

Arizona Department of Transportation  
**Highway Extension and Expansion Program**  
**2016 Annual Report**



## INTRODUCTION

The Highway Expansion and Extension Loan Program (HELP) provides the State and its communities with an innovative financing mechanism to accelerate the funding of transportation projects. This mechanism is referred to as a State Infrastructure Bank (SIB) and was initially authorized by Congress in 1995. A SIB operates like a bank by providing loans for eligible projects.

HELP, Arizona's SIB, was established in 1998, and is operated under the authority of the State Transportation Board. The members of the State Transportation Board as of June 30, 2016 are shown below.

Deanna L. Beaver Chairman District 6	
William F. Cuthbertson, Vice Chairman District 3	Michael S. Hammond, Member District 2
Steve Stratton, Member District 4	Jack Sellers, Member District 1
Arlando S. Teller District 5	Joseph E. La Rue Member District 1

## FY 2016 ACTIVITY

No new HELP loans were approved in 2016 and no loans were outstanding.

Laws 2015, Chapter 8 transferred \$20 million of non-federal funds from the HELP fund to the state general fund to occur in fiscal year 2016. After this transfer, the remaining balance of the fund at June 30, 2016 was \$59,293,343.

**FINANCIAL CONDITION OF THE HELP FUND**

**Arizona Department of Transportation  
Highway Expansion and Extension Loan Program Fund  
Statement of Net Position  
For the fiscal years ended June 30, 2016 and 2015  
(Audited)**

	<u>2016</u>	<u>2015</u>
Current assets	\$ 59,293,343	\$ 78,770,273
Non-current assets	<u>-</u>	<u>-</u>
Total assets	<u>59,293,343</u>	<u>78,770,273</u>
Current liabilities	-	-
Non-current liabilities	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>
Net assets		
Restricted	<u>59,293,343</u>	<u>78,770,273</u>
Net position	<u>\$ 59,293,343</u>	<u>\$ 78,770,273</u>

**FINANCIAL CONDITION OF THE HELP FUND**

**Arizona Department of Transportation  
Highway Expansion and Extension Loan Program Fund  
Statement of Revenues, Expenses and Changes in Net Position  
For the fiscal years ended June 30, 2016 and 2015  
(Audited)**

	<u>2016</u>	<u>2015</u>
Revenues:		
Operating revenues		
Interest on loans receivables	\$ -	\$ -
Non-operating revenues		
Income from invested cash	<u>559,869</u>	<u>587,016</u>
Total revenues	<u>559,869</u>	<u>587,016</u>
Expenses:		
Operating expenses	-	-
Non-operating expenses	<36,799>	43,169
Distribtuions to other state agencies	<u>&lt;20,000,000&gt;</u>	-
Total expenses	<u>&lt;20,036,799&gt;</u>	<u>43,169</u>
Change in net position	<19,476,930>	543,847
Net position - July 1	<u>78,770,273</u>	<u>78,226,426</u>
Net position - June 30	<u>\$ 59,293,343</u>	<u>\$ 78,770,273</u>

**HIGHWAY EXPANSION AND EXTENSION LOAN PROGRAM  
(HELP)**

LOAN STATUS AS OF JUNE 30, 2016 STATEWIDE LOANS								
PROJECT SPONSOR	PURPOSE OF LOAN	PROJECT LOCATION	LOAN APPROVAL	INTEREST RATE*	MAXIMUM LOAN	FINAL MATURITY	DRAWS TO DATE	OUTSTANDING LOAN BALANCE
ADOT	Reconstruction	SR260, Show Low to Pinetop	2/18/2000	2.93%	\$5,664,000	Feb-02	\$4,666,837	<b>Paid in full 02/25/2002</b>
TOWN OF CHINO VALLEY	Construction	Center Street	3/17/2000	4.50%	\$300,000	Jan-05	\$300,000	<b>Paid in full 01/11/2005</b>
ADOT	Design, Right of Way	Various projects state wide	5/19/2000	3.46%	\$5,707,000	Mar-04	\$5,165,861	<b>Paid in full 03/16/2004</b>
CITY OF SIERRA VISTA	Construction	Buffalo Soldier Trail 7th St. to SR 90	7/21/2000	4.00%	\$1,970,000	Jun-03	\$1,970,000	<b>Paid in full 06/13/2003</b>
LA PAZ COUNTY	Reconstruction	Salome Road - Centennial Wash	12/18/2000	2.93%	\$2,000,000	Jan-04	\$1,448,568	<b>Paid in full 05/31/2002</b>
ADOT	Reconstruction	SR 260, Pinetop to Hon-Dah	1/19/2001	2.93%	\$8,400,000	May-03	\$6,038,856	<b>Paid in full 05/20/2003</b>
SANTA CRUZ COUNTY	Reconstruction	South River Road	1/19/2001	3.11%	\$1,150,000	Jan-07	\$643,827	<b>Paid in full 09/27/2005</b>

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LOAN STATUS AS OF JUNE 30, 2016 STATEWIDE LOANS								
PROJECT SPONSOR	PURPOSE OF LOAN	PROJECT LOCATION	LOAN APPROVAL	INTEREST RATE*	MAXIMUM LOAN	FINAL MATURITY	DRAWS TO DATE	OUTSTANDING LOAN BALANCE
ADOT	Design	Naha 'Ta' Dziil Rd Sanders TI	3/16/2001	3.32%	\$1,000,000	Jan-05	\$1,000,000	<b>Paid in full 01/20/2005</b>
CITY OF YUMA	Reconstruction	Ave. A, 40th Street to Desert Avenue	4/20/2001	1.65%	\$1,000,000	Dec-06	\$1,000,000	<b>Paid in full 12/05/2006</b>
TOWN OF TAYLOR	Reconstruction	Paper Mill Road	5/18/2001	3.42%	\$1,000,000	Jun-05	\$1,000,000	<b>Paid in full 06/02/2005</b>
ADOT	Reconstruction	SR 260, Christopher Creek	5/18/2001	2.85%	\$41,900,000	Jul-05	\$37,678,400	<b>Paid in full 06/22/2005</b>
TOWN OF PAYSON	Reconstruction	McLane Road	6/15/2001	3.56%	\$1,100,000	Jul-06	\$1,100,000	<b>Paid in full 06/30/2006</b>
CITY OF YUMA	Reconstruction	I-8, Giss Parkway - Redondo Drive TI	6/15/2001	1.77%	\$2,000,000	Jul-06	\$2,000,000	<b>Paid in full 07/05/2006</b>
ADOT	Design, Right of Way	SR89A, Glassford Hill Section	09/21/2001	1.76%	\$3,216,000	Sep-03	\$2,031,264	<b>Paid in full 09/17/2003</b>
TOWN OF MIAMI	Reconstruction	Rose Road & Sullivan Street	1/18/2002	2.20%	\$80,000	Jun-05	\$80,000	<b>Paid in full 06/02/2005</b>

LOAN STATUS AS OF JUNE 30, 2016 STATEWIDE LOANS								
PROJECT SPONSOR	PURPOSE OF LOAN	PROJECT LOCATION	LOAN APPROVAL	INTEREST RATE*	MAXIMUM LOAN	FINAL MATURITY	DRAWS TO DATE	OUTSTANDING LOAN BALANCE
ADOT	Construction	SR 89A, Glassford Hill Section	3/15/2002	1.35%	\$13,855,000	Oct-04	\$13,855,000	<b>Paid in full 10/19/2004</b>
ADOT	Construction	Avenue 3E Traffic Interchange	3/15/2002	0.86%	\$9,900,000	Aug-04	\$9,900,000	<b>Paid in full 8/19/2004</b>
YAVAPAI COUNTY	Construction	SR 89A, Glassford Hill Section	3/15/2002	1.83%	\$4,500,000	Jun-05	\$4,500,000	<b>Paid in full 06/06/2005</b>
ADOT	Right of Way	US 60/SR 79 Traffic Interchange	3/15/2002	1.56%	\$4,000,000	Oct-04	\$2,691,459	<b>Paid in full 10/19/2004</b>
ADOT	Design	SR 95, Parker to Lakeside	3/15/2002	1.14%	\$500,000	May-05	\$500,000	<b>Paid in full 05/19/2005</b>
GILA COUNTY	Reconstruction	Fossil Creek Road	4/19/2002	1.43%	\$1,237,500	Mar-09	\$1,237,500	<b>Paid in fill 03/19/2009</b>
GILA COUNTY	Reconstruction	Six Shooter Canyon Road	4/19/2002	1.81%	\$600,000	Jun-08	\$600,000	<b>Paid in full 06/13/2008</b>
GILA COUNTY	Construction	Six Shooter Road and Bridge	4/19/2002	3.12%	\$487,500	Dec-08	\$487,500	<b>Paid in full 12/05/2008</b>

LOAN STATUS AS OF JUNE 30, 2016 STATEWIDE LOANS								
PROJECT SPONSOR	PURPOSE OF LOAN	PROJECT LOCATION	LOAN APPROVAL	INTEREST RATE*	MAXIMUM LOAN	FINAL MATURITY	DRAWS TO DATE	OUTSTANDING LOAN BALANCE
ADOT	Construction	SR 260, Cottonwood to Camp Verde	5/17/2002	1.99%	\$5,000,000	Jun-06	\$5,000,000	<b>Paid in full 06/19/2006</b>
YAVAPAI COUNTY	Construction	Fain Road Realignment	6/21/2002	2.25%	\$4,500,000	Jun-06	\$4,500,000	<b>Paid in full 05/31/2006</b>
CITY OF LAKE HAVASU CITY	Reconstruction	SR 95, North City Limits	6/21/2002	1.18%	\$789,508	Feb-05	\$789,508	<b>Paid in full 02/01/2005</b>
ADOT	Design	Fort Grant Road Traffic Interchange	6/21/2002	1.35%	\$650,000	Nov-06	\$650,000	<b>Paid in full 04/26/2006</b>
CITY OF SAFFORD	Construction	20th Avenue	8/16/2002	2.42%	\$2,000,000	Oct-07	\$2,000,000	<b>Paid in full 10/02/2007</b>
TOWN OF THATCHER	Construction	20th Avenue	8/16/2002	1.56%	\$2,000,000	Oct-07	\$2,000,000	<b>Paid in full 10/03/2007</b>
CITY OF KINGMAN	Construction	North Bank Street	9/23/2005	3.11%	\$2,000,000	Nov-11	\$2,000,000	<b>Paid in full 11/17/2011</b>
CITY OF ELOY	Reconstruction	Sunshine Boulevard	11/16/2007	1.49%	\$3,200,000	Mar-14	\$3,200,000	<b>Paid in full 04/16/2013</b>



LOAN STATUS AS OF JUNE 30, 2016 STATEWIDE LOANS								
PROJECT SPONSOR	PURPOSE OF LOAN	PROJECT LOCATION	LOAN APPROVAL	INTEREST RATE*	MAXIMUM LOAN	FINAL MATURITY	DRAWS TO DATE	OUTSTANDING LOAN BALANCE
PINAL COUNTY	Reconstruction	Thornton Road	12/21/2007	2.35%	\$2,000,000	May-12	\$2,000,000	<b>Paid in full 04/25/2012</b>
CITY OF TOMBSTONE	Construction	Yellow Jacket Way	11/18/2005	To be Determined	\$150,000	Nov-10	Loan award lapsed	-
MOHAVE COUNTY	Design and Construction	Highway 91, Beaver Dam Wash Bridge	4/21/2006	To be Determined	\$8,700,000	Jun-10	Loan award lapsed	-
CITY OF BISBEE	Reconstruction	Arizona Street	9/21/2007	To be Determined	\$2,400,000	Oct-10	Loan award lapsed	-
TOWN OF PAYSON	Reconstruction	Bonita Street, Phase II	3/21/2008	To be Determined	\$1,200,000	May-13	Loan award lapsed	-
TOWN OF MAMMOTH	Reconstruction	Main Street	12/14/2001	-	\$334,800	-	Withdrawn	-

\* Interest rate will be determined by the State Transportation Board when the first construction draw is made.

LOAN STATUS AS OF JUNE 30, 2016 MAG LOANS								
PROJECT SPONSOR	PURPOSE OF LOAN	PROJECT LOCATION	LOAN APPROVAL	INTEREST RATE*	MAXIMUM LOAN	FINAL MATURITY	DRAWS TO DATE	OUTSTANDING LOAN BALANCE
CITY OF CHANDLER	New Construction Urban Freeway System	Price Freeway: Warner to Frye	3/20/1998	3.59%	\$26,000,000	Jul-02	\$26,000,000	<b>Paid in full 11/30/2001</b>
CITY OF MESA	New Construction Urban Freeway System	Red Mountain Freeway: Country Club to Gilbert	3/20/1998	4.41%	\$24,000,000	Mar-03	\$24,000,000	<b>Paid in full 03/21/2003</b>
ADOT	Purchase of Right of Way for Urban Freeway System	Various: As stipulated in Senate Bill 1201	11/15/1999	3.92%	\$100,000,000	Jun-01	\$90,324,109	<b>Paid in full 06/28/2001</b>
ADOT/ CITY OF PHOENIX	Construction	SR 51 Completion Union Hills - L101	11/17/2000	2.48%	\$22,500,000	Jun-05	\$22,500,000	<b>Paid in full 02/17/2005</b>
ADOT	Right of Way, Construction	Regional Freeway System	9/21/2001	3.30%	\$50,000,000	Dec-08	\$50,000,000	<b>Paid in full 04/17/2008</b>
ADOT	Right of Way, Construction	Regional Freeway System	11/21/2003	1.44%	\$80,500,000	Jun-09	\$80,500,000	<b>Paid in full 06/15/2009</b>
CITY OF GOODYEAR	Design	I-10 Widening	4/21/2006	3.13%	\$7,369,000	Jun-10	\$6,783,964	<b>Paid in full 06/10/2010</b>

LOAN STATUS AS OF JUNE 30, 2016 MAG LOANS								
PROJECT SPONSOR	PURPOSE OF LOAN	PROJECT LOCATION	LOAN APPROVAL	INTEREST RATE*	MAXIMUM LOAN	FINAL MATURITY	DRAWS TO DATE	OUTSTANDING LOAN BALANCE
MARICOPA COUNTY	Design, Right of Way, Construction	MC 85, 107th Ave. to 75th Ave.	3/21/2008	-	\$25,700,000	Jul-13	Withdrawn	-
CITY OF PHOENIX	Design, Right of Way, Construction	Dixileta Drive TI	11/18/2005	-	\$11,900,000	-	Withdrawn	-
CITY OF PEORIA	Design, Construction	SR 101 - Union Hills Drive TI	5/16/2008	-	\$9,910,000	-	Withdrawn	-

\* Interest rate will be determined by the State Transportation Board when the first construction draw is made.

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LOAN STATUS AS OF JUNE 30, 2016 PAG LOANS								
PROJECT SPONSOR	PURPOSE OF LOAN	PROJECT LOCATION	LOAN APPROVAL	INTEREST RATE*	MAXIMUM LOAN	FINAL MATURITY	DRAWS TO DATE	OUTSTANDING LOAN BALANCE
CITY OF TUCSON	Street Improvements	6th Avenue, 19th Street to I-10	3/17/2000	4.50%	\$2,000,000	Jan-05	\$2,000,000	<b>Paid in full 05/01/2001</b>
ADOT	Design, Right of Way	Various projects in Pima County	5/19/2000	1.77%	\$5,285,000	Jun-05	\$5,285,000	<b>Paid in full 06/22/2005</b>
CITY OF TUCSON	Street Improvements	6th Avenue, Ajo Way to Rodeo Wash	6/15/2001	2.91%	\$4,500,000	Jan-06	\$4,500,000	<b>Paid in full 01/03/2006</b>
ADOT	Construction	I-10 / I-19 Interchange	9/21/2001	2.11%	\$62,500,000	Jan-06	\$62,500,000	<b>Paid in full 04/18/2005</b>
PIMA COUNTY	Street Improvements	Ajo Way, Country Club to Alvernon	12/14/2001	3.23%	\$3,700,000	Jul-07	\$3,700,000	<b>Paid in full 01/17/2007</b>
PIMA COUNTY	Street Improvements	Shannon Road, Ina Rd to Magee Rd	12/14/2001	3.23%	\$1,400,000	Jul-07	\$1,400,000	<b>Paid in full 01/17/2007</b>
ADOT	Design	I-10 Mainline, Grant to Congress	3/15/2002	0.86%	\$5,500,000	Jun-06	\$4,098,869	<b>Paid in full 06/20/2006</b>
TOWN OF ORO VALLEY	Construction	Tangerine Road Widening	8/16/2002	1.19%	\$1,716,000	Jul-05	\$1,716,000	<b>Paid in full 08/01/2005</b>

LOAN STATUS AS OF JUNE 30, 2016 PAG LOANS								
PROJECT SPONSOR	PURPOSE OF LOAN	PROJECT LOCATION	LOAN APPROVAL	INTEREST RATE*	MAXIMUM LOAN	FINAL MATURITY	DRAWS TO DATE	OUTSTANDING LOAN BALANCE
TOWN OF ORO VALLEY	Construction	La Canada Drive Extension	2/20/2004	2.52%	\$5,000,000	Feb-08	\$5,000,000	<b>Paid in full 03/07/2008</b>
TOWN OF MARANA	Construction	Thornsdale Road	11/19/2004	2.51%	\$7,000,000	Mar-10	\$7,000,000	<b>Paid in full 04/21/2010</b>
PIMA COUNTY	Construction	Alvernon Way, River Rd. to Ft. Lowell	5/20/2005	3.06%	\$4,836,000	Jun-09	\$4,836,000	<b>Paid in full 06/01/2009</b>
CITY OF TUCSON	Construction	Mountain Avenue, Roger Rd. to Ft. Lowell	3/16/2007	1.97%	\$14,000,000	May-11	\$13,400,000	<b>Paid in full 05/03/2010</b>
TOWN OF ORO VALLEY	Construction	La Canada Drive Widening	7/20/2007	3.20%	\$8,000,000	Aug-12	\$8,000,000	<b>Paid in full 07/22/2011</b>
ADOT	Construction	I-10, Pinal Air Park to Marana TI	11/19/2004	-	\$18,500,000	-	Withdrawn	-
CITY OF TUCSON	Construction	Harrison Road	8/20/2004	-	\$12,293,000	-	Withdrawn	-
TOWN OF SAHUARITA	Construction	La Canada Phase II	9/23/2005	-	\$3,900,000	-	Withdrawn	-

\* Interest rate determined by the State Transportation Board when the first construction draw is made.