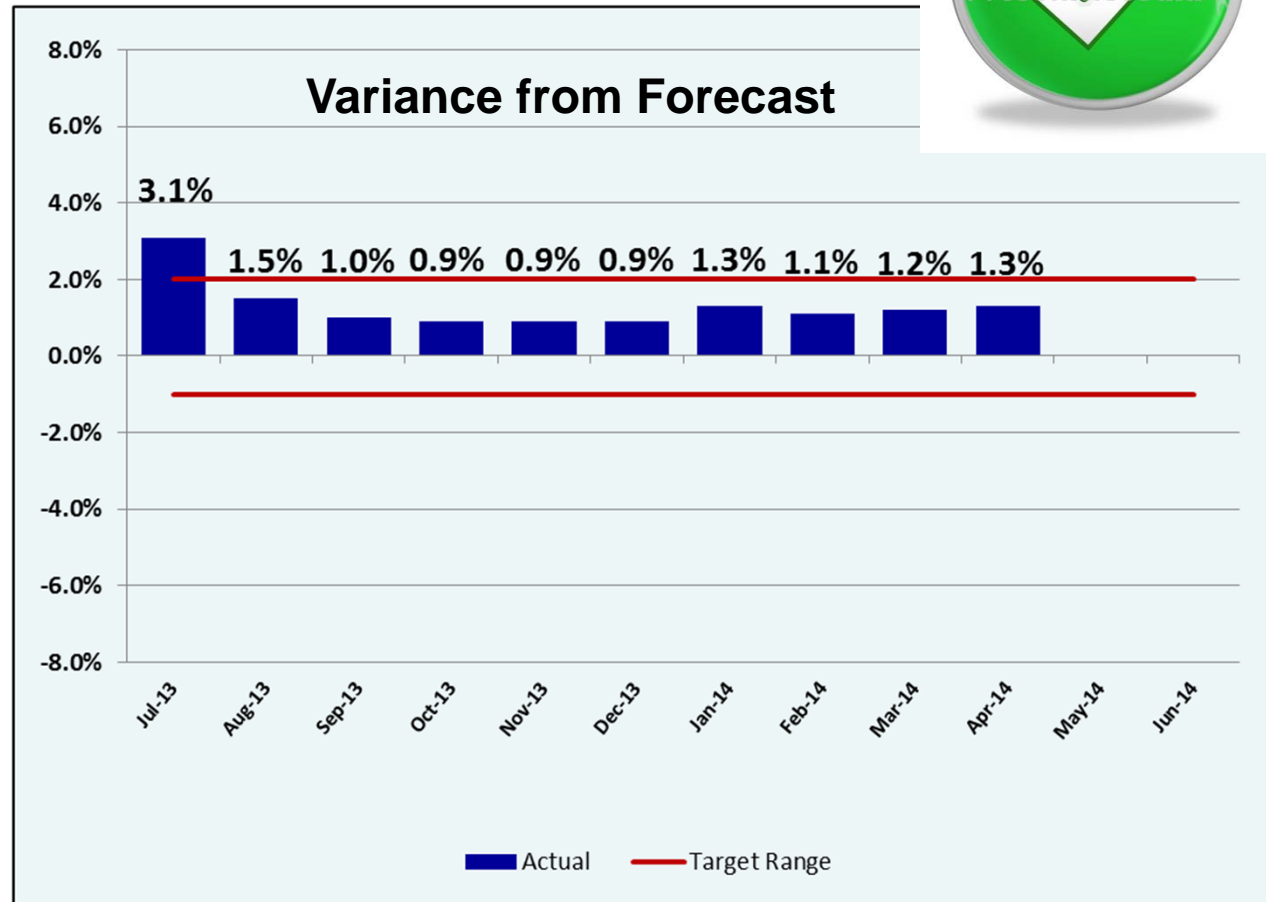
Revenue Report:

Highway User Revenue Fund (HURF)

Status



- **Gas tax** – Moderate growth (1.1% YTD)
- **Diesel tax** - Moderate growth (1.1% YTD)
- **Registration** : Moderate growth (3.7% YTD)
- **VLT** - continues to be strong (6.5% YTD)



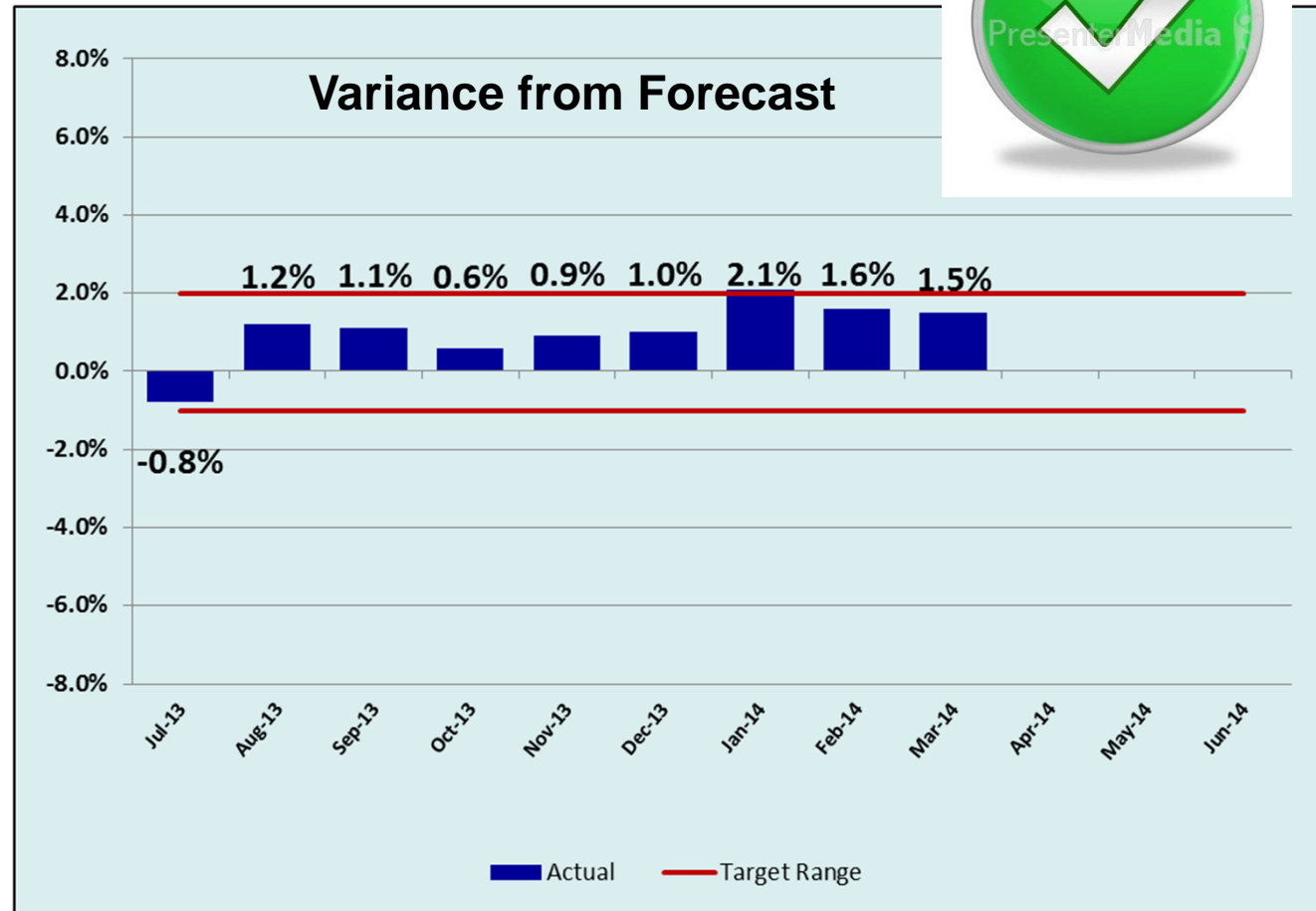
Revenue Report:

Regional Area Road Fund (RARF)

Status



- **Retail sales** - strong growth (8.7% YTD)
- **Contracting** – continued strong growth (17.3% YTD)



Additional Updates

- **Federal Aid Program**



- **Debt Financing Program**

- HURF Capacity
- RARF Capacity

- **Cash Management**

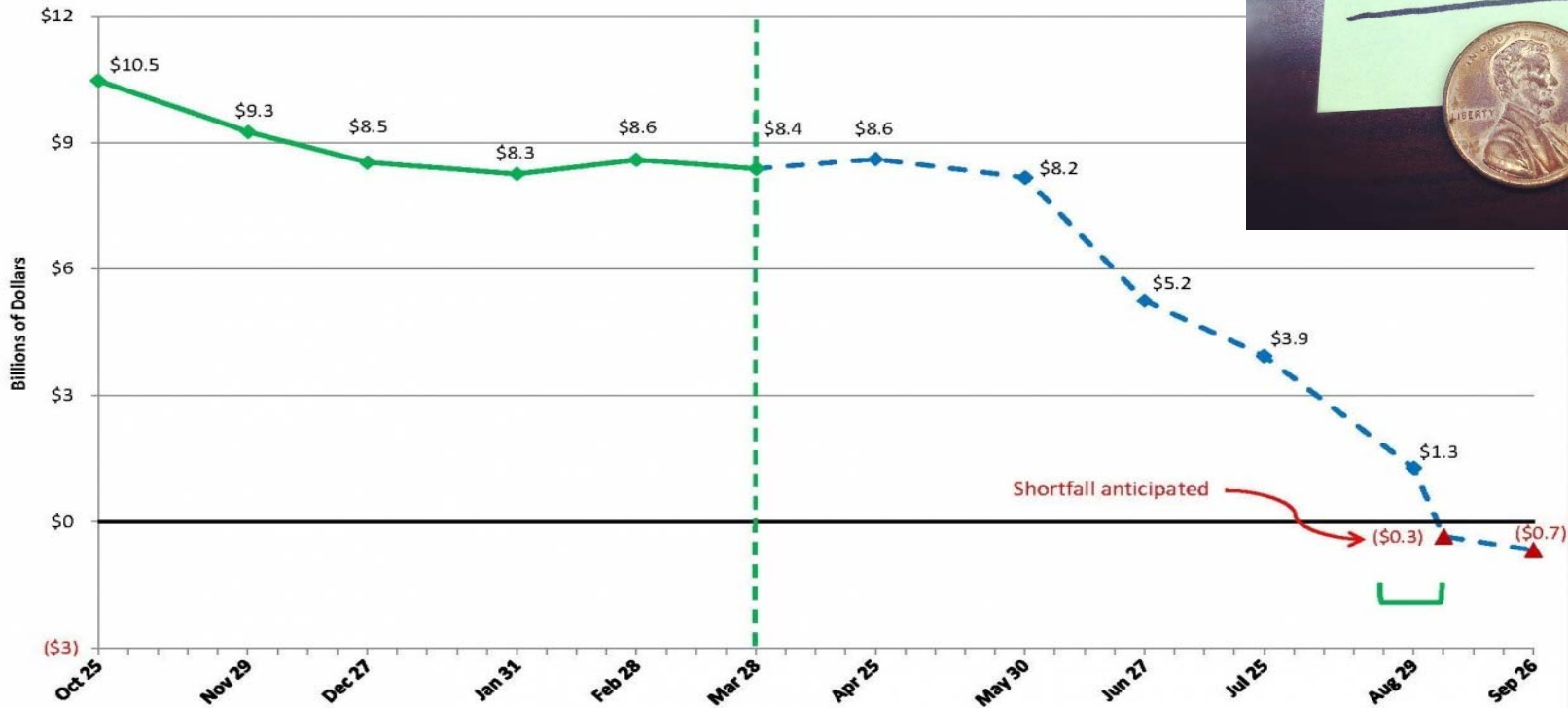


Status of the Highway Trust Fund:

Highway Trust Fund Ticker



FY 2014 Projected Estimates for End-of-Month Cash Balances (as of 3/28/2014)
 Highway Account of the Highway Trust Fund (Includes FHWA, FMCSA & NHTSA)



1/ Graph reflects actual data through 3/28/14 and end-of-month projections for the remainder of the fiscal year.

2/ Total receipt and outlay projections are based on FY 2015 President's Budget Baseline assumptions. Projected monthly receipt and outlay rates are based on historic averages.

3/ Range of anticipated shortfall: Green brackets denote the estimated window of when the anticipated shortfall will occur.

Source: FHWA

FHWA Communications:

Meeting with FHWA Division

- Upon reaching the \$4B threshold FHWA will begin enhanced monitoring and communication.
- Revenue and expenditure flows will be re-assessed. Based on those updated projections, the appropriate cash management measures will be employed , if necessary.
- The HTF balance has fallen below \$4B in the past, but a federal general fund transfer had already been authorized by Congress.



FHWA Communications:

Methods to Address HTF Cash Flow

Should a situation occur where FHWA cannot fully reimburse States, the agency may take some or all of the following actions:

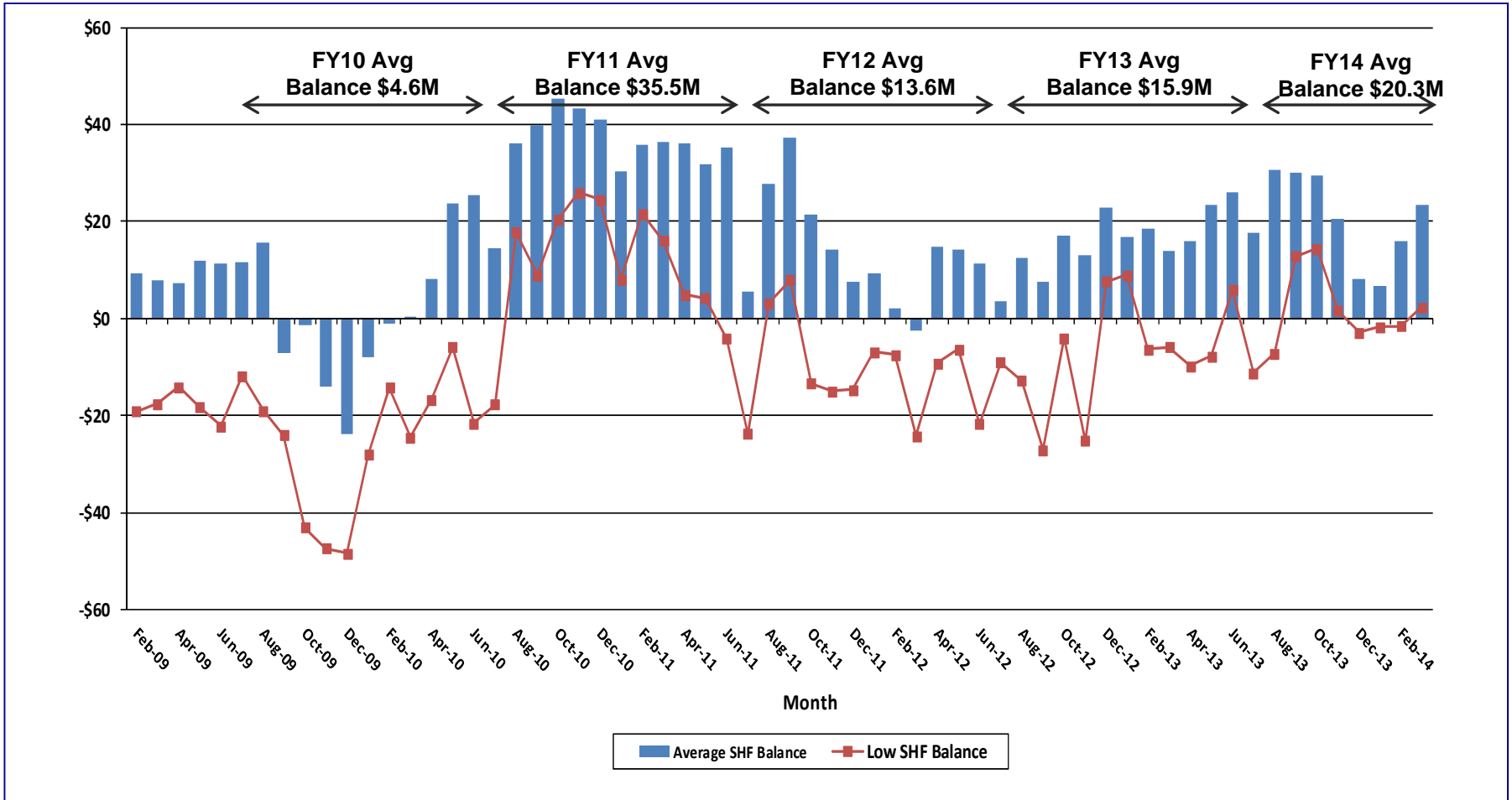
- Move from daily to weekly reimbursements
- Align reimbursements with Trust Fund deposits (twice monthly)
- Make proportional payments to States based on available Trust Fund cash

These are some of the possible actions FHWA might take in the event of a cash shortfall. The specific actions would depend on the exact nature of the shortfall.



Source: <http://www.fhwa.dot.gov/highwaytrustfund/> This page last modified on March 14, 2014.

State Highway Fund: Low and Average Cash Balance History



State Highway Fund:

Low and Average Cash Balance: Reimbursements 1x per Month

- Low balance is -\$22.4M
- Negative balances occur 40x
- Average balance is \$17M

