



ARIZONA DEPARTMENT OF TRANSPORTATION
HIGHWAY USER REVENUE FUND
JUNE 2007
(DOLLARS IN THOUSANDS)

Monthly Revenue Trends

	FY 2006	FY 2007		FY 2007 /2	
	<u>Actual</u>	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>
July	\$107,145	\$111,033	3.6%	\$112,881	-1.6%
August	106,250	112,110	5.5%	111,810	0.3%
September	111,377	111,056	-0.3%	111,878	-0.7%
October	101,531	109,830	8.2%	108,813	0.9%
November	106,194	106,149	0.0%	112,496	-5.6%
December	114,893	116,379	1.3%	118,582	-1.9%
January	106,306	120,508	13.4%	120,102	0.3%
February	112,857	110,909	-1.7%	119,906	-7.5%
March	119,748	125,718	5.0%	118,721	5.9%
April	116,427	119,642	2.8%	125,356	-4.6%
May	110,329	114,620	3.9%	117,865	-2.8%
June	118,568	124,522	5.0%	120,390	3.4%
Total /1	\$1,331,625	\$1,382,474	3.8%	\$1,398,800	-1.2%

Revenue Trends By Category

Fiscal Year to Date

<u>Category</u>	FY 2006	FY 2007		FY 2007 /2	
	<u>Actual</u>	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>
Gas Tax	\$489,081	\$497,702	1.8%	\$501,300	-0.7%
Use Fuel Tax	213,460	210,282	-1.5%	230,600	-8.8%
Motor Carrier	40,504	45,226	11.7%	43,100	4.9%
Veh. Lic. Tax /3	373,864	393,497	5.3%	399,700	-1.6%
Registration	158,805	177,788	12.0%	165,200	7.6%
Other	55,911	57,979	3.7%	58,900	-1.6%
Total /1	\$1,331,625	\$1,382,474	3.8%	\$1,398,800	-1.2%

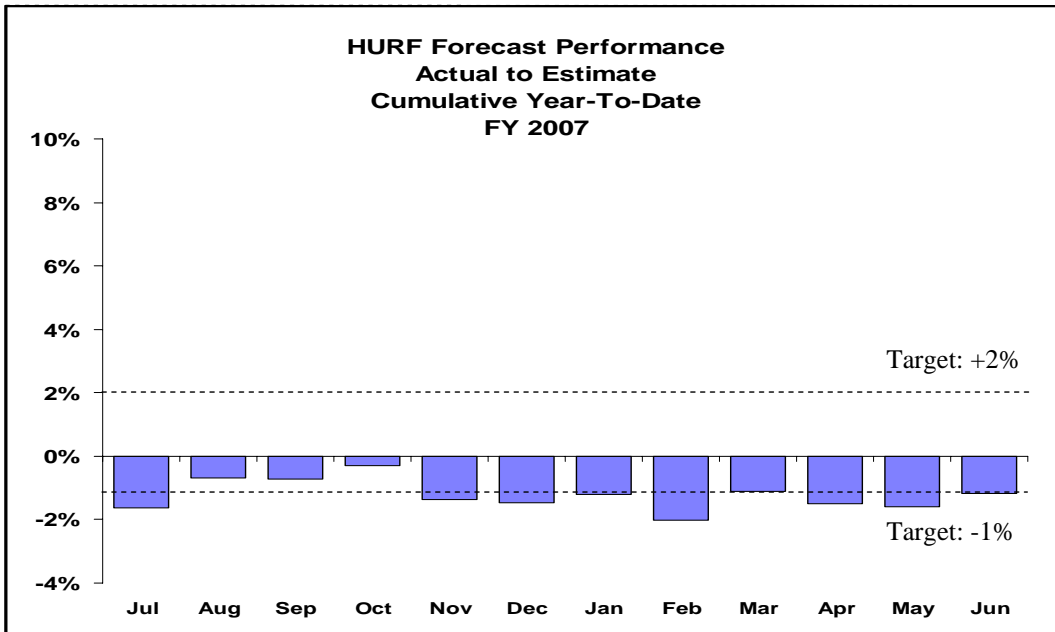
NOTES: /1. Details may not add due to rounding.

/2. Forecast as of August 2006.

/3. Includes \$2,982,792.24 that was transferred to the DPS Parity Compensation Fund.

The transfer impacts only the State Highway Fund per Laws 2005, Chapter 306 (SB 1119).

July 20, 2007



Summary:

FY 2007 HURF revenues totaled \$1,382.5 million, an increase of 3.8 percent over FY 2006, but 1.2 percent below the forecast. June HURF revenues amounted to \$124.5 million, an increase of 5.0 percent over June 2006 and 3.4 percent above the estimate. All HURF revenue categories, except **Use Fuel Tax**, posted gains over FY 2006. HURF year-over-year growth of 3.8 percent was the slowest since FY 2003, however, with the higher fuel prices and lower consumer spending due the housing market slowdown, growth held up reasonably well.

Highlights:

- The **Motor Carrier** and **Registration** revenue categories provided the strength in FY 2007 with year-over-year growth of 11.7 and 12.0 percent, respectively. The majority of the growth was centered in the commercial registration fees paid by interstate motor carriers.
- The **Vehicle License Tax (VLT)** revenue category posted at 5.3 percent increase over FY 2006. The VLT growth was hampered by a decrease in collections from brand new vehicles and new to Arizona vehicles. The new to Arizona vehicles mostly represents new residents registering their vehicle in Arizona for the first time.

