

Governor McDonnell's Proposed Amendments to the 2010-2012 Budget

Economic Outlook & Revenue Forecast

*A Briefing for the Senate Finance,
House Finance, and House Appropriations
Committees*

December 17, 2010



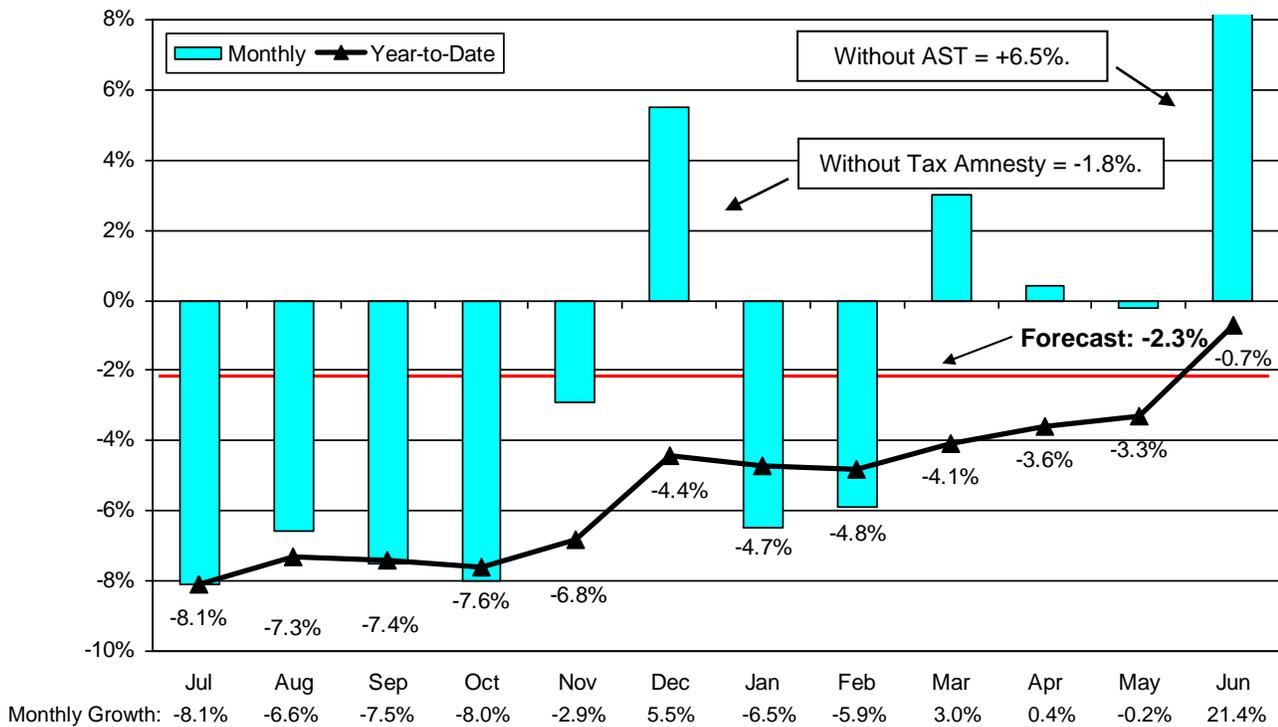
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Outline...

- Fiscal Year 2010 Year-in-Review
- U.S. and Virginia Economic Outlook
- December Revenue Forecast
- November Revenue Collections
- Next Steps

Total General Fund Revenue Collections Improved Markedly Over The Last One-Third Of Fiscal Year 2010...

Growth in Total General Fund Revenue Collections FY10 Monthly and Year-to-Date



- After declining for the first eight months of fiscal year 2010, total general fund revenues increased three of the last four months of the year.
 - The March increase broke a streak of 19 consecutive monthly declines dating back to August 2008.

Fiscal Year 2010 Revenues and Transfers Finished \$228.5 Million (1.6 Percent) Above Forecast...

Summary of Fiscal Year 2010 Revenue Collections (millions of dollars)

<u>Major Source</u>	<u>Forecast</u>	<u>Actual</u>	<u>Variance</u>		<u>Annual Growth</u>
			<u>Dollars</u>	<u>Percent</u>	
Withholding	\$ 9,153.4	\$ 9,176.2	\$ 22.8	0.2 %	0.4 %
Nonwithholding	1,813.2	1,906.8	93.6	5.2	(17.5)
Refunds	<u>(2,006.5)</u>	<u>(1,994.7)</u>	<u>11.8</u>	<u>(0.6)</u>	<u>1.4</u>
Net Individual	8,960.1	9,088.3	128.2	1.4	(4.1)
Sales	3,043.0	3,082.5	39.5	1.3	6.2
Corporate	730.7	806.5	75.8	10.4	24.4
Wills (Recordation)	299.0	290.2	(8.8)	(2.9)	(7.7)
Insurance	242.5	261.9	19.4	8.0	2.7
All Other Revenue	<u>713.3</u>	<u>690.2</u>	<u>(23.2)</u>	<u>(3.2)</u>	<u>(3.2)</u>
Total Revenues	\$ 13,988.6	\$ 14,219.5	\$ 230.9	1.7 %	(0.7) %
ABC Profits	42.2	50.0	7.8	18.4	13.3
Sales Tax (0.25%)	204.5	209.4	4.9	2.4	(1.9)
Transfers	<u>322.9</u>	<u>307.8</u>	<u>(15.1)</u>	<u>(4.7)</u>	<u>106.6</u>
Total Transfers	\$ 569.6	\$ 567.2	\$ (2.4)	(0.4) %	39.5 %
Total General Fund	\$ 14,558.2	\$ 14,786.7	\$ 228.5	1.6 %	0.4 %

- Total revenues declined in two consecutive years for the first time in 50 years.
 - The only other years in which revenues fell were fiscal year 1991 and fiscal year 2002.

The Fiscal Year 2010 General Fund Surplus Was Already Dedicated...

	\$ in Millions
Revenue Surplus:	\$228.5
Uses:	
Three percent bonus to state employees	82.2
Water Quality Fund	36.5
Accelerated Sales Tax for Transportation Trust Fund	27.7
Additional Sales Tax to K-12	18.7
Natural Disaster Authorizations (sum-sufficient)	13.2
Federal Portion of Dominion Resources Refund	1.2
Total Designations	179.5
Remaining Balance:	49.0
To Transportation Trust Fund (2/3)	32.7
To Nonrecurring Expenditures (1/3)	16.3
Unallocated Surplus:	\$0.0

Recent National and State Economic Indicators Suggest the Weak Economic Expansion is Continuing...

- According to the second estimate, real GDP grew 2.5 percent at an annualized rate in the third quarter of 2010, following second-quarter growth of 1.7 percent.
 - This marked the fifth consecutive quarter of growth since the recession officially ended in June 2009.
- Payroll employment rose by 39,000 jobs in November, with private payrolls adding only 50,000 jobs, the lowest amount since January 2010.
 - The labor market remains weak and improvement is expected to be slow and uneven.
- The national unemployment rate rose to 9.8 percent in November, the highest rate since April 2010.
- In Virginia, employers added jobs for the fourth consecutive month in October. Payroll employment in the Commonwealth grew 0.9 percent in October from October of last year.
 - Compared with October of last year, Northern Virginia posted a gain of 0.4 percent, Hampton Roads grew 1.4 percent, and Richmond-Petersburg fell 0.5 percent.
- The unemployment rate in Virginia remained unchanged at 6.5 percent in October, well below the peak of 7.8 percent in February and the lowest rate since November 2009.

Recent National and State Economic Indicators Suggest the Weak Economic Expansion is Continuing (continued)...

- Initial claims for unemployment fell by 17,000 to 421,000 during the week ending December 4. The four-week moving average fell from 432,000 to 428,000.
 - The initial claims data are consistent with a job market that is showing modest improvement.
- According to RealtyTrac, the number of foreclosure filings nationwide were unchanged in October from a year ago, with one in every 389 households receiving a foreclosure notice.
 - Activity may slow in the future as major lenders have temporarily halted foreclosure proceedings as a review of possible abuses is initiated.
- In Virginia, one in every 577 households received a foreclosure notice in October.
- The U.S. personal savings rate rose to 5.7 percent in October.
 - The rate has been above 5 percent for two years.
 - From October 1998 to October 2008 the savings rate was only above 5 percent in one month, May 2008.

Recent National and State Economic Indicators Suggest the Weak Economic Expansion is Continuing (continued)...

- The expansion in the manufacturing sector held up in November. The Institute of Supply Management index fell from 56.9 to 56.6 in November.
 - This month's report signals a continuation of the recovery that began 16 months ago.
- The Conference Board's index of leading indicators rose 0.5 percent in October, after increasing 0.5 percent in September and 0.1 percent in August, consistent with improving growth.
- The Conference Board's index of consumer confidence rose from 49.9 to 54.1 in November, its highest level since June.
 - The index remains at a very low level, suggesting consumer spending is not likely to accelerate.
- Inflation remains low – the CPI increased 0.2 percent in October from the previous month.
 - Core inflation (excluding food and energy prices) remained flat in October for the third consecutive month and stands 1.2 percent above October of last year.
- The Federal Reserve announced at its November meeting that it will keep the federal funds rate target unchanged at 0.0 to 0.25 percent. In addition, quantitative easing will be expanded by purchasing long-term treasury securities.

Global Insight's October U.S. Standard Forecast – “More Of The Same”...

- Global Insight believes the economic recovery has lost momentum, but does not expect a double-dip recession.
- “The inventory building and fiscal stimulus boosts to growth are waning, so the economy is falling back on whatever underlying strength there is in private final demand, which is limited because households and businesses remain cautious.”
- Global Insight expects real GDP growth to average 1.7 percent over the rest of the year and then pick up in the first and second quarters of 2011.
- The forecast assumes that the Fed will implement more quantitative easing in November and then will begin to raise interest rates in 2012.
- The standard forecast also assumes that emergency unemployment insurance benefits will be extended into 2011; “Making Work Pay” income tax cuts will be extended for one year; and all of the Bush tax cuts will be extended temporarily.

The Fall 2010 Consensus Forecasting Process...

- The Joint Advisory Board of Economists (JABE) met in October.
 - Members assessed recent economic developments and evaluated the revised economic outlook for the current biennium – the September standard economic outlook, which was somewhat weaker than the official economic forecast.
 - JABE members were about evenly split, with half supporting the standard outlook and half choosing standard minus.
 - The October standard outlook was adjusted to incorporate comments of the JABE – specifically for slower employment growth in fiscal year 2011.
- The Governor's Advisory Council on Revenue Estimates (GACRE) met in November.
 - Members evaluated JABE recommendations, revenue collections through October, and the associated revenue forecast.
 - While a few members were more optimistic and a few were more pessimistic, the body overwhelming supported the standard minus forecast suggested by the JABE as reasonable.
 - Members of the General Assembly who attended the meeting expressed pessimism and suggested caution.

The October 2010 Virginia Economic Outlook For The Current Biennium Is Slightly Weaker Than The Official Forecast Used In The Current Budget...

- Consistent with the revised national outlook and consensus of the JABE and GACRE, growth projections for Virginia have been reduced.

Key Virginia Economic Indicators

Official and October Forecasts

Annual Percent Change

	Fiscal Year		
	10	11	12
Employment			
Official (Oct '09)	(2.6)	1.1	2.1
Oct '10 Standard	(2.1)	0.7	2.0
Personal Income			
Official (Oct '09)	1.3	3.0	3.7
Oct '10 Standard	1.0	2.8	3.6
Wages & Salaries			
Official (Oct '09)	0.1	3.0	3.7
Oct '10 Standard	0.3	2.6	4.7
Average Wage			
Official (Oct '09)	2.8	1.9	1.6
Oct '10 Standard	2.5	1.8	2.6

The Official forecast for FY10 is Global Insight's October 2009 U.S. pessimistic alternative scenario. The Official forecast for FY11-12 is Global Insight's October 2009 U.S. standard forecast.

- Virginia is projected to outperform the nation in terms of employment and wage growth over the next two fiscal years.

The Revised Revenue Forecast Reflects The Latest Economic Outlook, GACRE Advice And Positive Revenue Trends...

- The economic outlook, while slightly weaker in fiscal year 2011, is coming off a slightly higher base year of fiscal year 2010.
 - In terms of wages and salary growth, fiscal year 2012 is stronger, albeit still a mild recovery.
- GACRE advice confirmed recommendations from JABE to use a slightly less optimistic outlook.
 - Global Insights October 2010 economic outlook is one of the most conservative.
 - Their economic outlook is in the bottom one-third of forecasters in the Blue Chip Consensus Forecast.
- Current revenue collections from payroll withholding and sales tax have exceeded revenue model results.
 - This “money-in-the-bank” revenues have been included in the revised revenue forecast.

Fiscal Year 2011 Year-to-Date Revenue Collections Through November Continue a Trend of Positive Revenue Reports...

November Year-to-Date Collections and FY 2011 Forecasts (annual percent change)

Major Source	As a % of Total Revenues	Percent Growth over Prior Year				
		Nov YTD Actual	Official Estimate	December Estimate	Dec-Jun Req'd Meet Nov Est.	Dec-Jun Last Year
Withholding	64.4 %	5.4 %	2.4 %	3.4 %	2.2 %	2.8 %
Nonwithholding	14.5	(4.7)	11.0	10.9	15.2	(15.9)
Refunds	(13.2)	(13.8)	(3.5)	(3.6)	(2.0)	(2.2)
Net Individual	65.7	5.7	5.5	6.5	7.1	(1.7)
Sales	19.8	(9.7)	(6.5)	(2.2)	2.5	15.4
Corporate	5.4	(8.6)	(1.7)	(3.1)	(1.1)	26.9
Wills (Recordation)	2.2	(2.9)	8.2	(5.6)	(7.8)	(11.2)
Insurance	1.9	NA	4.8	6.0	6.0	2.7
All Other Revenue	5.0	0.5	6.3	(0.3)	(0.7)	7.1
Total	100.0 %	1.3 %	2.6 %	3.5 %	4.9 %	3.6 %

Sales x AST *	5.6 %	0.8 %	5.5 %	5.4 %	1.7 %
Total x AST *	4.7 %	4.2 %	5.2 %	5.5 %	0.9 %

* Adjusted for the accelerated sales tax program in fiscal year 2010.

- Adjusting for the accelerated sales tax program in June 2010, total revenues grew 4.7 percent through November, slightly ahead of the official estimate of 4.2 percent.
- Adjusted for AST, total revenues have increased on a year-over-year basis in seven out of the last eight months.
 - Withholding: 7 consecutive monthly increases
 - Sales Tax: 8 consecutive monthly increases

The December Revenue Forecast Has Been Revised Upward From The Official Forecast...

- Withholding and sales tax drive the upward revision to total revenues for the next two years.
 - Basis for change:
 - 1) Both withholding and sales exceeded their respective forecasts in fiscal year 2010, raising the revenue base, and;
 - 2) Year-to-date collections for fiscal year 2011 through November maintained the positive trend dating back to March of 2010.
 - These factors more than offset the slightly weaker economic outlook.
- For both withholding and sales, revised annual growth for fiscal year 2011 is below year-to-date growth. If conditions deteriorate, the December forecast can still be achieved.
- For most other sources, revisions are minor, with reductions attributable to the continued weakness in housing and longer term concerns regarding financial markets and non-wage income.

The December Revenue Forecast Has Been Revised Upward From The Official Forecast (continued)...

- In the December forecast, total general fund revenues and transfers have been increased by \$146.9 million in fiscal year 2011 and \$190.1 million in fiscal year 2012.
 - Total biennium increase of \$337.0 million in total revenues and transfers.
- Revenues are expected to increase 3.5 percent in fiscal year 2011 compared with the official forecast of 2.6 percent growth.
 - Adjusted for the accelerated sales tax program in June 2010, total revenues are projected to increase 5.2 percent compared with the official forecast of 4.2 percent growth.
 - In the second year following a recession, total general fund revenue growth typically averages 11.2 percent. The projected annual percent increase for fiscal year 2011 is consistent with the economic forecast of a “half-speed” recovery.
- Total revenues are expected to increase 5.0 percent in fiscal year 2012, slightly ahead of the 4.9 percent increase contained in the official forecast.

The December General Fund Revenue Forecast Includes Policy Adjustments and Economic Development Incentives...

Decomposition of the December Revenue Forecast

Fiscal Years 2011 and 2012

(millions of dollars)

	FY11	FY12	11-12 Biennium
<u>Base Revenue Forecast</u>			
GACRE Forecast	133.9	128.3	262.2
Post-GACRE Adjustments:			
Withholding	41.0	42.0	83.0
Sales Tax	21.0	36.0	57.0
<u>Sales Tax (0.25% Transfer)</u>	<u>1.6</u>	<u>2.8</u>	<u>4.4</u>
Total	197.5	209.1	406.6
<u>Policy Adjustments</u>			
Advance Virginia Tax Conformity to 12/31/10			
Corporate	(19.2)	(8.2)	(27.4)
Individual (EITC)	(6.2)	-	(6.2)
<u>Data Centers Sales Tax Exemption</u>	<u>(3.3)</u>	<u>(7.0)</u>	<u>(10.3)</u>
Total	(28.7)	(15.2)	(43.9)
<u>Economic Development Incentives</u>			
Virginia Port Tax Incentive	-	(5.0)	(5.0)
Virginia Winery and Vineyard Development Tax Credit	-	(0.3)	(0.3)
<u>Refundable Research and Development Tax Credit</u>	<u>-</u>	<u>(5.0)</u>	<u>(5.0)</u>
Total	-	(10.3)	(10.3)
<u>Technical Budget Adjustments</u>			
Interest from Nongeneral Fund Accounts (§3-3.03A.)	(25.0)	(25.0)	(50.0)
Miscellaneous Revenue Adjustments	(1.5)	(1.8)	(3.3)
<u>Transfers Per Appropriations Act</u>	<u>4.6</u>	<u>33.2</u>	<u>37.8</u>
Total	(21.9)	6.4	(15.5)
December Forecast Revision	146.9	190.1	337.0

The December Revenue Forecast Has Been Revised Upward From The Official Forecast (continued)...

Summary of the December General Fund Revenue Forecast Fiscal Years 2011 and 2012 (millions of dollars)

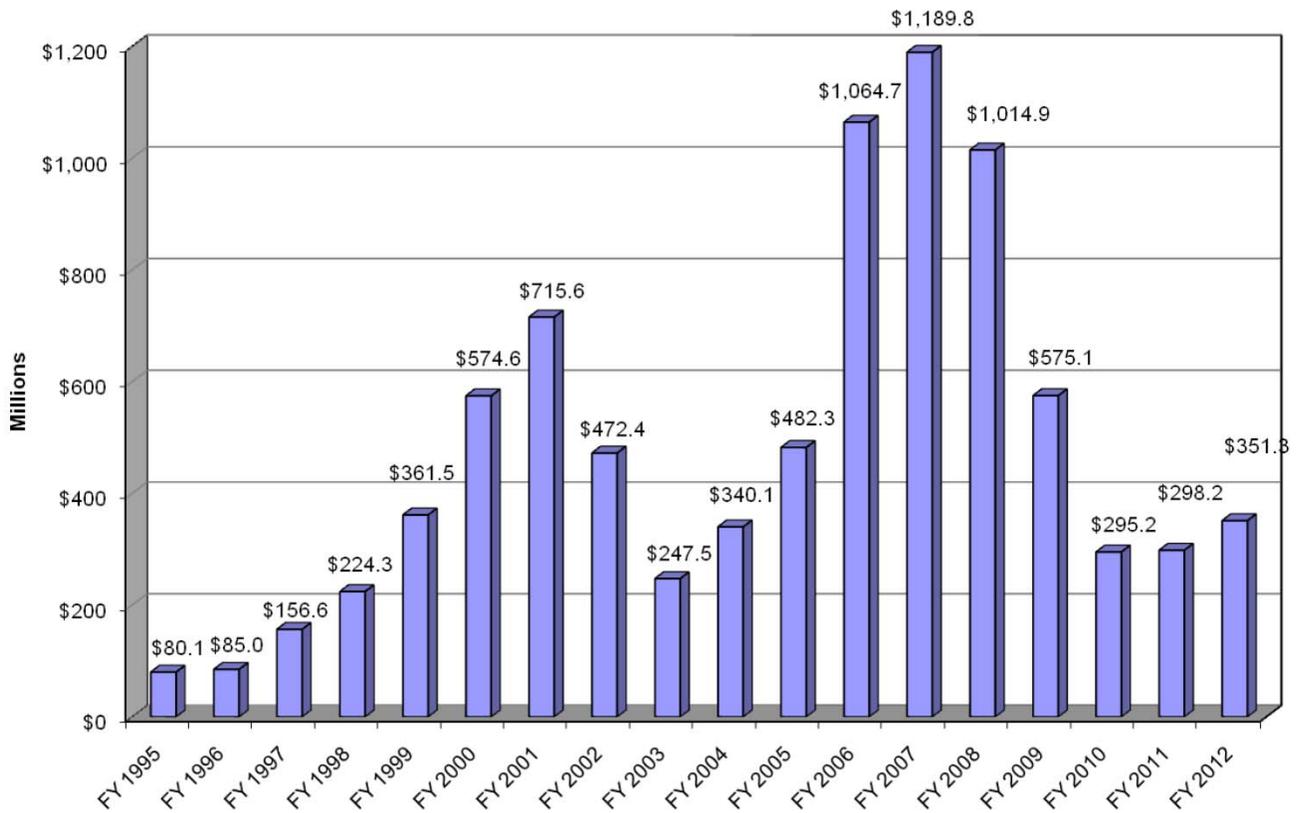
Major Source	Fiscal Year 2011			Fiscal Year 2012		
	Official *	December	\$ Change	Official *	December	\$ Change
Withholding	\$ 9,394.5	\$ 9,489.8	\$ 95.3	\$ 9,700.7	\$ 9,871.0	\$ 170.3
Nonwithholding	2,117.3	2,114.0	(3.3)	2,282.9	2,224.1	(58.8)
Refunds	(1,924.1)	(1,922.0)	2.1	(1,847.1)	(1,877.0)	(29.9)
Net Individual	\$ 9,587.7	\$ 9,681.8	\$ 94.1	\$ 10,136.5	\$ 10,218.1	\$ 81.6
Sales	\$ 2,880.8	\$ 3,014.6	\$ 133.8	\$ 2,974.2	\$ 3,115.5	\$ 141.3
Corporate	792.8	781.5	(11.3)	838.4	824.1	(14.3)
Wills (Recordation)	314.0	274.0	(40.0)	314.0	294.1	(19.9)
Insurance	274.4	277.7	3.3	291.4	289.6	(1.8)
All Other Revenue	733.8	687.8	(46.0)	748.6	710.8	(37.8)
Total Revenues	\$ 14,583.5	\$ 14,717.4	\$ 133.9	\$ 15,303.1	\$ 15,452.2	\$ 149.1
Percent Change for FY	2.6 %	3.5 %		4.9 %	5.0 %	
ABC Profits	\$ 46.2	\$ 46.2	\$ 0.0	\$ 49.3	\$ 47.8	\$ (1.5)
Sales Tax (0.25%)	208.9	217.3	8.4	215.8	225.1	9.3
Transfers	159.3	163.9	4.6	179.8	213.0	33.2
Total Transfers	\$ 414.4	\$ 427.4	\$ 13.0	\$ 444.9	\$ 485.9	\$ 41.0
Total General Fund	\$ 14,997.9	\$ 15,144.8	\$ 146.9	\$ 15,748.0	\$ 15,938.1	\$ 190.1

2010-12 Biennium	<u>Official</u>	<u>December</u>	<u>\$ Change</u>
Total Revenues	\$ 29,886.6	\$ 30,169.6	\$ 283.0
Total Transfers	859.3	913.3	54.0
Total General Fund	\$ 30,745.9	\$ 31,082.9	\$ 337.0

* Chapter 874 Forecast

The Projected Balance In The Revenue Stabilization Fund Will Be \$351.3 Million After The Proposed \$50 Million Deposit In Fiscal Year 2012...

Revenue Stabilization Fund -- June 30 Balance
 FY 1995-2010 Actual and FY 2011-2012 Forecast
 (millions of dollars)



Next Steps In The Revenue Forecasting Process...

- The mid-session review will incorporate the latest economic and revenue data.
 - Global Insight January U.S. economic outlook.
 - Impact of federal legislation, including extension of tax cuts and unemployment compensation.
 - Retail holiday sales.
 - Key additional revenue data will be available.
 - December 15: Due date for the fourth quarter corporate estimated income tax payment.
 - January 15: Due date for the fourth quarter individual estimated income tax payment.
 - Retail sales tax collections reflecting the main holiday shopping season.

APPENDIX

U.S. Economic Indicators

Virginia Economic Indicators

General Fund Forecast for FY 2011 through FY 2018

Commonwealth Transportation Fund Forecast, FY 2011-2016

Virginia Health Care Fund Forecast, FY 2011 through 2018

GACRE November Standard Revenue Forecast

GACRE November Alternative Revenue Forecast

Growth in General Fund Revenues, FY 1961 through FY 2012

Nongeneral Fund Forecast for FY 2011 through FY 2016

November 2010 Revenue Report

Fiscal Years 2009-2014 Official and October Forecasts
U.S. Economic Forecasts - Income and Other Indicators

		<u>FY09</u>	<u>FY10</u>	<u>FY11</u>	<u>FY12</u>	<u>FY13</u>	<u>FY14</u>
<u>Output, Income, and Spending (% Change)</u>							
Real GDP	Official (Oct '09)	(2.2)	(0.7)	2.3	3.5	3.4	2.7
	Oct Standard	(2.8)	0.7	2.2	2.7	2.9	2.7
	Oct Pessimistic			0.8	0.3	2.4	2.4
Total Personal Income	Official (Oct '09)	(0.1)	(0.8)	3.8	4.6	5.5	5.3
	Oct Standard	0.5	0.3	3.3	3.5	4.3	4.8
	Oct Pessimistic			2.5	0.8	3.1	5.3
Wages and Salaries (51%)	Official (Oct '09)	(1.3)	(2.6)	3.5	4.4	5.0	4.7
	Oct Standard	(1.9)	(1.7)	2.8	4.1	4.7	4.5
	Oct Pessimistic			1.9	1.5	3.6	4.4
Average Wage	Official (Oct '09)	1.0	0.8	2.5	2.0	2.5	3.0
	Oct Standard	0.8	1.3	2.3	2.5	2.4	2.7
	Oct Pessimistic			2.0	1.6	2.1	2.7
Real Consumer Spending	Official (Oct '09)	(1.4)	0.2	2.2	2.4	2.3	2.0
	Oct Standard	(1.7)	0.4	2.1	2.3	1.8	1.5
	Oct Pessimistic			1.2	0.8	0.3	0.5
<u>Interest Rates (%)</u>							
3-Month Treasury Bills	Official (Oct '09)	0.6	0.2	1.2	2.9	3.4	4.2
	Oct Standard		0.1	0.2	0.5	2.7	3.5
	Oct Pessimistic			0.1	0.2	1.8	4.6
30-Year Treasury Bonds	Official (Oct '09)	3.9	4.0	4.4	4.7	4.9	5.6
	Oct Standard		4.4	3.6	3.6	4.5	5.1
	Oct Pessimistic			3.0	3.2	4.6	6.1
<u>Prices (% Change)</u>							
CPI	Official (Oct '09)	1.4	0.2	1.6	2.3	1.9	1.9
	Oct Standard		1.0	1.3	1.8	2.0	2.0
	Oct Pessimistic			0.8	1.5	3.0	2.5
GDP Deflator	Official (Oct '09)	2.0	1.0	1.4	1.5	1.5	1.7
	Oct Standard	1.9	0.5	1.4	1.4	1.5	1.7
	Oct Pessimistic			1.3	0.8	1.5	2.0

The Official forecast for FY10 is Global Insight's October 2009 U.S. pessimistic alternative scenario. The Official forecast for FY11-14 is Global Insight's October 2009 U.S. standard forecast.

The Oct Standard forecast is Global Insight's October 2010 U.S. standard forecast.

The Oct Pessimistic forecast is Global Insight's October 2010 U.S. pessimistic alternative scenario.

Fiscal Years 2009-2014 Official and October Forecasts
U.S. Economic Forecasts - Employment and Labor Markets

		<u>FY09</u>	<u>FY10</u>	<u>FY11</u>	<u>FY12</u>	<u>FY13</u>	<u>FY14</u>
<u>Employment and Labor Markets (% Change)</u>							
Total Nonagricultural Employment	Official (Oct '09)	(2.3)	(3.3)	1.0	2.3	2.4	1.7
	Oct Standard	(2.8)	(3.0)	0.5	1.6	2.3	1.7
	Oct Pessimistic			(0.1)	(0.1)	1.5	1.6
Construction (5%)	Official (Oct '09)	(9.6)	(13.7)	(4.6)	5.2	6.6	4.6
	Oct Standard	(11.4)	(13.7)	(3.4)	(0.7)	6.7	8.2
	Oct Pessimistic			(4.4)	(5.5)	2.6	9.0
Manufacturing (9%)	Official (Oct '09)	(7.2)	(10.6)	(1.4)	3.5	4.1	2.7
	Oct Standard	(7.7)	(8.2)	1.3	2.7	2.7	2.2
	Oct Pessimistic			0.2	(0.9)	2.5	3.7
Trade, Transportation, and Utilities (19%)	Official (Oct '09)	(3.1)	(3.7)	0.7	1.9	2.3	1.9
	Oct Standard	(3.9)	(3.4)	0.1	1.7	2.9	1.5
	Oct Pessimistic			(0.7)	0.3	2.2	0.8
Financial Activities (6%)	Official (Oct '09)	(3.2)	(4.3)	(0.4)	2.4	1.2	(0.1)
	Oct Standard	(3.3)	(3.9)	(1.0)	2.3	1.8	(0.2)
	Oct Pessimistic			(1.4)	1.4	0.7	(1.0)
Professional and Business Services (13%)	Official (Oct '09)	(4.0)	(4.1)	5.8	6.7	4.4	2.6
	Oct Standard	(4.7)	(3.6)	2.8	5.0	4.5	3.7
	Oct Pessimistic			1.0	0.1	4.4	4.1
Education and Health Services (15%)	Official (Oct '09)	2.6	2.1	3.2	2.2	0.9	1.0
	Oct Standard	2.4	1.7	1.8	2.0	1.3	1.1
	Oct Pessimistic			1.7	2.5	0.9	0.6
Leisure and Hospitality (10%)	Official (Oct '09)	(1.5)	(0.2)	1.6	0.3	2.0	1.0
	Oct Standard	(1.8)	(1.5)	0.3	(0.4)	0.8	0.3
	Oct Pessimistic			0.8	(0.8)	(0.6)	0.1
Government (17%)	Official (Oct '09)	0.9	(0.7)	(1.0)	0.1	1.7	1.6
	Oct Standard	1.0	(0.1)	(0.9)	(0.1)	0.9	1.0
	Oct Pessimistic			(1.1)	(1.5)	0.5	1.4
Unemployment Rate (%)	Official (Oct '09)	7.6	10.1	9.7	9.0	8.2	7.8
	Oct Standard	7.6	9.8	9.7	9.4	8.7	8.2
	Oct Pessimistic			10.1	10.7	10.4	9.8

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The Oct Standard forecast is Global Insight's October 2010 U.S. standard forecast.

The Oct Pessimistic forecast is Global Insight's October 2010 U.S. pessimistic alternative scenario.

Fiscal Years 2009-2014 Official and October Forecasts
Virginia Economic Forecasts - Employment and Labor Markets

		<u>FY09</u>	<u>FY10</u>	<u>FY11</u>	<u>FY12</u>	<u>FY13</u>	<u>FY14</u>
<u>Employment and Labor Markets (% Change)</u>							
Total Nonagricultural Employment	Official (Oct '09)	(1.3)	(2.6)	1.1	2.1	2.2	1.7
	Oct Standard	(1.6)	(2.1)	0.7	2.0	2.1	1.7
	Oct Pessimistic		(2.1)	0.2	0.6	1.2	1.5
Construction and Mining (5%)	Official (Oct '09)	(10.1)	(12.3)	(5.1)	5.4	7.1	5.0
	Oct Standard	(10.9)	(11.8)	(3.0)	4.7	7.2	7.5
	Oct Pessimistic		(11.8)	(4.1)	(0.2)	3.3	8.2
Manufacturing (6%)	Official (Oct '09)	(6.3)	(11.5)	(1.7)	4.0	4.8	3.2
	Oct Standard	(7.0)	(8.1)	(1.1)	3.4	3.3	2.0
	Oct Pessimistic		(8.1)	(2.4)	(0.7)	3.1	3.8
Trade, Transportation, and Utilities (17%)	Official (Oct '09)	(2.0)	(2.9)	0.5	1.1	1.6	1.5
	Oct Standard	(3.7)	(2.8)	1.4	1.4	2.7	1.2
	Oct Pessimistic		(2.8)	0.5	0.1	2.3	0.4
Financial Activities (5%)	Official (Oct '09)	(4.0)	(5.0)	(0.6)	3.4	1.8	(0.1)
	Oct Standard	(3.4)	(3.3)	(0.7)	1.8	1.7	0.0
	Oct Pessimistic		(3.3)	(1.2)	0.6	0.2	(1.1)
Professional and Business Services (18%)	Official (Oct '09)	(1.0)	(3.4)	4.3	5.9	3.7	2.1
	Oct Standard	(0.5)	(1.5)	1.6	4.4	3.1	3.0
	Oct Pessimistic		(1.5)	0.3	0.5	2.5	3.2
Education and Health Services (13%)	Official (Oct '09)	4.8	1.8	2.3	2.4	2.6	2.3
	Oct Standard	3.4	2.9	2.0	2.9	1.6	1.2
	Oct Pessimistic		2.9	1.9	3.5	1.1	0.7
Leisure and Hospitality (10%)	Official (Oct '09)	(0.3)	1.7	1.3	0.2	1.6	0.8
	Oct Standard	(1.1)	(0.7)	1.7	2.1	1.7	0.3
	Oct Pessimistic		(0.7)	2.1	1.8	0.4	0.1
Government (19%)	Official (Oct '09)	1.6	0.7	0.6	(1.0)	(0.1)	0.5
	Oct Standard	1.7	(0.6)	(0.6)	(2.6)	(1.5)	1.1
	Oct Pessimistic		(0.6)	(0.6)	(2.7)	(1.3)	1.3
Unemployment Rate (%)	Official (Oct '09)	5.5	7.5	6.9	6.1	5.3	4.8
	Oct Standard	5.4	7.0	7.3	7.0	6.6	6.2
	Oct Pessimistic		7.0	7.6	8.0	7.8	7.4

The Official forecast for FY10 is based on Global Insight's October 2009 U.S. pessimistic alternative scenario. The Official forecast for FY11-14 is based on Global Insight's October 2009 U.S. standard forecast.

The Oct Standard forecast from the Department of Taxation is based on Global Insight's October 2010 U.S. standard forecast.

The Oct Pessimistic forecast from the Department of Taxation is based on Global Insight's October 2010 U.S. pessimistic alternative scenario.

Fiscal Years 2009-2014 Official and October Forecasts
Virginia Economic Forecasts - Income

		<u>FY09</u>	<u>FY10</u>	<u>FY11</u>	<u>FY12</u>	<u>FY13</u>	<u>FY14</u>
<u>Income (% Change)</u>							
Total Personal Income	Official (Oct '09)	1.1	1.3	3.0	3.7	4.2	4.6
	Oct Standard	1.4	1.0	2.8	3.6	4.5	4.4
	Oct Pessimistic		1.0	2.3	2.0	3.2	4.6
Wages and Salaries (55%)	Official (Oct '09)	0.7	0.1	3.0	3.7	3.4	4.1
	Oct Standard	0.4	0.3	2.6	4.7	4.6	3.9
	Oct Pessimistic		0.3	1.9	3.0	3.5	3.5
Average Wage	Official (Oct '09)	2.0	2.8	1.9	1.6	1.2	2.4
	Oct Standard	2.1	2.5	1.8	2.6	2.5	2.2
	Oct Pessimistic		2.5	1.8	2.4	2.2	2.0
Dividends, Interest, and Rent (16%)	Official (Oct '09)	(2.3)	(1.7)	2.7	5.1	7.6	6.1
	Oct Standard	(2.9)	(4.8)	3.0	2.6	6.1	5.5
	Oct Pessimistic		(4.8)	1.6	(2.9)	2.4	8.4
Supplements to Wages and Salaries (15%)	Official (Oct '09)	4.1	5.7	4.3	5.4	5.5	5.3
	Oct Standard	5.2	3.5	3.6	4.5	5.3	5.3
	Oct Pessimistic		3.5	3.6	3.8	4.3	4.6
Proprietor's Income (6%)	Official (Oct '09)	(3.8)	0.3	5.2	1.9	(0.4)	0.0
	Oct Standard	(2.5)	(0.7)	4.1	1.5	(0.4)	(0.1)
	Oct Pessimistic		(0.7)	3.9	1.1	(0.4)	(0.3)
Net Transfer Payments (5%)	Official (Oct '09)	28.3	19.5	(5.8)	(3.6)	5.5	9.3
	Oct Standard	34.8	26.4	4.1	(3.5)	2.5	10.1
	Oct Pessimistic		26.4	6.4	2.5	5.9	12.1

The Official forecast for FY10 is based on Global Insight's October 2009 U.S. pessimistic alternative scenario. The Official forecast for FY11-14 is based on Global Insight's October 2009 U.S. standard forecast.

The Oct Standard forecast from the Department of Taxation is based on Global Insight's October 2010 U.S. standard forecast.

The Oct Pessimistic forecast from the Department of Taxation is based on Global Insight's October 2010 U.S. pessimistic alternative scenario.

The Official and December General Fund Forecast for Fiscal Year 2011
(Dollars in Millions)

December 17, 2010

	Fiscal Year 2010		Fiscal Year 2011				
	Actual	% Growth	Official Forecast	December Forecast	Change	% Growth Over FY 10	
						Official	December
MAJOR TAX SOURCES							
Corporate Income	\$ 806.5	24.4 %	\$ 792.8	\$ 781.5	\$ (11.3)	(1.7) %	(3.1) %
Individual Income Tax:							
Gross	11,082.9	(3.2)	11,511.8	11,603.8	92.0	3.9	4.7
Withholding	9,176.2	0.4	9,394.5	9,489.8	95.3	2.4	3.4
Nonwithholding	1,906.8	(17.5)	2,117.3	2,114.0	(3.3)	11.0	10.9
Refunds	<u>(1,994.7)</u>	<u>1.4</u>	<u>(1,924.1)</u>	<u>(1,922.0)</u>	<u>2.1</u>	<u>(3.5)</u>	<u>(3.6)</u>
Net	9,088.3	(4.1)	9,587.7	9,681.8	94.1	5.5	6.5
Insurance Company Premiums	261.9	2.7	274.4	277.7	3.3	4.8	6.0
State Sales & Use Tax	3,082.5	6.2	2,880.8	3,014.6	133.8	(6.5)	(2.2)
Wills, Suits, Deeds, & Contract Fees	<u>290.2</u>	<u>(7.7)</u>	<u>314.0</u>	<u>274.0</u>	<u>(40.0)</u>	<u>8.2</u>	<u>(5.6)</u>
Total Major Tax Sources	\$ 13,529.3	(0.5) %	\$ 13,849.7	\$ 14,029.6	\$ 179.9	2.4 %	3.7 %
MISCELLANEOUS TAXES AND OTHER REVENUES							
Alcoholic Beverage State Tax	\$ 131.6	1.5 %	\$ 134.6	\$ 133.7	\$ (0.9)	2.3 %	1.6 %
Bank Franchise Tax	23.1	3.1	15.0	22.8	7.8	(35.2)	(1.5)
Beer & Beverage Excise Tax	43.5	(0.2)	43.4	43.5	0.1	(0.2)	0.0
Corporate Franchise & Charter Fees	46.6	(5.7)	46.2	46.7	0.5	(0.9)	0.2
Excess & Other Fees from Officers	(10.5)	38.9	(6.5)	(7.5)	(1.0)	38.0	28.5
Estate & Gifts	5.7	(5.6)	0.0	4.0	4.0	(100.0)	(29.5)
Institutional Revenues	6.0	(6.0)	5.9	5.8	(0.1)	(2.0)	(3.6)
Interest & Rents	94.7	(9.5)	108.4	75.1	(33.3)	14.5	(20.7)
Licenses & Permits	4.3	(0.4)	4.2	4.0	(0.2)	(1.9)	(6.6)
Miscellaneous Taxes and Penalties	208.0	(5.9)	233.6	231.3	(2.3)	12.3	11.2
Other Miscellaneous Revenues	39.8	(22.7)	54.8	32.0	(22.8)	37.6	(19.7)
Public Service GR / Consumption Tax	<u>97.3</u>	<u>6.5</u>	<u>94.2</u>	<u>96.4</u>	<u>2.2</u>	<u>(3.1)</u>	<u>(0.9)</u>
Total Misc. Taxes and Other Revenues	\$ 690.2	(3.2) %	\$ 733.8	\$ 687.8	\$ (46.0)	6.3 %	(0.3) %
TOTAL GF REVENUES	\$ 14,219.5	(0.7) %	\$ 14,583.5	\$ 14,717.4	\$ 133.9	2.6 %	3.5 %
TRANSFERS							
A.B.C. Profits	\$ 50.0	13.3 %	\$ 46.2	\$ 46.2	\$ 0.0	(7.5) %	(7.5) %
Sales Tax (0.25%)	209.4	(1.9)	208.9	217.3	8.4	(0.3)	3.8
Transfers Per Appropriations Act	<u>307.8</u>	<u>106.6</u>	<u>159.3</u>	<u>163.9</u>	<u>4.6</u>	<u>(48.2)</u>	<u>(46.8)</u>
Total Transfers	\$ 567.2	39.5 %	\$ 414.4	\$ 427.4	\$ 13.0	(26.9) %	(24.6) %
TOTAL GENERAL FUND	\$ 14,786.7	0.4 %	\$ 14,997.9	\$ 15,144.8	\$ 146.9	1.4 %	2.4 %

The Official forecast is based on the October 2009 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation and incorporates revenue collection trends through January and actions of the 2010 General Assembly, Chapter 874.

The December forecast is based on the October 2010 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation, which incorporates recommendations of the JABE and was supported by the GACRE.

The Official and December General Fund Forecast for Fiscal Year 2012
(Dollars in Millions)

December 17, 2010

	Fiscal Year 2012					2010-2012 Biennium		
	Official Forecast	December Forecast	Change	% Growth Over FY 11 Official	% Growth Over FY 11 December	Official Forecast	December Forecast	Change
MAJOR TAX SOURCES								
Corporate Income	\$ 838.4	\$ 824.1	\$ (14.3)	5.8 %	5.5 %	\$ 1,631.2	\$ 1,605.6	\$ (25.6)
Individual Income Tax:								
Gross	11,983.6	12,095.1	111.5	4.1	4.2	23,495.4	23,698.9	203.5
Withholding	9,700.7	9,871.0	170.3	3.3	4.0	19,095.2	19,360.8	265.6
Nonwithholding	2,282.9	2,224.1	(58.8)	7.8	5.2	4,400.2	4,338.1	(62.1)
Refunds	<u>(1,847.1)</u>	<u>(1,877.0)</u>	<u>(29.9)</u>	<u>(4.0)</u>	<u>(2.3)</u>	<u>(3,771.2)</u>	<u>(3,799.0)</u>	<u>(27.8)</u>
Net	10,136.5	10,218.1	81.6	5.7	5.5	19,724.2	19,899.9	175.7
Insurance Company Premiums	291.4	289.6	(1.8)	6.2	4.3	565.8	567.3	1.5
State Sales & Use Tax	2,974.2	3,115.5	141.3	3.2	3.3	5,855.0	6,130.1	275.1
Wills, Suits, Deeds, & Contract Fees	<u>314.0</u>	<u>294.1</u>	<u>(19.9)</u>	<u>0.0</u>	<u>7.3</u>	<u>628.0</u>	<u>568.1</u>	<u>(59.9)</u>
Total Major Tax Sources	\$ 14,554.5	\$ 14,741.4	\$ 186.9	5.1 %	5.1 %	\$ 28,404.2	\$ 28,771.0	\$ 366.8
MISCELLANEOUS TAXES AND OTHER REVENUES								
Alcoholic Beverage State Tax	\$ 137.9	\$ 137.1	\$ (0.8)	2.5 %	2.5 %	\$ 272.5	\$ 270.8	\$ (1.7)
Bank Franchise Tax	10.0	18.0	8.0	(33.3)	(21.1)	25.0	40.8	15.8
Beer & Beverage Excise Tax	43.4	43.5	0.1	0.0	0.0	86.8	87.0	0.2
Corporate Franchise & Charter Fees	46.2	46.7	0.5	0.0	0.0	92.4	93.4	1.0
Excess & Other Fees from Officers	(6.5)	(7.5)	(1.0)	0.0	0.0	(13.0)	(15.0)	(2.0)
Estate & Gifts	0.0	2.0	2.0	n/a	n/a	0.0	6.0	6.0
Institutional Revenues	5.9	5.8	(0.1)	0.0	0.0	11.8	11.6	(0.2)
Interest & Rents	142.8	104.3	(38.5)	31.7	38.9	251.2	179.4	(71.8)
Licenses & Permits	4.2	4.2	0.0	0.0	5.0	8.4	8.2	(0.2)
Miscellaneous Taxes and Penalties	238.7	231.6	(7.1)	2.2	0.1	472.3	462.9	(9.4)
Other Miscellaneous Revenues	31.8	28.7	(3.1)	(42.0)	(10.3)	86.6	60.7	(25.9)
Public Service GR / Consumption Tax	<u>94.2</u>	<u>96.4</u>	<u>2.2</u>	<u>0.0</u>	<u>0.0</u>	<u>188.4</u>	<u>192.8</u>	<u>4.4</u>
Total Misc. Taxes and Other Revenues	\$ 748.6	\$ 710.8	\$ (37.8)	2.0 %	3.3 %	\$ 1,482.4	\$ 1,398.6	\$ (83.8)
TOTAL GF REVENUES	\$ 15,303.1	\$ 15,452.2	\$ 149.1	4.9 %	5.0 %	\$ 29,886.6	\$ 30,169.6	\$ 283.0
TRANSFERS								
A.B.C. Profits	\$ 49.3	\$ 47.8	\$ (1.5)	6.7 %	3.5 %	\$ 95.5	\$ 94.0	\$ (1.5)
Sales Tax (0.25%)	215.8	225.1	9.3	3.3	3.6	424.7	442.4	17.7
Transfers Per Appropriations Act	<u>179.8</u>	<u>213.0</u>	<u>33.2</u>	<u>12.9</u>	<u>30.0</u>	<u>339.1</u>	<u>376.9</u>	<u>37.8</u>
Total Transfers	\$ 444.9	\$ 485.9	\$ 41.0	7.4 %	13.7 %	\$ 859.3	\$ 913.3	\$ 54.0
TOTAL GENERAL FUND	\$ 15,748.0	\$ 15,938.1	\$ 190.1	5.0 %	5.2 %	\$ 30,745.9	\$ 31,082.9	\$ 337.0

The Official forecast is based on the October 2009 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation and incorporates revenue collection trends through January and actions of the 2010 General Assembly, Chapter 874.

The December forecast is based on the October 2010 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation, which incorporates recommendations of the JABE and was supported by the GACRE.

The December General Fund Forecast for Fiscal Years 2013-2014
(Dollars in Millions)

December 17, 2010

	Fiscal Year 2013		Fiscal Year 2014		2012-2014 Biennium	
	<u>December Forecast</u>	<u>% Growth Over FY 12</u>	<u>December Forecast</u>	<u>% Growth Over FY 13</u>	<u>December Forecast</u>	<u>% Growth Over 10-12</u>
MAJOR TAX SOURCES						
Corporate Income	\$ 866.3	5.1 %	\$ 902.8	4.2 %	\$ 1,769.1	10.2 %
Individual Income Tax:						
Gross	12,648.6	4.6	13,229.1	4.6	25,877.7	9.2
Withholding	10,278.5	4.1	10,739.2	4.5	21,017.7	8.6
Nonwithholding	2,370.1	6.6	2,489.9	5.1	4,860.0	12.0
Refunds	<u>(1,904.2)</u>	<u>1.4</u>	<u>(1,921.8)</u>	<u>0.9</u>	<u>(3,826.0)</u>	<u>0.7</u>
Net	10,744.4	5.2	11,307.3	5.2	22,051.7	10.8
Insurance Company Premiums	304.2	5.0	313.6	3.1	617.8	8.9
State Sales & Use Tax	3,211.3	3.1	3,339.0	4.0	6,550.3	6.9
Wills, Suits, Deeds, & Contract Fees	<u>294.1</u>	<u>0.0</u>	<u>294.1</u>	<u>0.0</u>	<u>588.2</u>	<u>3.5</u>
Total Major Tax Sources	\$ 15,420.3	4.6 %	\$ 16,156.8	4.8 %	\$ 31,577.1	9.8 %
MISCELLANEOUS TAXES AND OTHER REVENUES						
Alcoholic Beverage State Tax	\$ 140.3	2.3 %	\$ 143.2	2.1 %	\$ 283.5	4.7 %
Bank Franchise Tax	12.4	(31.1)	12.4	0.0	24.8	(39.2)
Beer & Beverage Excise Tax	43.5	0.0	43.5	0.0	87.0	0.0
Corporate Franchise & Charter Fees	46.7	0.0	46.7	0.0	93.4	0.0
Excess & Other Fees from Officers	(7.5)	0.0	(7.5)	0.0	(15.0)	0.0
Estate & Gifts	0.0	n/a	0.0	n/a	0.0	n/a
Institutional Revenues	5.8	0.0	5.8	0.0	11.6	0.0
Interest & Rents	83.4	(20.0)	106.4	27.6	189.8	5.8
Licenses & Permits	4.2	0.0	4.2	0.0	8.4	2.4
Miscellaneous Taxes and Penalties	232.2	0.3	232.7	0.2	464.9	0.4
Other Miscellaneous Revenues	30.5	6.3	30.5	0.0	61.0	0.5
Public Service GR / Consumption Tax	<u>96.4</u>	<u>0.0</u>	<u>96.4</u>	<u>0.0</u>	<u>192.8</u>	<u>0.0</u>
Total Misc. Taxes and Other Revenues	\$ 687.9	(3.2) %	\$ 714.3	3.8 %	\$ 1,402.2	0.3 %
TOTAL GF REVENUES	\$ 16,108.2	4.2 %	\$ 16,871.1	4.7 %	\$ 32,979.3	9.3 %
TRANSFERS						
A.B.C. Profits	\$ 48.3	1.0 %	\$ 49.3	2.1 %	\$ 97.6	3.8 %
Sales Tax (0.25%)	231.5	2.8	241.0	4.1	472.5	6.8
Transfers Per Appropriations Act	<u>80.4</u>	<u>(62.3)</u>	<u>80.4</u>	<u>0.0</u>	<u>160.8</u>	<u>(57.3)</u>
Total Transfers	\$ 360.2	(25.9) %	\$ 370.7	2.9 %	\$ 730.9	(20.0) %
TOTAL GENERAL FUND	\$ 16,468.4	3.3 %	\$ 17,241.8	4.7 %	\$ 33,710.2	8.5 %

The December forecast is based on the October 2010 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation, which incorporates recommendations of the JABE and was supported by the GACRE.

The December General Fund Forecast for Fiscal Years 2015-2018
(Dollars in Millions)

December 17, 2010

	Fiscal Year 2015	Fiscal Year 2016	Fiscal Year 2017	Fiscal Year 2018
MAJOR TAX SOURCES				
Corporate Income	\$ 942.2	\$ 937.7	\$ 944.6	\$ 963.0
Individual Income Tax:				
Gross	13,975.1	14,741.6	15,554.2	16,351.4
Withholding	11,293.8	11,881.1	12,495.0	13,110.6
Nonwithholding	2,681.3	2,860.5	3,059.2	3,240.8
Refunds	<u>(2,014.0)</u>	<u>(2,114.5)</u>	<u>(2,222.8)</u>	<u>(2,337.1)</u>
Net	11,961.1	12,627.1	13,331.4	14,014.3
Insurance Company Premiums	335.7	348.8	369.5	383.1
State Sales & Use Tax	3,516.9	3,692.5	3,873.6	4,054.3
Wills, Suits, Deeds, & Contract Fees	<u>294.1</u>	<u>294.1</u>	<u>294.1</u>	<u>294.1</u>
Total Major Tax Sources	\$ 17,050.0	\$ 17,900.2	\$ 18,813.2	\$ 19,708.8
MISCELLANEOUS TAXES AND OTHER REVENUES				
Alcoholic Beverage State Tax	\$ 143.2	\$ 143.2	\$ 143.2	\$ 143.2
Bank Franchise Tax	12.4	12.4	12.4	12.4
Beer & Beverage Excise Tax	43.5	43.5	43.5	43.5
Corporate Franchise & Charter Fees	46.7	46.7	46.7	46.7
Excess & Other Fees from Officers	(7.5)	(7.5)	(7.5)	(7.5)
Estate & Gifts	0.0	0.0	0.0	0.0
Institutional Revenues	5.8	5.8	5.8	5.8
Interest & Rents	106.4	106.4	106.4	106.4
Licenses & Permits	4.2	4.2	4.2	4.2
Miscellaneous Taxes and Penalties	233.3	233.9	233.9	233.9
Other Miscellaneous Revenues	30.5	30.5	30.5	30.5
Public Service GR / Consumption Tax	<u>96.4</u>	<u>96.4</u>	<u>96.4</u>	<u>96.4</u>
Total Misc. Taxes and Other Revenues	\$ 714.9	\$ 715.5	\$ 715.5	\$ 715.5
TOTAL GF REVENUES	\$ 17,764.9	\$ 18,615.7	\$ 19,528.7	\$ 20,424.3
TRANSFERS				
A.B.C. Profits	\$ 49.3	\$ 49.3	\$ 49.3	\$ 49.3
Sales Tax (0.25%)	254.0	266.9	280.1	293.4
Transfers Per Appropriations Act	<u>80.4</u>	<u>80.4</u>	<u>80.4</u>	<u>80.4</u>
Total Transfers	\$ 383.7	\$ 396.6	\$ 409.8	\$ 423.1
TOTAL GENERAL FUND	\$ 18,148.6	\$ 19,012.3	\$ 19,938.5	\$ 20,847.4
\$ Change From Previous Year	\$ 906.8	\$ 863.7	\$ 926.2	\$ 908.9
TOTAL BIENNIUM GENERAL FUND		\$ 37,160.9		\$ 40,785.9
\$ Change From Previous Biennium		\$ 3,450.7		\$ 3,625.0
% Growth From Previous Biennium		10.2 %		9.8 %

The December General Fund Forecast for Fiscal Years 2015-2018
(Dollars in Millions)

December 17, 2010

	FY 15 % Growth Over FY 14	FY 16 % Growth Over FY 15	FY 17 % Growth Over FY 16	FY 18 % Growth Over FY 17
MAJOR TAX SOURCES				
Corporate Income	4.4 %	(0.5) %	0.7 %	1.9 %
Individual Income Tax:				
Gross	5.6	5.5	5.5	5.1
Withholding	5.2	5.2	5.2	4.9
Nonwithholding	7.7	6.7	6.9	5.9
Refunds	<u>4.8</u>	<u>5.0</u>	<u>5.1</u>	<u>5.1</u>
Net	5.8	5.6	5.6	5.1
Insurance Company Premiums	7.0	3.9	5.9	3.7
State Sales & Use Tax	5.3	5.0	4.9	4.7
Wills, Suits, Deeds, & Contract Fees	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Total Major Tax Sources	5.5 %	5.0 %	5.1 %	4.8 %
MISCELLANEOUS TAXES AND OTHER REVENUES				
Alcoholic Beverage State Tax	0.0 %	0.0 %	0.0 %	0.0 %
Bank Franchise Tax	0.0	0.0	0.0	0.0
Beer & Beverage Excise Tax	0.0	0.0	0.0	0.0
Corporate Franchise & Charter Fees	0.0	0.0	0.0	0.0
Excess & Other Fees from Officers	0.0	0.0	0.0	0.0
Estate & Gifts	n/a	n/a	n/a	n/a
Institutional Revenues	0.0	0.0	0.0	0.0
Interest & Rents	0.0	0.0	0.0	0.0
Licenses & Permits	0.0	0.0	0.0	0.0
Miscellaneous Taxes and Penalties	0.3	0.3	0.0	0.0
Other Miscellaneous Revenues	0.0	0.0	0.0	0.0
Public Service GR / Consumption Tax	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Total Misc. Taxes and Other Revenues	0.1 %	0.1 %	0.0 %	0.0 %
TOTAL GF REVENUES	5.3 %	4.8 %	4.9 %	4.6 %
TRANSFERS				
A.B.C. Profits	0.0 %	0.0 %	0.0 %	0.0 %
Sales Tax (0.25%)	5.4	5.1	4.9	4.7
Transfers Per Appropriations Act	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Total Transfers	3.5 %	3.4 %	3.3 %	3.2 %
TOTAL GENERAL FUND	<u>5.3 %</u>	<u>4.8 %</u>	<u>4.9 %</u>	<u>4.6 %</u>

The Official and December Commonwealth Transportation Fund Forecast for Fiscal Year 2011
(Dollars in Millions)

December 17, 2010

	Fiscal Year 2010		Fiscal Year 2011			% Growth over FY 10	
	Actual	% Growth	Official Forecast	December Forecast	Change	Official	December
Highway Maintenance & Operating Fund							
Motor Fuels Tax	\$ 710.8	(1.3) %	\$ 726.3	\$ 736.4	\$ 10.1	2.2 %	3.6 %
Road Tax	4.2	180.0	0.5	3.4	2.9	88.1	(19.0)
Motor Vehicle Sales And Use Tax	289.5	7.3	272.7	309.8	37.1	(5.8)	7.0
Motor Vehicle License Fees	209.5	(4.8)	221.3	213.7	(7.6)	5.6	2.0
International Registration Plan	59.8	1.4	60.3	61.3	1.0	0.8	2.5
Recordation Tax (1 cent)	11.7	n/a	11.2	10.7	(0.5)	(4.3)	(8.5)
Miscellaneous	12.8	(2.3)	12.7	12.7	0.0	(0.8)	(0.8)
Total State Taxes and Fees	\$ 1,298.3	0.2 %	\$ 1,305.0	\$ 1,348.0	\$ 43.0	0.5 %	3.8 %
Transportation Trust Fund							
Motor Fuels Tax	\$ 106.4	1.2 %	\$ 104.9	\$ 106.6	\$ 1.7	(1.4) %	0.2 %
Priority Transportation Trust Fund	149.1	(2.1)	148.2	150.3	2.1	(0.6)	0.8
Base	20.0	0.0	20.0	20.0	0.0	0.0	0.0
Insurance Premiums Tax (1/3)	129.1	(2.4)	128.2	130.3	2.1	(0.7)	0.9
Road Tax	6.9	(12.7)	7.5	7.4	(0.1)	8.7	7.2
Motor Vehicle Sales And Use Tax	154.6	7.7	149.3	165.2	15.9	(3.4)	6.9
Motor Vehicle License Fees	20.7	(4.2)	21.2	21.1	(0.1)	2.4	1.9
Retail Sales and Use Tax	490.7	(1.7)	488.6	480.8	(7.8)	(0.4)	(2.0)
Recordation Tax (2 cents)	23.5	(1.3)	22.3	21.5	(0.8)	(5.1)	(8.5)
Interest Earnings	23.0	(17.0)	30.6	38.6	8.0	33.0	67.8
Rental Tax	29.6	1.7	26.7	31.5	4.8	(9.8)	6.4
Aviation Fuels Tax	1.7	(20.1)	2.1	1.7	(0.4)	23.5	0.0
Total State Taxes and Fees	\$ 1,006.2	(0.6) %	\$ 1,001.4	\$ 1,024.7	\$ 23.3	(0.5) %	1.8 %
Total HMOF And TTF							
Motor Fuels Tax	\$ 817.2	(0.9) %	\$ 831.2	\$ 843.0	\$ 11.8	1.7 %	3.2 %
Priority Transportation Trust Fund	149.1	(2.1)	148.2	150.3	2.1	(0.6)	0.8
Base	20.0	0.0	20.0	20.0	0.0	0.0	0.0
Insurance Premiums Tax (1/3)	129.1	(2.4)	128.2	130.3	2.1	(0.7)	0.9
Road Tax	11.1	18.1	8.0	10.8	2.8	(27.9)	(2.7)
Motor Vehicle Sales and Use Tax	444.1	7.5	422.0	475.0	53.0	(5.0)	7.0
Motor Vehicle License Fees	230.2	(4.7)	242.5	234.8	(7.7)	5.3	2.0
International Registration Plan	59.8	1.4	60.3	61.3	1.0	0.8	2.5
Retail Sales and Use Tax	490.7	(1.7)	488.6	480.8	(7.8)	(0.4)	(2.0)
Recordation Tax (3 cents)	35.2	(1.4)	33.5	32.2	(1.3)	(4.8)	(8.5)
Interest Earnings	23.0	(17.0)	30.6	38.6	8.0	33.0	67.8
Rental Tax	29.6	1.7	26.7	31.5	4.8	(9.8)	6.4
Aviation Fuels Tax	1.7	(20.1)	2.1	1.7	(0.4)	23.5	0.0
Miscellaneous	12.8	(2.3)	12.7	12.7	0.0	(0.8)	(0.8)
Total State Taxes and Fees	\$ 2,304.5	(0.3) %	\$ 2,306.4	\$ 2,372.7	\$ 66.3	0.1 %	3.0 %
Transfers per the Appropriations Act							
Retail Sales Tax - AST Retention	0.0	n/a	0.0	27.7	27.7	n/a	n/a
Total Transfers	0.0	n/a	\$ 0.0	\$ 27.7	\$ 27.7	n/a	n/a %
Total Transportation Fund	2,304.5	(0.3)	\$ 2,306.4	\$ 2,400.4	\$ 94.0	0.1 %	4.2 %

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The December forecast is based on the October 2010 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation.

The Official and December Commonwealth Transportation Fund Forecast for Fiscal Year 2012
(Dollars in Millions)

December 17, 2010

	Fiscal Year 2012				
	Official Forecast	December Forecast	Change	% Growth over FY 11	
				Official	December
Highway Maintenance & Operating Fund					
Motor Fuels Tax	\$ 735.3	\$ 746.5	\$ 11.2	1.2 %	1.4 %
Road Tax	0.3	3.4	3.1	(40.0)	0.0
Motor Vehicle Sales And Use Tax	288.9	325.4	36.5	5.9	5.0
Motor Vehicle License Fees	222.2	216.1	(6.1)	0.4	1.1
International Registration Plan	62.0	63.2	1.2	2.8	3.1
Recordation Tax (1 cent)	11.2	11.5	0.3	0.0	7.5
Miscellaneous	12.7	12.9	0.2	0.0	1.6
Total State Taxes and Fees (HMOF)	\$ 1,332.6	\$ 1,379.0	\$ 46.4	2.1 %	2.3 %
Transportation Trust Fund					
Motor Fuels Tax	\$ 105.5	\$ 107.3	\$ 1.8	0.6 %	0.7 %
Priority Transportation Trust Fund	154.2	156.0	1.8	4.0	3.8
Base	20.0	20.0	0.0	0.0	0.0
Insurance Premiums Tax (1/3)	134.2	136.0	1.8	4.7	4.4
Road Tax	7.9	7.8	(0.1)	5.3	5.4
Motor Vehicle Sales And Use Tax	157.4	173.6	16.2	5.4	5.1
Motor Vehicle License Fees	21.3	21.3	0.0	0.5	0.9
Retail Sales and Use Tax	504.4	525.6	21.2	3.2	9.3
Recordation Tax (2 cents)	22.3	23.1	0.8	0.0	7.4
Interest Earnings	28.7	27.8	(0.9)	(6.2)	(28.0)
Rental Tax	26.9	32.1	5.2	0.7	1.9
Aviation Fuels Tax	2.1	1.8	(0.3)	0.0	5.9
Total State Taxes and Fees (TTF)	\$ 1,030.7	\$ 1,076.4	\$ 45.7	2.9 %	5.0 %
Total HMOF And TTF					
Motor Fuels Tax	\$ 840.8	\$ 853.8	\$ 13.0	1.2 %	1.3 %
Priority Transportation Trust Fund	154.2	156.0	1.8	4.0	3.8
Base	20.0	20.0	0.0	0.0	0.0
Insurance Premiums Tax (1/3)	134.2	136.0	1.8	4.7	4.4
Road Tax	8.2	11.2	3.0	2.5	3.7
Motor Vehicle Sales and Use Tax	446.3	499.0	52.7	5.8	5.1
Motor Vehicle License Fees	243.5	237.4	(6.1)	0.4	1.1
International Registration Plan	62.0	63.2	1.2	2.8	3.1
Retail Sales and Use Tax	504.4	525.6	21.2	3.2	9.3
Recordation Tax (3 cents)	33.5	34.6	1.1	0.0	7.5
Interest Earnings	28.7	27.8	(0.9)	(6.2)	(28.0)
Rental Tax	26.9	32.1	5.2	0.7	1.9
Aviation Fuels Tax	2.1	1.8	(0.3)	0.0	5.9
Miscellaneous	12.7	12.9	0.2	0.0	1.6
Total State Taxes and Fees	\$ 2,363.3	\$ 2,455.4	\$ 92.1	2.5 %	3.5 %
Transfers per the Appropriations Act					
Retail Sales Tax - AST Retention	0.0	0.0	0.0	n/a	n/a
Total Transfers	\$ 0.0	\$ 0.0	\$ 0.0	n/a %	n/a %
Total Transportation Fund	\$ 2,363.3	\$ 2,455.4	\$ 92.1	2.5 %	2.3 %

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**The Official and December Commonwealth Transportation Fund Forecast for Fiscal Year 2013
(Dollars in Millions)**

December 17, 2010

	Fiscal Year 2013				
	Official	December	Change	% Growth over FY 12	
	Forecast	Forecast		Official	December
Highway Maintenance & Operating Fund					
Motor Fuels Tax	\$ 744.5	\$ 762.6	\$ 18.1	1.3 %	2.2 %
Road Tax	0.3	(0.3)	(0.6)	0.0	(108.8)
Motor Vehicle Sales And Use Tax	308.6	351.5	42.9	6.8	8.0
Motor Vehicle License Fees	226.1	224.2	(1.9)	1.8	3.7
International Registration Plan	63.7	65.2	1.5	2.7	3.2
Recordation Tax (1 cent)	11.2	11.5	0.3	0.0	0.0
Miscellaneous	12.7	12.9	0.2	0.0	0.0
Total State Taxes and Fees (HMOF)	\$ 1,367.1	\$ 1,427.6	\$ 60.5	2.6 %	3.5 %
Transportation Trust Fund					
Motor Fuels Tax	\$ 107.0	\$ 109.3	\$ 2.3	1.4 %	1.9 %
Priority Transportation Trust Fund	162.1	162.1	0.0	5.1	3.9
Base	20.0	20.0	0.0	0.0	0.0
Insurance Premiums Tax (1/3)	142.1	142.1	0.0	5.9	4.5
Road Tax	8.0	7.8	(0.2)	1.3	0.0
Motor Vehicle Sales And Use Tax	167.3	187.5	20.2	6.3	8.0
Motor Vehicle License Fees	21.6	22.0	0.4	1.4	3.3
Retail Sales and Use Tax	524.2	542.1	17.9	3.9	3.1
Recordation Tax (2 cents)	22.3	23.1	0.8	0.0	0.0
Interest Earnings	28.3	24.3	(4.0)	(1.4)	(12.6)
Rental Tax	27.3	33.2	5.9	1.5	3.4
Aviation Fuels Tax	2.1	1.8	(0.3)	0.0	0.0
Total State Taxes and Fees (TTF)	\$ 1,070.2	\$ 1,113.2	\$ 43.0	3.8 %	3.4 %
Total HMOF And TTF					
Motor Fuels Tax	\$ 851.5	\$ 871.9	\$ 20.4	1.3 %	2.1 %
Priority Transportation Trust Fund	162.1	162.1	0.0	5.1	3.9
Base	20.0	20.0	0.0	0.0	0.0
Insurance Premiums Tax (1/3)	142.1	142.1	0.0	5.9	4.5
Road Tax	8.3	7.5	(0.8)	1.2	(33.0)
Motor Vehicle Sales and Use Tax	475.9	539.0	63.1	6.6	8.0
Motor Vehicle License Fees	247.7	246.2	(1.5)	1.7	3.7
International Registration Plan	63.7	65.2	1.5	2.7	3.2
Retail Sales and Use Tax	524.2	542.1	17.9	3.9	3.1
Recordation Tax (3 cents)	33.5	34.6	1.1	0.0	0.0
Interest Earnings	28.3	24.3	(4.0)	(1.4)	(12.6)
Rental Tax	27.3	33.2	5.9	1.5	3.4
Aviation Fuels Tax	2.1	1.8	(0.3)	0.0	0.0
Miscellaneous	12.7	12.9	0.2	0.0	0.0
Total State Taxes and Fees	\$ 2,437.3	\$ 2,540.8	\$ 103.5	3.1 %	3.5 %
Transfers per the Appropriations Act					
Retail Sales Tax - AST Retention	0.0	0.0	0.0	n/a	n/a
Total Transfers	\$ 0.0	\$ 0.0	\$ 0.0	n/a %	n/a %
Total Transportation Fund	\$ 2,437.3	\$ 2,540.8	\$ 103.5	3.1 %	3.5 %

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**The Official and December Commonwealth Transportation Fund Forecast for Fiscal Year 2014
(Dollars in Millions)**

December 17, 2010

	Fiscal Year 2014				
	Official Forecast	December Forecast	Change	% Growth over FY 13	
				Official	December
Highway Maintenance & Operating Fund					
Motor Fuels Tax	\$ 756.0	\$ 774.3	\$ 18.3	1.5 %	1.5 %
Road Tax	0.2	(0.3)	(0.5)	(33.3)	0.0
Motor Vehicle Sales And Use Tax	327.1	363.7	36.6	6.0	3.5
Motor Vehicle License Fees	225.2	224.8	(0.4)	(0.4)	0.3
International Registration Plan	65.5	67.2	1.7	2.8	3.1
Recordation Tax (1 cent)	11.2	11.5	0.3	0.0	0.0
Miscellaneous	12.7	12.9	0.2	0.0	0.0
Total State Taxes and Fees (HMOF)	\$ 1,397.9	\$ 1,454.1	\$ 56.2	2.3 %	1.9 %
Transportation Trust Fund					
Motor Fuels Tax	\$ 108.8	\$ 111.1	\$ 2.3	1.7 %	1.6 %
Priority Transportation Trust Fund	169.7	169.0	(0.7)	4.7	4.3
Base	20.0	20.0	0.0	0.0	0.0
Insurance Premiums Tax (1/3)	149.7	149.0	(0.7)	5.3	4.9
Road Tax	8.0	7.9	(0.1)	0.0	1.3
Motor Vehicle Sales And Use Tax	176.5	194.0	17.5	5.5	3.5
Motor Vehicle License Fees	21.5	22.0	0.5	(0.5)	0.0
Retail Sales and Use Tax	547.2	564.2	17.0	4.4	4.1
Recordation Tax (2 cents)	22.3	23.1	0.8	0.0	0.0
Interest Earnings	27.5	24.2	(3.3)	(2.8)	(0.4)
Rental Tax	27.7	34.3	6.6	1.5	3.3
Aviation Fuels Tax	2.1	1.8	(0.3)	0.0	0.0
Total State Taxes and Fees (TTF)	\$ 1,111.3	\$ 1,151.6	\$ 40.3	3.8 %	3.4 %
Total HMOF And TTF					
Motor Fuels Tax	\$ 864.8	\$ 885.4	\$ 20.6	1.6 %	1.5 %
Priority Transportation Trust Fund	169.7	169.0	(0.7)	4.7	4.3
Base	20.0	20.0	0.0	0.0	0.0
Insurance Premiums Tax (1/3)	149.7	149.0	(0.7)	5.3	4.9
Road Tax	8.2	7.6	(0.6)	(1.2)	1.3
Motor Vehicle Sales and Use Tax	503.6	557.7	54.1	5.8	3.5
Motor Vehicle License Fees	246.7	246.8	0.1	(0.4)	0.2
International Registration Plan	65.5	67.2	1.7	2.8	3.1
Retail Sales and Use Tax	547.2	564.2	17.0	4.4	4.1
Recordation Tax (3 cents)	33.5	34.6	1.1	0.0	0.0
Interest Earnings	27.5	24.2	(3.3)	(2.8)	(0.4)
Rental Tax	27.7	34.3	6.6	1.5	3.3
Aviation Fuels Tax	2.1	1.8	(0.3)	0.0	0.0
Miscellaneous	12.7	12.9	0.2	0.0	0.0
Total State Taxes and Fees	\$ 2,509.2	\$ 2,605.7	\$ 96.5	2.9 %	2.6 %
Transfers per the Appropriations Act					
Retail Sales Tax - AST Retention	0.0	0.0	0.0	n/a	n/a
Total Transfers	\$ 0.0	\$ 0.0	\$ 0.0	n/a %	n/a %
Total Transportation Fund	\$ 2,509.2	\$ 2,605.7	\$ 96.5	2.9 %	2.6 %

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The December forecast is based on the October 2010 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation.

The Official and December Commonwealth Transportation Fund Forecast for Fiscal Year 2015
(Dollars in Millions)

December 17, 2010

	Fiscal Year 2015					
	Official	December	Change	% Growth over FY 14		
	Forecast	Forecast		Official	December	
Highway Maintenance & Operating Fund						
Motor Fuels Tax	\$ 768.9	\$ 789.1	\$ 20.2	1.7 %	1.9 %	
Road Tax	0.2	(0.4)	(0.6)	0.0	(33.3)	
Motor Vehicle Sales And Use Tax	343.0	396.5	53.5	4.9	9.0	
Motor Vehicle License Fees	227.2	228.7	1.5	0.9	1.7	
International Registration Plan	67.3	67.2	(0.1)	2.7	0.0	
Recordation Tax (1 cent)	11.2	11.5	0.3	0.0	0.0	
Miscellaneous	12.7	12.9	0.2	0.0	0.0	
Total State Taxes and Fees (HMOF)	\$ 1,430.5	\$ 1,505.5	\$ 75.0	2.3 %	3.5 %	
Transportation Trust Fund						
Motor Fuels Tax	\$ 110.8	\$ 113.4	\$ 2.6	1.8 %	2.1 %	
Priority Transportation Trust Fund	177.1	174.5	(2.6)	4.4	3.3	
Base	20.0	20.0	0.0	0.0	0.0	
Insurance Premiums Tax (1/3)	157.1	154.5	(2.6)	4.9	3.7	
Road Tax	8.1	7.9	(0.2)	1.3	0.0	
Motor Vehicle Sales And Use Tax	184.4	211.5	27.1	4.5	9.0	
Motor Vehicle License Fees	21.8	22.5	0.7	1.4	2.3	
Retail Sales and Use Tax	573.3	594.3	21.0	4.8	5.3	
Recordation Tax (2 cents)	22.3	23.1	0.8	0.0	0.0	
Interest Earnings	28.7	24.7	(4.0)	4.4	2.1	
Rental Tax	28.1	35.5	7.4	1.4	3.5	
Aviation Fuels Tax	2.1	2.0	(0.1)	0.0	11.1	
Total State Taxes and Fees (TTF)	\$ 1,156.7	\$ 1,209.4	\$ 52.7	4.1 %	5.0 %	
Total HMOF And TTF						
Motor Fuels Tax	\$ 879.7	\$ 902.5	\$ 22.8	1.7 %	1.9 %	
Priority Transportation Trust Fund	177.1	174.5	(2.6)	4.4	3.3	
Base	20.0	20.0	0.0	0.0	0.0	
Insurance Premiums Tax (1/3)	157.1	154.5	(2.6)	4.9	3.7	
Road Tax	8.3	7.5	(0.8)	1.2	(1.3)	
Motor Vehicle Sales and Use Tax	527.4	608.0	80.6	4.7	9.0	
Motor Vehicle License Fees	249.0	251.2	2.2	0.9	1.8	
International Registration Plan	67.3	67.2	(0.1)	2.7	0.0	
Retail Sales and Use Tax	573.3	594.3	21.0	4.8	5.3	
Recordation Tax (3 cents)	33.5	34.6	1.1	0.0	0.0	
Interest Earnings	28.7	24.7	(4.0)	4.4	2.1	
Rental Tax	28.1	35.5	7.4	1.4	3.5	
Aviation Fuels Tax	2.1	2.0	(0.1)	0.0	11.1	
Miscellaneous	12.7	12.9	0.2	0.0	0.0	
Total State Taxes and Fees	\$ 2,587.2	\$ 2,714.9	\$ 127.7	3.1 %	4.2 %	
Transfers per the Appropriations Act						
Retail Sales Tax - AST Retention	0.0	0.0	0.0	n/a	n/a	
Total Transfers	\$ 0.0	\$ 0.0	\$ 0.0	n/a %	n/a %	
Total Transportation Fund	\$ 2,587.2	\$ 2,714.9	\$ 127.7	3.1 %	4.2 %	

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The December forecast is based on the October 2010 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation.

The Official and December Commonwealth Transportation Fund Forecast for Fiscal Year 2016
(Dollars in Millions)

December 17, 2010

	Fiscal Year 2016			% Growth over FY 15	
	Official Forecast	December Forecast	Change	Official	December
Highway Maintenance & Operating Fund					
Motor Fuels Tax	\$ 781.1	\$ 803.6	\$ 22.5	1.6 %	1.8 %
Road Tax	0.2	(0.4)	(0.6)	0.0	0.0
Motor Vehicle Sales And Use Tax	344.5	400.3	55.8	0.4	1.0
Motor Vehicle License Fees	226.4	227.3	0.9	(0.4)	(0.6)
International Registration Plan	69.2	67.2	(2.0)	2.8	0.0
Recordation Tax (1 cent)	11.2	11.5	0.3	0.0	0.0
Miscellaneous	12.7	12.9	0.2	0.0	0.0
Total State Taxes and Fees (HMOF)	\$ 1,445.3	\$ 1,522.4	\$ 77.1	1.0 %	1.1 %
Transportation Trust Fund					
Motor Fuels Tax	\$ 112.7	\$ 115.7	\$ 3.0	1.7 %	2.0 %
Priority Transportation Trust Fund	185.2	183.7	(1.5)	4.6	5.3
Base	20.0	20.0	0.0	0.0	0.0
Insurance Premiums Tax (1/3)	165.2	163.7	(1.5)	5.2	6.0
Road Tax	8.2	8.0	(0.2)	1.2	1.2
Motor Vehicle Sales And Use Tax	185.2	213.5	28.3	0.4	0.9
Motor Vehicle License Fees	21.7	22.3	0.6	(0.5)	(0.9)
Retail Sales and Use Tax	598.9	624.0	25.1	4.5	5.0
Recordation Tax (2 cents)	22.3	23.1	0.8	0.0	0.0
Interest Earnings	28.7	24.9	(3.8)	0.0	0.8
Rental Tax	28.5	36.7	8.2	1.4	3.4
Aviation Fuels Tax	2.1	2.0	(0.1)	0.0	0.0
Total State Taxes and Fees (TTF)	\$ 1,193.5	\$ 1,253.9	\$ 60.4	3.2 %	3.7 %
Total HMOF And TTF					
Motor Fuels Tax	\$ 893.8	\$ 919.3	\$ 25.5	1.6 %	1.9 %
Priority Transportation Trust Fund	185.2	183.7	(1.5)	4.6	5.3
Base	20.0	20.0	0.0	0.0	0.0
Insurance Premiums Tax (1/3)	165.2	163.7	(1.5)	5.2	6.0
Road Tax	8.4	7.6	(0.8)	1.2	1.3
Motor Vehicle Sales and Use Tax	529.7	613.8	84.1	0.4	1.0
Motor Vehicle License Fees	248.1	249.6	1.5	(0.4)	(0.6)
International Registration Plan	69.2	67.2	(2.0)	2.8	0.0
Retail Sales and Use Tax	598.9	624.0	25.1	4.5	5.0
Recordation Tax (3 cents)	33.5	34.6	1.1	0.0	0.0
Interest Earnings	28.7	24.9	(3.8)	0.0	0.8
Rental Tax	28.5	36.7	8.2	1.4	3.4
Aviation Fuels Tax	2.1	2.0	(0.1)	0.0	0.0
Miscellaneous	12.7	12.9	0.2	0.0	0.0
Total State Taxes and Fees	\$ 2,638.8	\$ 2,776.3	\$ 137.5	2.0 %	2.3 %
Transfers per the Act					
Retail Sales Tax - AST Retention	0.0	0.0	0.0	n/a	n/a
Total Transfers	\$ 0.0	\$ 0.0	\$ 0.0	n/a %	n/a %
Total Transportation Fund	\$ 2,638.8	\$ 2,776.3	\$ 137.5	2.0 %	2.3 %

The Official forecast is based on the October 2009 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation and includes actions of the 2010 General Assembly session.

The December forecast is based on the October 2010 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation.

Virginia Health Care Fund

\$ in millions

December 17, 2010	Actual			Forecast							
	FY2008 *	FY2009	FY2010	FY2011	FY2012	FY2013	FY2014	FY2015	FY2016	FY2017	FY2018
Balance 6-30-10				\$ -							
Tobacco Taxes:											
Total Cigarette Taxes	168.0	167.5	158.4	152.4	156.4	156.4	156.4	156.4	156.4	156.4	156.4
Other Tobacco Products	<u>15.9</u>	<u>16.3</u>	<u>17.7</u>	<u>18.6</u>	<u>17.9</u>						
Total Tobacco Taxes	183.9	183.7	176.1	171.0	174.3						
Tobacco Settlement Funds:											
Master Settlement	53.7	59.0	49.2	52.1	58.6	58.6	58.6	58.6	58.6	58.6	58.6
Other Revenue:											
Medicaid Recoveries	<u>61.3</u>	<u>64.8</u>	<u>67.5</u>	<u>64.6</u>	<u>66.8</u>						
TOTAL FUND	\$ 298.9	\$ 307.5	\$ 292.8	\$ 287.7	\$ 299.7						
Official Forecast	\$ 298.3	\$ 299.2	\$ 291.6	297.4	299.7						
Difference	0.6	8.3	1.2	(9.7)	0.0						

* Medicaid Cost Recoveries for FY 2008 include \$13.5 million not recorded as revenue in CARS but was transferred by DMAS to the Health Care Fund.

** Medicaid Cost Recoveries for FY 2010 include \$15.25 million not recorded as revenue in CARS but was transferred by DMAS to the Health Care Fund.

(Presented to the Governor's Advisory Council on Revenue Estimates)
The Official and November Standard General Fund Forecast for Fiscal Year 2011
(Dollars in Millions)

November 2, 2010

	Fiscal Year 2010		Fiscal Year 2011				
	Actual	% Growth	Official Forecast	November Forecast	Change	% Growth Over FY 10	
						Official	November
MAJOR TAX SOURCES							
Corporate Income	\$ 806.5	24.4 %	\$ 792.8	\$ 800.7	\$ 7.9	(1.7) %	(0.7) %
Individual Income Tax:							
Gross	11,082.9	(3.2)	11,511.8	11,562.8	51.0	3.9	4.3
Withholding	9,176.2	0.4	9,394.5	9,448.8	54.3	2.4	3.0
Nonwithholding	1,906.8	(17.5)	2,117.3	2,114.0	(3.3)	11.0	10.9
Refunds	<u>(1,994.7)</u>	<u>1.4</u>	<u>(1,924.1)</u>	<u>(1,915.8)</u>	<u>8.3</u>	<u>(3.5)</u>	<u>(4.0)</u>
Net	9,088.3	(4.1)	9,587.7	9,647.0	59.3	5.5	6.1
Insurance Company Premiums	261.9	2.7	274.4	277.7	3.3	4.8	6.0
State Sales & Use Tax	3,082.5	6.2	2,880.8	2,996.9	116.1	(6.5)	(2.8)
Wills, Suits, Deeds, & Contract Fees	<u>290.2</u>	<u>(7.7)</u>	<u>314.0</u>	<u>274.0</u>	<u>(40.0)</u>	<u>8.2</u>	<u>(5.6)</u>
Total Major Tax Sources	\$ 13,529.3	(0.5) %	\$ 13,849.7	\$ 13,996.3	\$ 146.6	2.4 %	3.5 %
MISCELLANEOUS TAXES AND OTHER REVENUES							
Alcoholic Beverage State Tax	\$ 131.6	1.5 %	\$ 134.6	\$ 133.7	\$ (0.9)	2.3 %	1.6 %
Bank Franchise Tax	23.1	3.1	15.0	22.8	7.8	(35.2)	(1.5)
Beer & Beverage Excise Tax	43.5	(0.2)	43.4	43.5	0.1	(0.2)	0.0
Corporate Franchise & Charter Fees	46.6	(5.7)	46.2	46.7	0.5	(0.9)	0.2
Excess & Other Fees from Officers	(10.5)	38.9	(6.5)	(7.5)	(1.0)	38.0	28.5
Estate & Gifts	5.7	(5.6)	0.0	4.0	4.0	(100.0)	(29.5)
Institutional Revenues	6.0	(6.0)	5.9	5.8	(0.1)	(2.0)	(3.6)
Interest & Rents	94.7	(9.5)	108.4	100.1	(8.3)	14.5	5.7
Licenses & Permits	4.3	(0.4)	4.2	4.2	0.0	(1.9)	(1.9)
Miscellaneous Taxes and Penalties	208.0	(5.9)	233.6	231.3	(2.3)	12.3	11.2
Other Miscellaneous Revenues	39.8	(22.7)	54.8	33.3	(21.5)	37.6	(16.4)
Public Service GR / Consumption Tax	<u>97.3</u>	<u>6.5</u>	<u>94.2</u>	<u>96.4</u>	<u>2.2</u>	<u>(3.1)</u>	<u>(0.9)</u>
Total Misc. Taxes and Other Revenues	\$ 690.2	(3.2) %	\$ 733.8	\$ 714.3	\$ (19.5)	6.3 %	3.5 %
TOTAL GF REVENUES	\$ 14,219.5	(0.7) %	\$ 14,583.5	\$ 14,710.6	\$ 127.1	2.6 %	3.5 %
TRANSFERS							
A.B.C. Profits	\$ 50.0	13.3 %	\$ 46.2	\$ 46.2	\$ 0.0	(7.5) %	(7.5) %
Sales Tax (0.25%)	209.4	(1.9)	208.9	215.7	6.8	(0.3)	3.0
Transfers Per Appropriations Act	<u>307.8</u>	<u>106.6</u>	<u>159.3</u>	<u>159.3</u>	<u>0.0</u>	<u>(48.2)</u>	<u>(48.2)</u>
Total Transfers	\$ 567.2	39.5 %	\$ 414.4	\$ 421.2	\$ 6.8	(26.9) %	(25.7) %
TOTAL GENERAL FUND	\$ 14,786.7	0.4 %	\$ 14,997.9	\$ 15,131.8	\$ 133.9	1.4 %	2.3 %

The Official forecast is based on the October 2009 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation and incorporates revenue collection trends through January and actions of the 2010 General Assembly, Chapter 874.

The November Standard forecast is based on the October 2010 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation, which incorporates recommendations of the JABE.

(Presented to the Governor's Advisory Council on Revenue Estimates)
The Official and November Standard General Fund Forecast for Fiscal Year 2012
(Dollars in Millions)

November 2, 2010

	Fiscal Year 2012				2010-2012 Biennium			
	Official Forecast	November Forecast	Change	% Growth Over FY 11 Official	% Growth Over FY 11 November	Official Forecast	November Forecast	Change
MAJOR TAX SOURCES								
Corporate Income	\$ 838.4	\$ 841.1	\$ 2.7	5.8 %	5.0 %	\$ 1,631.2	\$ 1,641.8	\$ 10.6
Individual Income Tax:								
Gross	11,983.6	12,054.5	70.9	4.1	4.3	23,495.4	23,617.3	121.9
Withholding	9,700.7	9,829.0	128.3	3.3	4.0	19,095.2	19,277.8	182.6
Nonwithholding	2,282.9	2,225.5	(57.4)	7.8	5.3	4,400.2	4,339.5	(60.7)
Refunds	<u>(1,847.1)</u>	<u>(1,877.0)</u>	<u>(29.9)</u>	<u>(4.0)</u>	<u>(2.0)</u>	<u>(3,771.2)</u>	<u>(3,792.8)</u>	<u>(21.6)</u>
Net	10,136.5	10,177.5	41.0	5.7	5.5	19,724.2	19,824.5	100.3
Insurance Company Premiums	291.4	289.6	(1.8)	6.2	4.3	565.8	567.3	1.5
State Sales & Use Tax	2,974.2	3,086.5	112.3	3.2	3.0	5,855.0	6,083.4	228.4
Wills, Suits, Deeds, & Contract Fees	<u>314.0</u>	<u>294.1</u>	<u>(19.9)</u>	<u>0.0</u>	<u>7.3</u>	<u>628.0</u>	<u>568.1</u>	<u>(59.9)</u>
Total Major Tax Sources	\$ 14,554.5	\$ 14,688.8	\$ 134.3	5.1 %	4.9 %	\$ 28,404.2	\$ 28,685.1	\$ 280.9
MISCELLANEOUS TAXES AND OTHER REVENUES								
Alcoholic Beverage State Tax	\$ 137.9	\$ 137.1	\$ (0.8)	2.5 %	2.5 %	\$ 272.5	\$ 270.8	\$ (1.7)
Bank Franchise Tax	10.0	18.0	8.0	(33.3)	(21.1)	25.0	40.8	15.8
Beer & Beverage Excise Tax	43.4	43.5	0.1	0.0	0.0	86.8	87.0	0.2
Corporate Franchise & Charter Fees	46.2	46.7	0.5	0.0	0.0	92.4	93.4	1.0
Excess & Other Fees from Officers	(6.5)	(7.5)	(1.0)	0.0	0.0	(13.0)	(15.0)	(2.0)
Estate & Gifts	0.0	2.0	2.0	n/a	n/a	0.0	6.0	6.0
Institutional Revenues	5.9	5.8	(0.1)	0.0	0.0	11.8	11.6	(0.2)
Interest & Rents	142.8	129.3	(13.5)	31.7	29.2	251.2	229.4	(21.8)
Licenses & Permits	4.2	4.2	0.0	0.0	0.0	8.4	8.4	0.0
Miscellaneous Taxes and Penalties	238.7	231.6	(7.1)	2.2	0.1	472.3	462.9	(9.4)
Other Miscellaneous Revenues	31.8	30.5	(1.3)	(42.0)	(8.4)	86.6	63.8	(22.8)
Public Service GR / Consumption Tax	<u>94.2</u>	<u>96.4</u>	<u>2.2</u>	<u>0.0</u>	<u>0.0</u>	<u>188.4</u>	<u>192.8</u>	<u>4.4</u>
Total Misc. Taxes and Other Revenues	\$ 748.6	\$ 737.6	\$ (11.0)	2.0 %	3.3 %	\$ 1,482.4	\$ 1,451.9	\$ (30.5)
TOTAL GF REVENUES	\$ 15,303.1	\$ 15,426.4	\$ 123.3	4.9 %	4.9 %	\$ 29,886.6	\$ 30,137.0	\$ 250.4
TRANSFERS								
A.B.C. Profits	\$ 49.3	\$ 47.8	\$ (1.5)	6.7 %	3.5 %	\$ 95.5	\$ 94.0	\$ (1.5)
Sales Tax (0.25%)	215.8	222.3	6.5	3.3	3.1	424.7	438.0	13.3
Transfers Per Appropriations Act	<u>179.8</u>	<u>179.8</u>	<u>0.0</u>	<u>12.9</u>	<u>12.9</u>	<u>339.1</u>	<u>339.1</u>	<u>0.0</u>
Total Transfers	\$ 444.9	\$ 449.9	\$ 5.0	7.4 %	6.8 %	\$ 859.3	\$ 871.1	\$ 11.8
TOTAL GENERAL FUND	\$ 15,748.0	\$ 15,876.3	\$ 128.3	5.0 %	4.9 %	\$ 30,745.9	\$ 31,008.1	\$ 262.2

The Official forecast is based on the October 2009 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation and incorporates revenue collection trends through January and actions of the 2010 General Assembly, Chapter 874.

The November Standard forecast is based on the October 2010 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation, which incorporates recommendations of the JABE.

(Presented to the Governor's Advisory Council on Revenue Estimates)
The November Standard General Fund Forecast for Fiscal Years 2013-2014
(Dollars in Millions)

November 2, 2010

	Fiscal Year 2013		Fiscal Year 2014		2012-2014 Biennium	
	<u>November Forecast</u>	<u>% Growth Over FY 12</u>	<u>November Forecast</u>	<u>% Growth Over FY 13</u>	<u>November Forecast</u>	<u>% Growth Over 10-12</u>
MAJOR TAX SOURCES						
Corporate Income	\$ 831.5	(1.1) %	\$ 847.4	1.9 %	\$ 1,678.9	2.3 %
Individual Income Tax:						
Gross	12,648.6	4.9	13,229.1	4.6	25,877.7	9.6
Withholding	10,278.5	4.6	10,739.2	4.5	21,017.7	9.0
Nonwithholding	2,370.1	6.5	2,489.9	5.1	4,860.0	12.0
Refunds	<u>(1,904.2)</u>	<u>1.4</u>	<u>(1,921.8)</u>	<u>0.9</u>	<u>(3,826.0)</u>	<u>0.9</u>
Net	10,744.4	5.6	11,307.3	5.2	22,051.7	11.2
Insurance Company Premiums	304.2	5.0	313.6	3.1	617.8	8.9
State Sales & Use Tax	3,212.7	4.1	3,342.4	4.0	6,555.1	7.8
Wills, Suits, Deeds, & Contract Fees	<u>294.1</u>	<u>0.0</u>	<u>294.1</u>	<u>0.0</u>	<u>588.2</u>	<u>3.5</u>
Total Major Tax Sources	\$ 15,386.9	4.8 %	\$ 16,104.8	4.7 %	\$ 31,491.7	9.8 %
MISCELLANEOUS TAXES AND OTHER REVENUES						
Alcoholic Beverage State Tax	\$ 140.3	2.3 %	\$ 143.2	2.1 %	\$ 283.5	4.7 %
Bank Franchise Tax	12.4	(31.1)	12.4	0.0	24.8	(39.2)
Beer & Beverage Excise Tax	43.5	0.0	43.5	0.0	87.0	0.0
Corporate Franchise & Charter Fees	46.7	0.0	46.7	0.0	93.4	0.0
Excess & Other Fees from Officers	(7.5)	0.0	(7.5)	0.0	(15.0)	0.0
Estate & Gifts	0.0	n/a	0.0	n/a	0.0	n/a
Institutional Revenues	5.8	0.0	5.8	0.0	11.6	0.0
Interest & Rents	83.4	(35.5)	106.4	27.6	189.8	(17.3)
Licenses & Permits	4.2	0.0	4.2	0.0	8.4	0.0
Miscellaneous Taxes and Penalties	232.2	0.3	232.7	0.2	464.9	0.4
Other Miscellaneous Revenues	30.5	0.0	30.5	0.0	61.0	(4.4)
Public Service GR / Consumption Tax	<u>96.4</u>	<u>0.0</u>	<u>96.4</u>	<u>0.0</u>	<u>192.8</u>	<u>0.0</u>
Total Misc. Taxes and Other Revenues	\$ 687.9	(6.7) %	\$ 714.3	3.8 %	\$ 1,402.2	(3.4) %
TOTAL GF REVENUES	\$ 16,074.8	4.2 %	\$ 16,819.1	4.6 %	\$ 32,893.9	9.1 %
TRANSFERS						
A.B.C. Profits	\$ 48.3	1.0 %	\$ 49.3	2.1 %	\$ 97.6	3.8 %
Sales Tax (0.25%)	231.5	4.1	241.0	4.1	472.5	7.9
Transfers Per Appropriations Act	<u>80.4</u>	<u>(55.3)</u>	<u>80.4</u>	<u>0.0</u>	<u>160.8</u>	<u>(52.6)</u>
Total Transfers	\$ 360.2	(19.9) %	\$ 370.7	2.9 %	\$ 730.9	(16.1) %
TOTAL GENERAL FUND	\$ 16,435.0	3.5 %	\$ 17,189.8	4.6 %	\$ 33,624.8	8.4 %

The November Standard forecast is based on the October 2010 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation, which incorporates recommendations of the JABE.

(Presented to the Governor's Advisory Council on Revenue Estimates)
The Official and November Pessimistic Alternative General Fund Forecast for Fiscal Year 2011
(Dollars in Millions)

November 2, 2010

	Fiscal Year 2010		Fiscal Year 2011				
	Actual	% Growth	Official Forecast	Nov Alt Forecast	Change	% Growth Over FY 10	
						Official	Nov Alt
MAJOR TAX SOURCES							
Corporate Income	\$ 806.5	24.4 %	\$ 792.8	\$ 773.2	\$ (19.6)	(1.7) %	(4.1) %
Individual Income Tax:							
Gross	11,082.9	(3.2)	11,511.8	11,469.8	(42.0)	3.9	3.5
Withholding	9,176.2	0.4	9,394.5	9,413.6	19.1	2.4	2.6
Nonwithholding	1,906.8	(17.5)	2,117.3	2,056.2	(61.1)	11.0	7.8
Refunds	<u>(1,994.7)</u>	<u>1.4</u>	<u>(1,924.1)</u>	<u>(1,942.5)</u>	<u>(18.4)</u>	<u>(3.5)</u>	<u>(2.6)</u>
Net	9,088.3	(4.1)	9,587.7	9,527.3	(60.4)	5.5	4.8
Insurance Company Premiums	261.9	2.7	274.4	275.8	1.4	4.8	5.3
State Sales & Use Tax	3,082.5	6.2	2,880.8	2,982.0	101.2	(6.5)	(3.3)
Wills, Suits, Deeds, & Contract Fees	<u>290.2</u>	<u>(7.7)</u>	<u>314.0</u>	<u>265.2</u>	<u>(48.8)</u>	<u>8.2</u>	<u>(8.6)</u>
Total Major Tax Sources	\$ 13,529.3	(0.5) %	\$ 13,849.7	\$ 13,823.5	\$ (26.2)	2.4 %	2.2 %
MISCELLANEOUS TAXES AND OTHER REVENUES							
Alcoholic Beverage State Tax	\$ 131.6	1.5 %	\$ 134.6	\$ 133.7	\$ (0.9)	2.3 %	1.6 %
Bank Franchise Tax	23.1	3.1	15.0	22.8	7.8	(35.2)	(1.5)
Beer & Beverage Excise Tax	43.5	(0.2)	43.4	43.5	0.1	(0.2)	0.0
Corporate Franchise & Charter Fees	46.6	(5.7)	46.2	46.7	0.5	(0.9)	0.2
Excess & Other Fees from Officers	(10.5)	38.9	(6.5)	(7.5)	(1.0)	38.0	28.5
Estate & Gifts	5.7	(5.6)	0.0	4.0	4.0	(100.0)	(29.5)
Institutional Revenues	6.0	(6.0)	5.9	5.8	(0.1)	(2.0)	(3.6)
Interest & Rents	94.7	(9.5)	108.4	100.1	(8.3)	14.5	5.7
Licenses & Permits	4.3	(0.4)	4.2	4.2	0.0	(1.9)	(1.9)
Miscellaneous Taxes and Penalties	208.0	(5.9)	233.6	231.3	(2.3)	12.3	11.2
Other Miscellaneous Revenues	39.8	(22.7)	54.8	33.3	(21.5)	37.6	(16.4)
Public Service GR / Consumption Tax	<u>97.3</u>	<u>6.5</u>	<u>94.2</u>	<u>96.4</u>	<u>2.2</u>	<u>(3.1)</u>	<u>(0.9)</u>
Total Misc. Taxes and Other Revenues	\$ 690.2	(3.2) %	\$ 733.8	\$ 714.3	\$ (19.5)	6.3 %	3.5 %
TOTAL GF REVENUES	\$ 14,219.5	(0.7) %	\$ 14,583.5	\$ 14,537.8	\$ (45.7)	2.6 %	2.2 %
TRANSFERS							
A.B.C. Profits	\$ 50.0	13.3 %	\$ 46.2	\$ 46.2	\$ 0.0	(7.5) %	(7.5) %
Sales Tax (0.25%)	209.4	(1.9)	208.9	214.6	5.7	(0.3)	2.5
Transfers Per Appropriations Act	<u>307.8</u>	<u>106.6</u>	<u>159.3</u>	<u>159.3</u>	<u>0.0</u>	<u>(48.2)</u>	<u>(48.2)</u>
Total Transfers	\$ 567.2	39.5 %	\$ 414.4	\$ 420.1	\$ 5.7	(26.9) %	(25.9) %
TOTAL GENERAL FUND	\$ 14,786.7	0.4 %	\$ 14,997.9	\$ 14,957.9	\$ (40.0)	1.4 %	1.2 %

The Official forecast is based on the October 2009 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation and incorporates revenue collection trends through January and actions of the 2010 General Assembly, Chapter 874.

The November Pessimistic Alternative forecast is based on the October 2010 Global Insight Pessimistic Alternative outlook and the corresponding Virginia state forecast developed by the Department of Taxation.

(Presented to the Governor's Advisory Council on Revenue Estimates)
The Official and November Pessimistic Alternative General Fund Forecast for Fiscal Year 2012
(Dollars in Millions)

November 2, 2010

	Fiscal Year 2012					2010-2012 Biennium		
	Official Forecast	Nov Alt Forecast	Change	% Growth Over FY 11		Official Forecast	Nov Alt Forecast	Change
				Official	Nov Alt			
MAJOR TAX SOURCES								
Corporate Income	\$ 838.4	\$ 795.5	\$ (42.9)	5.8 %	2.9 %	\$ 1,631.2	\$ 1,568.7	\$ (62.5)
Individual Income Tax:								
Gross	11,983.6	11,595.2	(388.4)	4.1	1.1	23,495.4	23,065.0	(430.4)
Withholding	9,700.7	9,694.6	(6.1)	3.3	3.0	19,095.2	19,108.2	13.0
Nonwithholding	2,282.9	1,900.6	(382.3)	7.8	(7.6)	4,400.2	3,956.8	(443.4)
Refunds	<u>(1,847.1)</u>	<u>(1,921.1)</u>	<u>(74.0)</u>	<u>(4.0)</u>	<u>(1.1)</u>	<u>(3,771.2)</u>	<u>(3,863.6)</u>	<u>(92.4)</u>
Net	10,136.5	9,674.1	(462.4)	5.7	1.5	19,724.2	19,201.4	(522.8)
Insurance Company Premiums	291.4	283.6	(7.8)	6.2	2.8	565.8	559.4	(6.4)
State Sales & Use Tax	2,974.2	3,015.1	40.9	3.2	1.1	5,855.0	5,997.1	142.1
Wills, Suits, Deeds, & Contract Fees	<u>314.0</u>	<u>205.2</u>	<u>(108.8)</u>	<u>0.0</u>	<u>(22.6)</u>	<u>628.0</u>	<u>470.4</u>	<u>(157.6)</u>
Total Major Tax Sources	\$ 14,554.5	\$ 13,973.5	\$ (581.0)	5.1 %	1.1 %	\$ 28,404.2	\$ 27,797.0	\$ (607.2)
MISCELLANEOUS TAXES AND OTHER REVENUES								
Alcoholic Beverage State Tax	\$ 137.9	\$ 137.1	\$ (0.8)	2.5 %	2.5 %	\$ 272.5	\$ 270.8	\$ (1.7)
Bank Franchise Tax	10.0	18.0	8.0	(33.3)	(21.1)	25.0	40.8	15.8
Beer & Beverage Excise Tax	43.4	43.5	0.1	0.0	0.0	86.8	87.0	0.2
Corporate Franchise & Charter Fees	46.2	46.7	0.5	0.0	0.0	92.4	93.4	1.0
Excess & Other Fees from Officers	(6.5)	(7.5)	(1.0)	0.0	0.0	(13.0)	(15.0)	(2.0)
Estate & Gifts	0.0	2.0	2.0	n/a	n/a	0.0	6.0	6.0
Institutional Revenues	5.9	5.8	(0.1)	0.0	0.0	11.8	11.6	(0.2)
Interest & Rents	142.8	129.3	(13.5)	31.7	29.2	251.2	229.4	(21.8)
Licenses & Permits	4.2	4.2	0.0	0.0	0.0	8.4	8.4	0.0
Miscellaneous Taxes and Penalties	238.7	231.6	(7.1)	2.2	0.1	472.3	462.9	(9.4)
Other Miscellaneous Revenues	31.8	30.5	(1.3)	(42.0)	(8.4)	86.6	63.8	(22.8)
Public Service GR / Consumption Tax	<u>94.2</u>	<u>96.4</u>	<u>2.2</u>	<u>0.0</u>	<u>0.0</u>	<u>188.4</u>	<u>192.8</u>	<u>4.4</u>
Total Misc. Taxes and Other Revenues	\$ 748.6	\$ 737.6	\$ (11.0)	2.0 %	3.3 %	\$ 1,482.4	\$ 1,451.9	\$ (30.5)
TOTAL GF REVENUES	\$ 15,303.1	\$ 14,711.1	\$ (592.0)	4.9 %	1.2 %	\$ 29,886.6	\$ 29,248.9	\$ (637.7)
TRANSFERS								
A.B.C. Profits	\$ 49.3	\$ 47.8	\$ (1.5)	6.7 %	3.5 %	\$ 95.5	\$ 94.0	\$ (1.5)
Sales Tax (0.25%)	215.8	217.0	1.2	3.3	1.1	424.7	431.6	6.9
Transfers Per Appropriations Act	<u>179.8</u>	<u>179.8</u>	<u>0.0</u>	<u>12.9</u>	<u>12.9</u>	<u>339.1</u>	<u>339.1</u>	<u>0.0</u>
Total Transfers	\$ 444.9	\$ 444.6	\$ (0.3)	7.4 %	5.8 %	\$ 859.3	\$ 864.7	\$ 5.4
TOTAL GENERAL FUND	\$ 15,748.0	\$ 15,155.7	\$ (592.3)	5.0 %	1.3 %	\$ 30,745.9	\$ 30,113.6	\$ (632.3)

The Official forecast is based on the October 2009 Global Insight Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation and incorporates revenue collection trends through January and actions of the 2010 General Assembly, Chapter 874.

The November Pessimistic Alternative forecast is based on the October 2010 Global Insight Pessimistic Alternative outlook and the corresponding Virginia state forecast developed by the Department of Taxation.

(Presented to the Governor's Advisory Council on Revenue Estimates)
The November Pessimistic Alternative General Fund Forecast for Fiscal Years 2013-2014
(Dollars in Millions)

November 2, 2010

	Fiscal Year 2013		Fiscal Year 2014		2012-2014 Biennium	
	Nov Alt Forecast	% Growth Over FY 12	Nov Alt Forecast	% Growth Over FY 13	Nov Alt Forecast	% Growth Over 10-12
MAJOR TAX SOURCES						
Corporate Income	\$ 790.9	(0.6) %	\$ 804.6	1.7 %	\$ 1,595.5	1.7 %
Individual Income Tax:						
Gross	12,096.8	4.3	12,684.7	4.9	24,781.5	7.4
Withholding	10,060.5	3.8	10,498.7	4.4	20,559.2	7.6
Nonwithholding	2,036.3	7.1	2,186.0	7.4	4,222.3	6.7
Refunds	<u>(1,897.5)</u>	<u>(1.2)</u>	<u>(1,884.6)</u>	<u>(0.7)</u>	<u>(3,782.1)</u>	<u>(2.1)</u>
Net	10,199.3	5.4	10,800.1	5.9	20,999.4	9.4
Insurance Company Premiums	293.8	3.6	305.6	4.0	599.4	7.2
State Sales & Use Tax	3,095.2	2.7	3,226.6	4.2	6,321.8	5.4
Wills, Suits, Deeds, & Contract Fees	<u>205.2</u>	<u>0.0</u>	<u>205.2</u>	<u>0.0</u>	<u>410.4</u>	<u>(12.8)</u>
Total Major Tax Sources	\$ 14,584.4	4.4 %	\$ 15,342.1	5.2 %	\$ 29,926.5	7.7 %
MISCELLANEOUS TAXES AND OTHER REVENUES						
Alcoholic Beverage State Tax	\$ 140.3	2.3 %	\$ 143.2	2.1 %	\$ 283.5	4.7 %
Bank Franchise Tax	12.4	(31.1)	12.4	0.0	24.8	(39.2)
Beer & Beverage Excise Tax	43.5	0.0	43.5	0.0	87.0	0.0
Corporate Franchise & Charter Fees	46.7	0.0	46.7	0.0	93.4	0.0
Excess & Other Fees from Officers	(7.5)	0.0	(7.5)	0.0	(15.0)	0.0
Estate & Gifts	0.0	n/a	0.0	n/a	0.0	n/a
Institutional Revenues	5.8	0.0	5.8	0.0	11.6	0.0
Interest & Rents	83.4	(35.5)	106.4	27.6	189.8	(17.3)
Licenses & Permits	4.2	0.0	4.2	0.0	8.4	0.0
Miscellaneous Taxes and Penalties	232.2	0.3	232.7	0.2	464.9	0.4
Other Miscellaneous Revenues	30.5	0.0	30.5	0.0	61.0	(4.4)
Public Service GR / Consumption Tax	<u>96.4</u>	<u>0.0</u>	<u>96.4</u>	<u>0.0</u>	<u>192.8</u>	<u>0.0</u>
Total Misc. Taxes and Other Revenues	\$ 687.9	(6.7) %	\$ 714.3	3.8 %	\$ 1,402.2	(3.4) %
TOTAL GF REVENUES	\$ 15,272.3	3.8 %	\$ 16,056.4	5.1 %	\$ 31,328.7	7.1 %
TRANSFERS						
A.B.C. Profits	\$ 48.3	1.0 %	\$ 49.3	2.1 %	\$ 97.6	3.8 %
Sales Tax (0.25%)	222.9	2.7	232.5	4.3	455.4	5.5
Transfers Per Appropriations Act	<u>80.4</u>	<u>(55.3)</u>	<u>80.4</u>	<u>0.0</u>	<u>160.8</u>	<u>(52.6)</u>
Total Transfers	\$ 351.6	(20.9) %	\$ 362.2	3.0 %	\$ 713.8	(17.5) %
TOTAL GENERAL FUND	\$ 15,623.9	3.1 %	\$ 16,418.6	5.1 %	\$ 32,042.5	6.4 %

The November Pessimistic Alternative forecast is based on the October 2010 Global Insight Pessimistic Alternative outlook and the corresponding Virginia state forecast developed by the Department of Taxation.

Growth in Total General Fund Revenues

Fiscal Year 1961 - Fiscal Year 2012

(Nominal - Actual Dollars)

<u>FY</u>	<u>Total Revenues</u>	<u>Growth</u>	<u>FY</u>	<u>Total Revenues</u>	<u>Growth</u>
61	230,998,887	-	87	4,590,434,000	11.1%
62	242,144,567	4.8%	88	5,054,382,000	10.1%
63	286,304,265	18.2%	89	5,478,912,000	8.4%
64	298,033,919	4.1%	90	5,494,884,000	0.3%
65	323,213,412	8.4%	91	5,471,879,000	-0.4%
66	365,129,776	13.0%	92	5,623,213,000	2.8%
67	414,755,644	13.6%	93	6,133,637,000	9.1%
68	533,597,744	28.7%	94	6,503,368,000	6.0%
69	706,254,374	32.4%	95	6,881,145,000	5.8%
70	743,721,322	5.3%	96	7,356,110,000	6.9%
71	807,954,651	8.6%	97	7,949,327,000	8.1%
72	922,653,686	14.2%	98	8,773,520,000	10.4%
73	1,054,469,443	14.3%	99	9,702,747,000	10.6%
74	1,168,562,871	10.8%	00	10,788,482,000	11.2%
75	1,303,178,893	11.5%	01	11,105,275,000	2.9%
76	1,428,421,157	9.6%	02	10,678,954,000	-3.8%
77	1,636,301,819	14.6%	03	10,867,149,000	1.8%
78	1,923,085,084	17.5%	04	11,917,867,000	9.7%
79	2,115,211,522	10.0%	05	13,687,252,000	14.8%
80	2,344,928,934	10.9%	06	14,834,298,000	8.4%
81	2,579,663,941	10.0%	07	15,565,827,000	4.9%
82	2,796,458,741	8.4%	08	15,766,951,000	1.3%
83	2,975,687,935	6.4%	09	14,315,060,000	-9.2%
84	3,397,710,261	14.2%	10	14,219,477,000	-0.7%
85	3,790,816,000	11.6%	11*	14,717,400,000	3.5%
86	4,131,778,000	9.0%	12*	15,452,200,000	5.0%

* December 17, 2010 Forecast (Excludes Transfers)

Growth in Total General Fund Revenues

Fiscal Year 1961 - Fiscal Year 2012

(Real -- Inflation-Adjusted Dollars)

<u>FY</u>	<u>Total Revenues</u>	<u>Growth</u>	<u>FY</u>	<u>Total Revenues</u>	<u>Growth</u>
61	1,233,704,801	-	87	7,360,475,259	8.1%
62	1,280,917,092	3.8%	88	7,801,898,617	6.0%
63	1,496,859,230	16.9%	89	8,098,310,546	3.8%
64	1,536,970,342	2.7%	90	7,805,122,086	-3.6%
65	1,643,931,702	7.0%	91	7,432,194,665	-4.8%
66	1,823,825,055	10.9%	92	7,411,056,197	-0.3%
67	2,016,803,521	10.6%	93	7,876,562,821	6.3%
68	2,517,089,221	24.8%	94	8,194,045,384	4.0%
69	3,195,576,553	27.0%	95	8,471,499,625	3.4%
70	3,211,925,381	0.5%	96	8,874,865,781	4.8%
71	3,339,897,693	4.0%	97	9,383,169,065	5.7%
72	3,673,423,124	10.0%	98	10,225,905,335	9.0%
73	4,046,314,056	10.2%	99	11,178,795,106	9.3%
74	4,149,578,747	2.6%	00	12,165,219,941	8.8%
75	4,194,061,834	1.1%	01	12,229,132,254	0.5%
76	4,315,080,678	2.9%	02	11,618,166,587	-5.0%
77	4,674,346,738	8.3%	03	11,594,964,950	-0.2%
78	5,150,339,013	10.2%	04	12,448,158,554	7.4%
79	5,256,881,780	2.1%	05	13,907,264,931	11.7%
80	5,287,087,243	0.6%	06	14,606,293,754	5.0%
81	5,278,624,803	-0.2%	07	14,962,249,841	2.4%
82	5,349,719,245	1.3%	08	14,671,298,433	-1.9%
83	5,427,809,377	1.5%	09	13,126,940,606	-10.5%
84	5,955,984,120	9.7%	10	12,876,462,012	-1.9%
85	6,424,458,530	7.9%	11*	13,151,691,167	2.1%
86	6,806,322,379	5.9%	12*	13,605,282,853	3.4%

* December 17, 2010 Forecast (Excludes Transfers)

Shaded areas indicate years in which there was a national recession.

NONGENERAL FUND REVENUE PROJECTIONS
For Fiscal Years 2010 Through 2011-2016
 \$ (Millions)

	Actual						
	2010	2011	2012	2013	2014	2015	2016
Taxes:							
Motor vehicle fuel tax	\$888.2	\$947.7	\$959.4	\$974.6	\$988.8	\$1,006.6	\$1,004.2
Unemployment compensation payroll tax	\$431.4	\$664.4	\$776.8	\$820.8	\$767.6	\$627.1	\$522.6
Special highway tax from sales tax*	\$490.7	\$478.1	\$521.0	\$542.3	\$564.2	\$594.3	\$624.0
Motor vehicle sales tax and use tax	\$444.1	\$475.0	\$499.0	\$539.0	\$557.7	\$608.0	\$613.5
Other taxes	\$766.1	\$858.2	\$865.5	\$869.0	\$871.8	\$875.3	\$878.6
Total	\$3,020.6	\$3,423.4	\$3,621.6	\$3,745.7	\$3,750.0	\$3,711.3	\$3,643.0
Rights and privileges:							
Motor Vehicle Licenses	\$223.9	\$242.1	\$296.7	\$306.4	\$305.9	\$310.9	\$307.8
Other Rights & Privileges	\$676.0	\$747.0	\$704.1	\$709.6	\$694.5	\$700.6	\$705.8
Total	\$899.9	\$989.1	\$1,000.8	\$1,015.9	\$1,000.4	\$1,011.6	\$1,013.6
Sales of property and commodities:							
Alcoholic Beverage Sales	\$558.7	\$572.0	\$589.1	\$605.1	\$619.9	\$636.0	\$650.8
Other Sales	\$1,092.6	\$924.3	\$960.1	\$995.5	\$1,034.5	\$1,043.0	\$1,052.7
Total	\$1,651.3	\$1,496.3	\$1,549.3	\$1,600.6	\$1,654.4	\$1,679.0	\$1,703.5
Assessment & Receipts for Support of Special Services:							
	\$524.4	\$639.2	\$667.2	\$714.0	\$755.5	\$789.3	\$826.2
Institutional revenue:							
Institutions of Higher Education ²	\$1,782.0	\$3,935.8	\$4,086.6	\$4,426.5	\$4,798.3	\$5,201.4	\$5,638.3
Other Educational Institutions	\$4.8	\$8.4	\$8.8	\$8.7	\$8.7	\$8.7	\$8.7
Medical Hospitals ²	\$0.0	\$1,139.4	\$1,240.5	\$1,303.9	\$1,371.8	\$1,429.2	\$1,504.9
Mental Hospitals	\$338.2	\$69.8	\$69.9	\$70.4	\$70.9	\$71.5	\$72.0
Corrections	\$62.7	\$77.8	\$77.3	\$76.9	\$77.4	\$67.8	\$56.4
Other Institutions	\$64.1	\$49.0	\$41.6	\$43.2	\$44.7	\$45.0	\$45.7
Total	\$2,251.8	\$5,280.2	\$5,524.6	\$5,929.6	\$6,371.8	\$6,823.6	\$7,326.1
Interest dividends and rents:							
	\$258.1	\$127.6	\$121.0	\$127.5	\$146.1	\$167.6	\$183.0
Grants and donations:							
Federal grants and contracts	\$9,966.7	\$10,002.5	\$9,450.4	\$9,743.1	\$9,373.1	\$9,819.0	\$10,334.7
Other grants & contracts	\$73.7	\$74.5	\$116.9	\$108.8	\$109.4	\$109.2	\$113.0
Total	\$10,040.4	\$10,077.0	\$9,567.2	\$9,852.0	\$9,482.5	\$9,928.2	\$10,447.8
Other Revenue:							
	\$1,187.3	\$1,516.3	\$1,567.6	\$1,649.4	\$1,638.4	\$1,674.0	\$1,706.3
Total Nongeneral Fund Revenue ¹:							
	\$19,833.8	\$23,549.0	\$23,619.3	\$24,634.7	\$24,799.2	\$25,784.6	\$26,849.5
\$ Amount change from previous year		\$3,715.1	\$70.3	\$1,015.4	\$164.6	\$985.3	\$1,064.9
% Change from previous year		18.7%	0.3%	4.3%	0.7%	4.0%	4.1%

*Based on the November 2010 forecast.

¹ Page 1 totals adjusted to reflect lottery proceeds being listed separately.

² Per the Management Agreement between the tier 3 schools and the Commonwealth as set forth in Chapters 933 and 943 of the 2006 Acts of Assembly, the type 3 schools are not required to report actual revenue collections in CARS.

FY 2011 Estimate
Per Chapter 874

Commonwealth of Virginia/Department of Accounts
Summary Report on General Fund Revenue Collections
For the Fiscal Years 2010 and 2011
(Dollars in Thousands)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2011 Estimate	As a % of Gen Fund Rev	FY 2011	FY 2010	% Change	FY 2011	FY 2010	% Change	% Annual Growth Req By Est
Revenue				November			Year-To-Date		
Individual Income Tax:									
Withholding	\$9,394,500	64.42	\$763,823	\$696,961	9.6	\$3,752,920	\$3,562,128	5.4	2.4
Tax Dues/Estimated Payments	2,117,300	14.52	40,786	39,719	2.7	393,635	413,017	(4.7)	11.0
Gross Individual Income Tax	\$11,511,800	78.94	\$804,609	\$736,680	9.2	\$4,146,555	\$3,975,145	4.3	3.9
Individual and Fiduciary Income (Refunds)	(1,924,100)	(13.20)	(52,750)	(54,591)	(3.4)	(236,855)	(274,777)	(13.8)	(3.5)
Net Individual Income Tax	\$9,587,700	65.74	\$751,859	\$682,089	10.2	\$3,909,700	\$3,700,368	5.7	5.5
Sales and Use Tax	\$2,880,800	19.76	\$245,906	\$230,555	6.7	\$1,077,137	\$1,193,152	(9.7)	(6.5)
Corporations Income Tax	792,800	5.44	(21,451)	644	#	195,357	213,846	(8.6)	(1.7)
Wills, Suits, Deeds, Contracts	314,000	2.15	25,608	25,091	2.1	126,739	130,461	(2.9)	8.2
Insurance Premiums	274,400	1.88	0	0	-	0	0	-	4.8
Interest Income (a)	108,100	0.74	10,196	(7,889)	229.2	35,015	42,071	(16.8)	14.6
Alcoholic Beverage Sales (b)	178,000	1.22	35,834	35,141	2.0	52,476	51,218	2.5	1.7
All Other Revenues	447,700	3.07	27,060	18,144	49.1	141,463	134,624	5.1	6.4
Total General Fund Revenues	\$14,583,500	100.00	\$1,075,012	\$983,775	9.3	\$5,537,887	\$5,465,740	1.3	2.6

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

(a) Interest will be allocated in accordance with Section 3-3.03 of Chapter 874, 2010 Virginia Acts of Assembly.
(b) Includes Beer and Beverage Excise Tax and Alcoholic Beverage State Tax.

FY 2011 Estimate
Per Chapter 874

Commonwealth of Virginia/Department of Accounts
General Fund Statement of Revenue Collections and Estimates
For the Fiscal Years 2010 and 2011
(Dollars in Thousands)

Revenue	(1) FY 2011 Estimate	(2) As a % of Total Gen Fund Rev	(3) FY 2011	(4) November FY 2010	(5) % Change	(6) FY 2011	(7) Year-To-Date FY 2010	(8) % Change	(9) % Annual Growth Req By Est
Taxes:									
Individual Income Tax - Withholding	\$9,394,500	64.42	\$763,823	\$696,961	9.6	\$3,752,920	\$3,562,128	5.4	2.4
Tax Dues/Estimated Payments	2,117,300	14.52	40,786	39,719	2.7	393,635	413,017	(4.7)	11.0
Gross Individual Income Tax	\$11,511,800	78.94	\$804,609	\$736,680	9.2	\$4,146,555	\$3,975,145	4.3	3.9
Individ and Fiduc Income (Refunds)	(1,924,100)	(13.20)	(52,750)	(54,591)	(3.4)	(236,855)	(274,777)	(13.8)	(3.5)
Net Individual Income Tax	\$9,587,700	65.74	\$751,859	\$682,089	10.2	\$3,909,700	\$3,700,368	5.7	5.5
Sales and Use Tax	2,880,800	19.76	245,906	230,555	6.7	1,077,137	1,193,152	(9.7)	(6.5)
Corporations Income	792,800	5.44	(21,451)	644	#	195,357	213,846	(8.6)	(1.7)
Public Service Corporations	94,200	0.65	6,671	1,319	405.8	31,882	31,619	0.8	(3.1)
Insurance Premiums	274,400	1.88	0	0	-	0	0	-	4.8
Alcoholic Beverage Excise	134,600	0.92	32,507	31,598	2.9	33,149	31,706	4.6	2.3
Beer and Beverage Excise	43,400	0.30	3,327	3,543	(6.1)	19,327	19,512	(0.9)	(0.2)
Wills, Suits, Deeds, Contracts	314,000	2.15	25,608	25,091	2.1	126,739	130,461	(2.9)	8.2
Inheritance, Gift, and Estate	0	0.00	(723)	866	(183.5)	386	2,814	(86.3)	(100.0)
Bank Franchise	15,000	0.10	0	0	-	55	(1,139)	104.8	(35.2)
Other Taxes	3,600	0.02	(424)	(504)	15.9	1,882	2,045	(8.0)	15.3
Total Taxes	\$14,140,500	96.96	\$1,043,280	\$975,201	7.0	\$5,395,614	\$5,324,384	1.3	2.2
Rights and Privileges:									
Licenses and Permits	\$4,200	0.03	\$369	\$333	10.8	\$1,755	\$1,670	5.1	(1.9)
Corp. Franchise and Charters	46,200	0.32	477	437	9.2	2,408	2,484	(3.1)	(0.9)
Fees for Misc. Privileges & Services	13,300	0.09	546	1,430	(61.8)	3,803	3,939	(3.5)	14.0
Total Rights and Privileges	\$63,700	0.44	\$1,392	\$2,200	(36.7)	\$7,966	\$8,093	(1.6)	1.8
Other Revenues:									
Sales of Property & Commodities	\$22,500	0.15	\$0	\$0	-	\$132	\$2	#	#
Assessmts & Rcpts for Support of Special Svcs	400	0.00	47	53	(11.3)	189	120	57.5	7.2
Institutional Revenue	5,900	0.04	115	438	(73.7)	2,293	2,581	(11.2)	(2.0)
Interest (a)	108,100	0.74	10,196	(7,889)	229.2	35,015	42,071	(16.8)	14.6
Dividends and Rent	300	0.00	6	23	(73.9)	228	215	6.0	(14.0)
Fines, Forfeitures & Fees	230,000	1.58	19,391	13,557	43.0	94,943	85,418	11.2	12.2
Other Revenue	8,400	0.06	407	(42)	#	2,043	4,517	(54.8)	(51.0)
Excess Fees	(6,500)	(0.04)	(779)	(652)	(19.5)	(4,453)	(5,554)	19.8	38.0
Private Donations, Gifts & Cont.	0	0.00	10	5	100.0	44	31	41.9	(100.0)
Cities, Counties, and Towns	10,200	0.07	947	881	7.5	3,873	3,862	0.3	4.5
Total Other Revenues	\$379,300	2.60	\$30,340	\$6,374	376.0	\$134,307	\$133,263	0.8	17.3
Total General Fund Revenues	\$14,583,500	100.00	\$1,075,012	\$983,775	9.3	\$5,537,887	\$5,465,740	1.3	2.6

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

(a) Interest will be allocated in accordance with Section 3-3.03 of Chapter 874, 2010 Virginia Acts of Assembly.

Commonwealth of Virginia/Department of Lottery
Summary Report on Lottery Collections
For the Fiscal Years 2010 and 2011
(Dollars in Thousands)

	FY 2011 Estimate	November		Year-To-Date		% Annual Growth Required By Estimate
		(a)	% Change	FY 2010	% Change (b)	
Lottery Collections						
Win for Life	\$21,000	\$1,657	(28.6)	\$9,209	(30.6)	(26.2)
Cash 5	26,000	2,240	(3.7)	11,467	(5.7)	(7.9)
Pick 4	205,000	16,781	7.8	83,520	5.3	3.8
Pick 3	250,000	19,431	0.3	100,503	(0.3)	1.3
Mega Millions / Powerball	180,000	13,957	22.3	76,956	(11.8)	(14.1)
Fast Play	6,000	502	0.2	2,583	(13.6)	(12.9)
Raffle	6,600	0	-	0	-	0.0
Scratch	720,000	63,442	13.1	299,921	3.9	1.2
Gross Lottery Revenue	1,414,600	118,010	9.7	584,159	0.0	(1.4)
Expenses (c)	979,400	85,968 (d)	12.2	410,646 (d)	2.2	(2.5)
Net Lottery Ticket Profits	\$435,200	\$32,042 (d)	3.4	\$173,513 (d)	(4.9)	1.2

(a) Estimate established in Chapter 874, 2010 Virginia Acts of Assembly.

(b) 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.

(c) "Expenses" includes prizes to winners, compensation to retailers, instant and online gaming costs, Lottery operating expenses, and net other income/expense.

(d) Current month includes operating expenses estimated (unaudited closing).

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 2010 and 2011
(Dollars in Thousands)

Revenue	FY 2011 Estimate	As a % of Total Fund		November		Year-To-Date		% Annual Growth Required By Estimate
		FY 2011	FY 2010	FY 2011	FY 2010	FY 2011	FY 2010	
Motor Fuel Taxes	\$841,300	25.45	\$65,000	\$70,910	9.1	\$299,492	\$284,486	5.3
Priority Transportation Fund (PTF)	148,200	4.49	6,631	6,782	2.3	121,291	116,430	4.2
Motor Vehicle Sales and Use Tax	448,700	13.57	30,432	41,044	34.9	220,253	196,739	12.0
State Sales and Use Tax	488,600	14.78	39,044	42,133	7.9	182,814	204,305	(10.5)
Motor Vehicle License Fees	242,500	7.33	15,419	17,661	14.5	99,820	93,863	6.3
International Registration Plan	60,300	1.82	1,170	3,151	169.3	18,534	15,164	22.2
Recordation Tax	33,500	1.01	2,844	3,126	9.9	15,033	15,898	(5.4)
Interest Earnings	30,600	0.93	5,797	144	(97.5)	4,846	6,129	(20.9)
Misc. Taxes, Fees, and Revenues	12,700	0.38	973	999	2.7	5,430	5,087	6.7
Total State Taxes and Fees	\$2,306,400	69.76	\$167,310	\$185,950	11.1	\$967,513	\$938,101	3.1

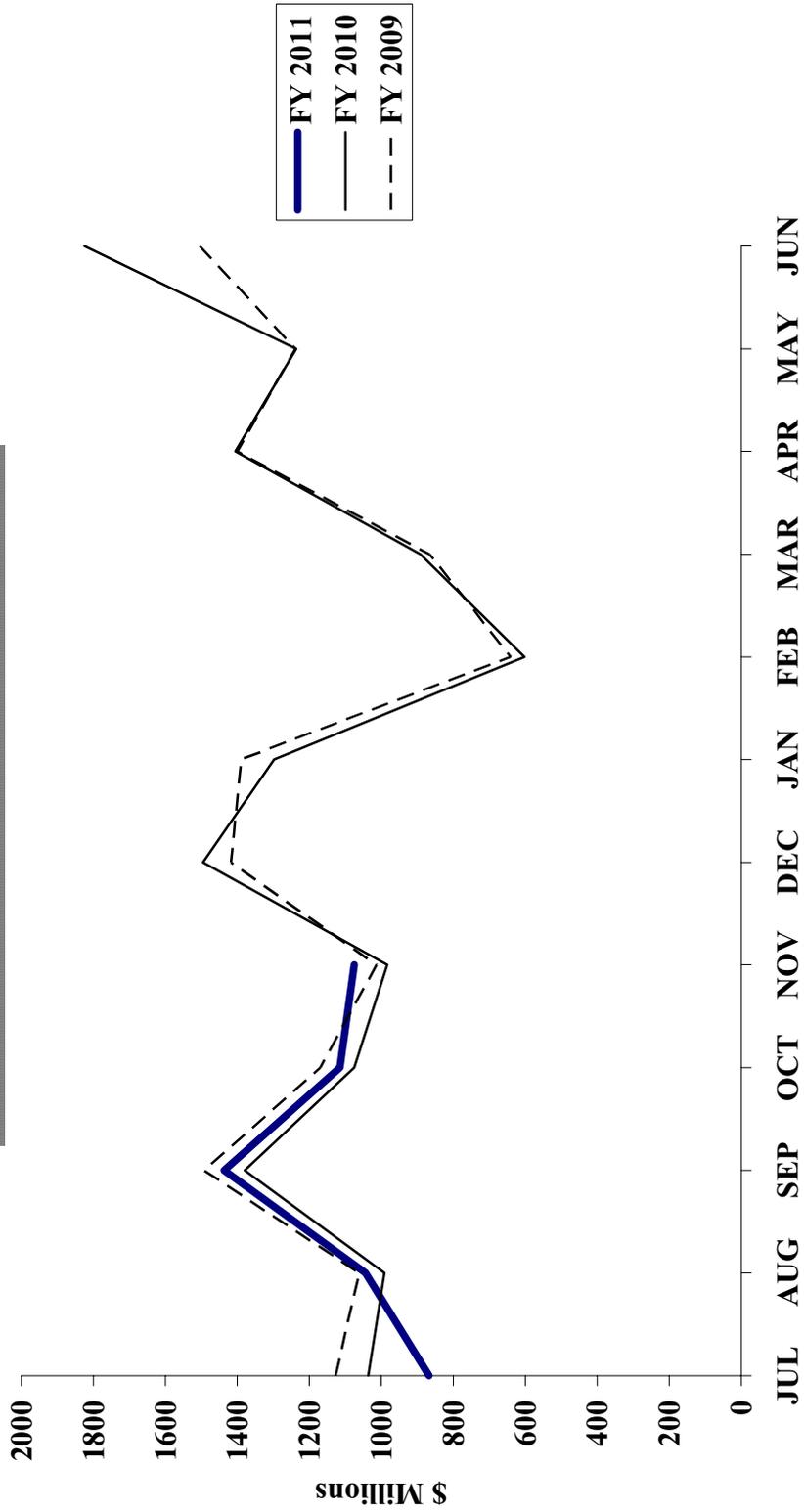
Percentage is greater than or equal to 1,000%.

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 2010 and 2011
(Dollars in Thousands)

Revenue	FY 2011 Estimate	As a % of Total Fund	November		Year-To-Date		% Annual Growth Required By Est
			FY 2011	FY 2010	FY 2011	FY 2010	
			Change		Change		
HIGHWAY MAINTENANCE AND OPERATING FUND:							
Motor Fuel Taxes (Includes Road Tax)	\$726,800	21.99	\$61,902	\$56,484	\$258,169	\$245,508	5.2
Motor Vehicle Sales and Use Tax	272,700	8.25	25,044	18,220	132,190	118,402	11.6
Motor Vehicle License Fees	221,300	6.69	16,087	14,059	90,982	85,354	6.6
International Registration Plan	60,300	1.82	3,151	1,170	18,534	15,164	22.2
Recordation Tax (1 cent)	11,200	0.34	1,042	948	5,011	5,299	(5.4)
Misc. Taxes, Fees, and Revenues	12,700	0.38	999	973	5,430	5,087	(0.4)
Total State Taxes and Fees	\$1,305,000	39.47	\$108,225	\$91,854	\$510,316	\$474,814	7.5
Other Revenues:							
Federal Grants and Contracts	\$0	0.00	\$1,473	\$1,413	\$8,529	\$7,831	(100.0)
Miscellaneous Revenues	16,191	0.49	1,022	739	3,937	5,474	12.3
Transfer (to) / from Transportation Trust Fund	510,998	15.46	0	0	66,940	150,000	0.7
Total Highway Maintenance and Operating Fund	\$1,832,189	55.42	\$110,720	\$94,006	\$589,722	\$638,119	(7.6)
TRANSPORTATION TRUST FUND:							
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$114,500	3.46	\$9,008	\$8,516	\$41,323	\$38,978	6.0
PTF Motor Fuels	20,000	0.61	2,000	2,000	6,000	6,000	0.0
PTF Insurance Premiums Tax	128,200	3.88	4,782	4,631	115,291	110,430	4.4
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	176,000	5.32	16,000	12,212	88,063	78,337	12.4
State Sales and Use Tax	488,600	14.78	42,133	39,044	182,814	204,305	(10.5)
Motor Vehicle License Fees	21,200	0.64	1,574	1,360	8,838	8,509	3.9
Recordation Tax (2 cents)	22,300	0.67	2,084	1,896	10,022	10,599	(5.4)
Interest Earnings	30,600	0.93	144	5,797	4,846	6,129	33.3
Total State Taxes and Fees	\$1,001,400	30.29	\$77,725	\$75,456	\$457,197	\$463,287	(1.3)
Other Revenues:							
Federal Grants and Contracts	\$881,334	26.66	\$71,437	\$37,995	\$434,240	\$388,107	11.9
Receipts from Cities/Counties	59,007	1.78	727	4,645	24,946	8,767	184.5
Toll Revenues (Includes Route 28)	30,035	0.91	882	4,546	6,815	20,406	(66.6)
Miscellaneous Revenues	13,089	0.40	2,026	4,005	29,057	12,626	130.1
Total Other Revenues	\$983,465	29.75	\$75,072	\$51,191	\$495,058	\$429,906	15.2
Transfer (to) / from Highway Maintenance and Operating Fund	(\$510,998)	(15.46)	\$0	\$0	(\$66,940)	(\$150,000)	(0.7)
Total Transportation Trust Fund	\$1,473,867	44.58	\$152,797	\$126,647	\$885,315	\$743,193	19.1
TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND	\$3,306,056	100.00	\$263,517	\$220,653	\$1,475,037	\$1,381,312	6.8

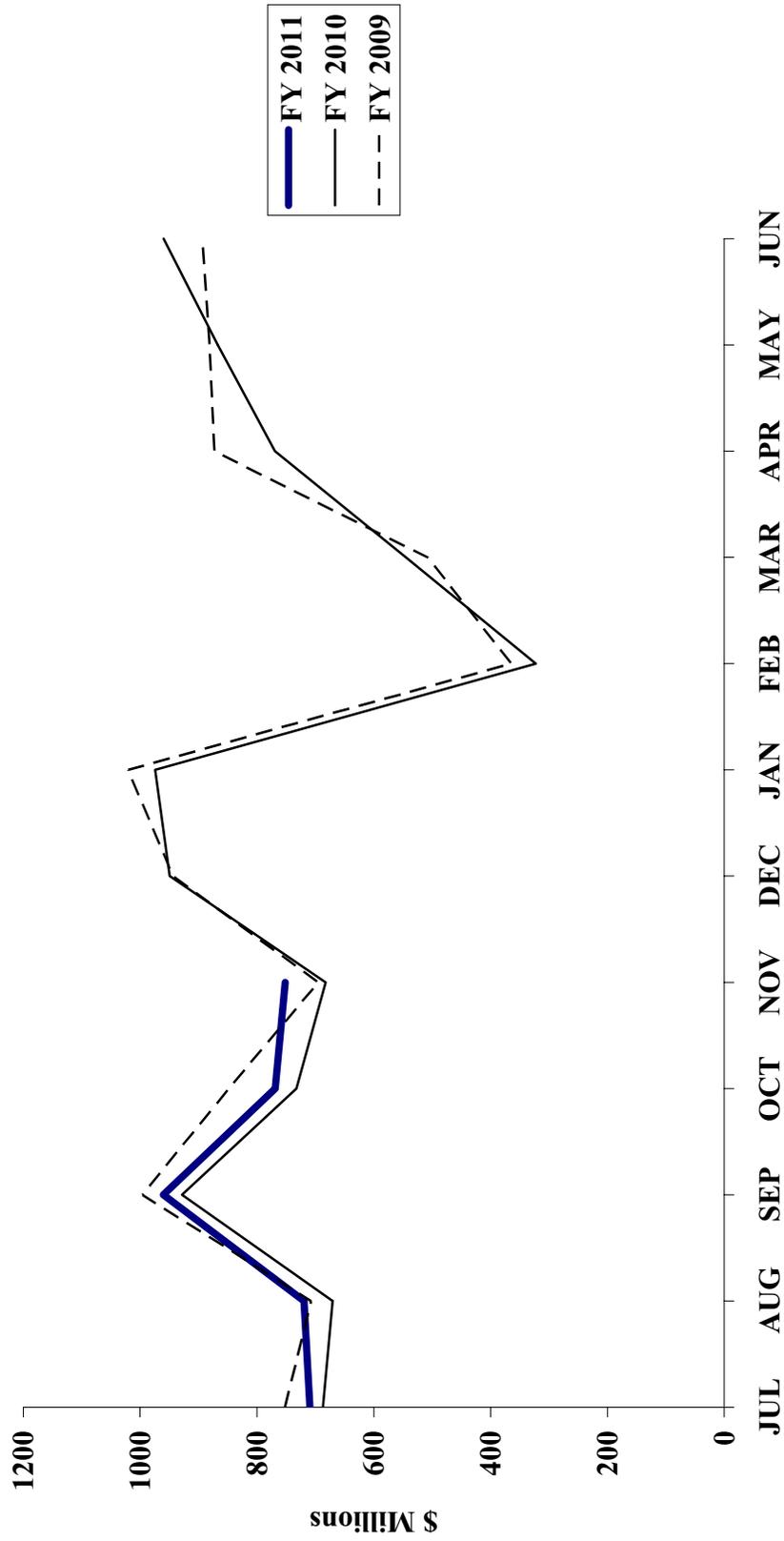
Percentage is greater than or equal to 1,000%.

Total General Fund Revenues



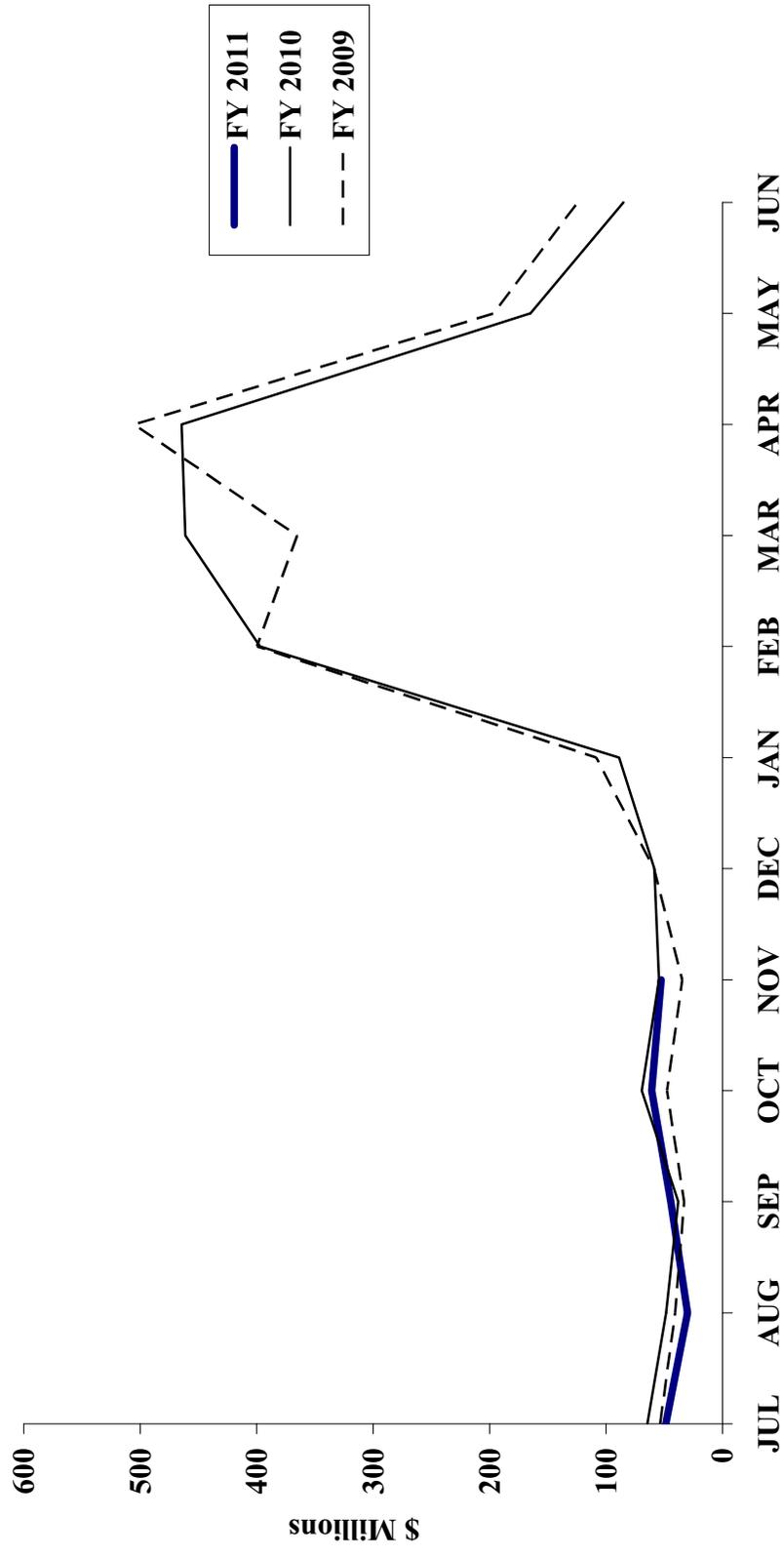
FY 2009 Actual = \$14,315.1 Million
FY 2010 Actual = \$14,219.5 Million
FY 2011 Estimate = \$14,583.5 Million

Net Individual Income Tax



FY 2009 Actual = \$9,481.1 Million
FY 2010 Actual = \$9,088.3 Million
FY 2011 Estimate = \$9,587.7 Million

Individual and Fiduciary Income Tax Refunds



FY 2009 Actual = \$1,967.4 Million
FY 2010 Actual = \$1,994.7 Million
FY 2011 Estimate = \$1,924.1 Million

DEPARTMENT OF THE TREASURY

General Account Investment Portfolio
 Monthly Average Balances and Rates
 For the Fiscal Year 2011
 (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, 2010	\$3,327.4	0.63%	\$1,232.3	11.01% ²	\$4,559.7	3.44% ²	0.29%
August	\$2,790.8	0.29%	\$1,244.3	12.57%	\$4,035.1	4.08% ³	0.26%
September	\$3,139.8	0.62%	\$1,252.5	3.52%	\$4,392.3	1.45%	0.26%
October	\$3,320.2	0.57%	\$1,256.2	3.76%	\$4,576.4	1.45%	0.23%
November	\$3,244.5	0.52%	\$1,255.0	-5.53%	\$4,499.5	-1.17%	0.25%
December							
January, 2011							
February							
March							
April							
May							
June							
Year-to-Date Average	\$3,164.5	0.53%	\$1,248.1	5.11%	\$4,412.6	1.83%	0.26%

• Performance on the extended duration portion of the General Account is now 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.

² Revised July External Manager Average Balance, Total Return and Composite Average Balance

³ The Primary Liquidity Yield of 0.29% reflects a \$913,500 write down of Morgan Stanley ABS Capital I in the securities lending portfolio. Without the write down, the Primary Liquidity Yield would have been 0.68% and the Composite Rate would have been 4.35%.

**Commonwealth of Virginia/Department of Accounts
Report on the Revenue Stabilization Fund
For the Fiscal Year 2011**

Month	Beginning Balance	Deposits	Withdrawals	Interest Allocated (A)	Ending Balance
July	\$295,158,947	\$0	\$0	\$0	\$295,158,947
August	\$295,158,947	\$0	\$0	\$0	\$295,158,947
September	\$295,158,947	\$0	\$0	\$0	\$295,158,947
October	\$295,158,947	\$0	\$0	\$1,176,754	\$296,335,701
November	\$296,335,701	\$0	\$0	\$0	\$296,335,701
December					
January					
February					
March					
April					
May					
June					

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