



COMMONWEALTH of VIRGINIA

September 12, 2014

PO Box 1475
Richmond, VA. 23218

MEMORANDUM

TO: The Honorable Terence R. McAuliffe

THROUGH: The Honorable Paul J. Reagan

FROM: Richard D. Brown 

SUBJECT: August Revenue Data

This month's revenue report incorporates the official interim revenue forecast released on August 15th. The revised forecast anticipates total general fund revenue growth of 2.7 percent in fiscal year 2015.

August is not a significant month for revenue collections, with collections mainly from withholding, sales taxes, and other sources that have regular monthly payments. Total general fund revenue collections rose 1.7 percent in August, with individual income taxes and sales taxes accounting for the gain. Collections fell for the month in corporate income and recordation taxes. On a fiscal year-to-date basis, total revenue collections rose 7.7 percent in August compared with the same period last year, well ahead of the revised annual forecast of 2.7 percent growth. Adjusting for the accelerated sales tax program and the 0.125 percent sales tax transfer required for transportation by the provisions of HB 2313, total revenues rose 7.2 percent through August, ahead of the adjusted forecast of 2.9 percent growth.

National Economic Indicators

Most recent national indicators suggest that the U.S. economy rebounded from the sluggish growth in the first quarter and underlying fundamentals should support a more robust expansion over the coming year.

- According to the second estimate, real GDP grew by an annualized rate of 4.2 percent in the second quarter of 2014, reversing the 2.1 percent decline in the first quarter.
- Payroll employment rose by 142,000 jobs in August, while the July gain was revised up from 209,000 to 212,000. The three-month moving average of job gains remains above

200,000, large enough to remove job market slack. In a separate report, the unemployment rate fell from 6.2 percent to 6.1 percent in August.

- Initial claims for unemployment rose by 4,000 to 302,000 during the week ending August 30th. The four-week moving average rose by 3,000 to 302,750, but remains low. The claims data is consistent with a gradually improving job market.
- The Conference Board's index of leading indicators rose 0.9 percent in July following a 0.6 percent increase in June. The July report marked its eleventh gain in the last twelve months. The behavior of the leading indicators is consistent with accelerating economic growth.
- The Conference Board's index of consumer confidence rose 2.1 points to 92.4 in August, the highest reading since October 2007. The present situation component drove the increase, while the expectations component slightly declined.
- Activity in the manufacturing sector improved in August, with the Institute of Supply Management index rising from 57.1 to 59.0, its highest level since March 2011.
- Inflation remains contained as the CPI rose 0.1 percent in July and stands 2.0 percent above July 2013. Core inflation (excluding food and energy prices) also rose 0.1 percent in July, and has increased 1.9 percent from a year ago.
- The Federal Reserve announced at its July meeting that it will keep the federal funds target rate at 0.0 to 0.25 percent, and will continue winding down its quantitative easing program.

Virginia Economy

In Virginia, payroll employment grew 0.8 percent from July of last year. Northern Virginia posted growth of 1.0 percent, Richmond-Petersburg grew 2.1 percent, and Hampton Roads grew 0.5 percent in July. The seasonally adjusted unemployment rate in the Commonwealth rose 0.1 percentage point to 5.4 percent in July and is 0.3 percentage point below July of last year.

The Virginia Leading Index rose 0.3 percent in July after advancing 0.2 percent in June. The U.S. leading index, auto registrations, and future employment advanced in July, while building permits fell and initial unemployment claims rose. The indexes for Richmond, Northern Virginia, Lynchburg, Hampton Roads, Charlottesville, Danville, Bristol, Harrisonburg, and Winchester advanced, while the index for Blacksburg declined. The index for Roanoke was unchanged.

August Revenue Collections

Total general fund revenue collections rose 1.7 percent in August, with individual income taxes and sales taxes accounting for the gain. Collections fell for the month in corporate income and recordation taxes. On a fiscal year-to-date basis, total revenue collections rose 7.7 percent in August compared with the same period last year, well ahead of the revised annual forecast of 2.7 percent growth. Adjusting for the accelerated sales tax program and the 0.125 percent sales tax

transfer required for transportation by the provisions of HB 2313, total revenues rose 7.2 percent through August, ahead of the adjusted forecast of 2.9 percent growth.

Net Individual Income Tax (69% of general fund revenues): Through August, collections of net individual income tax rose 8.6 percent from the same period last year, ahead of the annual estimate of 3.4 percent growth. Performance in each component of individual income tax is as follows:

Individual Income Tax Withholding (64% of general fund revenues): Despite one less deposit than August of last year, collections of payroll withholding taxes rose 1.7 percent in August. Year-to-date, withholding collections are 5.3 percent ahead of the same period last year, leading the revised annual estimate of 2.7 percent growth.

Individual Income Tax Nonwithholding (16% of general fund revenues): August is not a significant month for collections in this source, since the first estimated payment for fiscal year 2015 is due in September.

Through the first two months of the fiscal year, collections were \$131.8 million compared with \$85.0 million in the same period last year.

Individual Income Tax Refunds: Through August, TAX has issued \$77.9 million in refunds compared with \$83.6 million last year, a 6.8 percent decline. The revised annual estimate expects 3.6 percent growth in refunds for fiscal year 2015.

Sales Tax (19% of general fund revenues): Collections of sales and use taxes, reflecting July sales, rose 4.5 percent in August. On a year-to-date basis, collections have risen 5.3 percent, ahead of the annual estimate of 2.8 percent growth. Adjusting for the partial repeal of the accelerated sales tax program and the 0.125 percent sales tax transfer required by HB 2313, sales tax collections have grown by 3.7 percent year-to-date, above the economic-base forecast of 3.4 percent growth.

Corporate Income Tax (4% of general fund revenues): As with nonwithholding, August is not typically a significant month in corporate income tax collections, since the first estimated payment for the fiscal year is due in September. Through August, collections in this source were \$33.1 million compared with \$20.5 million in the same period last year.

Wills, Suits, Deeds, Contracts (2% of general fund revenues): Collections of wills, suits, deeds, and contracts – mainly recordation tax collections – were \$29.6 million in August, compared with \$31.4 million in August of last year. The 5.7 percent decline in August ended 10 consecutive months of double-digit declines. On a year-to-date basis, collections are down 9.2 percent, trailing the annual forecast of 1.2 percent growth.

Insurance Premiums (2% of general fund revenues): Monthly collections of insurance company premiums are being transferred to the Transportation Trust Fund per Chapter 986, 2007 Acts of the Assembly until the required amount of \$150.4 million has been deposited.

Other Revenue Sources

The following list provides data on August collections for other revenue sources:

	<u>Year-to-Date</u>	<u>Annual Estimate</u>
Interest Income (0.5% GF revenues)	2.5%	-18.9%
ABC Taxes (1% GF revenues)	5.7%	-0.2%

All Other Revenue (2% of general fund revenues): Receipts in All Other Revenue fell 0.3 percent in August, \$30.0 million compared with \$30.1 million a year ago. On a year-to-date basis, collections of All Other Revenue grew 1.5 percent from the same period last year, ahead of the annual estimate of a 3.0 percent decline.

Summary

August is not a significant month for revenue collections, with collections mainly from withholding, sales taxes, and other sources that have regular monthly payments.

Total general fund revenue collections rose 1.7 percent in August, with individual income taxes and sales taxes accounting for the gain. Collections fell for the month in corporate income and recordation taxes. On a fiscal year-to-date basis, total revenue collections rose 7.7 percent in August compared with the same period last year, well ahead of the revised annual forecast of 2.7 percent growth. Adjusting for the accelerated sales tax program and the 0.125 percent sales tax transfer required for transportation by the provisions of HB 2313, total revenues rose 7.2 percent through August, ahead of the adjusted forecast of 2.9 percent growth.

September collections will complete the first quarter of fiscal year 2015 and provide a clearer assessment of revenue growth. The first estimated payments from individuals, corporations, and insurance companies are due in September.

FY 2015 Revised Estimate
August 15, 2014

Commonwealth of Virginia/Department of Accounts
Summary Report on General Fund Revenue Collections
For the Fiscal Years 2014 and 2015
(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2015 Estimate	As a % of Gen Fund Rev	August FY 2015	August FY 2014	% Change	Year-To-Date FY 2015	Year-To-Date FY 2014	% Change	% Annual Growth Req By Est
Individual Income Tax:									
Withholding	\$10,770,300	63.88	\$813,532	\$800,278	1.7	\$1,717,577	\$1,630,386	5.3	2.7
Tax Dues/Estimated Payments	2,685,200	15.92	49,808	40,774	22.2	131,814	84,999	55.1	6.3
Gross Individual Income Tax	\$13,455,500	79.80	\$863,340	\$841,052	2.7	\$1,849,391	\$1,715,385	7.8	3.4
Individual and Fiduciary Income (Refunds)	(1,819,000)	(10.79)	(36,923)	(34,981)	5.6	(77,932)	(83,645)	(6.8)	3.6
Net Individual Income Tax	\$11,636,500	69.01	\$826,417	\$806,071	2.5	\$1,771,459	\$1,631,740	8.6	3.4
Sales and Use Tax	\$3,152,500	18.69	\$253,817	\$242,930	4.5	\$423,632	\$402,479	5.3	2.8
Corporations Income Tax	738,900	4.38	11,067	17,893	(38.1)	33,095	20,515	61.3	(2.5)
Wills, Suits, Deeds, Contracts	314,500	1.87	29,627	31,430	(5.7)	61,118	67,310	(9.2)	1.2
Insurance Premiums	344,400	2.04	0	0	-	0	0	-	7.5
Interest Income (a)	60,100	0.36	6,042	6,123	(1.3)	12,367	12,060	2.5	(18.9)
Alcoholic Beverage Sales (b)	198,800	1.18	4,569	7,042	(35.1)	11,367	10,749	5.7	(0.2)
All Other Revenues	416,700	2.47	29,980	30,072	(0.3)	57,406	56,562	1.5	(3.0)
Total General Fund Revenues	\$16,862,400	100.00	\$1,161,519	\$1,141,561	1.7	\$2,370,444	\$2,201,415	7.7	2.7

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

(a) Interest will be allocated in accordance with Section 3-3.03 of Chapter 2, 2014 Virginia Acts of Assembly.

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

Commonwealth of Virginia/Department of Accounts
General Fund Statement of Revenue Collections and Estimates
For the Fiscal Years 2014 and 2015

(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2015 Estimate	As a % of Total Gen Fund Rev	August FY 2015	August FY 2014	% Change	Year-To-Date FY 2015	Year-To-Date FY 2014	% Change	% Annual Growth Req By Est
Taxes:									
Individual Income Tax - Withholding	\$10,770,300	63.88	\$813,532	\$800,278	1.7	\$1,717,577	\$1,630,386	5.3	2.7
Tax Dues/Estimated Payments	2,685,200	15.92	49,808	40,774	22.2	131,814	84,999	55.1	6.3
Gross Individual Income Tax	\$13,455,500	79.80	\$863,340	\$841,052	2.7	\$1,849,391	\$1,715,385	7.8	3.4
Individ and Fiduc Income (Refunds)	(1,819,000)	(10.79)	(36,923)	(34,981)	5.6	(77,932)	(83,645)	(6.8)	3.6
Net Individual Income Tax	\$11,636,500	69.01	\$826,417	\$806,071	2.5	\$1,771,459	\$1,631,740	8.6	3.4
Sales and Use Tax	3,152,500	18.69	253,817	242,930	4.5	423,632	402,479	5.3	2.8
Corporations Income	738,900	4.38	11,067	17,893	(38.1)	33,095	20,515	61.3	(2.5)
Public Service Corporations	97,700	0.58	7,485	7,344	1.9	13,732	13,390	2.6	(0.5)
Insurance Premiums	344,400	2.04	0	0	-	0	0	-	7.5
Alcoholic Beverage Excise	156,500	0.93	567	3,032	(81.3)	3,290	3,032	8.5	(0.6)
Beer and Beverage Excise	42,300	0.25	4,002	4,010	(0.2)	8,077	7,717	4.7	1.1
Wills, Suits, Deeds, Contracts	314,500	1.87	29,627	31,430	(5.7)	61,118	67,310	(9.2)	1.2
Inheritance, Gift, and Estate	0	0.00	0	(14)	100.0	25	(14)	278.6	(100.0)
Bank Franchise	20,000	0.12	3	1	200.0	3	10	(70.0)	(11.3)
Other Taxes	(200)	0.00	2,049	1,415	44.8	3,273	1,664	96.7	(103.1)
Total Taxes	\$16,503,100	97.87	\$1,135,034	\$1,114,112	1.9	\$2,317,704	\$2,147,843	7.9	2.9
Rights and Privileges:									
Licenses and Permits	\$4,300	0.03	\$483	\$477	1.3	\$694	\$672	3.3	6.7
Corp. Franchise and Charters	47,900	0.28	466	527	(11.6)	1,006	1,087	(7.5)	(4.6)
Fees for Misc. Privileges & Services	10,800	0.06	994	694	43.2	1,573	1,325	18.7	(4.3)
Total Rights and Privileges	\$63,000	0.37	\$1,943	\$1,698	14.4	\$3,273	\$3,084	6.1	(3.9)
Other Revenues:									
Sales of Property & Commodities	\$0	0.00	\$1	\$61	(98.4)	\$1	\$62	(98.4)	(100.0)
Assessmts & Rcpts for Support of Special Svcs	400	0.00	18	0	-	56	4	#	(10.7)
Institutional Revenue	5,600	0.03	412	340	21.2	801	915	(12.5)	(0.8)
Interest (a)	60,100	0.36	6,042	6,123	(1.3)	12,367	12,060	2.5	(18.9)
Dividends and Rent	300	0.00	124	73	69.9	158	120	31.7	(4.8)
Fines, Forfeitures & Fees	219,100	1.30	17,727	18,721	(5.3)	35,606	37,114	(4.1)	1.5
Other Revenue	12,400	0.08	365	250	46.0	870	513	69.6	18.6
Excess Fees	(9,400)	(0.06)	(715)	(259)	(176.1)	(1,297)	(1,173)	(10.6)	(31.9)
Private Donations, Gifts & Cont.	0	0.00	0	0	-	0	0	-	(100.0)
Cities, Counties, and Towns	7,800	0.05	568	442	28.5	905	873	3.7	(5.9)
Total Other Revenues	\$296,300	1.76	\$24,542	\$25,751	(4.7)	\$49,467	\$50,488	(2.0)	(4.7)
Total General Fund Revenues	\$16,862,400	100.00	\$1,161,519	\$1,141,561	1.7	\$2,370,444	\$2,201,415	7.7	2.7

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

(a) Interest will be allocated in accordance with Section 3-3.03 of Chapter 2, 2014 Virginia Acts of Assembly.

**Commonwealth of Virginia/Department of Lottery
Summary Report on Lottery Collections
For the Fiscal Years 2014 and 2015
(Dollars in Thousands)**

	FY 2015 Estimate	(a)	August		%	Year-To-Date			%	(c)	% Annual Growth Required By Estimate
			FY 2015	(b)		FY 2014	Change	FY 2015			
Lottery Collections											
Total Lottery Sales	\$1,892,566		\$149,678		\$148,541	0.8	\$293,692		\$287,509	2.2	4.5
Other Income	1,750		48		159	(69.8)	100		270	(63.0)	19.5
Total Income	<u>\$1,894,316</u>		<u>\$149,726</u>		<u>\$148,700</u>	<u>0.7</u>	<u>\$293,792</u>		<u>\$287,779</u>	<u>2.1</u>	<u>4.5</u>
Less:											
Prize Expenses	\$1,160,720		\$88,143		\$86,259	2.2	\$172,685		\$163,254	5.8	7.2
Retailer Commissions	108,610		8,218		8,323	(1.3)	16,377		15,927	2.8	7.0
Operating Expenses	99,986		6,493		6,843	(5.1)	12,785		13,741	(7.0)	11.4
Total Expenses	<u>\$1,369,316</u>		<u>\$102,854</u>		<u>\$101,425</u>	<u>1.4</u>	<u>\$201,847</u>		<u>\$192,922</u>	<u>4.6</u>	<u>7.5</u>
Net Proceeds from Operations											
Net Lottery Ticket Profits	\$525,000		\$46,872		\$47,275	(0.9)	\$91,945		\$94,857	(3.1)	2.8
Prior Year Residual Profit Transfer	0		28,051		22,199	26.4	28,051		22,199	26.4	-
Available to Lottery Proceeds Fund	<u>\$525,000</u>		<u>\$74,923</u>		<u>\$69,474</u>	<u>7.8</u>	<u>\$119,996</u>		<u>\$117,056</u>	<u>2.5</u>	<u>(1.4)</u>

(a) Estimate established by Chapter 2, 2014 Virginia Acts of Assembly, and includes some assumptions for an expected residual profit transfer.

Prior Year Residual Profit Transfer of \$28,051,120 was made on August 18, 2014. The Residual Profit Transfer from FY 2014 will be included in the Lottery's revised FY 2015 revenue estimate in the Governor's Revised Budget in December 2014.

(b) Amounts reported are accrual-based estimates (unaudited closing).

(c) The current year figures on this chart, including growth percentages, are not an indicator of the probable outcome for the fiscal year.

Lottery revenues can have dramatic swings up and down month to month depending on the lotto jackpots, prize expense, and game related administrative expenses.

Commonwealth of Virginia/Department of Accounts
Highway Maintenance and Operating Fund and Transportation Trust Fund Revenues
Summary Statement of Selected Revenue Estimates & Collections
For the Fiscal Years 2014 and 2015
(Dollars in Thousands)

Revenue	FY 2015 Estimate	As a % of Total Fund	August			Year-To-Date			% Annual Growth Required By Estimate
			FY 2015	FY 2014	% Change	FY 2015	FY 2014	% Change	
Motor Fuel Taxes	\$718,700	16.91	\$59,246	\$75,414	(21.4)	\$60,644	\$84,342	(28.1)	8.9
Priority Transportation Fund (PTF)	150,400	3.54	3,394	3,226	5.2	6,600	5,966	10.6	15.0
Motor Vehicle Sales and Use Tax	909,600	21.40	75,503	74,476	1.4	154,914	139,062	11.4	10.7
State Sales and Use Tax	936,600	22.04	77,227	72,142	7.0	140,120	101,410	38.2	13.9
Motor Vehicle License Fees	247,900	5.84	20,276	22,611	(10.3)	42,252	44,772	(5.6)	(0.6)
International Registration Plan	63,500	1.49	3,734	4,169	(10.4)	9,039	8,313	8.7	6.5
Recordation Tax	45,500	1.07	3,541	3,790	(6.6)	7,296	8,176	(10.8)	21.9
Interest Earnings	10,500	0.25	7	0	-	7	0	-	46.7
Misc. Taxes, Fees, and Revenues	16,100	0.38	1,218	1,496	(18.6)	3,042	3,184	(4.5)	(7.0)
Total State Taxes and Fees	<u>\$3,098,800</u>	<u>72.92</u>	<u>\$244,146</u>	<u>\$257,324</u>	<u>(5.1)</u>	<u>\$423,914</u>	<u>\$395,225</u>	<u>7.3</u>	<u>10.4</u>

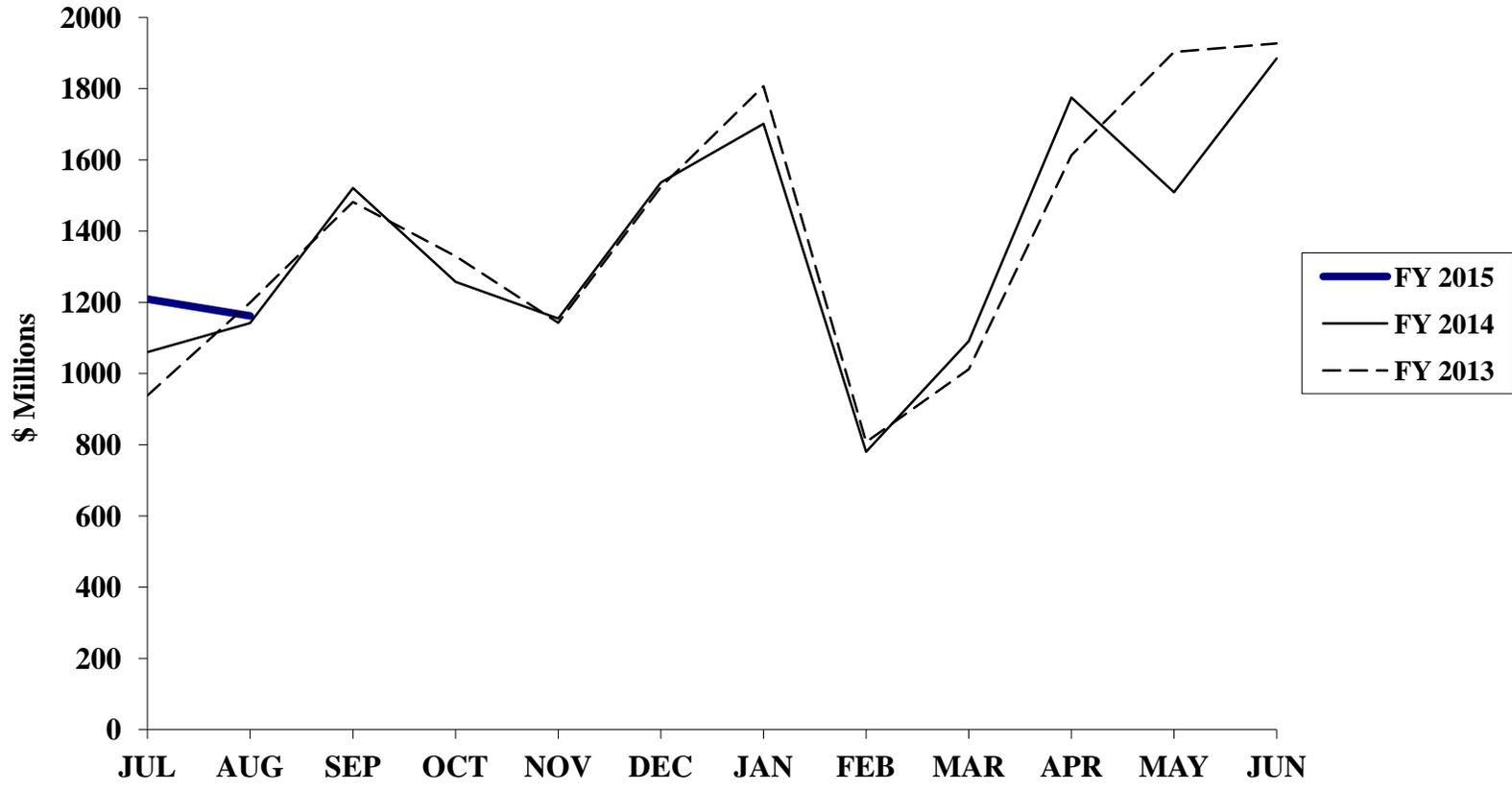
Percentage is greater than or equal to 1,000%.

Commonwealth of Virginia/Department of Accounts
Highway Maintenance and Operating Fund and Transportation Trust Fund Revenues
Statement of Revenue Estimates & Collections
For the Fiscal Years 2014 and 2015
(Dollars in Thousands)

Revenue	FY 2015 Estimate	As a % of Total Fund	August			Year-To-Date			% Annual Growth Required By Est
			FY 2015	FY 2014	% Change	FY 2015	FY 2014	% Change	
HIGHWAY MAINTENANCE AND OPERATING FUND:									
Motor Fuel Taxes (Includes Road Tax)	\$572,900	13.48	\$49,190	\$61,115	(19.5)	\$48,501	\$69,610	(30.3)	8.5
Motor Vehicle Sales and Use Tax	653,500	15.38	53,166	53,000	0.3	110,821	99,429	11.5	12.4
State Sales and Use Tax	270,500	6.37	21,305	17,668	20.6	41,594	19,926	108.7	41.5
Motor Vehicle License Fees	225,500	5.31	18,483	20,672	(10.6)	38,433	40,984	(6.2)	(0.9)
International Registration Plan	63,500	1.49	3,734	4,169	(10.4)	9,039	8,313	8.7	6.5
Recordation Tax (1 cent)	15,000	0.35	1,180	1,263	(6.6)	2,432	2,725	(10.8)	20.4
Misc. Taxes, Fees, and Revenues	16,100	0.38	1,218	1,496	(18.6)	3,042	3,184	(4.5)	(7.0)
Total State Taxes and Fees	\$1,817,000	42.76	\$148,276	\$159,383	(7.0)	\$253,862	\$244,171	4.0	12.3
Other Revenues:									
Federal Grants and Contracts	\$0	0.00	\$2,078	\$1,449	43.4	\$4,539	\$2,995	51.6	(100.0)
Miscellaneous Revenues	8,878	0.21	2,590	1,766	46.7	3,534	2,549	38.6	(56.7)
Transfer (to) / from Transportation Trust Fund	193,012	4.54	0	0	-	0	0	-	(39.2)
Total Highway Maintenance and Operating Fund	\$2,018,890	47.51	\$152,944	\$162,598	(5.9)	\$261,935	\$249,715	4.9	1.9
TRANSPORTATION TRUST FUND:									
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$145,800	3.43	\$10,056	\$14,299	(29.7)	\$12,143	\$14,732	(17.6)	10.1
PTF Insurance Premiums Tax	150,400	3.54	3,394	3,226	5.2	6,600	5,966	10.6	15.0
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	256,100	6.02	22,337	21,476	4.0	44,093	39,633	11.3	6.4
State Sales and Use Tax	666,100	15.67	55,922	54,474	2.7	98,526	81,484	20.9	5.5
Motor Vehicle License Fees	22,400	0.53	1,793	1,939	(7.5)	3,819	3,788	0.8	3.2
Recordation Tax (2 cents)	30,500	0.72	2,361	2,527	(6.6)	4,864	5,451	(10.8)	22.6
Interest Earnings	10,500	0.25	7	0	-	7	0	-	46.7
Total State Taxes and Fees	\$1,281,800	30.16	\$95,870	\$97,941	(2.1)	\$170,052	\$151,054	12.6	7.8
Other Revenues:									
Federal Grants and Contracts	\$902,510	21.24	\$98,067	\$223,909	(56.2)	\$435,199	\$457,312	(4.8)	(27.5)
Receipts from Cities/Counties	203,616	4.79	13,497	8,973	50.4	16,395	24,257	(32.4)	149.9
Toll Revenues (Includes Route 28)	16,000	0.37	910	866	5.1	1,793	1,692	6.0	(9.8)
Miscellaneous Revenues	19,936	0.47	2,457	3,875	(36.6)	3,655	4,961	(26.3)	(33.6)
Total Other Revenues	\$1,142,062	26.87	\$114,931	\$237,623	(51.6)	\$457,042	\$488,222	(6.4)	(16.9)
Transfer (to) / from Highway Maintenance and Operating Fund									
Maintenance and Operating Fund	(\$193,012)	(4.54)	\$0	\$0	-	\$0	\$0	-	39.2
Total Transportation Trust Fund	\$2,230,850	52.49	\$210,801	\$335,564	(37.2)	\$627,094	\$639,276	(1.9)	(0.6)
TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND									
	\$4,249,740	100.00	\$363,745	\$498,162	(27.0)	\$889,029	\$888,991	0.0	0.5

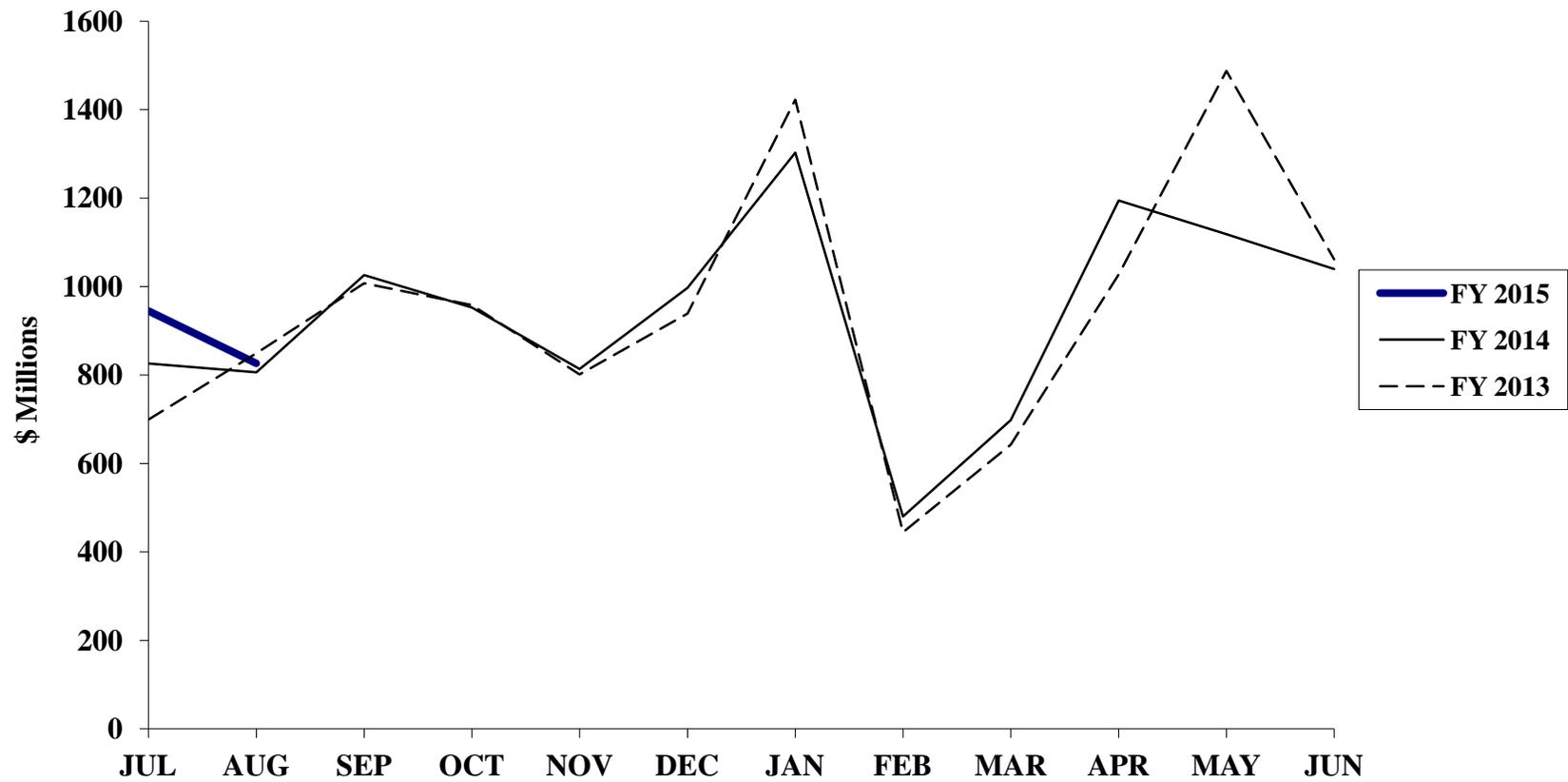
Percentage is greater than or equal to 1,000%.

Total General Fund Revenues



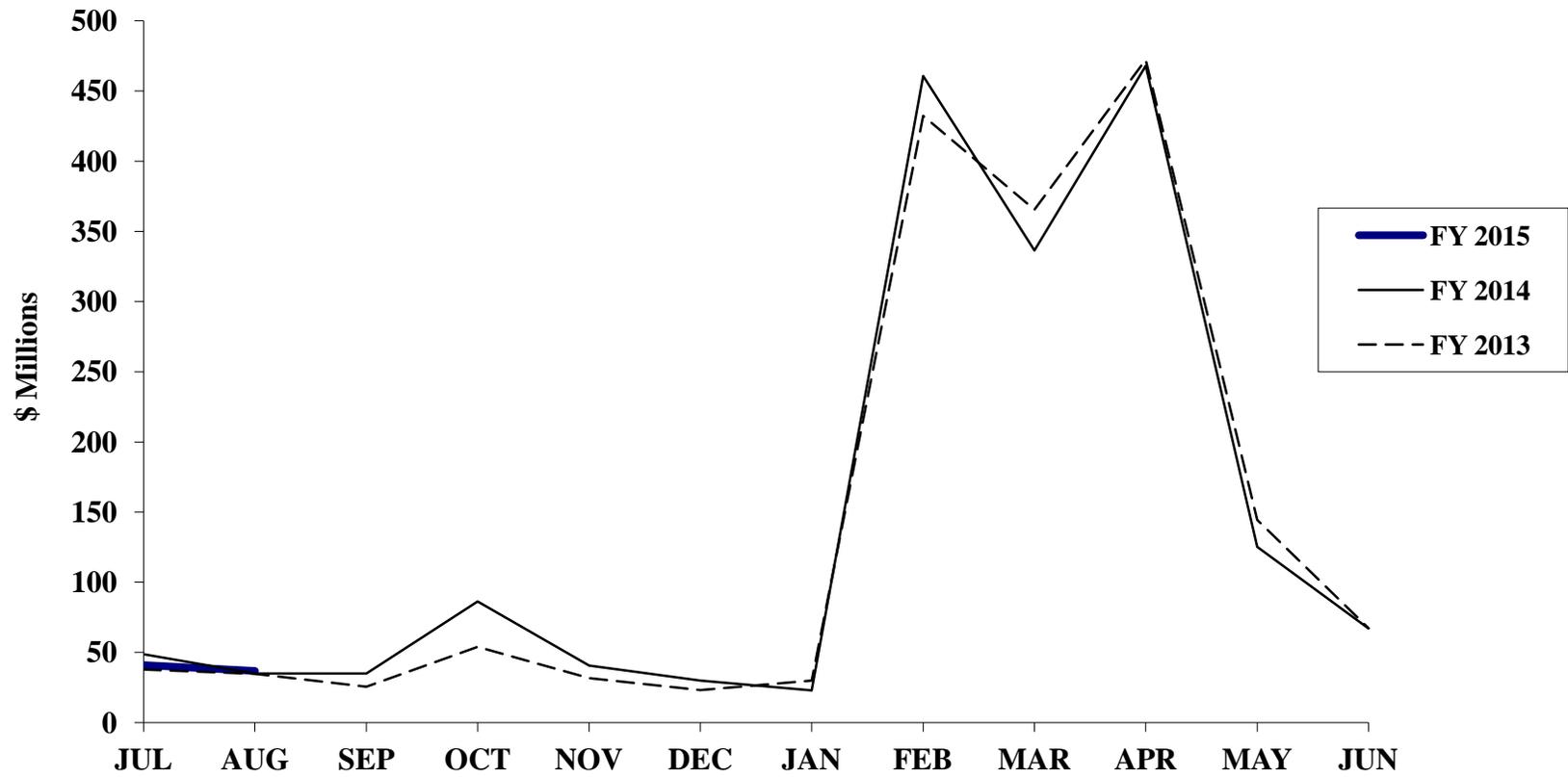
FY 2013 Actual = \$16,684.6 Million
FY 2014 Actual = \$16,411.4 Million
FY 2015 Estimate = \$16,862.4 Million

Net Individual Income Tax



FY 2013 Actual = \$11,340.0 Million
FY 2014 Actual = \$11,253.3 Million
FY 2015 Estimate = \$11,636.5 Million

Individual and Fiduciary Income Tax Refunds



FY 2013 Actual = \$1,719.1 Million
FY 2014 Actual = \$1,755.8 Million
FY 2015 Estimate = \$1,819.0 Million

DEPARTMENT OF THE TREASURY

General Account Investment Portfolio

Monthly Average Balances and Rates

For the Fiscal Year 2015

(Dollars in Millions)

MONTH	PRIMARY LIQUIDITY		EXTERNAL MANAGEMENT EXTENDED DURATION		COMPOSITE		TREASURY 1 YR. CONSTANT MATURITY ¹
	Avg. Balance	Yield	Avg. Balance	Annualized Total Return	Avg. Balance	Rate	Yield
July, 2014	\$4,274.2	0.22%	\$1,194.4	-1.73%	\$5,468.6	-0.21%	0.11%
August	\$3,723.6	0.23%	\$1,196.7	8.43%	\$4,920.3	2.22%	0.11%
September							
October							
November							
December							
January, 2015							
February							
March							
April							
May							
June							
Year-to-Date Average	\$3,998.9	0.22%	\$1,195.6	3.35%	\$5,194.5	0.95%	0.11%

▪ Performance on the extended duration portion of the General Account is reported on an annualized total return basis. Total return includes unrealized gains and losses, which in the short term can make returns more volatile. Over an extended time period the fluctuations average out and total return approaches the portfolio yield.

▪ Unaudited.

¹ Federal Reserve Bank H.15 Release.

**Commonwealth of Virginia/Department of Accounts
Report on the Revenue Stabilization Fund
For the Fiscal Year 2015**

Month	Beginning Balance	Deposits	Withdrawals	Interest Allocated (A)	Ending Balance
July	\$687,530,104	\$0	\$0	\$0	\$687,530,104
August	\$687,530,104	\$0	\$0	\$0	\$687,530,104
September					
October					
November					
December					
January					
February					
March					
April					
May					
June					

Notes: (A) Interest is earned monthly but credited to the Revenue Stabilization Fund on a quarterly basis.