

# HIGHWAY EXPANSION & EXTENSION LOAN PROGRAM

## ANNUAL REPORT FOR FY-2001

### TRANSMITTAL LETTER

December 1, 2001

The Honorable Jane Dee Hull Governor, State of Arizona  
The Honorable Randall Gnant President, Arizona State Senate  
The Honorable Jim Weiers Speaker, Arizona House of Representatives  
Members of the Legislature, and Citizens of the State of Arizona

Pursuant to the requirements of Title 28, Chapter 21 Arizona Revised Statutes, I am pleased to transmit the 2001 Annual Report of the Highway Expansion and Extension Loan Program (HELP).

Fifteen new loans were approved this year totaling more than \$203 million, bringing total loan approvals through September 30, 2001 to over \$373 million.

Substantial progress was made on the Maricopa County Regional Freeway System using HELP funds this year. The Price Freeway project in Chandler was completed in December (12 months earlier

than originally planned), and over \$88 million in right of way purchases were accelerated during the year using the HELP program.

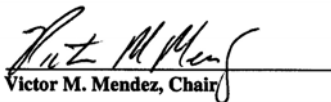
HELP projects addressed a number of transportation issues this year including emergency repairs due to the October 2000 floods, vehicular and pedestrian safety needs, and growth issues

balancing the need for new roads with the needed repairs on our existing roads.

HELP continues to be a useful tool for communities throughout Arizona to accelerate needed projects.

The HELP Advisory Committee and staff will continue to improve the program and seek innovative uses for this vital transportation program - HELP.

Sincerely,



Victor M. Mendez, Chair

Chair, HELP Advisory Committee

## INTRODUCTION

HELP (Highway Expansion and Extension Loan Program) provides the state and its communities with an innovative financing mechanism to accelerate the funding of road construction. The 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 or credit enhancement for projects.

HELP, Arizona's SIB, was established in 1998, and is operated under the authority of the State Transportation Board. A seven member HELP Advisory Committee accepts loan applications, reviews and evaluates requests for financial assistance, and makes recommendations to the Transportation Board on loan and financial assistance requests.

The members of the State Transportation Board as of December 1, 2001 are:

|                              |                  |
|------------------------------|------------------|
| F. Rockne Arnett, Chair      | Phoenix          |
| Katie Dusenberry, Vice Chair | Tucson           |
| Ingo Radicke                 | Globe            |
| Bill Jeffers                 | Holbrook         |
| Richard "Dick" Hileman       | Lake Havasu City |
| Dallas "Rusty" Gant          | Wickenburg       |
| James Martin                 | Willcox          |

The members of the HELP Advisory Committee as of December 1, 2001 are:

|                      |          |
|----------------------|----------|
| Victor Mendez, Chair | ADOT     |
| Bill Beyer           | Glendale |
| Gary Magrino         | Yuma     |
| Jeff Martin          | Mesa     |
| Cliff Potts          | Payson   |
| Tami Ryall           | Gilbert  |
| Paul Schwartz        | Sun City |

## 2001 HIGHLIGHTS

The State Transportation Board approved 15 new HELP loans totaling over \$203 million from July 1, 2000 to September 30, 2001. The breakdown of these loans was a significant departure from previous years. Eleven of the 15 loans were made to statewide projects, two to the Maricopa County region and two to the Pima County region. Seven of the 15 loans were made to local governments with the remaining eight loans made to accelerate ADOT projects.

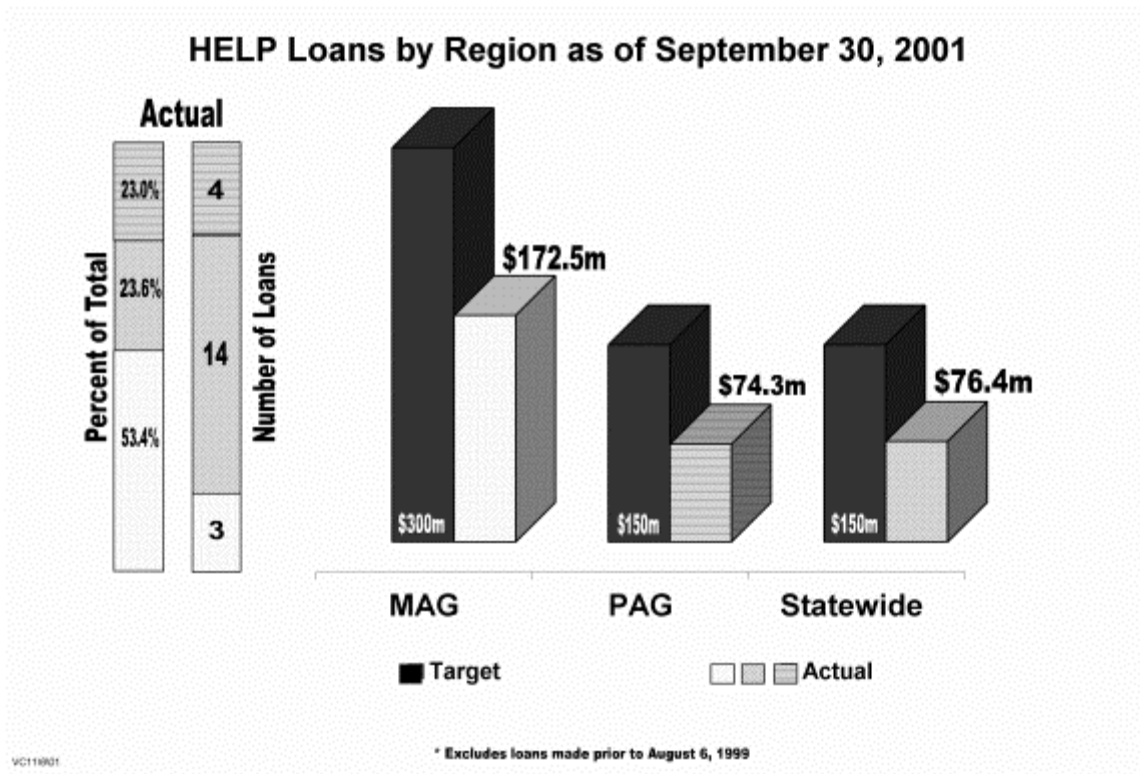
As the program has matured, more local communities are choosing to use this finance tool to accelerate needed transportation projects. The low interest rates on a HELP loan offer local communities an opportunity to accelerate projects and reduce construction costs by avoiding future inflation.

During the year, HELP repaid the first \$100 million Board Funding Obligation. The ongoing capitalization of HELP continued with a second Board Funding Obligation of \$100 million executed this year.

The Legislature instituted a distribution ratio in 1999 as part of the capitalization of the HELP program. For all loans made between August 6, 1999 and December 31, 2004, fifty percent of the fund must be loaned for projects in Maricopa County, 25% for projects in Pima County and 25% for projects in the other 13 counties. The percentage breakdown of HELP loans approved as of September 30, 2001 was:

September 30, 2001

|                       |       |
|-----------------------|-------|
| Maricopa County (MAG) | 53.4% |
| Pima County (PAG)     | 23.0% |
| 13 other counties     | 23.6% |



## HIGH MARKS

HELP continues to be among the most active state infrastructure banks in the nation. According to the Federal Highway Administration (FHWA), HELP ranks second in the nation among infrastructure banks with \$156,849,985 in loan disbursements and third in the nation with \$373,192,000 in loan agreements. The 23 loans made by HELP ranks fourth among the 32 state infrastructure banks.

### State Infrastructure Bank Loan Agreements by State As of September 2001

| State          | Number of Agreement | Loan Agreement       | Disbursements to Date |
|----------------|---------------------|----------------------|-----------------------|
| Alaska         | 1                   | \$2,737,000          | \$2,737,000           |
| <b>Arizona</b> | <b>23</b>           | <b>\$373,192,000</b> | <b>\$156,849,985</b>  |
| Arkansas       | 1                   | \$31,000             | \$31,000              |
| Colorado       | 2                   | \$400,000            | \$400,000             |
| Delaware       | 1                   | \$6,000,000          | \$6,000,000           |
| Florida        | 32                  | \$465,000,000        | \$94,000,000          |
| Indiana        | 1                   | \$3,000,000          | -                     |
| Iowa           | 1                   | \$739,000            | \$739,000             |
| Maine          | 23                  | \$1,780,000          | \$759,000             |
| Michigan       | 23                  | \$17,034,000         | \$13,033,000          |
| Minnesota      | 7                   | \$66,124,000         | \$29,581,000          |
| Missouri       | 10                  | \$69,251,000         | \$66,754,000          |
| Nebraska       | 1                   | \$1,500,000          | -                     |
| New Mexico     | 1                   | \$541,000            | \$541,000             |
| New York       | 2                   | \$12,000,000         | \$12,000,000          |
| North Carolina | 1                   | \$1,575,000          | \$1,575,000           |
| North Dakota   | 2                   | \$3,565,000          | \$1,565,000           |
| Ohio           | 35                  | \$146,624,000        | \$102,550,000         |
| Oregon         | 9                   | \$11,483,000         | \$11,181,000          |
| Pennsylvania   | 15                  | \$14,600,000         | \$14,600,000          |
| Puerto Rico    | 1                   | \$15,000,000         | \$15,000,000          |
| Rhode Island   | 1                   | \$1,311,000          | \$1,311,000           |
| South Carolina | 5                   | \$1,502,289,000      | \$510,428,000         |
| South Dakota   | 1                   | \$11,740,000         | \$11,740,000          |

**State Infrastructure Bank Loan Agreements by State  
As of September 2001, cont'd**

|            |            |                        |                        |
|------------|------------|------------------------|------------------------|
| Tennessee  | 1          | \$1,875,000            | \$1,875,000            |
| Texas      | 32         | \$80,001,000           | \$69,617,000           |
| Utah       | 1          | \$2,888,000            | \$2,888,000            |
| Vermont    | 3          | \$1,030,000            | -                      |
| Virginia   | 1          | \$18,000,000           | \$18,000,000           |
| Washington | 1          | \$700,000              | -                      |
| Wisconsin  | 2          | \$1,188,000            | \$1,188,000            |
| Wyoming    | 5          | \$49,090,000           | \$32,614,000           |
|            | <b>245</b> | <b>\$2,882,288,000</b> | <b>\$1,179,556,985</b> |

Note: Includes both Federal and State SIB programs

Source: Federal Highway Administration; ADOT

## LOANS

The HELP loans approved this fiscal year were used for a variety of purposes including emergency repairs, acceleration of the Maricopa County Regional Freeway System, and advancement of both rural projects and metro projects. For the first time, more loans were made to local communities than to ADOT to accelerate projects. The 15 loans accelerated highway projects in nine different counties throughout Arizona. Since its inception, HELP has made loans for transportation projects in 13 of Arizona's 15 counties.

### **Emergency Repairs**

October of 2000 brought heavy rains throughout Arizona. The damage to portions of the state's road system was extensive. Two of the harder hit areas were La Paz County in western Arizona and Santa Cruz County to the south. While these types of repairs normally are eligible for FHWA funding, all federal emergency relief funding had been exhausted for the year.

After several meetings with FHWA, the counties, the Governor's office and ADOT engineers it was determined that HELP offered the best option for funding the repairs. As federal emergency relief funds become available, these funds will be used to repay the principal and interest on the HELP loan. In a matter of three weeks these loans were applied for, approved and awarded demonstrating the ability of the program to respond to unusual circumstances.

#### **Salome Road-Centennial Wash Crossing, La Paz County**

Date Approved: December 18, 2000

Project: Repair the section of road washed out by the flooding in La Paz County.

Loan Amount: \$2,000,000

Interest Rate: 2.93%

Project Acceleration: 15 months (best estimate of when FHWA would have had funding available to pay for repairs).

The repairs enabled residents of the county to have access to the county seat (Parker) and provided truck traffic a safe, quick route into the county from I-10.

#### **South River Road, Santa Cruz County**

Date Approved: January 19, 2001

Project: Repair a 500 foot section of the road washed out by flooding in October. As part of this loan, Santa Cruz County borrowed an additional \$650,000 to resurface the entire length of South River Road.

Loan Amount: \$1,150,000

Interest Rate: Will be determined at time of first draw.

Project Acceleration: 15 months (best estimate of when FHWA would have had funding available to pay for repairs).

South River Road is an important truck and school bus route north of Nogales. These repairs enabled the heavy traffic to bypass major streets in Nogales easing congestion and improving safety.

## **LOANS TO SMALL COMMUNITIES**

An important feature of the HELP program lies in its ability to enable small communities the option of undertaking a major project and spreading the repayment over several years. The repayment, in most cases, comes from future HURF (Highway User Revenue Fund) collections. This, along with subsidized interest rates, makes the HELP an attractive financing tool.

### **Paper Mill Road, Town of Taylor**



Date Approved: May 18, 2001

Project: Widening the major road in the town, adding a center turn lane, sidewalks and lighting ensuring the safety of the residents going to the city park, elementary school and city offices. The project will also provide better access to a new fire training facility being developed in the community.

Loan Amount: \$1,000,000

Interest Rate: 3.42%

Project Acceleration: 4 years

A true community-wide project, the Paper Mill Road widening addresses the concerns of the residents: safety, mobility and economic benefit. This is an example of a project that would not have taken place without the HELP program. This loan enabled the city to spread payments over a four-year period without depleting the funding for other necessary transportation projects.

### **McLane Road, Town of Payson**



Date Approved: June 15, 2001

Project: Widen and improve surface while maintaining local nature of the road.

Loan Amount: \$1,100,000

Interest Rate: Will be determined at time of first draw.

Project Acceleration: 3 years

McLane Road is the original major North/South route in Payson. The road winds through the older section of town with no shoulder, and a reduced speed limit. Knowing repairs were needed for the road, the city council voted to repair and improve the road without losing its historic identity. This project adds needed turning lanes and a wider road surface while keeping the winding nature of the road intact.

## **LOANS TO LARGER RURAL COMMUNITIES**

Yuma and Sierra Vista are two of the larger communities in rural Arizona. Projects in these communities can be much larger and tend to require funding to accelerate the project rather than funding to insure the project happens. Following are three projects that are important from a mobility and economic basis that utilized HELP loans.

### **Buffalo Soldier Trail, Sierra Vista**

Date Approved: July 21, 2000

Project: Widen road from two to four lanes from Seventh Street to State Route 90 Bypass

Loan Amount: \$1,970,000

Interest Rate: 4.00%

Project Acceleration: 18 months

The widening will better handle the increased volume of traffic in Sierra Vista, increasing both mobility and safety. Included in this project will be lane barriers that will reduce the potential for head-on collisions. The project will assist with access to the commercial area of the city including the new major mall.

### **Redondo/I-8 TI, City of Yuma**

Date Approved: June 15, 2001

Project: Design and reconstruction of the interchange at Redondo Road/I-8. In addition, Redondo will be resurfaced for access to a new commercial center.

Loan Amount: \$2,000,000

Interest Rate: Will be determined at time of first draw.

Project Acceleration: 3 years

With a new commercial center anchored by Home Depot opening and no access from westbound I-8, a new interchange is needed. Traffic currently has to exit the highway past the commercial center and backtrack to access the area. With improved mobility and economic benefit, this project will have a lasting effect on traffic patterns in Yuma.

### **Avenue A, City of Yuma**

Date Approved: April 20, 2001

Project: Widen road from two to four lanes.

Loan Amount: \$1,000,000

Interest Rate: Will be determined at time of first draw.

Project Acceleration: 2 years

The relocation of the Border Patrol along Avenue A necessitated the widening of this road to provide better access for employees and better mobility to the adjacent neighborhood. The city borrowed the necessary money from HELP and will repay the loan through the transportation sales tax enacted for Yuma. Leveraging these dollars will enable Yuma to complete more projects in a shorter period of time easing congestion in this fast growing Arizona city.

## **URBAN LOANS**

Fewer loans went to the urban areas in 2001, but the loans that were made in Maricopa and Pima Counties represent important projects to the mobility of each city.

### **SR 51 (Squaw Peak Parkway) Union Hills to L101, City of Phoenix**

Date Approved: November 17, 2000

Project: Construction of the last section of SR51, connecting it with Loop 101. This loan will allow the last two sections to be bid as one project and will accelerate the project by 2 years.

Loan Amount: \$22,500,000

Interest Rate: 2.475%

Project Acceleration: 2 years

This project will complete the Squaw Peak Parkway by allowing the Bell Road to 101 section to be built as one project. This major highway project will ease traffic congestion, improve air quality and enhance the economic development of the area.

### **JCT I-10/I-19 TI, ADOT**

Date Approved: September 21, 2001

Project: This project will reconstruct the entire interchange including eight ramps, two city streets, ten bridges, major drainage improvements, high mast lighting, traffic signals and landscaping.

Loan Amount: \$62,500,000

Interest Rate: Will be determined at time of the first draw.

Project Acceleration: Phase I-12 months; Phase II-24 months

Safety concerns and congestion are the driving influences for this project. The original configuration of the interchange did not take into account the size and volume of trucks using the interchange.

### **6<sup>th</sup> Avenue Improvements, City of Tucson**



Date Approved: June 15, 2001

Project: Continue widening and reconstruction of the road from Ajo Way to Rodeo Wash. This will include new sidewalk, curb, gutters and lighting.

Loan Amount: \$4,500,000

Interest Rate: Will be determined at time of first draw.

Project Acceleration: 18-24 months

The economic revitalization of this area is a primary concern for the city. Prior phases of this project made a dramatic difference in the economic performance of the district. The commercial area has made an obvious turnaround in its ability to compete with other commercial areas.

## **MAG REGIONAL FREEWAY SYSTEM**



Date Approved: September 21, 2001

Project: Majority of loan will be used for right-of-way purchases and construction of the Santan Freeway (Loop 202) and the Red Mountain Freeway (Loop 202). This loan will continue the overall acceleration of the freeway system with its goal of completion by 2007.

Loan Amount: \$50,000,000

Interest Rate: Will be determined at time of first draw.

Project Acceleration: 7 years

The benefits of this loan will be numerous. First, with the completion of the Regional Freeway System, traffic congestion will be reduced and air quality will be improved with less idle time on the freeways. The freeways will be safer due to more options in commutes and larger freeways to handle the growing volume of vehicles. The acceleration will save dollars on construction costs and right-of-way purchases by avoiding inflation costs.

## **ADOT RURAL PROJECTS**

In prior years, the majority of HELP loans were made in this category. This year, however, only four loans were made internally. Three of the projects are located in the northeastern area of the state and each project will have a profound effect on the community it serves.

### **SR 260, Pinetop to Hon-Dah**



Date Approved: January 19, 2001

Project: This project is the second phase of the widening and reconstruction of SR 260 extending from the community of Pinetop to the Hon-Dah Convention Center in Navajo County.

Loan Amount: \$8,400,000

Interest Rate: 2.93%

Project Acceleration: 12 months

Traffic congestion and safety issues are being addressed in the White Mountains with this loan to resurface and widen SR 260 from two to four lanes. In addition, economic development will be enhanced with better access into businesses along the route.

### **Naha 'Ta' Dziil Road TI, Sanders**

Date Approved: March 16, 2001

Project: The project includes the design of an alternative alignment of the US 191 Traffic Interchange at I-40 to the west of the existing interchange. The project will add sidewalks and lighting from Naha 'Ta' Dziil Road to the Sanders Elementary School.

Loan Amount: \$1,000,000

Interest Rate: Will be determined at time of first draw.

Project Acceleration: 17 months

The safety of the children attending the Sanders Elementary School is the number one issue addressed by this loan. Not only is the TI reconfigured, but the detached sidewalks and roadway lighting will make this area much safer for pedestrians and vehicles alike.

### **SR 260, Christopher Creek Segment**

Date Approved: May 18, 2001

Project: Project consists of 5.5 miles of roadway construction that will realign and widen SR 260 from two lanes to four lanes. Included in the project are bridges over Christopher Creek, Sharp Creek, and Hunter Creek Drive, a pedestrian underpass and three wildlife underpasses.

Loan Amount: \$41,900,000

Interest Rate: Will be determined at time of first draw.

Project Acceleration: 9 months

While the acceleration is helpful, the real benefit of this loan is the ability to utilize ground water that accumulated from snow in the area. Pedestrian safety is a major concern of this project. Relocation of access to the Christopher Creek community and segments of two Gila County roads removes the dangers of speeding traffic through the community.

**SR89A, Glassford Hill Segment**

Date Approved: September 21, 2001

Project: Provides design and right-of-way dollars for a project that will realign and widen a five-mile section of SR89A from a two-lane roadway to a four-lane controlled access, divided highway.

Loan Amount: \$3,216,000

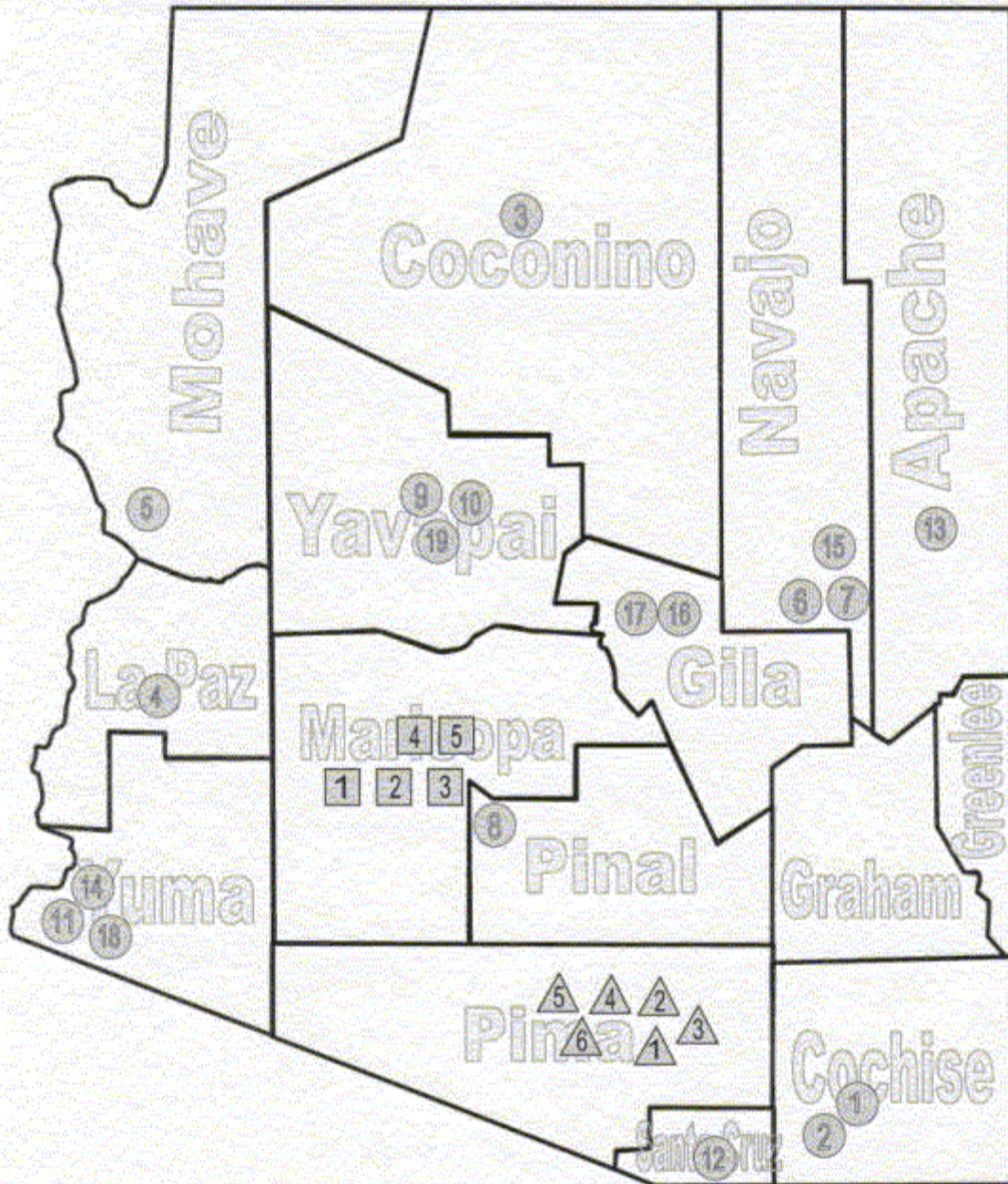
Interest Rate: Will be determined at time of first draw.

Project Acceleration: 12 months

The traffic congestion occurring in the Prescott / Prescott Valley area will be eased with the widening of this section of highway.

MAP

# HELP Projects



|    |                                                                                                              |                                                          |                           |                               |
|----|--------------------------------------------------------------------------------------------------------------|----------------------------------------------------------|---------------------------|-------------------------------|
|    | <b><u>STATEWIDE</u></b>                                                                                      |                                                          |                           |                               |
|    |  <b><u>Project Name</u></b> | <b><u>Project Description</u></b>                        | <b><u>Loan Amount</u></b> | <b><u>City / Location</u></b> |
| 1  | Carr Canyon Rd - Hunter Canyon Rd                                                                            | Design                                                   | \$457,000                 | Cochise County                |
| 2  | Buffalo Soldier Trail                                                                                        | Widening                                                 | \$1,970,000               | Sierra Vista                  |
| 3  | Van's Trading Post to East of SR264                                                                          | Design                                                   | \$500,000                 | Coconino County               |
| 4  | Salome Rd Centennial Wash Crossing                                                                           | Emergency road repair & bridge repair                    | \$2,000,000               | La Paz County                 |
| 5  | Lake Havasu Blvd,Old London Bridge Rd                                                                        | Design and right of way acquisition                      | \$1,850,000               | Mohave County                 |
| 6  | SR260 Showlow - McNary - Eager                                                                               | Mill, Chip seal, overlay                                 | \$5,664,000               | Showlow                       |
| 7  | Pinetop to Hondah                                                                                            | Widening, turn lane, drainage, traffic signal, landscape | \$8,400,000               | Pinetop                       |
| 8  | US60 / SR79 TI                                                                                               | Design                                                   | \$600,000                 | Pinal County                  |
| 9  | HWY 89 - Center Street traffic signal                                                                        | New traffic signal / widen approach                      | \$300,000                 | Chino Valley                  |
| 10 | Glassford Hill                                                                                               | Design                                                   | \$1,500,000               | Prescott Valley               |
| 11 | Ave 3E SR280 TI                                                                                              | Design realignment                                       | \$800,000                 | Yuma                          |
| 12 | South River Road                                                                                             | Emergency repair and Reconstruction                      | \$1,150,000               | Santa Cruz County             |
| 13 | St. Johns - Sanders Highway                                                                                  | Design                                                   | \$1,000,000               | Apache County                 |
| 14 | Ave. A Reconstruction                                                                                        | Reconstruction                                           | \$1,000,000               | City of Yuma                  |
| 15 | Paper Mill Rd. Improvement Project                                                                           | Widen /resurface / sidewalks                             | \$1,000,000               | Town of Taylor                |
| 16 | SR260 Christopher Creek Segment                                                                              | Road reconstruction / new bridge / water transport       | \$41,900,000              | Gila County                   |
| 17 | McLane Road Reconstruction                                                                                   | Road reconstruction / Right of way acquisition           | \$1,100,000               | Payson                        |
| 18 | I-18 Giss Parkway - Redondo Dr.TI                                                                            | TI reconstruction                                        | \$2,000,000               | Yuma                          |
| 19 | SR89A Glassford Hill Segment                                                                                 | Design / right of way                                    | <u>\$3,216,000</u>        | Prescott Valley               |
|    |                                                                                                              |                                                          | <b><u>476,407,000</u></b> |                               |

|   |                                                                                                                |                                   |                            |                               |
|---|----------------------------------------------------------------------------------------------------------------|-----------------------------------|----------------------------|-------------------------------|
|   | <b><u>PAG</u></b>                                                                                              |                                   |                            |                               |
|   |  <b><u>Project Name</u></b> | <b><u>Project Description</u></b> | <b><u>Loan Amount</u></b>  | <b><u>City / Location</u></b> |
| 1 | I-10 - I-19 TI                                                                                                 | Right of way acquisition          | \$3,285,000                | Pima County                   |
| 2 | I-10 - I-19 TI                                                                                                 | Cultural resource recovery        | \$1,000,000                | Pima County                   |
| 3 | I-10 Mainline Prince Rd                                                                                        | Design                            | \$1,000,000                | Pima County                   |
| 4 | 6th Avenue Project                                                                                             | Street improvements               | \$2,000,000                | Tucson                        |
| 5 | 6th Avenue Project Phase II                                                                                    | Street Improvements               | \$4,500,000                | Tucson                        |
| 6 | I -10 / I -19 TI                                                                                               | Reconstruction                    | <u>\$62,500,000</u>        | Pima County                   |
|   |                                                                                                                |                                   | <b><u>\$74,285,000</u></b> |                               |

|                                                                                   |                                      |                                            |                             |  |                               |
|-----------------------------------------------------------------------------------|--------------------------------------|--------------------------------------------|-----------------------------|--|-------------------------------|
|                                                                                   | <b><u>MAG</u></b>                    |                                            |                             |  |                               |
|  | <b><u>Project Name</u></b>           | <b><u>Project Description</u></b>          | <b><u>Loan Amount</u></b>   |  | <b><u>City / Location</u></b> |
| 1                                                                                 | Price Freeway - Warner to Frye       | New construction (8)lane arterial highway  | \$26,000,000                |  | Chandler                      |
| 2                                                                                 | Squaw Peak Freeway SR51              | New construction (6) lane arterial highway | \$22,500,000                |  | Phoenix                       |
| 3                                                                                 | Red Mountain Country Club to Gilbert | New construction (8) lane arterial highway | \$24,000,000                |  | Mesa                          |
| 4                                                                                 | MAG System Right of Way              | Right of way acquisition                   | \$100,000,000               |  | Maricopa County               |
| 5                                                                                 | Regional Freeway System              | Right of way / construction                | \$50,000,000                |  | Maricopa County               |
|                                                                                   |                                      |                                            | <b><u>\$222,500,000</u></b> |  |                               |

|  |                    |                      |  |  |
|--|--------------------|----------------------|--|--|
|  | <b>GRAND TOTAL</b> | <b>\$373,192,000</b> |  |  |
|--|--------------------|----------------------|--|--|

Note: Information presented herein illustrates project location sites only. For information regarding total number of HELP loans, please refer to (loan status as of September 2001)

listed below.

## FINANCIAL CONDITION OF HELP FUND

Shown below is the HELP Fund cash status as of the fiscal year ended June 30, 2001, with comparables to June 30, 2000. The numbers shown are on a cash basis, and are unaudited.

### **HELP Fund Cash Status**

|                                    | <u><b>June 30, 2001</b></u> | <u><b>June 30, 2000</b></u> |
|------------------------------------|-----------------------------|-----------------------------|
| <b>Beginning Fund Balance</b>      | <b>\$115,498,598</b>        | <b>\$37,214,565</b>         |
| <b>Revenues:</b>                   |                             |                             |
| Federal Appropriation              | -                           | \$6,561,311                 |
| State Match                        | -                           | \$396,600                   |
| Board Funding Obligation '99       | -                           | \$100,000,000               |
| Board Funding Obligation '00       | \$100,000,000               | -                           |
| Highway Fund Transfer              | -                           | \$20,000,000                |
| General Fund Appropriation         | \$20,000,000                | -                           |
| Principal Repaid on Loans          | \$108,695,287               | \$8,739,802                 |
| Interest Repaid on Loans           | \$3,487,890                 | \$485,725                   |
| Interest Earnings                  | <u>\$6,634,674</u>          | <u>\$3,531,166</u>          |
| <b>Total Revenues</b>              | <b><u>\$238,817,851</u></b> | <b><u>\$139,714,604</u></b> |
| <b>Expenditures:</b>               |                             |                             |
| Loan Disbursements                 | \$84,084,480                | \$61,411,070                |
| BFO Payment to Treasurer-Principal | \$100,000,000               | -                           |
| BFO Payment to Treasurer-Interest  | \$6,232,139                 | -                           |
| Administration Costs               | <u>\$140,378</u>            | <u>\$19,501</u>             |
| <b>Total Expenditures</b>          | <b><u>\$190,456,996</u></b> | <b><u>\$61,430,571</u></b>  |
| <b>Ending Fund Balance</b>         | <b><u>\$163,859,453</u></b> | <b><u>\$115,498,598</u></b> |

Prepared By

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# HIGHWAY EXPANSION AND EXTENSION LOAN PROGRAM

**(HELP)**

| Loan Status As Of September 2001<br>Statewide Loans |                        |                                                      |                    |                  |                     |                |                                         |                          |
|-----------------------------------------------------|------------------------|------------------------------------------------------|--------------------|------------------|---------------------|----------------|-----------------------------------------|--------------------------|
| PROJECT SPONSOR                                     | PURPOSE OF LOAN        | PROJECT LOCATION                                     | LOAN APPROVAL DATE | INTEREST RATE *  | MAXIMUM LOAN AMOUNT | FINAL MATURITY | DRAWS TO DATE                           | OUTSTANDING LOAN BALANCE |
| ADOT                                                | Reconstruction         | SR260 Show low to Pinetop                            | 02/18/00           | 2.93%            | \$5,664,000         | Oct-01         | \$4,666,836                             | \$4,666,836              |
| Town of Chino Valley                                | Construction           | Widen approach to Center St., Install Traffic Signal | 03/17/00           | 4.50%            | \$300,00            | Jan-05         | \$300,000                               | \$230,000                |
| ADOT                                                | Design Right of Way    | Various projects state wide                          | 05/19/00           | 3.46%            | \$5,707,000         | Jun-05         | \$2,415,299                             | \$2,415,299              |
| City of Sierra Vista                                | Construction           | Buffalo Soldier Trail 7th St., to SR90 Bypass        | 07/21/00           | 4.00%            | \$1,970,000         | Jun-03         | \$1,970,000                             | \$1,455,000              |
| La Paz County                                       | Reconstruction         | Centennial Wash Crossing                             | 12/18/00           | 2.93%            | \$2,000,000         | Jan-04         | \$1,448,568                             | \$283,757                |
| ADOT                                                | Reconstruction         | SR260 Pinetop to Hondah                              | 01/19/01           | 2.93%            | \$8,400,00          | Jan-03         | \$1,734,245                             | \$1,734,245              |
| Town of Taylor                                      | Reconstruction         | Paper Mill Road                                      | 05/18/01           | 3.42%            | \$1,000,000         | Jan-05         | \$1,000,000                             | \$1,000,000              |
| Santa Cruz County                                   | Reconstruction         | South River Road                                     | 01/19/01           | To be Determined | \$1,150,000         | Jan-05         | Part A ER work funded by FHWA (500,000) | -                        |
| ADOT                                                | Design                 | Naha 'Ta' Dziil Rd Sanders TI                        | 03/01/01           | To be Determined | \$1,000,000         | Jun-04         | -                                       | -                        |
| City of Yuma                                        | Reconstruction         | Ave A 40th Street to Desert Ave                      | 04/20/01           | To be Determined | \$1,000,000         | Jul-06         | -                                       | -                        |
| ADOT                                                | Reconstruction & Water | SR260 Christopher Creek                              | 05/18/01           | To be Determined | \$41,900,000        | Jun-05         | -                                       | -                        |
| Town of Payson                                      | Reconstruction         | McLane Road                                          | 06/15/01           | To be Determined | \$1,100,000         | Jul-06         | -                                       | -                        |
| City of Yuma                                        | Reconstruction         | 1-8 - Giss Parkway/ Redondo Dr Interchange           | 06/15/01           | To be Determined | \$2,000,000         | Jul-06         | -                                       | -                        |
| ADOT                                                | Reconstruction         | SR89A Glassford Hill Road Reconstruction             | 09/21/01           | To be Determined | \$3,216,000         | Aug-03         | -                                       | -                        |

| Loan Status As Of September 2001<br>MAG Loans |                                                   |                                               |                    |                  |                     |                |               |                          |
|-----------------------------------------------|---------------------------------------------------|-----------------------------------------------|--------------------|------------------|---------------------|----------------|---------------|--------------------------|
| Project Sponsor                               | Purpose of Loan                                   | Project Location                              | Loan Approval Date | Interest Rate*   | Maximum Loan Amount | Final Maturity | Draws To Date | Outstanding Loan Balance |
| City of Mesa                                  | New Construction Urban Freeway System             | Red Mountain Freeway: Country Club to Gilbert | 03/20/1998         | 4.41%            | \$24,000,000        | Oct-01         | \$24,000,000  | \$24,000,000             |
| Cit of Chandler                               | New Construction Urban Freeway System             | Price Freeway: Warner to Frye                 | 03/20/1998         | 3.59%            | \$26,000,000        | Jul-02         | \$26,000,000  | \$1,309,254              |
| 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         | \$90,324,139  | Paid in full 06/28/2001  |
| ADOT City of Phoenix                          | Construction                                      | SR51 Completion Union Hills - L101            | 11/17/2000         | 2.475%           | \$22,500,000        | Jun-05         | \$990,897     | \$990,897                |
| ADOT                                          | Regional Freeway System Completion                | Regional Freeway System                       | 09/21/2001         | To be Determined | \$50,000,000        | Dec-06         | -             | -                        |

| Loan Status as of September 2001<br>PAG Loans |                       |                                 |                    |                  |                     |                |               |                          |
|-----------------------------------------------|-----------------------|---------------------------------|--------------------|------------------|---------------------|----------------|---------------|--------------------------|
| Project Sponsor                               | Purpose of Loan       | Project Location                | Loan Approval Date | Interest Rate*   | Maximum Loan Amount | Final Maturity | Draws to Date | Outstanding Loan Balance |
| City of Tucson                                | Street Improvements   | 6th Ave: 19th Street to I-10    | 03/17/2000         | 4.50%            | \$2,000,000         | Jan-05         | \$2,000,000   | Paid in full 05/01/01    |
| ADOT                                          | Design Right - of Way | Various projects in Pima County | 05/19/2000         | To be Determined | \$5,285,000         | Jun-05         | -             | -                        |
| City of Tucson                                | Street Improvements   | 6th Ave: Ajo Way to Rodeo Wash  | 06/15/2001         | To be Determined | \$4,500,000         | Jun-06         | -             | -                        |
| ADOT                                          | Construction          | I-10 / I-19 Interchange         | 09/21/2001         | To be Determined | \$62,500,000        | Jan-06         | -             | -                        |

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