



**ARIZONA DEPARTMENT OF TRANSPORTATION
MARICOPA TRANSPORTATION EXCISE TAX**

JUNE 2009

(DOLLARS IN THOUSANDS)

Monthly Revenue Trends

	FY 2008	FY 2009		FY 2009 /2	
	<u>Actual</u>	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>
July	\$33,780	\$29,909	-11.5%	\$31,989	-6.5%
August	30,931	28,260	-8.6%	29,649	-4.7%
September	30,964	28,617	-7.6%	30,390	-5.8%
October	32,140	29,015	-9.7%	31,159	-6.9%
November	31,330	26,809	-14.4%	30,676	-12.6%
December	31,386	26,598	-15.3%	30,563	-13.0%
January	36,213	31,464	-13.1%	37,669	-16.5%
February	29,151	24,616	-15.6%	29,932	-17.8%
March	30,463	25,212	-17.2%	30,654	-17.8%
April	32,543	26,730	-17.9%	33,960	-21.3%
May	30,374	24,759	-18.5%	31,612	-21.7%
June	30,789	26,197	-14.9%	32,247	-18.8%
Total /1	\$380,066	\$328,186	-13.7%	\$380,500	-13.7%

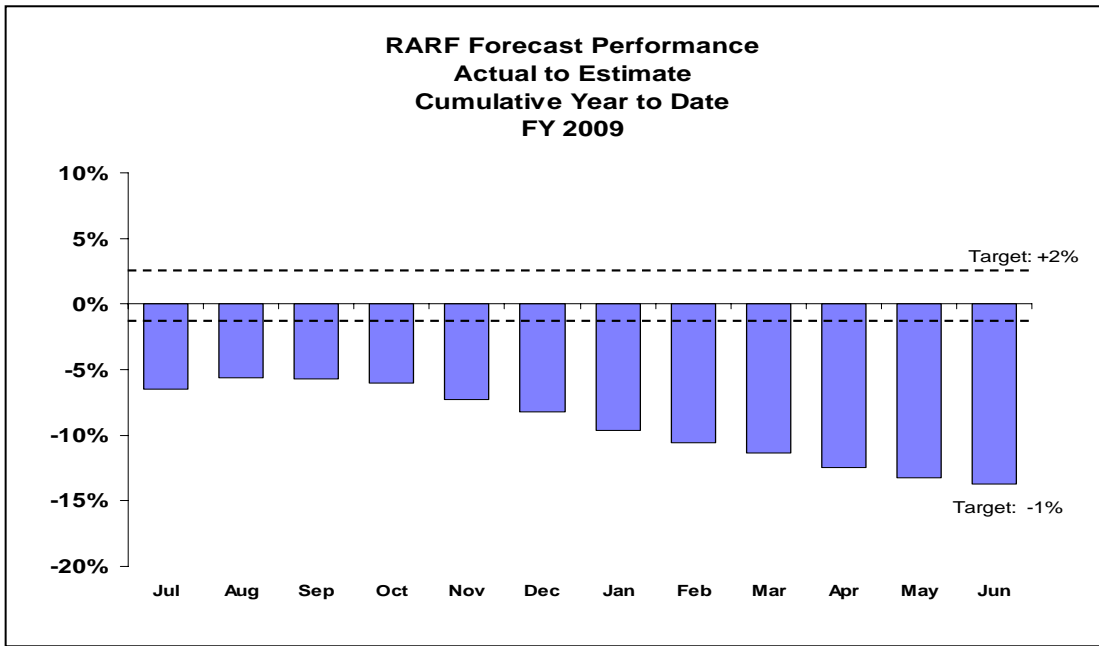
Revenue Trends By Category

Fiscal Year to Date

<u>Category</u>	FY 2008	FY 2009		FY 2009 /2	
	<u>Actual</u>	<u>Actual</u>	<u>Change</u>	<u>Estimate</u>	<u>Change</u>
Retail Sales	\$177,845	\$153,681	-13.6%	\$182,300	-15.7%
Contracting	66,046	46,865	-29.0%	54,200	-13.5%
Utilities	28,630	28,511	-0.4%	30,600	-6.8%
Restaurant & Bar	33,021	30,763	-6.8%	34,700	-11.3%
Rental of Real Prop.	38,605	37,757	-2.2%	40,900	-7.7%
Rental of Pers. Prop.	15,111	13,470	-10.9%	15,800	-14.7%
Other	20,808	17,139	-17.6%	22,000	-22.1%
Total /1	\$380,066	\$328,186	-13.7%	\$380,500	-13.7%

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

/2. Forecast as of August, 2008.



Summary:

RARF collections for FY 2009 totaled \$328.2 million, a decrease of 13.7 percent from last fiscal year and 13.7 percent under the estimate. June RARF revenues amounted to \$26.2 million, a decrease of 14.9 percent from June 2008 and 18.8 percent below the estimate. All RARF revenue categories posted negative year-over-year growth in FY 2009. RARF collections were negatively impacted by Maricopa County's recession, tight credit markets and increasing unemployment. In the July 16, 2009 issue of the Arizona Workforce, the Arizona Department of Commerce reported that the unemployment rate for Maricopa County was 8.0 percent in June 2009 compared to 4.8 percent in June 2008. Every major job sector in Maricopa County has lost jobs from June 2008 to June 2009, which affected consumer's confidence and restricted their spending.

Deep concerns with the economy, household wealth, job security and reduced paychecks made Maricopa County's consumers change their spending habits in FY 2009, which in turn impacted RARF revenues negatively. Consumers became thriftier as fears persisted and they delayed buying discretionary items. Tighter credit has made it difficult for consumers to spend beyond their income.

