



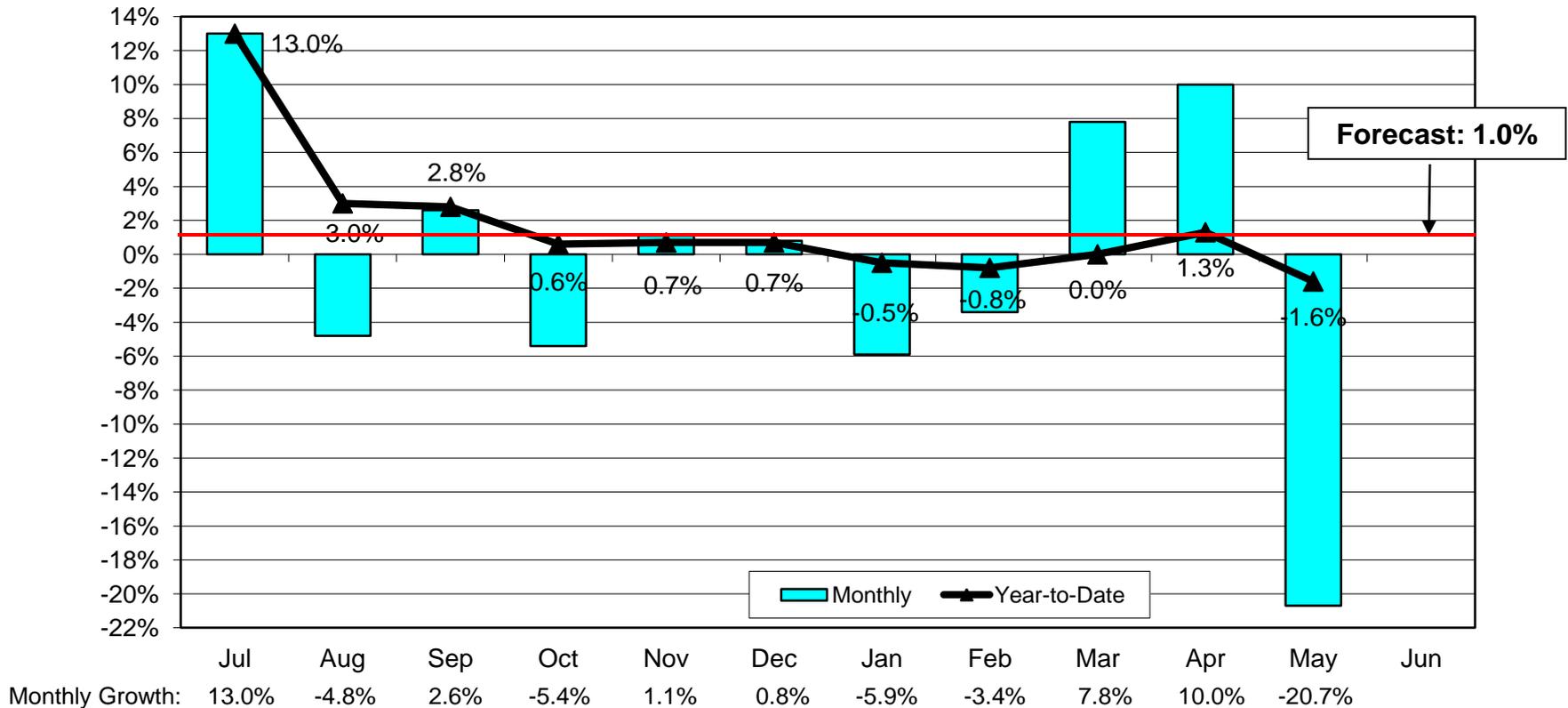
Preliminary Revenue Update

*A Briefing for the
House Appropriations Committee*

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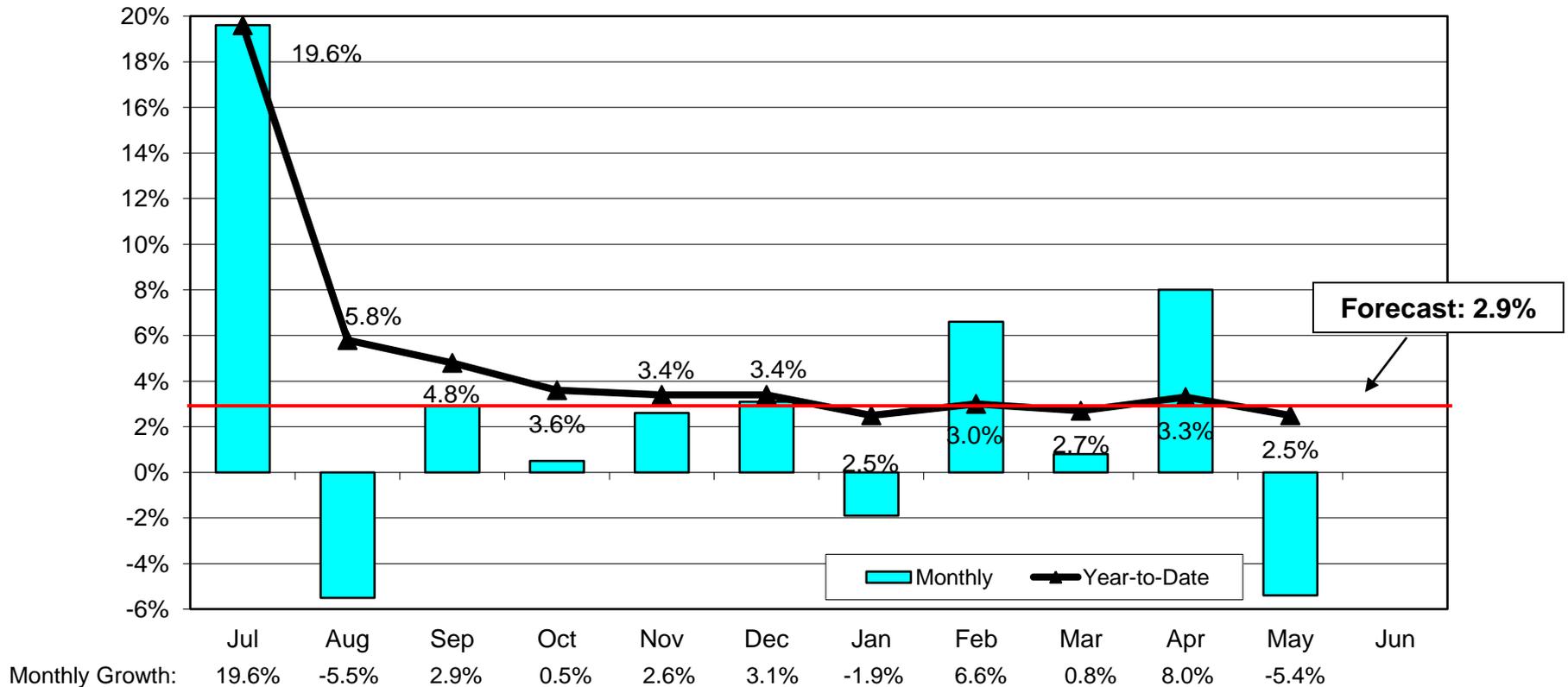
June 11, 2014

Growth in Total General Fund Revenue Collections FY14 Monthly and Year-to-Date



- Total general fund revenues decreased 20.7 percent in May, with individual nonwithholding accounting for most of the loss.
- On a year-to-date basis, total revenues declined 1.6 percent, behind the annual forecast of 1.0 percent growth.
 - Adjusting for AST and the HB2313 program, total revenues declined 0.6 percent through May, behind the economic-base forecast of 2.1 percent growth.

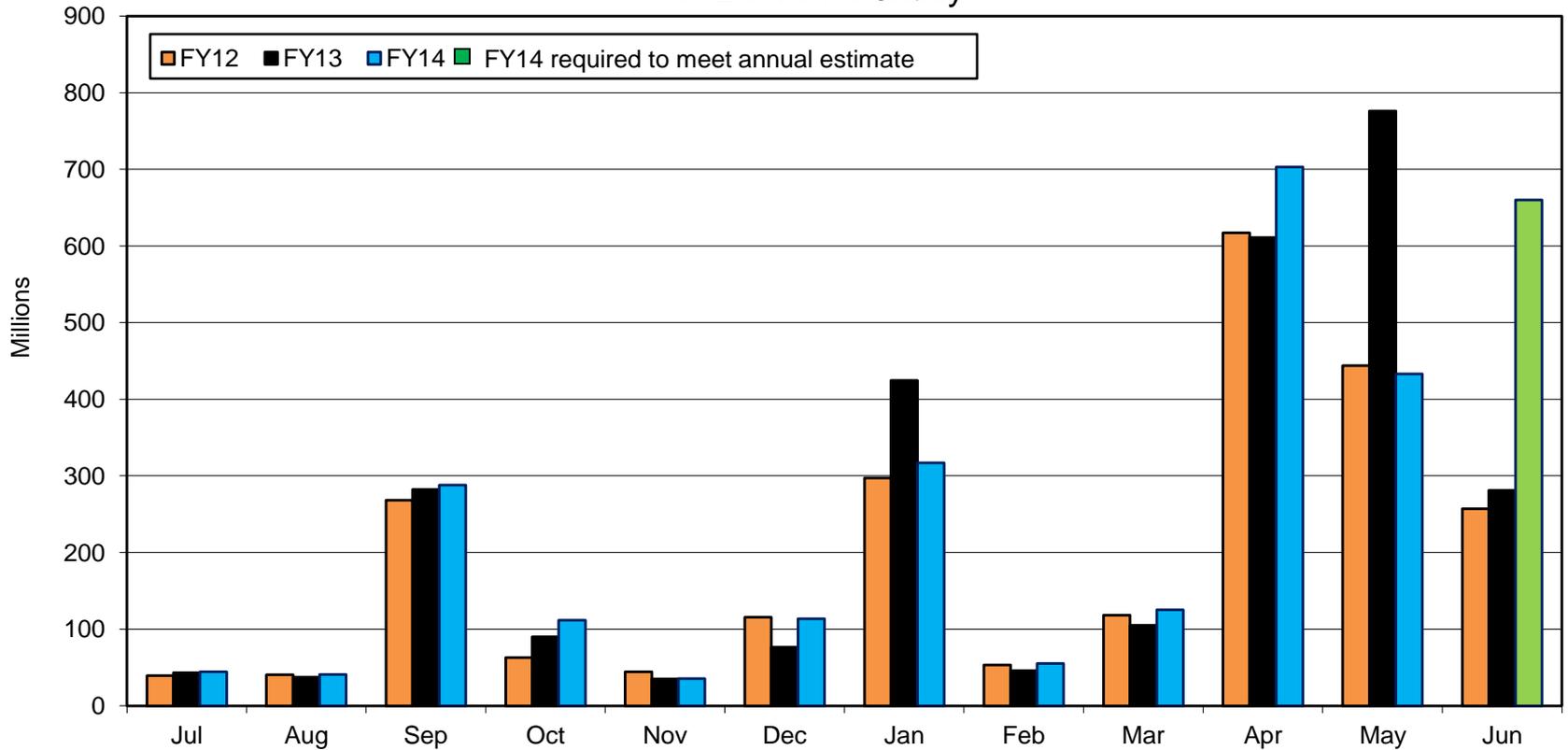
Growth in Withholding TAX Collections FY14 Monthly and Year-to-Date



- Collections of payroll withholding taxes decreased 5.4 percent in May.
 - There was one additional deposit day in April, however this was offset in May which had one less deposit day.
- Growth of 7.9 percent is needed for June as compared to last year's 3.5 percent decline during Sequestration.

Nonwithholding Tax Collections

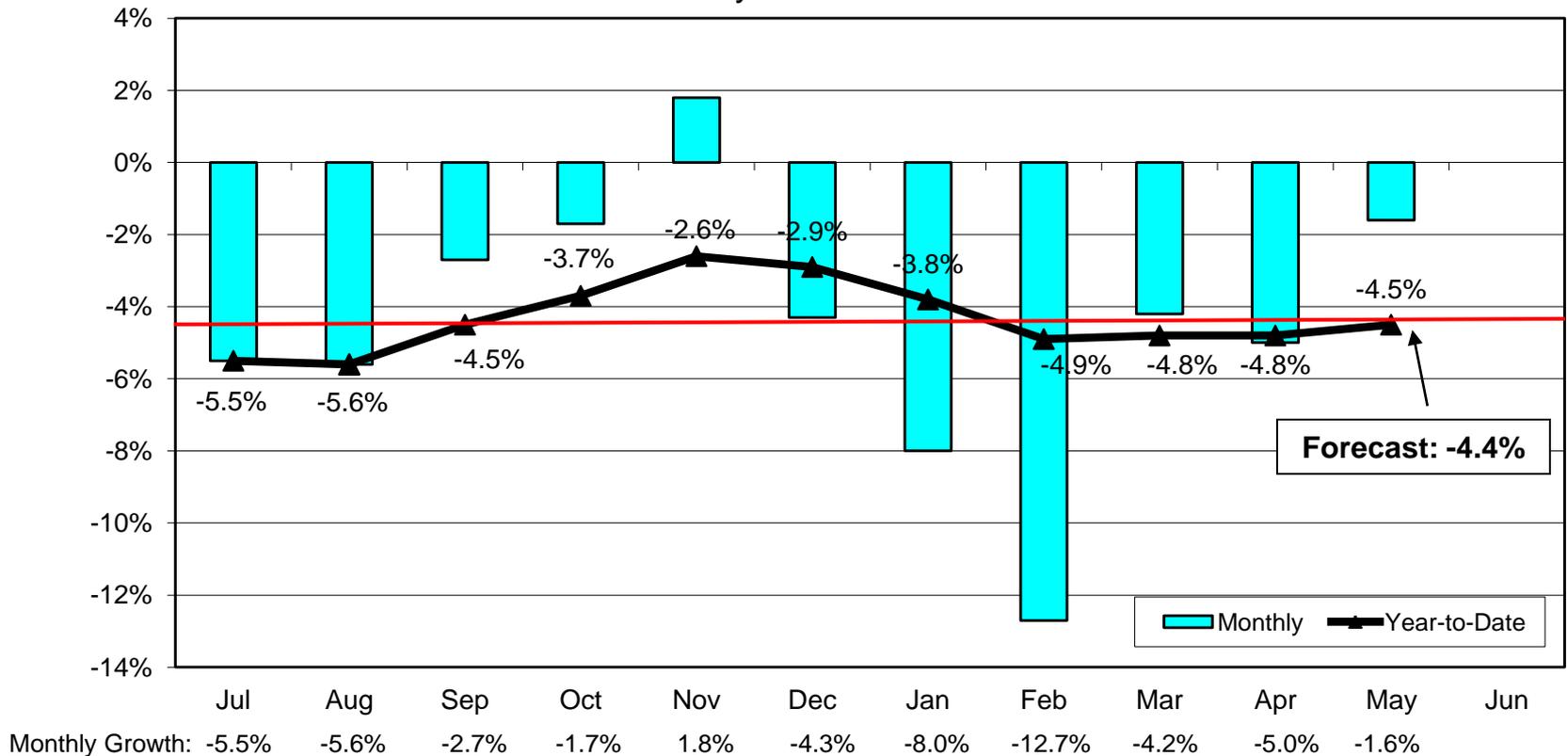
FY12-FY14 Monthly



- To date, roughly 80 percent of the nonwithholding forecast has been collected, and collections during this period are 10.3 percent behind the same period last year and behind the annual estimate of 4.2 percent growth.
- April and May receipts were down 18 percent, driven by final payments for tax year 2013 falling 26 percent as compared to a forecast of no decline.

Growth in Sales Tax Collections

FY14 Monthly and Year-to-Date



- On a year-to-date basis, collections fell 4.5 percent, on the annual estimate of a 4.4 percent decline.
 - Adjusting for AST and HB2313, sales tax collections increased 0.6 percent through May, behind the economic-base forecast of a 1.6 percent increase.
- Economic based growth of 12.0 percent is needed for June as compared to last year’s 0.4 percent decline. In FY11 and FY12, economic based sales increased 6.3 percent and 8.9 percent, respectively.

Commonwealth of Virginia/Department of Accounts
Summary Report on General Fund Revenue Collections
For the Fiscal Years 2013 and 2014
(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2014 Estimate	As a % of Gen Fund Rev	May FY 2014	May FY 2013	% Change	Year-To-Date FY 2014	Year-To-Date FY 2013	% Change	% Annual Growth Req By Est
Individual Income Tax:									
Withholding	\$10,550,200	62.61	\$809,990	\$855,916	(5.4)	\$9,635,775	\$9,403,524	2.5	2.9
Tax Dues/Estimated Payments	2,926,000	17.37	433,200	776,106	(44.2)	2,266,403	2,526,687	(10.3)	4.2
Gross Individual Income Tax	\$13,476,200	79.98	\$1,243,190	\$1,632,022	(23.8)	\$11,902,178	\$11,930,211	(0.2)	3.2
Individual and Fiduciary Income (Refunds)	(1,807,100)	(10.72)	(125,099)	(144,517)	(13.4)	(1,688,692)	(1,651,651)	2.2	5.1
Net Individual Income Tax	\$11,669,100	69.26	\$1,118,091	\$1,487,505	(24.8)	\$10,213,486	\$10,278,560	(0.6)	2.9
Sales and Use Tax	\$3,079,400	18.27	\$261,733	\$266,081	(1.6)	\$2,660,877	\$2,786,554	(4.5)	(4.4)
Corporations Income Tax	769,900	4.56	14,206	21,273	(33.2)	588,458	618,353	(4.8)	(3.4)
Wills, Suits, Deeds, Contracts	377,500	2.24	25,742	35,399	(27.3)	280,418	340,344	(17.6)	0.0
Insurance Premiums	289,400	1.72	4,172	3,797	9.9	211,658	165,264	28.1	10.4
Interest Income (a)	50,000	0.30	8,219	7,080	16.1	73,649	68,019	8.3	(25.9)
Alcoholic Beverage Sales (b)	196,800	1.17	40,198	38,899	3.3	160,206	156,967	2.1	0.8
All Other Revenues	417,300	2.48	36,629	42,686	(14.2)	337,927	343,618	(1.7)	(2.0)
Total General Fund Revenues	\$16,849,400	100.00	\$1,508,990	\$1,902,720	(20.7)	\$14,526,679	\$14,757,679	(1.6)	1.0

Percentage is greater than or equal to 1,000%.

(a) Interest will be allocated in accordance with Section 3-3.03 of Chapter 1, 2014 Virginia Acts of Assembly.

(b) Includes Beer and Beverage Excise Tax and Alcoholic Beverage State Tax.