



**COMMONWEALTH of VIRGINIA**  
*Office of the Governor*

Richard D. Brown  
Secretary of Finance

PO Box 1475  
Richmond, VA. 23218

February 15, 2011

**MEMORANDUM**

TO: The Honorable Robert F. McDonnell

THROUGH: The Honorable Martin Kent

FROM: Richard D. Brown *Richard D. Brown*

SUBJECT: January Revenue Data

January is a significant month for revenue collections. Individual estimated payments, sales taxes on December sales, and corporate income taxes from large retailers are due in January. This month's report compares actual revenue collections to the revenue estimates released in December 2010 and included in the budget introduced to the 2011 General Assembly. The March revenue report will incorporate the February mid-session revisions to the official revenue forecast released in December.

Total general fund revenue collections rose 12.6 percent in January. The monthly increase was driven by solid growth in withholding, nonwithholding, and sales taxes. On a year-to-date basis, total revenue collections rose 3.2 percent, close to the annual forecast of 3.5 percent growth. Adjusting for the accelerated sales tax program in June 2010, total revenues grew 5.4 percent through January, ahead of the economic-base forecast of 5.2 percent growth.

**National Economic Indicators**

Most national indicators suggest that economic growth should continue in 2011. In addition to improving fundamentals, recent actions by Congress have eliminated some fiscal uncertainty, and should provide a boost to confidence.

- According to the advance estimate, real GDP grew 3.2 percent at an annualized rate in the fourth quarter of 2010, up from 2.6 percent in the third quarter. This marked the sixth consecutive quarter of growth since the recession officially ended in June 2009.

- Although the labor market remains weak, modest gains have been reported in recent months. Payroll employment rose by only 36,000 jobs in January. The weak gain was due in part to the harsh winter weather affecting much of the country. January marked the fourth consecutive monthly increase and November and December were revised higher by a total of 40,000 jobs. In a separate report, the unemployment rate fell to 9.0 percent in January, as workers dropped out of the labor force.
- Initial claims for unemployment decreased by 42,000 to 415,000 during the week ending January 29, while the four-week moving average rose from 430,000 to 431,000. The initial claims data are consistent with a stagnant job market. Severe weather can also cause volatility in this indicator, although the decline is consistent with a slight improvement in the labor market.
- The Conference Board's index of leading indicators rose 1.0 percent in December, its sixth consecutive monthly increase. The gain in the index was broad-based and suggests the recovery is picking up.
- The Conference Board's index of consumer confidence rose from 53.3 to 60.6 in January, reaching its highest level since May 2010. Both the expectations and current conditions components increased in January, with the expectations component leading the gain. Although the monthly increase indicates confidence is improving, it still remains weak.
- The strength in the manufacturing sector suggests the recovery accelerated early this year. The Institute of Supply Management index rose from 58.5 to 60.8 in January, its highest level since May 2004, and its sixth consecutive monthly increase.
- The CPI increased 0.5 percent in December from the previous month. The index stands 1.5 percent above December of last year. Core inflation (excluding food and energy prices) rose 0.1 percent in December, and has increased 0.8 percent from December 2009.
- The Federal Reserve announced at its January meeting that it will keep the federal funds rate target unchanged at 0.0 to 0.25 percent. In addition, it will continue its quantitative easing policy of purchasing long-term treasury securities.

### **Virginia Economy**

In Virginia, employers added jobs for the sixth consecutive month in December. Payroll employment in the Commonwealth grew 1.0 percent in December from December of last year. Modest growth in Northern Virginia and Hampton Roads was partly offset by continuing job losses in Richmond-Petersburg. Compared with December of last year, Northern Virginia posted a gain of 0.4 percent, Hampton Roads grew 1.0 percent, and Richmond-Petersburg fell 0.9 percent. The unemployment rate fell from 6.6 percent to 6.4 percent in December, the lowest rate since April 2009, and well below the peak of 7.8 percent in February 2010.

The Virginia Leading Index rose 0.3 percent in December, and has increased in nine of the last twelve months. All of the components improved in December except for building permits. The Leading Index rose in December in all eleven Virginia metro areas except Lynchburg, which showed a modest decline.

### **January Revenue Collections**

Total general fund revenue collections rose 12.6 percent in January. The monthly increase was driven by solid growth in withholding, nonwithholding, and sales taxes. On a year-to-date basis, total revenue collections rose 3.2 percent, close to the annual forecast of 3.5 percent growth.

***Net Individual Income Tax (66% of general fund revenues)***: Through January, collections of net individual income tax rose 5.7 percent from the same period last year, trailing the annual estimate of 6.5 percent growth. Performance in each component of individual income tax is as follows:

***Individual Income Tax Withholding (64% of general fund revenues)***: Collections of payroll withholding taxes grew 5.4 percent in January. This marked the ninth consecutive month of growth in this source. Year-to-date withholding collections grew 5.1 percent compared with the same period last year, ahead of the projected annual growth rate of 3.4 percent.

***Individual Income Tax Nonwithholding (14% of general fund revenues)***: Collections in this source rose 10.0 percent in January. December and January are significant months for collections in this source, and results can be distorted by the timing of payments. The fourth estimated payment for tax year 2010 was due January 15, and some of these payments were received in December, so the two months must be considered together to assess growth in this source. Receipts of estimated payments for the two-month period rose 13.2 percent from last year. Year-to-date, collections fell 0.7 percent from the same period last year, compared with the annual estimate of 10.9 percent growth.

***Individual Income Tax Refunds***: TAX issued \$83.0 million in refunds in January compared with \$88.8 million last January. The main income tax filing season will begin in February.

***Sales Tax (20% of general fund revenues)***: Collections of sales and use taxes, reflecting December sales, rose 5.7 percent in January. Taken together, collections of sales and use taxes for December and January (amnesty payments from December 2009 removed) rose 7.0 percent.

On a year-to-date basis, collections have fallen 6.2 percent. The large year-to-date decline is due to the accelerated sales tax program in fiscal year 2010, which required dealers to remit July payments in June. Adjusting for this and other policy initiatives, including amnesty and the revised dealer discount, sales tax collections have grown by 4.7 percent year-to-date, close to the economic-base forecast of a 4.8 percent increase.

**Corporate Income Tax (5% of general fund revenues):** Collections of corporate income tax were \$33.6 million in January, compared with \$30.2 million last January. On a year-to-date basis, collections in this source have fallen 2.7 percent, ahead of the estimate of a 3.1 percent decline.

**Wills, Suits, Deeds, Contracts (2% of general fund revenues):** Collections of wills, suits, deeds, and contracts – mainly recordation tax collections – rose 17.5 percent in January, the sixth consecutive month of growth in this source. On a year-to-date basis, collections are up 1.0 percent, ahead of the forecast of a 5.6 percent decline.

**Insurance Premiums (2% of general fund revenues):** Monthly growth in this source is distorted. Last year, \$63.0 million in refunds were paid in January, while refunds have not yet been paid this year. Collections in January were \$3.3 million, compared with a \$62.1 million decline in net collections in January 2010.

**Other Revenue Sources**

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

	<u>Year-to-Date</u>	<u>Annual Estimate</u>
Interest Income (1% GF revenues)	-40.6%	-20.7%
ABC Taxes (1% GF revenues)	2.2%	1.2%

*Note: Interest was allocated in accordance with Section 3-3.03 of Chapter 874, 2010 Virginia Acts of Assembly.*

**All Other Revenue (3% of general fund revenues):** Receipts in All Other Revenue grew 31.3 percent in January – \$48.3 million compared with \$36.8 million last January. A significant increase in fines, forfeitures, and fees led the gain. For the fiscal year, collections of All Other Revenue grew 11.7 percent from the same period in fiscal year 2010, ahead of the annual estimate of 3.6 percent growth.

**Summary**

Total general fund revenue collections rose 12.6 percent in January. The monthly increase was driven by solid growth in withholding, nonwithholding, and sales taxes. On a year-to-date basis, total revenue collections rose 3.2 percent, close to the annual forecast of 3.5 percent growth. Adjusting for the accelerated sales tax program in June 2010, total revenues grew 5.4 percent through January, ahead of the economic-base forecast of 5.2 percent growth.

FY 2011 Revised Estimate  
Per House Bill 1500, December 17, 2010

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

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2011 Estimate	As a % of Gen Fund Rev	January FY 2011	January FY 2010	% Change	Year-To-Date FY 2011	Year-To-Date FY 2010	% Change	% Annual Growth Req By Est
<b>Individual Income Tax:</b>									
Withholding	\$9,489,800	64.48	\$847,701	\$804,111	5.4	\$5,526,635	\$5,257,760	5.1	3.4
Tax Dues/Estimated Payments	2,114,000	14.36	284,875	258,992	10.0	782,431	788,116	(0.7)	10.9
<b>Gross Individual Income Tax</b>	<b>\$11,603,800</b>	<b>78.84</b>	<b>\$1,132,576</b>	<b>\$1,063,103</b>	<b>6.5</b>	<b>\$6,309,066</b>	<b>\$6,045,876</b>	<b>4.4</b>	<b>4.7</b>
Individual and Fiduciary Income (Refunds)	(1,922,000)	(13.06)	(82,992)	(88,776)	(6.5)	(366,993)	(421,957)	(13.0)	(3.6)
<b>Net Individual Income Tax</b>	<b>\$9,681,800</b>	<b>65.78</b>	<b>\$1,049,584</b>	<b>\$974,327</b>	<b>7.7</b>	<b>\$5,942,073</b>	<b>\$5,623,919</b>	<b>5.7</b>	<b>6.5</b>
<b>Sales and Use Tax</b>	<b>\$3,014,600</b>	<b>20.47</b>	<b>\$301,588</b>	<b>\$285,457</b>	<b>5.7</b>	<b>\$1,625,790</b>	<b>\$1,734,146</b>	<b>(6.2)</b>	<b>(2.2)</b>
<b>Corporations Income Tax</b>	<b>781,500</b>	<b>5.31</b>	<b>33,586</b>	<b>30,247</b>	<b>11.0</b>	<b>371,696</b>	<b>382,168</b>	<b>(2.7)</b>	<b>(3.1)</b>
<b>Wills, Suits, Deeds, Contracts</b>	<b>274,000</b>	<b>1.86</b>	<b>23,120</b>	<b>19,674</b>	<b>17.5</b>	<b>176,522</b>	<b>174,773</b>	<b>1.0</b>	<b>(5.6)</b>
<b>Insurance Premiums</b>	<b>277,700</b>	<b>1.89</b>	<b>3,294</b>	<b>(62,095)</b>	<b>105.3</b>	<b>83,826</b>	<b>13,007</b>	<b>544.5</b>	<b>6.0</b>
<b>Interest Income (a)</b>	<b>74,800</b>	<b>0.51</b>	<b>(1,817)</b>	<b>9,996</b>	<b>(118.2)</b>	<b>45,541</b>	<b>76,718</b>	<b>(40.6)</b>	<b>(20.7)</b>
<b>Alcoholic Beverage Sales (b)</b>	<b>177,200</b>	<b>1.21</b>	<b>3,561</b>	<b>3,680</b>	<b>(3.2)</b>	<b>59,495</b>	<b>58,204</b>	<b>2.2</b>	<b>1.2</b>
<b>All Other Revenues</b>	<b>435,800</b>	<b>2.97</b>	<b>48,293</b>	<b>36,788</b>	<b>31.3</b>	<b>218,848</b>	<b>195,994</b>	<b>11.7</b>	<b>3.6</b>
<b>Total General Fund Revenues</b>	<b>\$14,717,400</b>	<b>100.00</b>	<b>\$1,461,209</b>	<b>\$1,298,074</b>	<b>12.6</b>	<b>\$8,523,791</b>	<b>\$8,258,929</b>	<b>3.2</b>	<b>3.5</b>

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

(a) Interest was 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.

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)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2011 Estimate	As a % of Total Gen Fund Rev	January FY 2011	January FY 2010	% Change	Year-To-Date FY 2011	Year-To-Date FY 2010	% Change	% Annual Growth Req By Est
<b>Taxes:</b>									
Individual Income Tax - Withholding	\$9,489,800	64.48	\$847,701	\$804,111	5.4	\$5,526,635	\$5,257,760	5.1	3.4
Tax Dues/Estimated Payments	2,114,000	14.36	284,875	258,992	10.0	782,431	788,116	(0.7)	10.9
Gross Individual Income Tax	\$11,603,800	78.84	\$1,132,576	\$1,063,103	6.5	\$6,309,066	\$6,045,876	4.4	4.7
Individ and Fiduc Income (Refunds)	(1,922,000)	(13.06)	(82,992)	(88,776)	(6.5)	(366,993)	(421,957)	(13.0)	(3.6)
Net Individual Income Tax	\$9,681,800	65.78	\$1,049,584	\$974,327	7.7	\$5,942,073	\$5,623,919	5.7	6.5
Sales and Use Tax	3,014,600	20.47	301,588	285,457	5.7	1,625,790	1,734,146	(6.2)	(2.2)
Corporations Income	781,500	5.31	33,586	30,247	11.0	371,696	382,168	(2.7)	(3.1)
Public Service Corporations	96,400	0.66	10,855	6,144	76.7	49,254	44,794	10.0	(0.9)
Insurance Premiums	277,700	1.89	3,294	(62,095)	105.3	83,826	13,007	544.5	6.0
Alcoholic Beverage Excise	133,700	0.91	0	0	-	33,149	31,706	4.6	1.6
Beer and Beverage Excise	43,500	0.30	3,561	3,680	(3.2)	26,346	26,498	(0.6)	0.0
Wills, Suits, Deeds, Contracts	274,000	1.86	23,120	19,674	17.5	176,522	174,773	1.0	(5.6)
Inheritance, Gift, and Estate	4,000	0.03	1,539	611	151.9	2,003	4,163	(51.9)	(29.5)
Bank Franchise	22,800	0.15	0	(1)	100.0	55	(1,139)	104.8	(1.5)
Other Taxes	3,900	0.03	(1,013)	934	(208.5)	1,046	3,273	(68.0)	24.9
<b>Total Taxes</b>	<b>\$14,333,900</b>	<b>97.39</b>	<b>\$1,426,114</b>	<b>\$1,258,978</b>	<b>13.3</b>	<b>\$8,311,760</b>	<b>\$8,037,308</b>	<b>3.4</b>	<b>3.6</b>
<b>Rights and Privileges:</b>									
Licenses and Permits	\$4,000	0.03	\$182	\$118	54.2	\$2,406	\$2,335	3.0	(6.6)
Corp. Franchise and Charters	46,700	0.31	11,980	11,767	1.8	14,881	14,713	1.1	0.2
Fees for Misc. Privileges & Services	10,200	0.07	1,268	648	95.7	5,668	5,140	10.3	(12.6)
<b>Total Rights and Privileges</b>	<b>\$60,900</b>	<b>0.41</b>	<b>\$13,430</b>	<b>\$12,533</b>	<b>7.2</b>	<b>\$22,955</b>	<b>\$22,188</b>	<b>3.5</b>	<b>(2.7)</b>
<b>Other Revenues:</b>									
Sales of Property & Commodities	\$2,800	0.02	\$2,519	\$0	-	\$2,894	\$2	#	239.8
Assessmts & Rcpts for Support of Special Svcs	400	0.00	2	44	(95.5)	245	222	10.4	7.2
Institutional Revenue	5,800	0.04	528	407	29.7	3,572	3,435	4.0	(3.6)
Interest (a)	74,800	0.51	(1,817)	9,996	(118.2)	45,541	76,718	(40.6)	(20.7)
Dividends and Rent	300	0.00	16	18	(11.1)	282	266	6.0	(14.0)
Fines, Forfeitures & Fees	227,400	1.55	19,146	15,215	25.8	132,593	116,333	14.0	11.0
Other Revenue	8,800	0.06	471	795	(40.8)	2,905	3,685	(21.2)	(48.7)
Excess Fees	(7,500)	(0.05)	21	(697)	103.0	(4,409)	(6,870)	35.8	28.5
Private Donations, Gifts & Cont.	0	0.00	3	6	(50.0)	55	43	27.9	(100.0)
Cities, Counties, and Towns	9,800	0.07	776	779	(0.4)	5,398	5,599	(3.6)	0.4
<b>Total Other Revenues</b>	<b>\$322,600</b>	<b>2.20</b>	<b>\$21,665</b>	<b>\$26,563</b>	<b>(18.4)</b>	<b>\$189,076</b>	<b>\$199,433</b>	<b>(5.2)</b>	<b>(0.2)</b>
<b>Total General Fund Revenues</b>	<b>\$14,717,400</b>	<b>100.00</b>	<b>\$1,461,209</b>	<b>\$1,298,074</b>	<b>12.6</b>	<b>\$8,523,791</b>	<b>\$8,258,929</b>	<b>3.2</b>	<b>3.5</b>

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

(a) Interest was 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)**

	<b>FY 2011 Estimate (a)</b>	<b>January</b>			<b>Year-To-Date</b>			<b>% Annual Growth Required By Estimate</b>
		<b>FY 2011</b>	<b>FY 2010</b>	<b>% Change</b>	<b>FY 2011</b>	<b>FY 2010</b>	<b>% Change (b)</b>	
Lottery Collections								
Win for Life	\$21,000	\$1,910	\$2,580	(26.0)	\$12,943	\$18,388	(29.6)	(26.2)
Cash 5	26,000	2,257	2,344	(3.7)	15,986	16,960	(5.7)	(7.9)
Pick 4	205,000	18,174	15,813	14.9	119,329	112,514	6.1	3.8
Pick 3	250,000	20,637	19,862	3.9	142,428	142,165	0.2	1.3
Mega Millions / Powerball	180,000	21,834	15,949	36.9	121,471	119,454	1.7	(14.1)
Fast Play	6,000	580	563	3.0	3,672	4,072	(9.8)	(12.9)
Raffle	6,600	6,600	6,600	0.0	6,600	6,600	0.0	0.0
Scratch	720,000	60,167	55,381	8.6	429,434	406,453	5.7	1.2
Gross Lottery Revenue	<u>1,414,600</u>	<u>132,159</u>	<u>119,092</u>	<u>11.0</u>	<u>851,863</u>	<u>826,606</u>	<u>3.1</u>	<u>(1.4)</u>
Expenses (c)	<u>979,400</u>	<u>93,861 (d)</u>	<u>84,274</u>	<u>11.4</u>	<u>603,091 (d)</u>	<u>573,747</u>	<u>5.1</u>	<u>(2.5)</u>
Net Lottery Ticket Profits	<u>\$435,200</u>	<u>\$38,298 (d)</u>	<u>\$34,818</u>	<u>10.0</u>	<u>\$248,772 (d)</u>	<u>\$252,859</u>	<u>(1.6)</u>	<u>1.2</u>

(a) Estimate established by House Bill 1500, December 17, 2010; this amount remains unchanged from 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	January			Year-To-Date			% Annual Growth Required By Estimate
			FY 2011	FY 2010	% Change	FY 2011	FY 2010	% Change	
Motor Fuel Taxes	\$855,500	25.33	\$66,144	\$66,253	(0.2)	\$434,761	\$425,739	2.1	3.1
Priority Transportation Fund (PTF)	150,300	4.45	2,000	2,000	0.0	140,327	139,102	0.9	0.8
Motor Vehicle Sales and Use Tax	506,500	15.00	44,442	38,194	16.4	302,231	267,725	12.9	6.9
State Sales and Use Tax	480,800	14.24	50,779	49,002	3.6	275,132	296,801	(7.3)	(2.0)
Motor Vehicle License Fees	234,800	6.95	17,162	16,247	5.6	132,729	125,405	5.8	2.0
International Registration Plan	61,300	1.82	5,398	3,334	61.9	27,535	26,038	5.7	2.6
Recordation Tax	32,200	0.95	2,664	2,418	10.2	20,926	21,434	(2.4)	(8.5)
Interest Earnings	38,600	1.14	4,363	100	#	9,234	6,294	46.7	68.1
Misc. Taxes, Fees, and Revenues	12,700	0.38	940	989	(5.0)	7,368	7,077	4.1	(0.4)
<b>Total State Taxes and Fees</b>	<b>\$2,372,700</b>	<b>70.26</b>	<b>\$193,892</b>	<b>\$178,537</b>	<b>8.6</b>	<b>\$1,350,243</b>	<b>\$1,315,615</b>	<b>2.6</b>	<b>3.0</b>

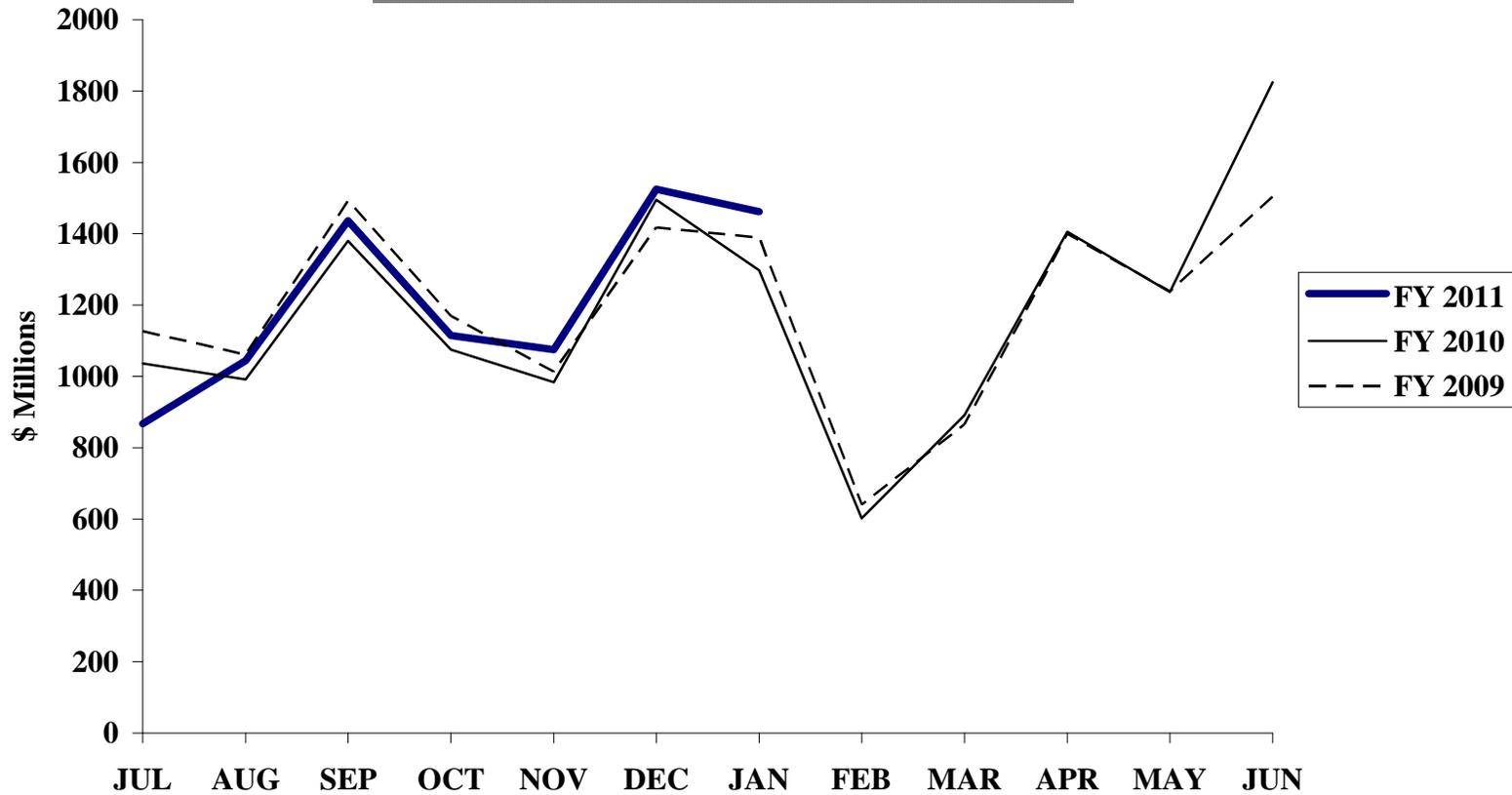
# Percentage is greater than or equal to 1,000%.

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	January			Year-To-Date			% Annual Growth Required By Est
			FY 2011	FY 2010	% Change	FY 2011	FY 2010	% Change	
<b>HIGHWAY MAINTENANCE AND OPERATING FUND:</b>									
Motor Fuel Taxes (Includes Road Tax)	\$739,800	21.90	\$57,482	\$54,956	4.6	\$373,684	\$365,056	2.4	3.5
Motor Vehicle Sales and Use Tax	309,800	9.17	27,458	23,449	17.1	182,533	161,811	12.8	7.0
Motor Vehicle License Fees	213,700	6.33	15,617	14,796	5.5	120,926	114,055	6.0	2.0
International Registration Plan	61,300	1.82	5,398	3,334	61.9	27,535	26,038	5.7	2.6
Recordation Tax (1 cent)	10,700	0.32	888	806	10.2	6,975	7,145	(2.4)	(8.8)
Misc. Taxes, Fees, and Revenues	12,700	0.38	940	989	(5.0)	7,368	7,077	4.1	(0.4)
<b>Total State Taxes and Fees</b>	<b>\$1,348,000</b>	<b>39.92</b>	<b>\$107,783</b>	<b>\$98,330</b>	<b>9.6</b>	<b>\$719,021</b>	<b>\$681,182</b>	<b>5.6</b>	<b>3.8</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$0	0.00	\$2,241	\$1,742	28.6	\$11,892	\$11,600	2.5	(100.0)
Miscellaneous Revenues	16,191	0.48	1,281	1,460	(12.3)	5,687	9,668	(41.2)	12.3
Transfer (to) / from Transportation Trust Fund	510,998	15.13	0	0	-	166,940	200,000	(16.5)	0.7
<b>Total Highway Maintenance and Operating Fund</b>	<b>\$1,875,189</b>	<b>55.53</b>	<b>\$111,305</b>	<b>\$101,532</b>	<b>9.6</b>	<b>\$903,540</b>	<b>\$902,450</b>	<b>0.1</b>	<b>1.9</b>
<b>TRANSPORTATION TRUST FUND:</b>									
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$115,700	3.43	\$8,662	\$11,297	(23.3)	\$61,077	\$60,683	0.6	0.6
PTF Motor Fuels	20,000	0.59	2,000	2,000	0.0	10,000	10,000	0.0	0.0
PTF Insurance Premiums Tax	130,300	3.86	0	0	-	130,327	129,102	0.9	0.9
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	196,700	5.83	16,984	14,745	15.2	119,698	105,914	13.0	6.8
State Sales and Use Tax	480,800	14.24	50,779	49,002	3.6	275,132	296,801	(7.3)	(2.0)
Motor Vehicle License Fees	21,100	0.62	1,545	1,451	6.5	11,803	11,350	4.0	1.8
Recordation Tax (2 cents)	21,500	0.63	1,776	1,612	10.2	13,951	14,289	(2.4)	(8.3)
Interest Earnings	38,600	1.14	4,363	100	#	9,234	6,294	46.7	68.1
<b>Total State Taxes and Fees</b>	<b>\$1,024,700</b>	<b>30.34</b>	<b>\$86,109</b>	<b>\$80,207</b>	<b>7.4</b>	<b>\$631,222</b>	<b>\$634,433</b>	<b>(0.5)</b>	<b>1.8</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$881,334	26.09	\$58,357	\$38,409	51.9	\$541,713	\$478,612	13.2	6.9
Receipts from Cities/Counties	59,007	1.75	3,367	13,849	(75.7)	31,077	32,526	(4.5)	28.0
Toll Revenues (Includes Route 28)	30,035	0.89	1,154	755	52.8	8,775	22,008	(60.1)	(32.4)
Miscellaneous Revenues	17,862	0.53	12,064	834	#	41,061	16,038	156.0	(39.7)
<b>Total Other Revenues</b>	<b>\$988,238</b>	<b>29.26</b>	<b>\$74,942</b>	<b>\$53,847</b>	<b>39.2</b>	<b>\$622,626</b>	<b>\$549,184</b>	<b>13.4</b>	<b>4.7</b>
Transfer (to) / from Highway Maintenance and Operating Fund	(\$510,998)	(15.13)	\$0	\$0	-	(\$166,940)	(\$200,000)	16.5	(0.7)
<b>Total Transportation Trust Fund</b>	<b>\$1,501,940</b>	<b>44.47</b>	<b>\$161,051</b>	<b>\$134,054</b>	<b>20.1</b>	<b>\$1,086,908</b>	<b>\$983,617</b>	<b>10.5</b>	<b>4.1</b>
<b>TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND</b>	<b>\$3,377,129</b>	<b>100.00</b>	<b>\$272,356</b>	<b>\$235,586</b>	<b>15.6</b>	<b>\$1,990,448</b>	<b>\$1,886,067</b>	<b>5.5</b>	<b>2.9</b>

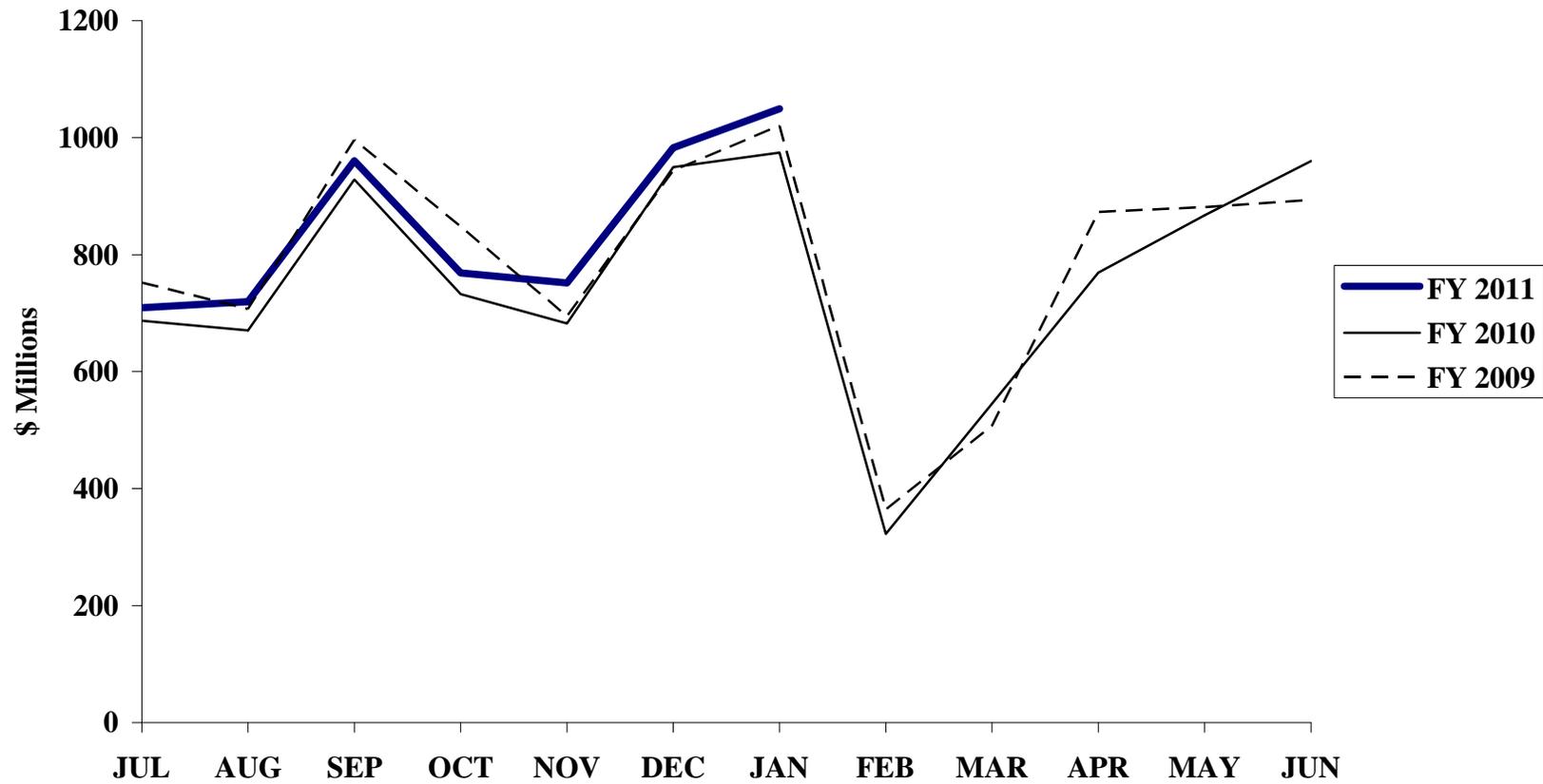
# Percentage is greater than or equal to 1,000%.

## Total General Fund Revenues



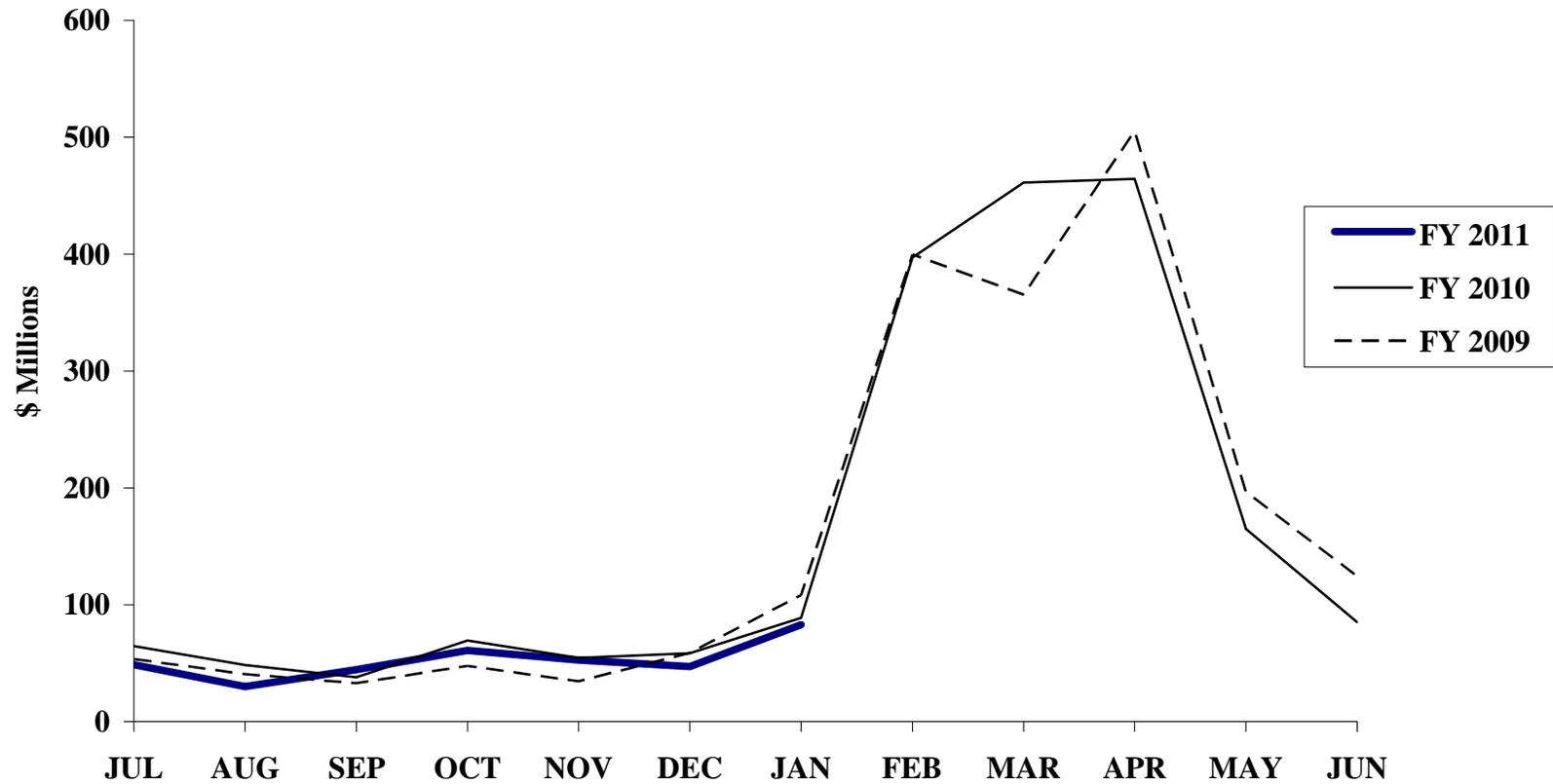
**FY 2009 Actual = \$14,315.1 Million**  
**FY 2010 Actual = \$14,219.5 Million**  
**FY 2011 Estimate = \$14,717.4 Million**

# Net Individual Income Tax



**FY 2009 Actual = \$9,481.1 Million**  
**FY 2010 Actual = \$9,088.3 Million**  
**FY 2011 Estimate = \$9,681.8 Million**

# Individual and Fiduciary Income Tax Refunds



**FY 2009 Actual = \$1,967.4 Million**  
**FY 2010 Actual = \$1,994.7 Million**  
**FY 2011 Estimate = \$1,922.0 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 <sup>1</sup>
	Avg. Balance	Yield	Avg. Balance	Annualized Total Return	Avg. Balance	Rate	Yield
<b>July, 2010</b>	\$3,327.4	0.63%	\$1,232.3	11.01% <sup>2</sup>	\$4,559.7	3.44% <sup>2</sup>	0.29%
<b>August</b>	\$2,790.8	0.29% <sup>3</sup>	\$1,244.3	12.57%	\$4,035.1	4.08% <sup>3</sup>	0.26%
<b>September</b>	\$3,139.8	0.62%	\$1,252.5	3.52%	\$4,392.3	1.45%	0.26%
<b>October</b>	\$3,320.2	0.57%	\$1,256.2	3.76%	\$4,576.4	1.45%	0.23%
<b>November</b>	\$3,244.5	0.52%	\$1,255.0	-5.53%	\$4,499.5	-1.17%	0.25%
<b>December</b>	\$2,994.5	0.44%	\$1,246.8	-9.88%	\$4,241.3	-2.59%	0.29%
<b>January, 2011</b>	\$3,483.6	0.31% <sup>4</sup>	\$1,243.3	3.38%	\$4,726.9	1.12% <sup>4</sup>	0.27%
<b>February</b>							
<b>March</b>							
<b>April</b>							
<b>May</b>							
<b>June</b>							
<b>Year-to-Date Average</b>	\$3,185.8	0.48%	\$1,247.2	2.70%	\$4,433.0	1.11%	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.

<sup>1</sup> Federal Reserve Bank H.15 Release.

<sup>2</sup> Revised July External Manager Average Balance, Total Return and Composite Average Balance

<sup>3</sup> 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%.

<sup>4</sup> The Primary Liquidity Yield of 0.31% reflects a \$337,210.73 write down of Morgan Stanley ABS Capital I in the securities lending portfolio. Without the write down, the Primary Liquidity Yield would have been 0.42% and the Composite Rate would have been 1.20%.

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

<u>Month</u>	<u>Beginning Balance</u>	<u>Deposits</u>	<u>Withdrawals</u>	<u>Interest Allocated (A)</u>	<u>Ending Balance</u>
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	\$296,335,701	\$0	\$0	\$0	\$296,335,701
January	\$296,335,701	\$0	\$0	\$1,021,347	\$297,357,048
February					
March					
April					
May					
June					

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