



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

Richard D. Brown  
Secretary of Finance

PO Box 1475  
Richmond, VA. 23218

May 12, 2011

**MEMORANDUM**

TO: The Honorable Robert F. McDonnell

THROUGH: The Honorable Martin Kent

FROM: Richard D. Brown 

SUBJECT: April Revenue Data

This month's revenue report contains the official general fund revenue forecast included in House Bill 1500 (Chapter 890), which was approved on May 2, 2011. The approved forecast predicts an increase of 3.5 percent, the same as the forecast used with the proposed budget (HB1500/SB800) introduced on December 17, 2010.

April is a significant month for revenue collections. In addition to regular collections of withholding and sales taxes, final payments for tax year 2010 and the first estimated payment for tax year 2011 are due from corporations on April 15. Also, a large portion of estimated and final payments from individuals, which are due May 1, are typically received in April.

Total general fund revenue collections rose 1.5 percent in April. Strength in individual withholding and nonwithholding and sales tax receipts account for the growth, while recordation taxes and corporate income taxes declined for the month. On a year-to-date basis, total revenue collections rose 4.5 percent, ahead of the revised annual forecast of 3.5 percent growth. Adjusting for the accelerated sales tax program in June 2010, total revenues grew 6.1 percent through April, ahead of the economic-base forecast of 5.5 percent growth.

## **National Economic Indicators**

National indicators suggest the economic expansion will continue.

- According to the advance estimate, real GDP grew 1.8 percent at an annualized rate in the first quarter of 2011, the seventh consecutive quarter of growth. Although this is down from 3.1 percent in the fourth quarter of 2010, first quarter 2011 growth was dampened by harsh winter weather over much of the country.
- Labor market conditions improved again in April. Payroll employment rose by 244,000 jobs in April and the March and February numbers were revised up by 55,000. April marked the seventh consecutive monthly job gain. In a separate report, the unemployment rate rose for the first time in 5 months from 8.8 to 9.0 percent in April as people who had previously exited the job market, started looking for jobs again, boosting the number of people counted as unemployed.
- Initial claims for unemployment increased by 43,000 to 474,000 during the week ending April 30, while the four-week moving average rose from 409,000 to 431,000.
- The Conference Board's index of leading indicators rose 0.4 percent in March, its ninth consecutive monthly increase. Although the recent gains in the index have been modest, they suggest the recovery will continue over the coming months.
- The Conference Board's index of consumer confidence rose from 63.8 to 65.4 in April, reversing only a small portion of its March decline. Both components contributed to the increase, with the present situation component leading the gain. Events in the Middle East and Japan, along with higher energy prices, continue to dampen confidence in the outlook.
- The manufacturing sector slowed in April as the Institute of Supply Management index fell from 61.2 to 60.4. The index has remained above 60 for four consecutive months, and indicates that manufacturing activity is expanding, but at a slower rate.
- Inflation remains contained. The CPI increased 0.5 percent in March from the previous month and stands 2.7 percent above March of last year. Core inflation (excluding food and energy prices) rose 0.1 percent in March, and has increased 1.2 percent from March 2010.
- The Federal Reserve kept monetary policy unchanged at its April meeting, keeping the target federal funds rate between 0.0 and 0.25 percent. They also announced they will complete the second round of quantitative easing by the end of June.

## **Virginia Economy**

In Virginia, employers have added jobs in eight of the last nine months. In March, payroll employment rose 1.1 percent from March of last year. Northern Virginia posted growth of 1.4

percent, Hampton Roads fell 0.1 percent, and Richmond-Petersburg rose 0.4 percent. The unemployment rate in the Commonwealth fell from 6.6 percent to 6.3 percent in March, the lowest rate since January 2009 and 1.1 percentage points below March 2010.

The Virginia Leading Index rose 0.5 percent in March, its fifth consecutive monthly increase. All five components improved in March. The Leading Index rose in ten of eleven Virginia metro areas, while the index in Harrisonburg fell.

### **April Revenue Collections**

Total general fund revenue collections rose 1.5 percent in April. Strength in individual withholding and nonwithholding and sales tax receipts drove the growth, while recordation taxes and corporate income taxes declined for the month. On a year-to-date basis, total revenue collections rose 4.5 percent, ahead of the revised annual forecast of 3.5 percent growth.

***Net Individual Income Tax (66% of general fund revenues):*** Through April, collections of net individual income tax rose 7.6 percent from the same period last year, ahead of the annual estimate of 7.2 percent growth. Performance in each component of individual income tax is as follows:

***Individual Income Tax Withholding (65% of general fund revenues):*** Collections of payroll withholding taxes grew 6.5 percent in April. Year-to-date, withholding collections grew 5.2 percent compared with the same period last year, ahead of the projected annual growth rate of 4.3 percent.

***Individual Income Tax Nonwithholding (14% of general fund revenues):*** April is a significant month for nonwithholding collections. Final payments for tax year 2010 and the first estimated payment for tax year 2011 are both due May 1.

April collections were \$525.1 million compared with \$472.5 million in April 2010, an 11.1 percent increase. To date, about 70 percent of the nonwithholding forecast has been collected, and collections during this fiscal year are 6.1 percent ahead of the same period last year, behind the revised annual estimate of 8.5 percent growth.

Typically, a large portion of final payments due May 1 are received in April; however, the amount varies from year-to-year. Estimated and final payments will continue to be processed in May. Therefore, April and May collections must be analyzed together to accurately assess growth in this source. The final estimated payment for this fiscal year is due June 15.

***Individual Income Tax Refunds:*** TAX issued \$497.7 million in refunds in April compared with \$464.5 million in April of last year, a 7.1 percent increase. Year-to-date, refunds are 4.3 percent behind the same period last year, below the estimate of a 4.9 percent decline.

For the filing season beginning January 1, TAX has issued 2.4 million refunds, about 50,000 more than the same period last year. The size of the average check is down 5 percent. TAX can issue another \$227.1 million in refunds and meet the annual estimate. Last year, \$249.9 million in refunds was issued in May and June.

**Sales Tax (20% of general fund revenues):** Collections of sales and use taxes, reflecting March sales, rose 7.0 percent in April. On a year-to-date basis, collections have fallen 2.6 percent, trending toward the revised annual estimate of a 3.7 percent decline. The year-to-date decline is due to the accelerated sales tax program in fiscal year 2010, which required dealers to remit July 2010 payments in June 2010. Adjusting for this and other policy initiatives, including amnesty and the modified dealer discount, sales tax collections have grown by 4.8 percent year-to-date, right on forecast.

**Corporate Income Tax (5% of general fund revenues):** In April, corporations made their first estimated payment for tax year 2011, and made either a final or extension payment for tax year 2010.

Collections of corporate income tax were \$160.7 million in April, compared with \$219.4 million last April. Last April's receipts included some large one-time payments related to mergers and acquisitions. On a year-to-date basis, collections in this source have declined 0.2 percent, ahead of the revised annual estimate of a 4.9 percent decline.

**Wills, Suits, Deeds, Contracts (2% of general fund revenues):** Collections of wills, suits, deeds, and contracts – mainly recordation tax collections – fell 3.1 percent in April. On a year-to-date basis, collections are up 0.4 percent, ahead of the revised forecast of a 5.6 percent decline.

**Other Revenue Sources**

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

	<u>Year-to-Date</u>	<u>Annual Estimate</u>
Insurance Premiums (2% GF revenues)	11.1%	6.0%
Interest Income (1% GF revenues)	-33.1%	-20.7%
ABC Taxes (1% GF revenues)	2.4%	1.2%

**All Other Revenue (3% of general fund revenues):** Receipts in All Other Revenue fell 0.1 percent in April – \$29.4 million compared with \$29.4 million last April. For the fiscal year, collections of All Other Revenue grew 6.8 percent, ahead of the annual estimate of 2.9 percent growth.

## **Summary**

Total general fund revenue collections rose 1.5 percent in April. The growth was driven by strong collections in individual withholding and nonwithholding and sales tax receipts, while recordation taxes and corporate income taxes declined for the month. On a year-to-date basis, total revenue collections rose 4.5 percent, ahead of the revised annual forecast of 3.5 percent growth. Adjusting for the accelerated sales tax program in June 2010, total revenues grew 6.1 percent through April, ahead of the economic-base forecast of 5.5 percent growth.

May and June are also very important collections months. Individual estimated and final payments will continue to be processed in May and estimated payments for individuals, corporations, and insurance companies are due June 15. Collections in May and June must total about \$3.1 billion to attain the forecast for the fiscal year. For comparison purposes, receipts in the last two months of fiscal year 2010 were \$3.1 billion.

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) April			(7) Year-To-Date			(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
<b>Individual Income Tax:</b>									
<b>Withholding</b>	\$9,574,800	65.06	\$810,712	\$761,317	6.5	\$8,028,180	\$7,631,325	5.2	4.3
<b>Tax Dues/Estimated Payments</b>	2,068,400	14.05	525,053	472,458	11.1	1,458,304	1,374,611	6.1	8.5
<b>Gross Individual Income Tax</b>	\$11,643,200	79.11	\$1,335,765	\$1,233,775	8.3	\$9,486,484	\$9,005,936	5.3	5.1
<b>Individual and Fiduciary Income (Refunds)</b>	(1,897,000)	(12.89)	(497,738)	(464,526)	7.1	(1,669,916)	(1,744,785)	(4.3)	(4.9)
<b>Net Individual Income Tax</b>	\$9,746,200	66.22	\$838,027	\$769,249	8.9	\$7,816,568	\$7,261,151	7.6	7.2
<b>Sales and Use Tax</b>	\$2,968,900	20.17	\$268,011	\$250,386	7.0	\$2,311,915	\$2,373,552	(2.6)	(3.7)
<b>Corporations Income Tax</b>	766,600	5.21	160,742	219,435	(26.7)	626,619	628,116	(0.2)	(4.9)
<b>Wills, Suits, Deeds, Contracts</b>	274,000	1.86	21,738	22,441	(3.1)	238,479	237,618	0.4	(5.6)
<b>Insurance Premiums</b>	277,700	1.89	105,252	103,964	1.2	176,401	158,784	11.1	6.0
<b>Interest Income (a)</b>	74,800	0.51	526	7,055	(92.5)	71,684	107,082	(33.1)	(20.7)
<b>Alcoholic Beverage Sales (b)</b>	177,200	1.21	3,504	3,528	(0.7)	108,148	105,587	2.4	1.2
<b>All Other Revenues</b>	433,100	2.93	29,358	29,389	(0.1)	305,569	286,051	6.8	2.9
<b>Total General Fund Revenues</b>	\$14,718,500	100.00	\$1,427,158	\$1,405,447	1.5	\$11,655,383	\$11,157,941	4.5	3.5

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

(a) Interest was allocated in accordance with Section 3-3.03 of Chapter 890, 2011 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	FY 2011	FY 2010	% Change	FY 2011	FY 2010	% Change	% Annual Growth Req By Est
<b>Taxes:</b>									
Individual Income Tax - Withholding	\$9,574,800	65.06	\$810,712	\$761,317	6.5	\$8,028,180	\$7,631,325	5.2	4.3
Tax Dues/Estimated Payments	2,068,400	14.05	525,053	472,458	11.1	1,458,304	1,374,611	6.1	8.5
<b>Gross Individual Income Tax</b>	<b>\$11,643,200</b>	<b>79.11</b>	<b>\$1,335,765</b>	<b>\$1,233,775</b>	<b>8.3</b>	<b>\$9,486,484</b>	<b>\$9,005,936</b>	<b>5.3</b>	<b>5.1</b>
<b>Individ and Fiduc Income (Refunds)</b>	<b>(1,897,000)</b>	<b>(12.89)</b>	<b>(497,738)</b>	<b>(464,526)</b>	<b>7.1</b>	<b>(1,669,916)</b>	<b>(1,744,785)</b>	<b>(4.3)</b>	<b>(4.9)</b>
<b>Net Individual Income Tax</b>	<b>\$9,746,200</b>	<b>66.22</b>	<b>\$838,027</b>	<b>\$769,249</b>	<b>8.9</b>	<b>\$7,816,568</b>	<b>\$7,261,151</b>	<b>7.6</b>	<b>7.2</b>
Sales and Use Tax	2,968,900	20.17	268,011	250,386	7.0	2,311,915	2,373,552	(2.6)	(3.7)
Corporations Income	766,600	5.21	160,742	219,435	(26.7)	626,619	628,116	(0.2)	(4.9)
Public Service Corporations	96,400	0.65	9,941	9,603	3.5	73,921	73,516	0.6	(0.9)
Insurance Premiums	277,700	1.89	105,252	103,964	1.2	176,401	158,784	11.1	6.0
Alcoholic Beverage Excise	133,700	0.91	0	0	-	72,692	69,895	4.0	1.6
Beer and Beverage Excise	43,500	0.30	3,504	3,528	(0.7)	35,456	35,692	(0.7)	0.0
Wills, Suits, Deeds, Contracts	274,000	1.86	21,738	22,441	(3.1)	238,479	237,618	0.4	(5.6)
Inheritance, Gift, and Estate	4,000	0.03	592	51	#	2,107	3,722	(43.4)	(29.5)
Bank Franchise	22,800	0.15	4	74	(94.6)	106	(833)	112.7	(1.5)
Other Taxes	3,900	0.03	(248)	(174)	(42.5)	(3,767)	2,115	(278.1)	24.9
<b>Total Taxes</b>	<b>\$14,337,700</b>	<b>97.42</b>	<b>\$1,407,563</b>	<b>\$1,378,557</b>	<b>2.1</b>	<b>\$11,350,497</b>	<b>\$10,843,328</b>	<b>4.7</b>	<b>3.6</b>
<b>Rights and Privileges:</b>									
Licenses and Permits	\$4,000	0.03	\$208	\$212	(1.9)	\$3,402	\$3,331	2.1	(6.6)
Corp. Franchise and Charters	46,700	0.31	536	630	(14.9)	16,528	16,277	1.5	0.2
Fees for Misc. Privileges & Services	10,200	0.07	904	649	39.3	7,281	7,296	(0.2)	(12.6)
<b>Total Rights and Privileges</b>	<b>\$60,900</b>	<b>0.41</b>	<b>\$1,648</b>	<b>\$1,491</b>	<b>10.5</b>	<b>\$27,211</b>	<b>\$26,904</b>	<b>1.1</b>	<b>(2.7)</b>
<b>Other Revenues:</b>									
Sales of Property & Commodities	\$2,800	0.02	\$0	\$0	-	\$2,930	\$4	#	239.8
Assessmts & Rcpts for Support of Special Svcs	400	0.00	0	0	-	351	295	19.0	7.2
Institutional Revenue	5,800	0.04	581	621	(6.4)	5,467	5,042	8.4	(3.6)
Interest (a)	74,800	0.51	526	7,055	(92.5)	71,684	107,082	(33.1)	(20.7)
Dividends and Rent	300	0.00	6	12	(50.0)	315	304	3.6	(14.0)
Fines, Forfeitures & Fees	227,400	1.54	18,406	16,903	8.9	192,406	168,989	13.9	11.0
Other Revenue	8,900	0.06	619	445	39.1	3,943	6,372	(38.1)	(48.1)
Excess Fees	(10,300)	(0.07)	(3,062)	(620)	(393.9)	(7,430)	(8,494)	12.5	1.7
Private Donations, Gifts & Cont.	0	0.00	3	4	(25.0)	59	58	1.7	(100.0)
Cities, Counties, and Towns	9,800	0.07	868	979	(11.3)	7,950	8,057	(1.3)	0.4
<b>Total Other Revenues</b>	<b>\$319,900</b>	<b>2.17</b>	<b>\$17,947</b>	<b>\$25,399</b>	<b>(29.3)</b>	<b>\$277,675</b>	<b>\$287,709</b>	<b>(3.5)</b>	<b>(1.0)</b>
<b>Total General Fund Revenues</b>	<b>\$14,718,500</b>	<b>100.00</b>	<b>\$1,427,158</b>	<b>\$1,405,447</b>	<b>1.5</b>	<b>\$11,655,383</b>	<b>\$11,157,941</b>	<b>4.5</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 890, 2011 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)**

	<u>FY 2011 Estimate</u> (a)	<u>April</u>			<u>Year-To-Date</u>			<u>% Annual Growth Required By Estimate</u>
		<u>FY 2011</u>	<u>FY 2010</u>	<u>% Change</u>	<u>FY 2011</u>	<u>FY 2010</u>	<u>% Change</u> (b)	
Lottery Collections								
Win for Life / Decades of Dollars (c)	\$21,000	\$3,272	\$1,881	74.0	\$23,379	\$24,369	(4.1)	(26.2)
Cash 5	26,000	2,168	2,233	(2.9)	22,406	23,621	(5.1)	(7.9)
Pick 4	205,000	17,241	16,738	3.0	172,821	162,588	6.3	3.8
Pick 3	250,000	19,869	21,157	(6.1)	203,547	205,177	(0.8)	1.3
Mega Millions / Powerball	180,000	15,939	22,536	(29.3)	177,737	175,264	1.4	(14.1)
Fast Play	6,000	1,077	564	91.0	7,000	5,797	20.8	(12.9)
Raffle	6,600	0	0	-	6,600	6,600	0.0	0.0
Scratch	720,000	64,972	60,490	7.4	629,896	588,479	7.0	1.2
Gross Lottery Revenue	<u>1,414,600</u>	<u>124,538</u>	<u>125,599</u>	<u>(0.8)</u>	<u>1,243,386</u>	<u>1,191,895</u>	<u>4.3</u>	<u>(1.4)</u>
Expenses (d)	<u>979,400</u>	<u>83,510</u> (e)	<u>89,233</u>	<u>(6.4)</u>	<u>872,705</u> (e)	<u>830,504</u>	<u>5.1</u>	<u>(2.5)</u>
Net Lottery Ticket Profits	<u>\$435,200</u>	<u>\$41,028</u> (e)	<u>\$36,366</u>	<u>12.8</u>	<u>\$370,681</u> (e)	<u>\$361,391</u>	<u>2.6</u>	<u>1.2</u>

(a) Estimate established by Chapter 890, 2011 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) Decades of Dollars began on January 30, 2011.

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

(e) 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	April			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	\$62,804	\$58,551	7.3	\$634,545	\$616,210	3.0	3.1
Priority Transportation Fund (PTF)	150,300	4.45	2,000	2,000	0.0	146,327	145,102	0.8	0.8
Motor Vehicle Sales and Use Tax	506,500	15.00	46,871	45,371	3.3	438,833	385,467	13.8	6.9
State Sales and Use Tax	480,800	14.24	43,592	43,040	1.3	391,615	407,655	(3.9)	(2.0)
Motor Vehicle License Fees	234,800	6.95	21,362	22,251	(4.0)	196,961	188,898	4.3	2.0
International Registration Plan	61,300	1.82	5,879	3,090	90.3	51,781	47,104	9.9	2.6
Recordation Tax	32,200	0.95	2,871	2,637	8.9	28,656	28,560	0.3	(8.5)
Interest Earnings	38,600	1.14	3,995	28	#	13,250	6,429	106.1	68.1
Misc. Taxes, Fees, and Revenues	12,700	0.38	1,139	1,246	(8.6)	10,857	10,504	3.4	(0.4)
<b>Total State Taxes and Fees</b>	<b>\$2,372,700</b>	<b>70.26</b>	<b>\$190,513</b>	<b>\$178,214</b>	<b>6.9</b>	<b>\$1,912,825</b>	<b>\$1,835,929</b>	<b>4.2</b>	<b>3.0</b>

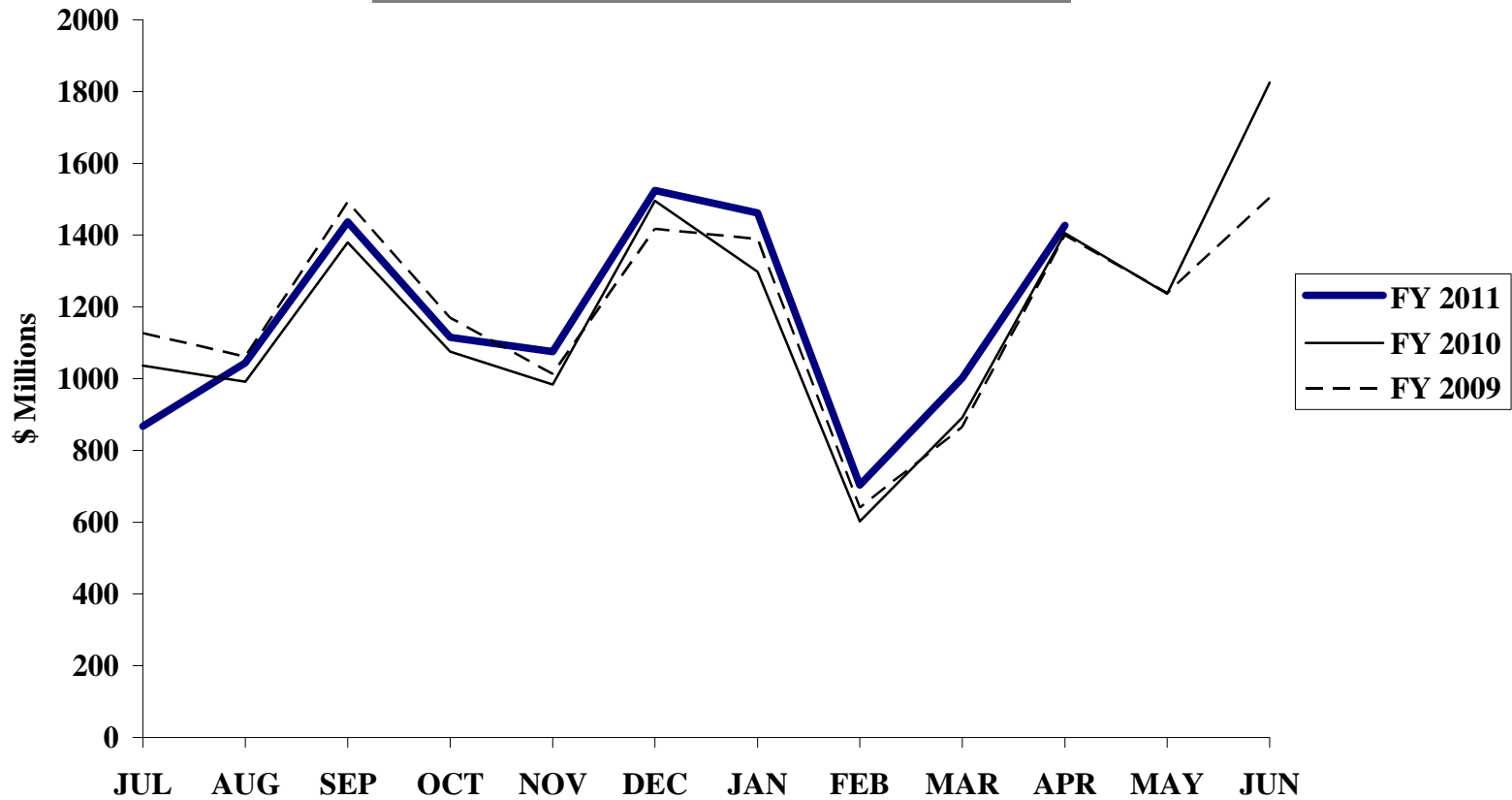
# Percentage is greater than or equal to 1,000%.

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	April			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	\$54,813	\$49,190	11.4	\$545,166	\$528,851	3.1	3.5
Motor Vehicle Sales and Use Tax	309,800	9.17	28,933	28,460	1.7	267,313	234,925	13.8	7.0
Motor Vehicle License Fees	213,700	6.33	19,453	20,279	(4.1)	179,408	171,880	4.4	2.0
International Registration Plan	61,300	1.82	5,879	3,090	90.3	51,781	47,104	9.9	2.6
Recordation Tax (1 cent)	10,700	0.32	957	879	8.9	9,552	9,520	0.3	(8.8)
Misc. Taxes, Fees, and Revenues	12,700	0.38	1,139	1,246	(8.6)	10,857	10,504	3.4	(0.4)
<b>Total State Taxes and Fees</b>	<b>\$1,348,000</b>	<b>39.92</b>	<b>\$111,174</b>	<b>\$103,144</b>	<b>7.8</b>	<b>\$1,064,077</b>	<b>\$1,002,784</b>	<b>6.1</b>	<b>3.8</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$0	0.00	\$1,809	\$445	306.5	\$17,133	\$15,674	9.3	(100.0)
Miscellaneous Revenues	16,191	0.48	3,412	1,524	123.9	11,492	13,357	(14.0)	12.3
Transfer (to) / from Transportation Trust Fund	510,998	15.13	0	0	-	266,940	300,000	(11.0)	0.7
<b>Total Highway Maintenance and Operating Fund</b>	<b>\$1,875,189</b>	<b>55.53</b>	<b>\$116,395</b>	<b>\$105,113</b>	<b>10.7</b>	<b>\$1,359,642</b>	<b>\$1,331,815</b>	<b>2.1</b>	<b>1.9</b>
<b>TRANSPORTATION TRUST FUND:</b>									
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$115,700	3.43	\$7,991	\$9,361	(14.6)	\$89,379	\$87,359	2.3	0.6
PTF Motor Fuels	20,000	0.59	2,000	2,000	0.0	16,000	16,000	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	17,938	16,911	6.1	171,520	150,542	13.9	6.8
State Sales and Use Tax	480,800	14.24	43,592	43,040	1.3	391,615	407,655	(3.9)	(2.0)
Motor Vehicle License Fees	21,100	0.62	1,909	1,972	(3.2)	17,553	17,018	3.1	1.8
Recordation Tax (2 cents)	21,500	0.63	1,914	1,758	8.9	19,104	19,040	0.3	(8.3)
Interest Earnings	38,600	1.14	3,995	28	#	13,250	6,429	106.1	68.1
<b>Total State Taxes and Fees</b>	<b>\$1,024,700</b>	<b>30.34</b>	<b>\$79,339</b>	<b>\$75,070</b>	<b>5.7</b>	<b>\$848,748</b>	<b>\$833,145</b>	<b>1.9</b>	<b>1.8</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$881,334	26.09	\$53,321	\$64,454	(17.3)	\$709,002	\$695,047	2.0	6.9
Receipts from Cities/Counties	59,007	1.75	1,298	4,753	(72.7)	35,796	43,510	(17.7)	28.0
Toll Revenues (Includes Route 28)	30,035	0.89	7,274	7,154	1.7	18,208	33,293	(45.3)	(32.4)
Miscellaneous Revenues	17,862	0.53	(4,265)	1,590	(368.2)	48,230	23,815	102.5	(39.7)
<b>Total Other Revenues</b>	<b>\$988,238</b>	<b>29.26</b>	<b>\$57,628</b>	<b>\$77,951</b>	<b>(26.1)</b>	<b>\$811,236</b>	<b>\$795,665</b>	<b>2.0</b>	<b>4.7</b>
<b>Transfer (to) / from Highway Maintenance and Operating Fund</b>									
Maintenance and Operating Fund	(\$510,998)	(15.13)	\$0	\$0	-	(\$266,940)	(\$300,000)	11.0	(0.7)
<b>Total Transportation Trust Fund</b>	<b>\$1,501,940</b>	<b>44.47</b>	<b>\$136,967</b>	<b>\$153,021</b>	<b>(10.5)</b>	<b>\$1,393,044</b>	<b>\$1,328,810</b>	<b>4.8</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>\$253,362</b>	<b>\$258,134</b>	<b>(1.8)</b>	<b>\$2,752,686</b>	<b>\$2,660,625</b>	<b>3.5</b>	<b>2.9</b>

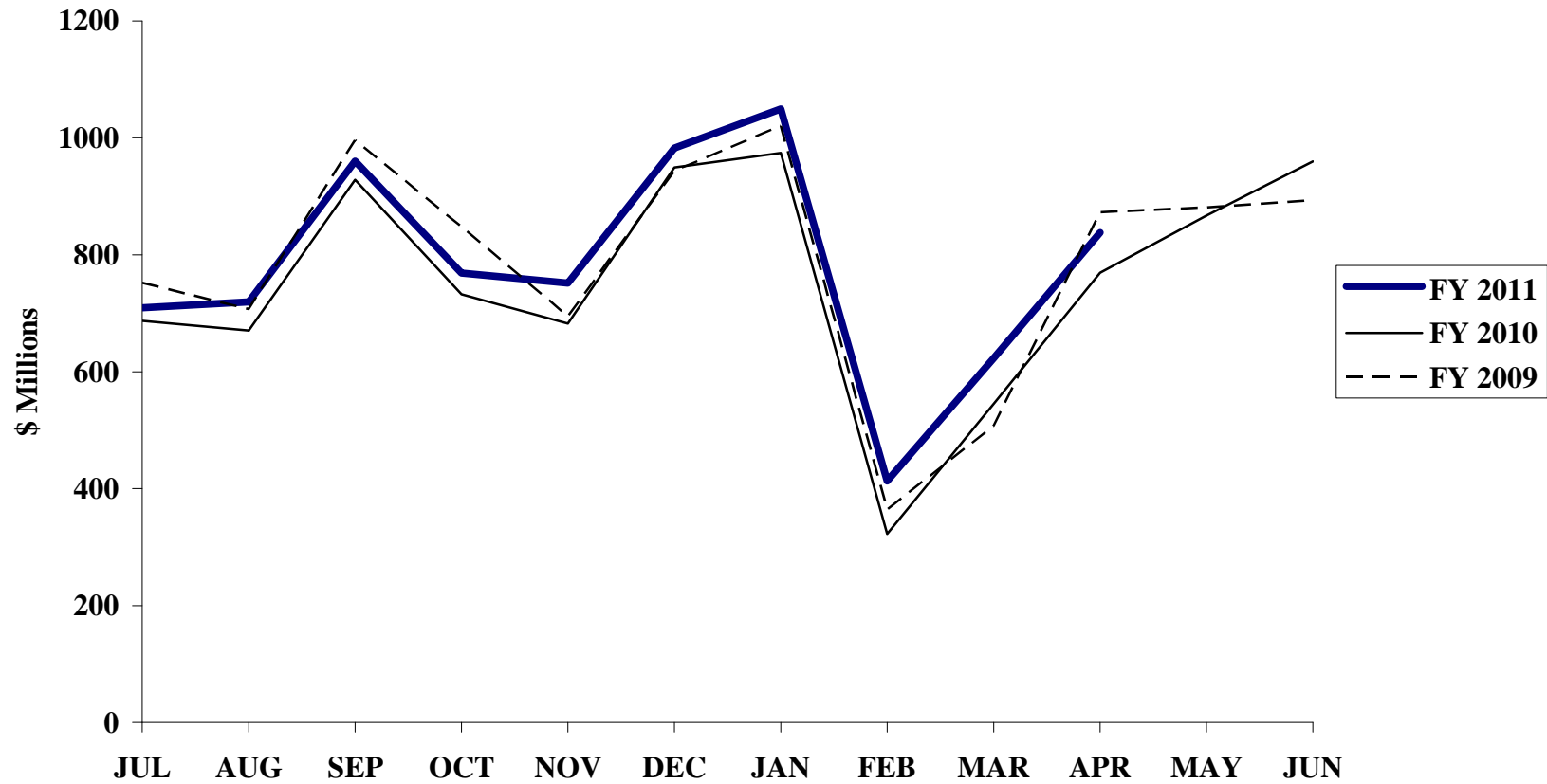
# Percentage is greater than or equal to 1,000%.

## Total General Fund Revenues



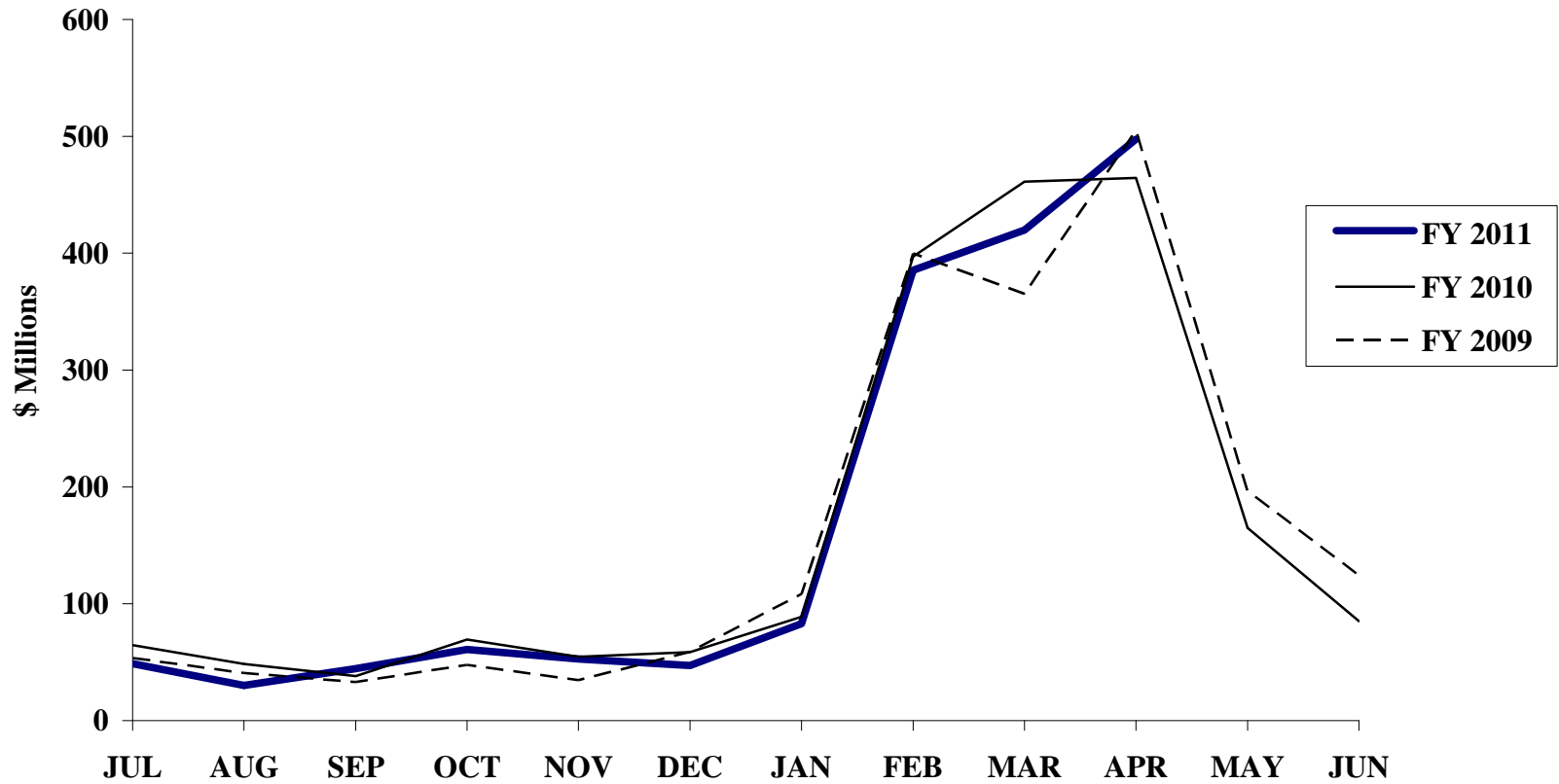
**FY 2009 Actual = \$14,315.1 Million**  
**FY 2010 Actual = \$14,219.5 Million**  
**FY 2011 Estimate = \$14,718.5 Million**

## Net Individual Income Tax



**FY 2009 Actual = \$9,481.1 Million**  
**FY 2010 Actual = \$9,088.3 Million**  
**FY 2011 Estimate = \$9,746.2 Million**

## Individual and Fiduciary Income Tax Refunds



**FY 2009 Actual = \$1,967.4 Million**  
**FY 2010 Actual = \$1,994.7 Million**  
**FY 2011 Estimate = \$1,897.0 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 <sup>2</sup>	11.01% <sup>2</sup>	\$4,559.7 <sup>2</sup>	3.44%	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>	\$3,734.0	0.33% <sup>5</sup>	\$1,246.2	2.51%	\$4,980.2	0.88% <sup>5</sup>	0.29%
<b>March</b>	\$3,437.9	0.31% <sup>6</sup>	\$1,247.5	0.32%	\$4,685.4	0.31% <sup>6</sup>	0.26%
<b>April</b>	\$3,270.9	0.37% <sup>7</sup>	\$1,254.3	12.96%	\$4,525.2	3.86% <sup>7</sup>	0.25%
<b>May</b>							
<b>June</b>							
<b>Year-to-Date Average</b>	\$3,274.4	0.44%	\$1,247.8	3.46%	\$4,522.2	1.27%	0.27%

• 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 was 0.68% and the Composite Rate was 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 was 0.42% and the Composite Rate was 1.20%.

<sup>5</sup> The Primary Liquidity Yield of 0.33% 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 was 0.45% and the Composite Rate was 0.97%.

<sup>6</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 was 0.43% and the Composite Rate was 0.40%.

<sup>7</sup> The Primary Liquidity Yield of 0.37% reflects a \$160,828.62 write down of Morgan Stanley ABS Capital I in the securities lending portfolio. Without the write down, the Primary Liquidity Yield was 0.43% and the Composite Rate was 3.90%.

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

<b>Month</b>	<b>Beginning Balance</b>	<b>Deposits</b>	<b>Withdrawals</b>	<b>Interest Allocated (A)</b>	<b>Ending Balance</b>
<b>July</b>	\$295,158,947	\$0	\$0	\$0	\$295,158,947
<b>August</b>	\$295,158,947	\$0	\$0	\$0	\$295,158,947
<b>September</b>	\$295,158,947	\$0	\$0	\$0	\$295,158,947
<b>October</b>	\$295,158,947	\$0	\$0	\$1,176,754	\$296,335,701
<b>November</b>	\$296,335,701	\$0	\$0	\$0	\$296,335,701
<b>December</b>	\$296,335,701	\$0	\$0	\$0	\$296,335,701
<b>January</b>	\$296,335,701	\$0	\$0	\$1,021,347	\$297,357,048
<b>February</b>	\$297,357,048	\$0	\$0	\$0	\$297,357,048
<b>March</b>	\$297,357,048	\$0	\$0	\$0	\$297,357,048
<b>April</b>	\$297,357,048	\$0	\$0	\$902,961	\$298,260,009
<b>May</b>					
<b>June</b>					

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