

**FINANCIAL MANAGEMENT SERVICES
MONTHLY FINANCIAL REPORT
OCTOBER 16, 2026**

ECONOMIC HIGHLIGHTS

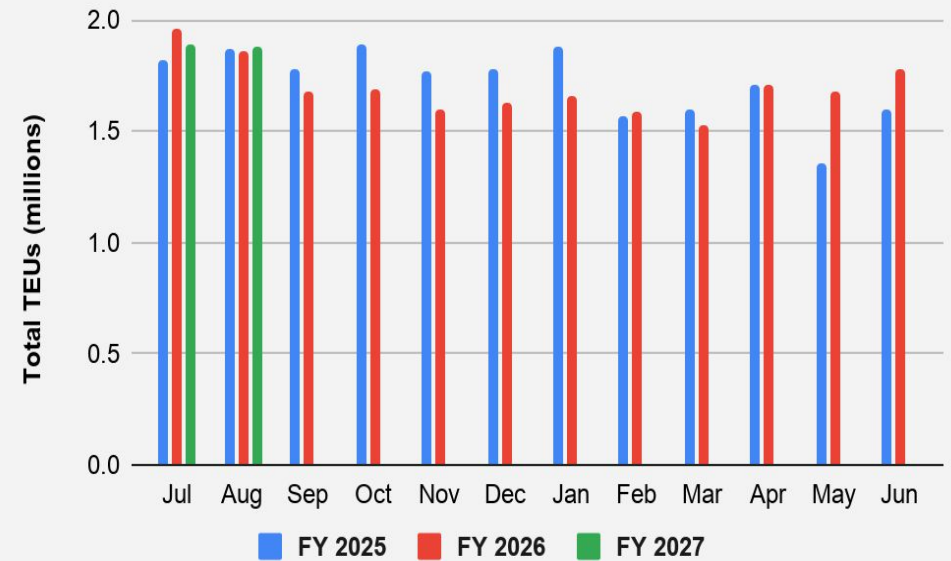
Arizona Indicators

- Combined container volume at the Port of Los Angeles and the Port of Long Beach was 0.8 percent higher in August 2026 than in August 2025.
- The U.S. Energy Information Administration reported the price of West Coast No. 2 diesel was \$6.25 per gallon in August 2026, up from \$4.49 per gallon in August 2025.
- The Arizona average price per gallon for regular unleaded gas was \$4.18 in August 2026, compared to \$3.27 in August 2025.
- The Arizona seasonally adjusted unemployment rate, as reported by the Arizona Office of Economic Opportunity, increased to 4.9 percent in August 2026, up from the 4.4 percent experienced in August 2025.

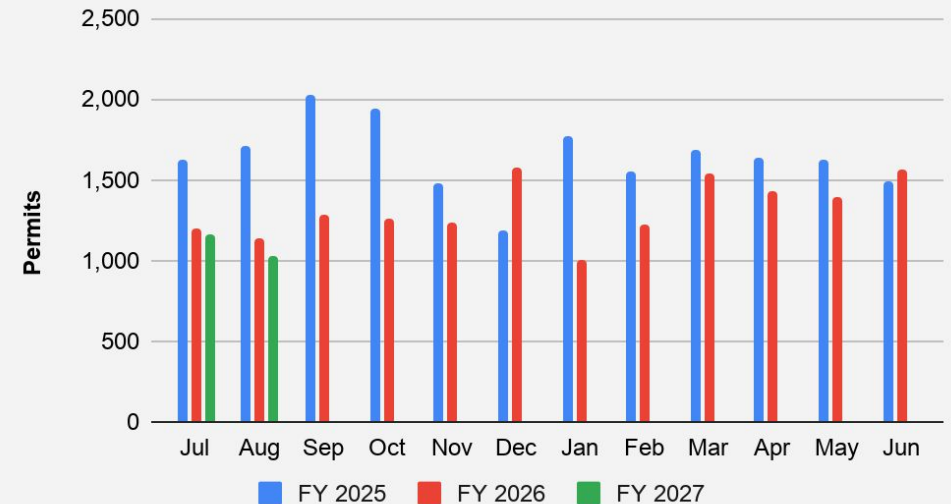
Greater Phoenix Area Indicators

- The number of new single-family building permits issued in Maricopa County in August 2026 was down 9.7 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 gained 6,800 jobs year-over-year from August 2025 to August 2026, an increase of 3.8 percent.
- The Greater Phoenix Area unadjusted unemployment rate was 4.9 percent in August 2026, up from 4.3 percent in August 2025.

Container Statistics for Port of LA and Port of Long Beach



Maricopa County New Single-Family Building Permits

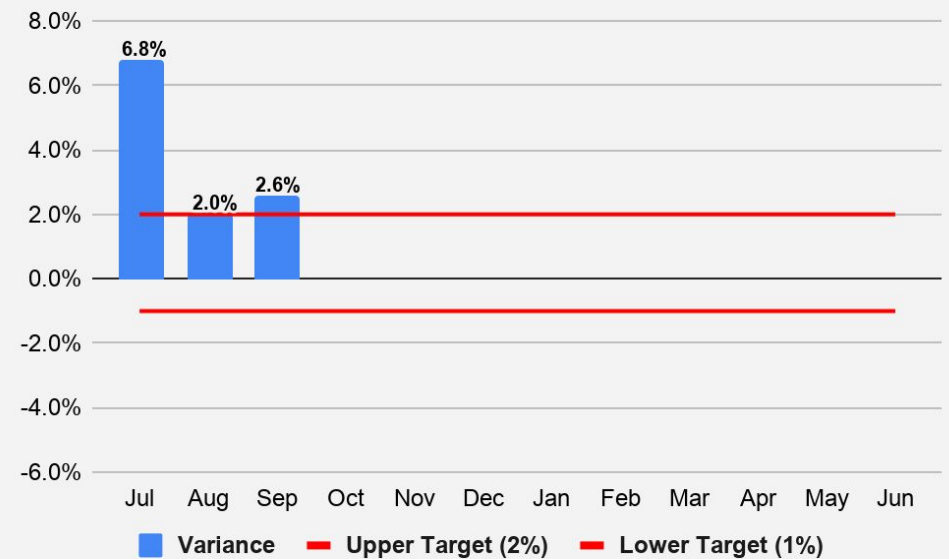


HIGHWAY USER REVENUE FUND (HURF) THROUGH SEPTEMBER 30, 2026

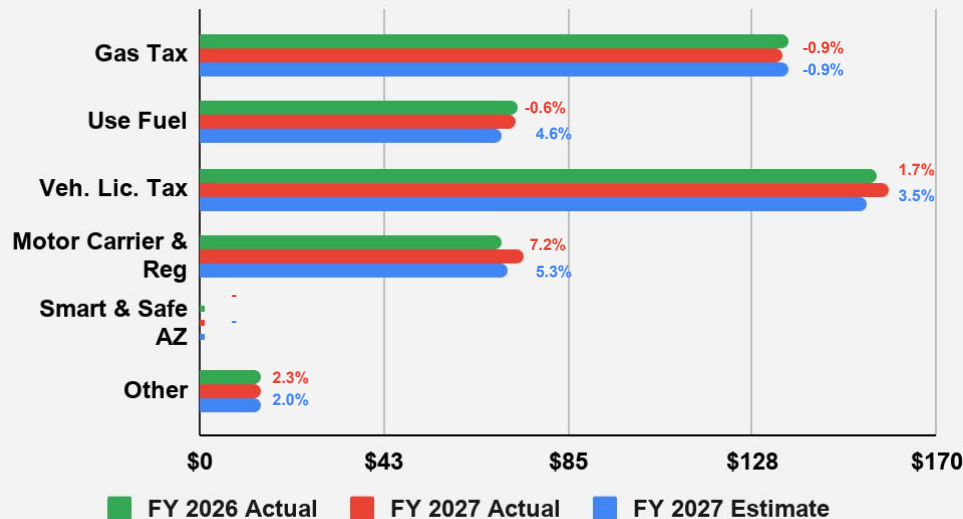
Highlights

- Year-to-date FY 2027 HURF revenues are 2.6 percent above forecast and 1.4 percent above the same period of FY 2026.
- Year-to-date gas tax revenues have decreased 0.9 percent from FY 2026 to FY 2027 and are 0.9 percent below the forecast.
- Year-to-date vehicle license tax revenues have increased 1.7 percent from FY 2026 to FY 2027 and are 3.5 percent above the forecast.

Variance from Forecast Year-to-Date



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



Monthly Comparison (\$ in Thousands)

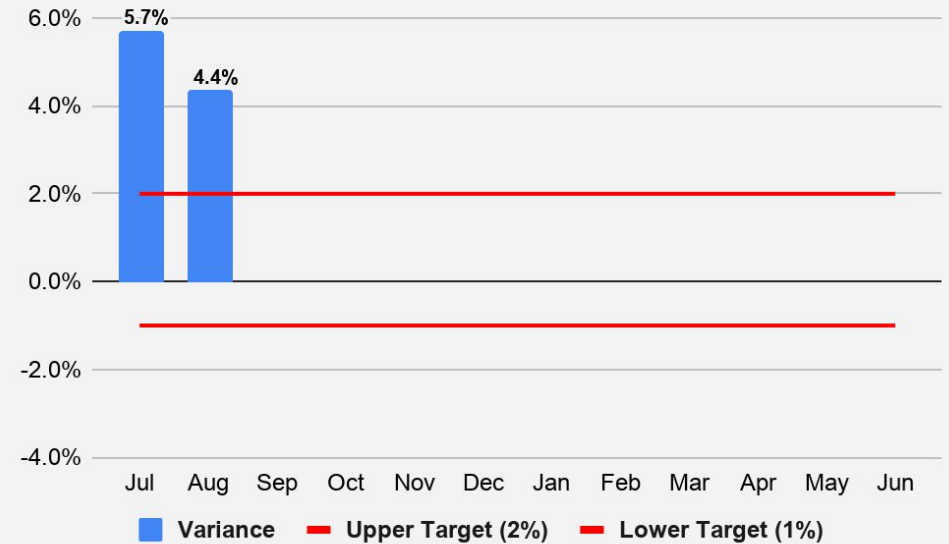
	FY 2026 Actual	FY 2027 Actual	% Change	FY 2027 Estimate	% Difference
July	\$147,798	\$156,863	6.1%	\$146,910	6.8%
August	\$147,959	\$144,748	-2.2%	\$148,750	-2.7%
September	\$148,927	\$149,248	0.2%	\$143,960	3.7%
Subtotal	\$444,684	\$450,859	1.4%	\$439,620	2.6%
October	\$148,897	\$0	-	\$150,670	-
November	\$145,714	\$0	-	\$148,700	-
December	\$158,192	\$0	-	\$161,770	-
January	\$163,578	\$0	-	\$163,810	-
February	\$143,138	\$0	-	\$144,350	-
March	\$163,401	\$0	-	\$163,340	-
April	\$166,420	\$0	-	\$170,190	-
May	\$142,608	\$0	-	\$148,830	-
June	\$176,045	\$0	-	\$179,610	-
Total	\$1,852,677	\$450,859		\$1,870,890	

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

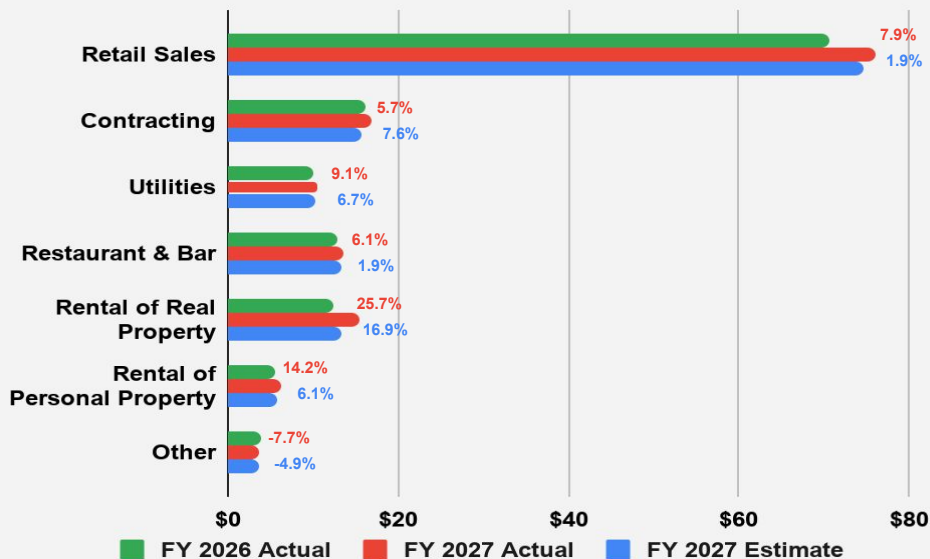
Highlights

- Year-to-date FY 2027 RARF revenues through August surpassed the same period of FY 2026 by 9 percent and were 4.4 percent above the forecast.
- Retail sales, the largest revenue category of RARF, grew 7.9 percent year-to-date when compared to the same period of the last fiscal year.
- Restaurant and Bar revenues grew 6.1 percent year-to-date when compared to the same period of the last fiscal year.
- Contracting revenues increased 5.7 percent year-to-date when compared to the same period of the last fiscal year.
- The 30 year mortgage interest rate in August 2026 was 6.67 percent, higher than the 6.59 percent experienced in August 2025.

Variance from Forecast Year-to-Date



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



Monthly Comparison (\$ in Thousands)

	FY 2026 Actual	FY 2027 Actual	% Change	FY 2027 Estimate	% Difference
July	\$65,627	\$71,723	9.3%	\$67,850	5.7%
August	\$62,488	\$67,957	8.8%	\$65,980	3.0%
Subtotal	\$128,115	\$139,680	9.0%	\$133,830	4.4%
September	\$62,768	\$0	-	\$65,480	-
October	\$64,245	\$0	-	\$66,180	-
November	\$66,460	\$0	-	\$68,900	-
December	\$64,335	\$0	-	\$67,160	-
January	\$78,085	\$0	-	\$81,170	-
February	\$63,439	\$0	-	\$66,220	-
March	\$63,549	\$0	-	\$65,780	-
April	\$72,521	\$0	-	\$74,690	-
May	\$67,281	\$0	-	\$69,060	-
June	\$67,320	\$0	-	\$70,260	-
Total	\$798,117	\$139,680		\$828,730	

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

Investment Pools	Monthly Average Available Cash	Monthly Average Invested Balance	Percent Invested	August		Fiscal Year-to-date (FYTD)	
				Interest	Current	Interest	FYTD
				Received	Yield	Received	Yield
Pool 2							
Highway	\$1,081,094	\$1,072,099	99.17%	\$3,417	3.77%	\$6,735	3.75%
MAG/PAG 12.6% & 2.6%	\$909,261	\$908,644	99.93%	\$2,898	3.77%	\$5,734	3.75%
HURF Bond Redemption	\$22,153	\$21,565	97.34%	\$69	3.77%	\$97	3.75%
HURF 2023 Proceeds	\$0	\$0	-	\$0	3.77%	\$0	3.75%
HURF 2026 Proceeds	\$511,849	\$511,801	99.99%	\$1,636	3.77%	\$3,389	3.75%
Other/1	\$151,404	\$145,159	95.88%	\$482	3.77%	\$1,060	3.75%
Subtotal	\$2,675,761	\$2,659,268	99.38%	\$8,502	3.77%	\$17,015	3.75%
Pool 3							
SMART/2	\$49,673	\$49,600	99.85%	\$167	3.91%	\$335	3.93%
Other/3	\$11,499	\$11,186	97.28%	\$38	3.91%	\$73	3.93%
Subtotal	\$61,172	\$60,787	99.37%	\$205	3.91%	\$408	3.93%
Pool 4							
Local Agency Deposits	\$89,817	\$87,302	97.20%	\$275	3.73%	\$549	3.70%
Regional Area Road Fund	\$1,112,342	\$1,108,455	99.65%	\$3,510	3.73%	\$7,098	3.70%
Prop 479 Regional Area Road Fund	\$222,990	\$220,836	99.03%	\$700	3.73%	\$1,254	3.70%
Subtotal	\$1,425,148	\$1,416,593	99.40%	\$4,486	3.73%	\$8,902	3.70%
Total	\$4,162,081	\$4,136,647	99.39%	\$13,193	3.76%	\$26,325	3.74%

/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.