



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

Richard D. Brown  
Secretary of Finance

PO Box 1475  
Richmond, VA. 23218

October 12, 2011

**MEMORANDUM**

TO: The Honorable Robert F. McDonnell

THROUGH: The Honorable Martin Kent

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

SUBJECT: September Revenue Data

September completes the first quarter of fiscal year 2011 and is a significant month for revenue collections. Estimated payments from individuals, corporations, and insurance premiums are all due in September, along with regular monthly collections of withholding, sales taxes, and other sources.

Total general fund revenue collections rose 3.9 percent in September, driven primarily by growth in individual nonwithholding payments. Solid growth in sales and corporate income also contributed to the increase. With one less deposit day than last September, income withholding receipts declined for the month. On a year-to-date basis, total revenue collections rose 6.7 percent, ahead of the revised annual forecast of 3.7 percent growth. Adjusting for the accelerated sales tax program, total revenues grew 5.6 percent through September, ahead of the adjusted forecast of 3.5 percent growth.

**National Economic Indicators**

Current national economic indicators depict a weak recovery. The consensus of economic advisors expects the modest expansion to continue, although the recovery remains vulnerable to any shock that could further erode business and consumer confidence.

- According to the latest estimate, real GDP grew 1.3 percent at an annualized rate in the second quarter of 2011, following growth of 0.4 percent in the first quarter.
- The labor market slightly improved in September. Payroll employment gained 103,000 jobs, but about 45,000 of these were a result of striking Verizon workers returning to work. Government employment continued to fall, while job gains were made in professional and business services, health care, and construction.
- The unemployment rate remained flat at 9.1 percent in September for the second straight month.
- Initial claims for unemployment increased by 6,000 to 401,000 during the week ending October 1, while the four-week moving average fell from 418,000 to 414,000. Recent activity in initial claims is consistent with a stagnant labor market, and suggests layoffs have diminished, but firms are not expanding payrolls.
- The Conference Board's index of leading indicators rose 0.3 percent in August, its fourth consecutive monthly increase. Four of the ten components of the index rose in August, with an increase in the money supply driving the gain. The rise in the index is consistent with a continuing recovery.
- After plunging 14 points in August to 45.2, the Conference Board's index of consumer confidence remained essentially unchanged in September, rising by only 0.2 point. The expectations component drove the increase, while the present situation component declined. The index is near its April 2009 level of 40.8, the lowest in more than two years.
- Conditions in the manufacturing sector slightly improved in September as the Institute of Supply Management index rose from 50.6 to 51.6. The index had been slowly declining since May. The increase in the index suggests the slow recovery continues.
- The CPI jumped 0.4 percent in August from the previous month and stands 3.8 percent above August of last year. Core inflation (excluding food and energy prices) rose 0.2 percent in August, and has increased 2.0 percent from August 2010.
- The Federal Reserve announced at its August meeting that it will keep the federal funds rate target unchanged at 0.0 to 0.25 percent.

### **Virginia Economy**

In Virginia, job growth has slowed from its pace earlier in the year. Payroll employment rose only 0.1 percent in August from August of last year, repeating the low growth seen in July. In Northern Virginia, employment was flat, Hampton Roads fell 0.2 percent, and Richmond-Petersburg fell 1.5 percent in August. The unemployment rate in the Commonwealth rose from 6.2 percent to 6.5 percent, and is 0.4 percentage point below August 2010.

The Virginia Leading Index fell 0.3 percent in August, following a 0.3 percent decline in July. The only component contributing positively to the index was the U.S. leading index. Future employment, auto registrations, and building permits declined while initial claims for unemployment rose in August. The Leading Index rose in August for Roanoke, Lynchburg, Charlottesville, and Bristol and was flat for Harrisonburg and Winchester. The index fell in the remaining five metro areas.

### **September Revenue Collections**

Total general fund revenue collections rose 3.9 percent in September, driven primarily by growth in individual nonwithholding payments. Except for payroll withholding, all major sources contributed to the growth. On a year-to-date basis, total revenue collections rose 6.7 percent, ahead of the revised annual forecast of 3.7 percent growth. Adjusting for the accelerated sales tax program, total revenues grew 5.6 percent through September, ahead of the adjusted forecast of 3.5 percent growth.

***Net Individual Income Tax (66% of general fund revenues):*** Through September, collections of net individual income tax rose 6.8 percent from the same period last year, ahead of the annual estimate of 3.9 percent growth. Performance in each component of individual income tax is as follows:

***Individual Income Tax Withholding (64% of general fund revenues):*** With one less deposit day compared to September of last year, collections of payroll withholding taxes fell 3.7 percent in September. Year-to-date, withholding collections grew 4.0 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):*** September is a significant month for nonwithholding collections since the first estimated payment in fiscal year 2012 is due. Collections rose 17.3 percent in September. Through the first quarter, collections for the fiscal year were \$348.0 million compared with \$292.9 million over the same period last year, an increase of 18.8 percent and well ahead of the annual estimate of 2.1 percent growth.

***Individual Income Tax Refunds:*** Through the first quarter of fiscal year 2012, TAX issued \$105.7 million in refunds compared with \$123.1 million last year, a 14.1 percent decline, compared with the revised annual estimate of a 0.9 percent decline.

***Sales Tax (20% of general fund revenues):*** Collections of sales and use taxes, reflecting August sales, rose 5.8 percent in September. On a year-to-date basis, collections have risen 7.3 percent, compared with the annual estimate of 3.4 percent growth. The strong year-to-date growth is due to the partial repeal of the accelerated sales tax program, which ended the participation of numerous small dealers. Adjusting for this legislation, sales tax collections have grown by 1.9 percent year-to-date, lagging the economic-base forecast of 2.5 percent.

**Corporate Income Tax (5% of general fund revenues):** As with nonwithholding, the first estimated payment of the fiscal year is due in September. Collections of corporate income tax grew 11.4 percent in September. Through the first quarter of the fiscal year, collections have risen 7.7 percent, ahead of the annual estimate of a 1.1 percent increase.

**Wills, Suits, Deeds, Contracts (2% of general fund revenues):** Collections of wills, suits, deeds, and contracts – mainly recordation tax collections – rose 7.5 percent in September. On a year-to-date basis, collections are up 4.2 percent, close to the annual forecast of 3.3 percent growth.

### Other Revenue Sources

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

	<u>Year-to-Date</u>	<u>Annual Estimate</u>
Insurance Premiums (2% GF revenues)	NA	2.9%
Interest Income (1% GF revenues)	14.5%	27.7%
ABC Taxes (1% GF revenues)	7.9%	0.9%

*Note: Monthly collections of insurance company premiums are being transferred to the Transportation Trust Fund per Chapter 896, 2007 Acts of the Assembly until the required amount of \$137.3 million has been reached.*

**All Other Revenue (3% of general fund revenues):** Receipts in All Other Revenue fell 4.6 percent in September – \$31.1 million compared with \$32.6 million last September. For the fiscal year, collections of All Other Revenue fell 0.3 percent, trailing the annual estimate of 3.5 percent growth.

### Summary

September completes the first quarter of fiscal year 2011 and is a significant month for revenue collections. Estimated payments from individuals, corporations, and insurance premiums are all due in September, along with regular monthly collections of withholding, sales taxes, and other sources.

Total general fund revenue collections rose 3.9 percent in September, driven primarily by growth in individual nonwithholding payments. Solid growth in sales and corporate income also contributed to the increase. With one less deposit day than last September, income withholding receipts declined for the month. On a year-to-date basis, total revenue collections rose 6.7 percent, ahead of the revised annual forecast of 3.7 percent growth. Adjusting for the accelerated sales tax program, total revenues grew 5.6 percent through September, ahead of the adjusted forecast of 3.5 percent growth.

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The fall revenue forecasting process begins this month. A meeting of the Joint Advisory Board of Economists (JABE) is scheduled for today (October 12, 2011) to assess recent economic developments and the outlook for the current and next biennium. In November, the Governor's Advisory Council on Revenue Estimates will evaluate both the JABE recommendations on the future path of the Virginia economy and revenue projections for the current fiscal year and the 2012-14 biennium.

**Commonwealth of Virginia/Department of Accounts  
Summary Report on General Fund Revenue Collections  
For the Fiscal Years 2011 and 2012  
(Dollars in Thousands)**

Revenue	(1)	(2)	(3)			(6)			(9)
	FY 2012 Estimate	As a % of Gen Fund Rev	September		%	Year-To-Date		%	% Annual Growth Req By Est
			FY 2012	FY 2011	Change	FY 2012	FY 2011	Change	
<b>Individual Income Tax:</b>									
Withholding	\$9,958,000	63.85	\$747,110	\$775,764	(3.7)	\$2,307,974	\$2,219,082	4.0	3.4
Tax Dues/Estimated Payments	2,223,600	14.26	268,297	228,666	17.3	347,971	292,913	18.8	2.1
<b>Gross Individual Income Tax</b>	<b>\$12,181,600</b>	<b>78.11</b>	<b>\$1,015,407</b>	<b>\$1,004,430</b>	<b>1.1</b>	<b>\$2,655,945</b>	<b>\$2,511,995</b>	<b>5.7</b>	<b>3.1</b>
Individual and Fiduciary Income (Refunds)	(1,852,000)	(11.87)	(34,458)	(44,345)	(22.3)	(105,705)	(123,108)	(14.1)	(0.9)
<b>Net Individual Income Tax</b>	<b>\$10,329,600</b>	<b>66.24</b>	<b>\$980,949</b>	<b>\$960,085</b>	<b>2.2</b>	<b>\$2,550,240</b>	<b>\$2,388,887</b>	<b>6.8</b>	<b>3.9</b>
Sales and Use Tax	\$3,115,500	19.97	\$249,395	\$235,645	5.8	\$620,386	\$577,944	7.3	3.4
Corporations Income Tax	831,600	5.33	188,417	169,201	11.4	191,295	177,598	7.7	1.1
Wills, Suits, Deeds, Contracts	301,100	1.93	26,671	24,813	7.5	78,914	75,739	4.2	3.3
Insurance Premiums	289,600	1.86	0	0	-	0	0	-	2.9
Interest Income (a)	103,600	0.67	12,048	10,172	18.4	29,463	25,731	14.5	27.7
Alcoholic Beverage Sales (b)	180,600	1.16	4,093	3,945	3.8	13,787	12,779	7.9	0.9
All Other Revenues	443,200	2.84	31,065	32,575	(4.6)	89,142	89,431	(0.3)	3.5
<b>Total General Fund Revenues</b>	<b>\$15,594,800</b>	<b>100.00</b>	<b>\$1,492,638</b>	<b>\$1,436,436</b>	<b>3.9</b>	<b>\$3,573,227</b>	<b>\$3,348,109</b>	<b>6.7</b>	<b>3.7</b>

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

(a) Interest will be 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 2011 and 2012**  
(Dollars in Thousands)

Revenue	(1)	(2)	(3) (4) (5)			(6) (7) (8)			(9)
	FY 2012 Estimate	As a % of Total Gen Fund Rev	FY 2012	FY 2011	% Change	FY 2012	FY 2011	% Change	% Annual Growth Req By Est
<b>Taxes:</b>									
Individual Income Tax - Withholding	\$9,958,000	63.85	\$747,110	\$775,764	(3.7)	\$2,307,974	\$2,219,082	4.0	3.4
Tax Dues/Estimated Payments	2,223,600	14.26	268,297	228,666	17.3	347,971	292,913	18.8	2.1
Gross Individual Income Tax	\$12,181,600	78.11	\$1,015,407	\$1,004,430	1.1	\$2,655,945	\$2,511,995	5.7	3.1
Individ and Fiduc Income (Refunds)	(1,852,000)	(11.87)	(34,458)	(44,345)	(22.3)	(105,705)	(123,108)	(14.1)	(0.9)
Net Individual Income Tax	\$10,329,600	66.24	\$980,949	\$960,085	2.2	\$2,550,240	\$2,388,887	6.8	3.9
Sales and Use Tax	3,115,500	19.97	249,395	235,645	5.8	620,386	577,944	7.3	3.4
Corporations Income	831,600	5.33	188,417	169,201	11.4	191,295	177,598	7.7	1.1
Public Service Corporations	96,400	0.62	8,443	8,419	0.3	25,357	22,805	11.2	2.8
Insurance Premiums	289,600	1.86	0	0	-	0	0	-	2.9
Alcoholic Beverage Excise	137,100	0.88	0	0	-	1,775	643	176.0	0.8
Beer and Beverage Excise	43,500	0.28	4,093	3,945	3.8	12,012	12,136	(1.0)	1.3
Wills, Suits, Deeds, Contracts	301,100	1.93	26,671	24,813	7.5	78,914	75,739	4.2	3.3
Inheritance, Gift, and Estate	2,000	0.01	(4)	111	(103.6)	(124)	1,039	(111.9)	(26.3)
Bank Franchise	18,000	0.12	(22)	0	-	232	55	321.8	(26.2)
Other Taxes	4,100	0.03	120	973	(87.7)	1,373	1,743	(21.2)	247.0
<b>Total Taxes</b>	<b>\$15,168,500</b>	<b>97.27</b>	<b>\$1,458,062</b>	<b>\$1,403,192</b>	<b>3.9</b>	<b>\$3,481,460</b>	<b>\$3,258,589</b>	<b>6.8</b>	<b>3.5</b>
<b>Rights and Privileges:</b>									
Licenses and Permits	\$4,200	0.03	\$437	\$481	(9.1)	\$1,108	\$1,200	(7.7)	(3.4)
Corp. Franchise and Charters	46,700	0.29	460	500	(8.0)	1,439	1,467	(1.9)	5.2
Fees for Misc. Privileges & Services	10,200	0.07	701	736	(4.8)	1,919	1,916	0.2	(8.4)
<b>Total Rights and Privileges</b>	<b>\$61,100</b>	<b>0.39</b>	<b>\$1,598</b>	<b>\$1,717</b>	<b>(6.9)</b>	<b>\$4,466</b>	<b>\$4,583</b>	<b>(2.6)</b>	<b>2.0</b>
<b>Other Revenues:</b>									
Sales of Property & Commodities	\$20,000	0.13	\$256	\$1	#	\$256	\$1	#	596.1
Assessmts & Rcpts for Support of Special Svcs	400	0.00	12	5	140.0	119	142	(16.2)	(8.3)
Institutional Revenue	5,800	0.04	617	579	6.6	1,462	1,583	(7.6)	(10.0)
Interest (a)	103,600	0.67	12,048	10,172	18.4	29,463	25,731	14.5	27.7
Dividends and Rent	300	0.00	44	58	(24.1)	160	172	(7.0)	(17.1)
Fines, Forfeitures & Fees	227,400	1.46	18,049	19,986	(9.7)	53,583	56,619	(5.4)	(0.5)
Other Revenue	8,200	0.05	1,777	764	132.6	2,626	1,416	85.5	(20.3)
Excess Fees	(10,300)	(0.07)	(645)	(832)	22.5	(2,265)	(2,836)	20.1	(19.4)
Private Donations, Gifts & Cont.	0	0.00	8	3	166.7	8	11	(27.3)	(100.0)
Cities, Counties, and Towns	9,800	0.06	812	791	2.7	1,889	2,098	(10.0)	1.9
<b>Total Other Revenues</b>	<b>\$365,200</b>	<b>2.34</b>	<b>\$32,978</b>	<b>\$31,527</b>	<b>4.6</b>	<b>\$87,301</b>	<b>\$84,937</b>	<b>2.8</b>	<b>10.3</b>
<b>Total General Fund Revenues</b>	<b>\$15,594,800</b>	<b>100.00</b>	<b>\$1,492,638</b>	<b>\$1,436,436</b>	<b>3.9</b>	<b>\$3,573,227</b>	<b>\$3,348,109</b>	<b>6.7</b>	<b>3.7</b>

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

(a) Interest will be 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 2011 and 2012  
(Dollars in Thousands)**

	FY 2012 <u>Estimate</u>	(a)	September			Year-To-Date			% Annual Growth Required By Estimate
			<u>FY 2012</u>	<u>FY 2011</u>	<u>% Change</u>	<u>FY 2012</u>	<u>FY 2011</u>	<u>% Change</u> (b)	
Lottery Collections									
Win for Life / Decades of Dollars (c)	\$25,000		\$2,702	\$1,899	42.3	\$8,459	\$5,622	50.5	(15.0)
Cash 5	25,000		2,074	2,253	(7.9)	6,349	6,923	(8.3)	(6.2)
Pick 4	200,000		17,124	16,359	4.7	51,453	49,452	4.0	(3.5)
Pick 3	240,000		18,971	20,127	(5.7)	57,910	60,899	(4.9)	(0.8)
Mega Millions / Powerball	200,000		14,483	14,002	3.4	44,962	45,257	(0.7)	(2.5)
Fast Play	8,000		906	506	79.1	2,725	1,554	75.4	(10.3)
Raffle	6,600		0	0	-	0	0	-	0.0
Scratch	750,000		65,612	58,803	11.6	190,189	177,108	7.4	(0.9)
Gross Lottery Revenue	<u>1,454,600</u>		<u>121,872</u>	<u>113,949</u>	<u>7.0</u>	<u>362,047</u>	<u>346,815</u>	<u>4.4</u>	<u>(1.9)</u>
Expenses (d)	<u>1,018,725</u>		<u>87,661</u> (e)	<u>85,216</u>	<u>2.9</u>	<u>249,058</u> (e)	<u>242,196</u>	<u>2.8</u>	<u>(1.9)</u>
Net Lottery Ticket Profits	<u>\$435,875</u>		<u>\$34,211</u> (e)	<u>\$28,733</u>	<u>19.1</u>	<u>\$112,989</u> (e)	<u>\$104,619</u>	<u>8.0</u>	<u>(1.9)</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 2011 and 2012**  
**(Dollars in Thousands)**

Revenue	FY 2012 Estimate	As a % of Total Fund	September			Year-To-Date			% Annual Growth Required By Estimate
			FY 2012	FY 2011	% Change	FY 2012	FY 2011	% Change	
Motor Fuel Taxes	\$866,800	24.11	\$71,285	\$74,341	(4.1)	\$149,641	\$154,537	(3.2)	2.7
Priority Transportation Fund (PTF)	156,000	4.34	92,595	100,846	(8.2)	99,619	110,838	(10.1)	3.8
Motor Vehicle Sales and Use Tax	531,100	14.77	47,361	48,901	(3.1)	147,276	139,055	5.9	(0.2)
State Sales and Use Tax	501,600	13.96	42,554	40,011	6.4	105,573	98,096	7.6	5.1
Motor Vehicle License Fees	237,400	6.60	19,741	21,201	(6.9)	62,672	63,741	(1.7)	(0.2)
International Registration Plan	63,200	1.76	3,425	3,557	(3.7)	12,179	12,154	0.2	3.5
Recordation Tax	34,600	0.96	2,991	3,510	(14.8)	9,262	9,009	2.8	(1.1)
Interest Earnings	27,800	0.77	71	5	#	81	90	(10.0)	52.2
Misc. Taxes, Fees, and Revenues	12,900	0.36	938	834	12.5	3,132	3,060	2.4	0.1
<b>Total State Taxes and Fees</b>	<b>\$2,431,400</b>	<b>67.63</b>	<b>\$280,961</b>	<b>\$293,206</b>	<b>(4.2)</b>	<b>\$589,435</b>	<b>\$590,580</b>	<b>(0.2)</b>	<b>2.6</b>

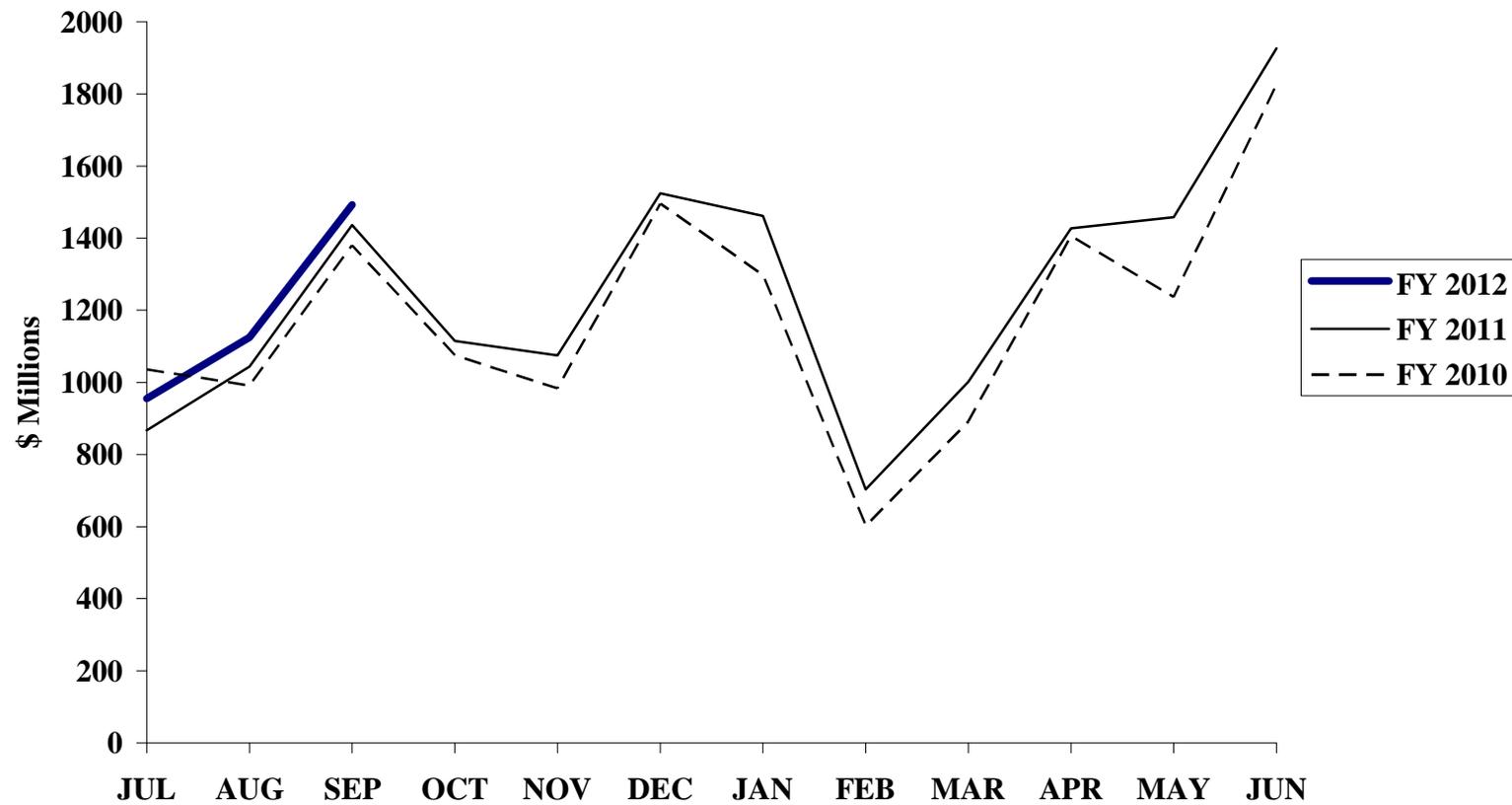
# Percentage is greater than or equal to 1,000%.

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 2011 and 2012  
(Dollars in Thousands)

Revenue	FY 2012 Estimate	As a % of Total Fund	September			Year-To-Date			% Annual Growth Required By Est
			FY 2012	FY 2011	% Change	FY 2012	FY 2011	% Change	
<b>HIGHWAY MAINTENANCE AND OPERATING FUND:</b>									
Motor Fuel Taxes (Includes Road Tax)	\$749,900	20.86	\$60,046	\$64,580	(7.0)	\$128,600	\$131,835	(2.5)	3.2
Motor Vehicle Sales and Use Tax	325,400	9.05	28,885	27,207	6.2	89,939	82,607	8.9	0.2
Motor Vehicle License Fees	216,100	6.01	17,909	19,228	(6.9)	57,020	58,113	(1.9)	(0.3)
International Registration Plan	63,200	1.76	3,425	3,557	(3.7)	12,179	12,154	0.2	3.5
Recordation Tax (1 cent)	11,500	0.32	997	1,170	(14.8)	3,087	3,003	2.8	(1.4)
Misc. Taxes, Fees, and Revenues	12,900	0.36	938	834	12.5	3,132	3,060	2.4	0.1
<b>Total State Taxes and Fees</b>	<b>\$1,379,000</b>	<b>38.36</b>	<b>\$112,200</b>	<b>\$116,576</b>	<b>(3.8)</b>	<b>\$293,957</b>	<b>\$290,772</b>	<b>1.1</b>	<b>1.9</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$0	0.00	\$1,058	\$1,147	(7.8)	\$6,114	\$4,948	23.6	(100.0)
Miscellaneous Revenues	11,479	0.32	1,213	1,039	16.7	4,322	2,211	95.5	(24.2)
Transfer (to) / from Transportation Trust Fund	447,767	12.45	100,340	66,940	49.9	100,340	66,940	49.9	(3.3)
<b>Total Highway Maintenance and Operating Fund</b>	<b>\$1,838,246</b>	<b>51.13</b>	<b>\$214,811</b>	<b>\$185,702</b>	<b>15.7</b>	<b>\$404,733</b>	<b>\$364,871</b>	<b>10.9</b>	<b>(0.8)</b>
<b>TRANSPORTATION TRUST FUND:</b>									
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$116,900	3.25	\$11,239	\$9,761	15.1	\$21,041	\$22,702	(7.3)	(0.6)
PTF Motor Fuels	20,000	0.56	2,000	2,000	0.0	2,000	2,000	0.0	0.0
PTF Insurance Premiums Tax	136,000	3.78	90,595	98,846	(8.3)	97,619	108,838	(10.3)	4.4
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	205,700	5.72	18,476	21,694	(14.8)	57,337	56,448	1.6	(0.8)
State Sales and Use Tax	501,600	13.96	42,554	40,011	6.4	105,573	98,096	7.6	5.1
Motor Vehicle License Fees	21,300	0.59	1,832	1,973	(7.1)	5,652	5,628	0.4	0.4
Recordation Tax (2 cents)	23,100	0.64	1,994	2,340	(14.8)	6,175	6,006	2.8	(1.0)
Interest Earnings	27,800	0.77	71	5	#	81	90	(10.0)	52.2
<b>Total State Taxes and Fees</b>	<b>\$1,052,400</b>	<b>29.27</b>	<b>\$168,761</b>	<b>\$176,630</b>	<b>(4.5)</b>	<b>\$295,478</b>	<b>\$299,808</b>	<b>(1.4)</b>	<b>3.6</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$1,006,822	28.00	\$96,126	\$129,702	(25.9)	\$278,201	\$298,609	(6.8)	12.5
Receipts from Cities/Counties	102,383	2.85	2,954	3,378	(12.6)	11,073	11,448	(3.3)	135.2
Toll Revenues (Includes Route 28)	28,949	0.80	901	836	7.8	2,480	3,904	(36.5)	43.7
Miscellaneous Revenues	14,219	0.40	1,640	13,428	(87.8)	9,611	22,235	(56.8)	(74.0)
<b>Total Other Revenues</b>	<b>\$1,152,373</b>	<b>32.05</b>	<b>\$101,621</b>	<b>\$147,344</b>	<b>(31.0)</b>	<b>\$301,365</b>	<b>\$336,196</b>	<b>(10.4)</b>	<b>13.8</b>
<b>Transfer (to) / from Highway Maintenance and Operating Fund</b>									
Maintenance and Operating Fund	(\$447,767)	(12.45)	(\$100,340)	(\$66,940)	(49.9)	(\$100,340)	(\$66,940)	(49.9)	3.3
<b>Total Transportation Trust Fund</b>	<b>\$1,757,006</b>	<b>48.87</b>	<b>\$170,042</b>	<b>\$257,034</b>	<b>(33.8)</b>	<b>\$496,503</b>	<b>\$569,064</b>	<b>(12.8)</b>	<b>12.2</b>
<b>TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND</b>									
	<b>\$3,595,252</b>	<b>100.00</b>	<b>\$384,853</b>	<b>\$442,736</b>	<b>(13.1)</b>	<b>\$901,236</b>	<b>\$933,935</b>	<b>(3.5)</b>	<b>5.2</b>

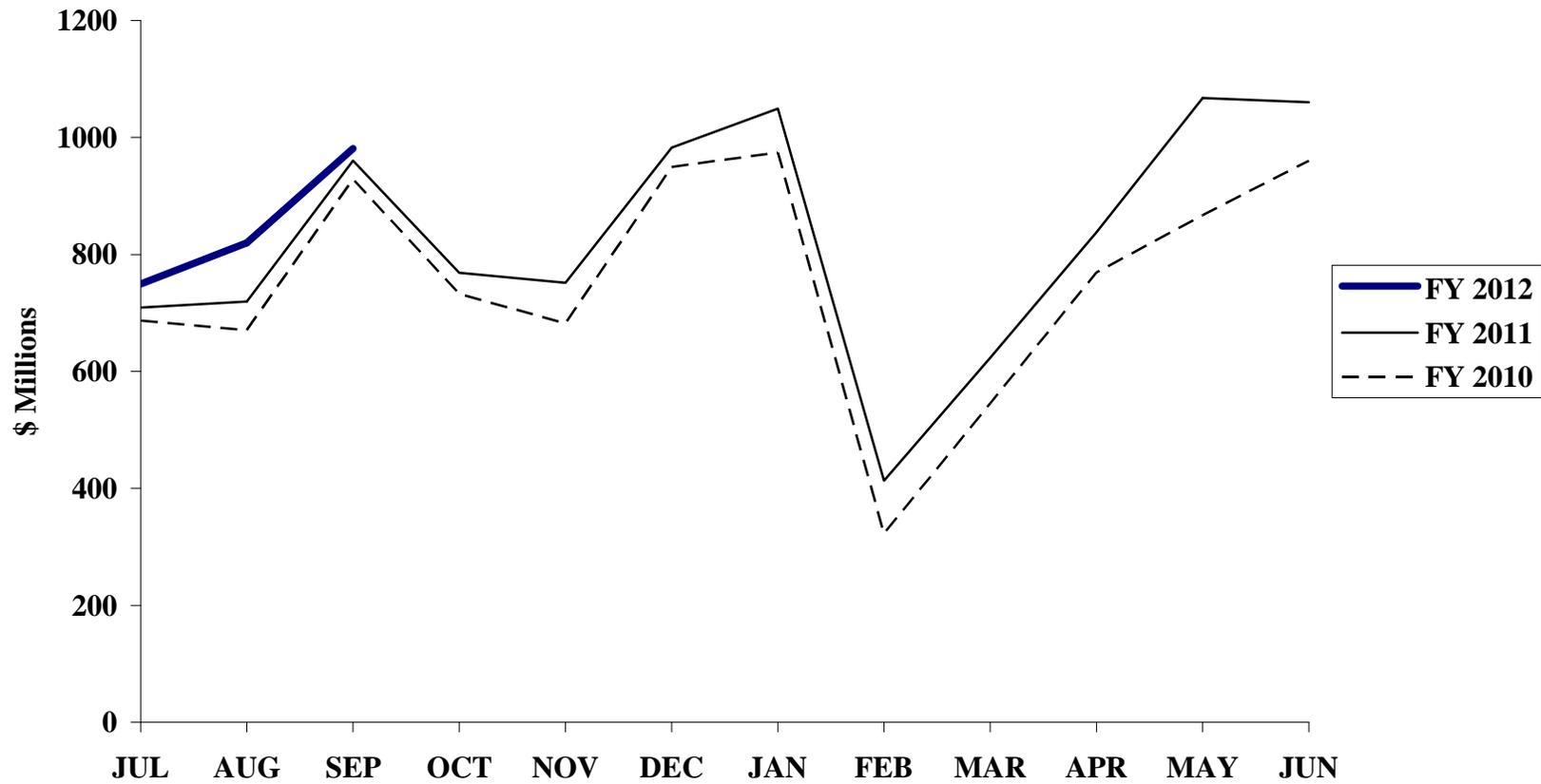
# Percentage is greater than or equal to 1,000%.

## Total General Fund Revenues



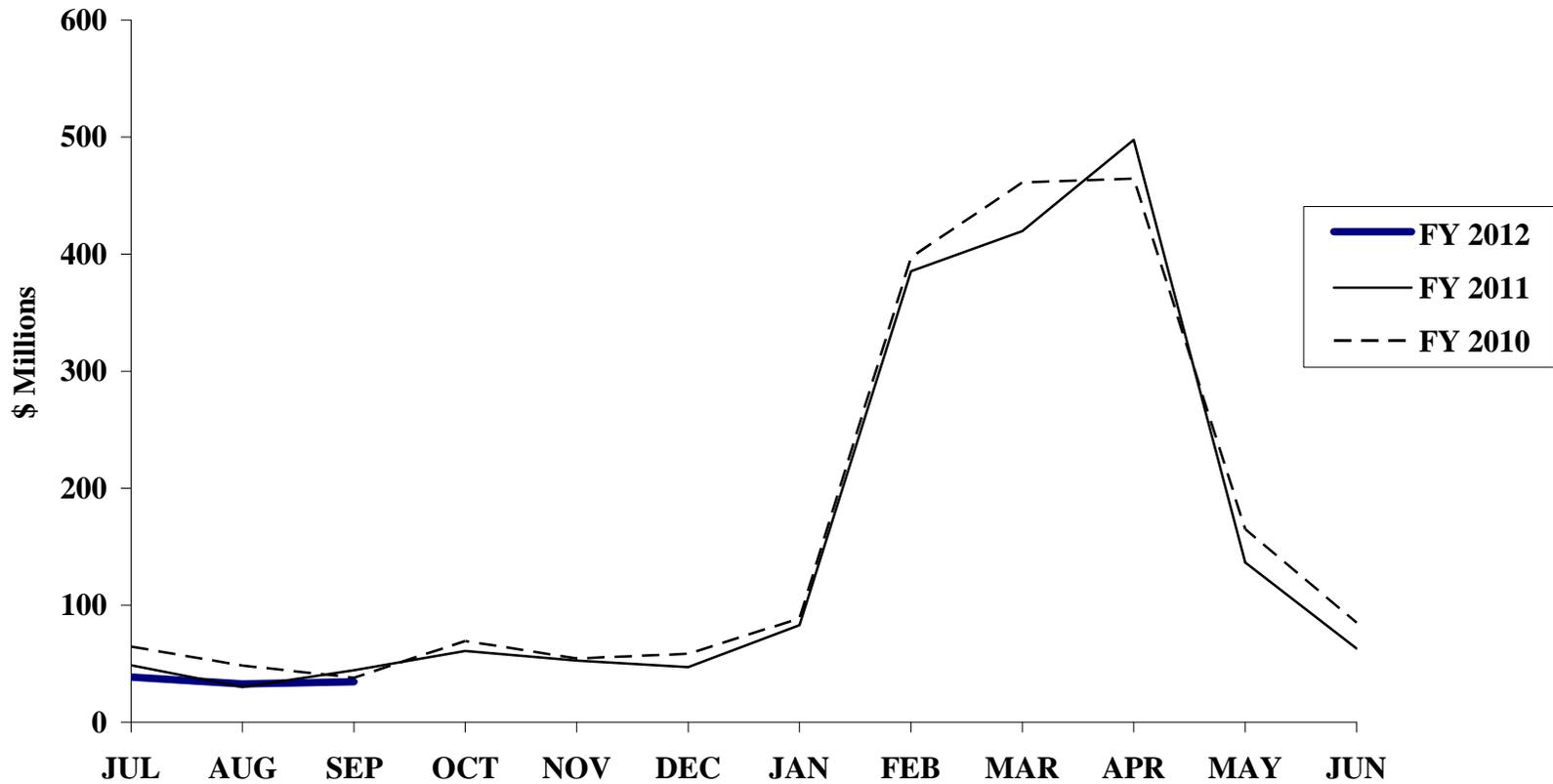
**FY 2010 Actual = \$14,219.5 Million**  
**FY 2011 Actual = \$15,040.2 Million**  
**FY 2012 Estimate = \$15,594.8 Million**

# Net Individual Income Tax



**FY 2010 Actual = \$9,088.3 Million**  
**FY 2011 Actual = \$9,944.4 Million**  
**FY 2012 Estimate = \$10,329.6 Million**

# Individual and Fiduciary Income Tax Refunds



**FY 2010 Actual = \$1,994.7 Million**  
**FY 2011 Actual = \$1,869.3 Million**  
**FY 2012 Estimate = \$1,852.0 Million**

## DEPARTMENT OF THE TREASURY

General Account Investment Portfolio  
 Monthly Average Balances and Rates  
 For the Fiscal Year 2012  
 (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
July, 2011	\$3,889.8	0.31%	\$1,279.0	15.39%	\$5,168.8	4.04%	0.19%
August	\$3,330.4	0.35%	\$1,292.5	10.31%	\$4,622.9	3.13%	0.11%
September	\$3,520.5	0.39%	\$1,299.5	3.09%	\$4,820.0	1.12%	0.10%
October							
November							
December							
January, 2012							
February							
March							
April							
May							
June							
<b>Year-to-Date Average</b>	<b>\$3,580.2</b>	<b>0.35%</b>	<b>\$1,290.3</b>	<b>9.63%</b>	<b>\$4,870.5</b>	<b>2.81%</b>	<b>0.13%</b>

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

• Unaudited.

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

**Commonwealth of Virginia/Department of Accounts  
Report on the Revenue Stabilization Fund  
For the Fiscal Year 2012**

<u>Month</u>	<u>Beginning Balance</u>	<u>Deposits</u>	<u>Withdrawals</u>	<u>Interest Allocated (A)</u>	<u>Ending Balance</u>
July	\$299,361,498	\$0	\$0	\$0	\$299,361,498
August	\$299,361,498	\$0	\$0	\$0	\$299,361,498
September	\$299,361,498	\$0	\$0	\$0	\$299,361,498
October					
November					
December					
January					
February					
March					
April					
May					
June					

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