



COMMONWEALTH of VIRGINIA
Office of the Governor

Richard D. Brown
Secretary of Finance

PO Box 1475
Richmond, VA. 23218

February 13, 2012

MEMORANDUM

TO: The Honorable Robert F. McDonnell

THROUGH: The Honorable Martin Kent

FROM: 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 revenue report compares actual revenue collections to the revenue estimates included in the budget (HB29/SB29) introduced to the 2012 General Assembly.

Total general fund revenue collections rose 3.4 percent in January. All major sources except recordation taxes contributed to the growth. On a year-to-date basis, total revenue collections rose 4.0 percent through January, slightly behind the revised annual forecast of 4.6 percent growth. Adjusting for the accelerated sales tax program, total revenues grew 3.6 percent through January, trailing the adjusted forecast of 4.7 percent growth.

National Economic Indicators

Most national economic indicators suggest the modest expansion will continue, although uncertainty about domestic policy decisions, the European debt crisis, and slowing global economies remain drags on growth.

- According to the advance estimate, real GDP grew at an annualized rate of 2.8 percent in the fourth quarter of 2011, up from growth of 1.8 percent in the third quarter and 1.3 percent in the second quarter. Although growth accelerated during the year, it was dampened by the disaster in Japan, the European debt crisis, and political uncertainty in

the U.S. For calendar year 2011, the economy grew 1.7 percent, down from 3.0 percent in 2010.

- Labor market conditions in January exceeded expectations. Payroll employment added 243,000 jobs in January after rising by 203,000 in December. The gains were widespread, with the largest gains in professional and business services, leisure and hospitality, and manufacturing. In a separate report, the unemployment rate fell from 8.5 to 8.3 percent in January, its lowest rate since February 2009.
- Initial claims for unemployment fell by 15,000 to 358,000 during the week ending February 4, while the four-week moving average fell from 377,250 to 366,250. The number of initial claims is approaching a level consistent with a healthy labor market.
- The Conference Board index of leading indicators rose 0.4 percent in December, its third consecutive monthly gain. Eight of the ten components contributed to the increase. The rise in the index suggests that moderate growth will be sustained.
- The Conference Board's index of consumer confidence fell from 64.8 to 61.1 in January, following two months of significant improvement. While both the expectations and the present situation components fell in January, the latter component drove the decline.
- The manufacturing sector continued to expand in January as the Institute of Supply Management index rose from 53.1 to 54.1, its highest level since June 2011. Activity suggests that moderate economic growth will continue.
- The CPI was unchanged in December, as it was in November, and stands 3.0 percent above December 2010. Core inflation (excluding food and energy prices) rose 0.1 percent in December, and has increased 2.2 percent from December 2010.
- 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, stating that economic conditions "are likely to warrant exceptionally low levels for the federal funds rate at least through late 2014."

Virginia Economy

In Virginia, job growth has continued to improve, although the pace remains modest. Payroll employment rose 1.0 percent in December from December of last year. Employment grew 1.3 percent in Northern Virginia and 0.4 percent in Richmond-Petersburg, but fell 0.2 percent in Hampton Roads. The unemployment rate in the Commonwealth rose 0.4 percent to 6.1 percent in December, and is 0.3 percent below the December 2010 rate.

The Virginia Leading Index rose 0.9 percent in December, after increasing 0.4 percent in November. All five components contributed positively to the index. In addition, the Leading Index rose in December for all eleven major metro areas.

January Revenue Collections

Total general fund revenue collections rose 3.4 percent in January. All major sources except recordation taxes contributed to the growth. On a year-to-date basis, total revenue collections rose 4.0 percent through January, slightly behind the revised annual forecast of 4.6 percent growth. Adjusting for the accelerated sales tax program, total revenues grew 3.6 percent through January, trailing the adjusted forecast of 4.7 percent growth.

Net Individual Income Tax (67% of general fund revenues): Through January, collections of net individual income tax rose 4.8 percent from the same period last year, lagging the annual estimate of 5.9 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 rose 3.2 percent in January. Year-to-date, withholding collections grew 3.0 percent compared with the same period last year, slightly behind the projected annual growth rate of 3.8 percent.

Individual Income Tax Nonwithholding (16% of general fund revenues): Collections in this source rose 4.4 percent in January. December and January are significant months for collections in this source, and receipts can be distorted by the timing of payments. The fourth estimated payment for tax year 2011 was due January 17, 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 9.6 percent from last year. Year-to-date, nonwithholding collections rose 11.0 percent over the same period last year, close to the annual estimate of 12.6 percent growth.

Individual Income Tax Refunds: TAX issued \$97.1 million in refunds in January compared with \$83.0 million last year. Year-to-date, refunds have fallen 8.7 percent, compared with the annual estimate of a 3.0 percent increase. The main income tax filing season will begin in February.

Sales Tax (19% of general fund revenues): Collections of sales and use taxes, reflecting December sales, rose 4.4 percent in January. Taken together, collections of sales and use taxes for December and January rose 4.2 percent.

On a year-to-date basis, collections have risen 5.0 percent, compared with the annual estimate of 1.8 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 2.9 percent year-to-date, slightly ahead of the economic-base forecast of 2.5 percent growth.

Corporate Income Tax (5% of general fund revenues): Collections of corporate income were \$51.5 million in January, compared with \$33.6 million last January. Year-to-date collections in this source have risen 1.5 percent, ahead of the annual estimate of a 0.7 percent increase.

Wills, Suits, Deeds, Contracts (2% of general fund revenues): Collections of wills, suits, deeds, and contracts – mainly recordation tax collections – fell 0.6 percent in January. On a year-to-date basis, collections are up 3.0 percent, lagging the annual forecast of 10.8 percent growth.

Insurance Premiums (2% of general fund revenues): Collections of the tax on insurance premiums were \$371,000 in January compared with \$3.3 million in January of last year. Chapter 896 of the 2007 Acts of the Assembly required that \$137.3 million of collections in this source be transferred to the Transportation Trust Fund in fiscal year 2012 before making any deposits to the general fund. The required transfer was completed during December. Gross estimated payments were down 9.0 percent for the month of December, lagging the annual forecast of a 2.0 percent increase.

Year-to-date collections are down 32.3 percent, below the annual forecast of 2.0 percent growth. Although the companies do not provide an explanation for why they have smaller estimated payments, the slowing commercial real estate market and lower business and housing valuations must be some of the factors suppressing premium growth.

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)	1.5%	1.1%
ABC Taxes (1% GF revenues)	4.7%	1.0%

Note: Interest was allocated in accordance with Section 3-3.03 of Chapter 890, 2011 Virginia Acts of Assembly.

All Other Revenue (3% of general fund revenues): Receipts in All Other Revenue fell 10.5 percent in January – \$43.2 million compared with \$48.3 million last January. For the fiscal year, collections of All Other Revenue fell 4.3 percent, trailing the annual estimate of a 0.3 percent decline.

Summary

Total general fund revenue collections rose 3.4 percent in January. All major sources except recordation taxes contributed to the growth. On a year-to-date basis, total revenue collections rose 4.0 percent through January, slightly behind the revised annual forecast of 4.6 percent growth. Adjusting for the accelerated sales tax program, total revenues grew 3.6 percent through January, trailing the adjusted forecast of 4.7 percent growth.

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)	January			Year-To-Date			(9)
	FY 2012 Estimate	As a % of Gen Fund Rev	FY 2012	FY 2011	% Change	FY 2012	FY 2011	% Change	% Annual Growth Req By Est
Individual Income Tax:									
Withholding	\$10,006,000	63.63	\$875,039	\$847,701	3.2	\$5,693,946	\$5,526,635	3.0	3.8
Tax Dues/Estimated Payments	2,452,200	15.59	297,447	284,875	4.4	868,192	782,431	11.0	12.6
Gross Individual Income Tax	\$12,458,200	79.22	\$1,172,486	\$1,132,576	3.5	\$6,562,138	\$6,309,066	4.0	5.5
Individual and Fiduciary Income (Refunds)	(1,925,200)	(12.24)	(97,138)	(82,992)	17.0	(334,911)	(366,993)	(8.7)	3.0
Net Individual Income Tax	\$10,533,000	66.98	\$1,075,348	\$1,049,584	2.5	\$6,227,227	\$5,942,073	4.8	5.9
Sales and Use Tax	\$3,066,000	19.49	\$314,819	\$301,588	4.4	\$1,707,217	\$1,625,790	5.0	1.8
Corporations Income Tax	827,800	5.26	51,461	33,586	53.2	377,182	371,696	1.5	0.7
Wills, Suits, Deeds, Contracts	322,900	2.05	22,983	23,120	(0.6)	181,738	176,522	3.0	10.8
Insurance Premiums	287,300	1.83	371	3,294	(88.7)	56,788	83,826	(32.3)	2.0
Interest Income (a)	82,000	0.52	(218)	(1,817)	88.0	46,233	45,541	1.5	1.1
Alcoholic Beverage Sales (b)	180,800	1.15	3,526	3,561	(1.0)	62,274	59,495	4.7	1.0
All Other Revenues	426,800	2.72	43,224	48,293	(10.5)	209,523	218,848	(4.3)	(0.3)
Total General Fund Revenues	\$15,726,600	100.00	\$1,511,514	\$1,461,209	3.4	\$8,868,182	\$8,523,791	4.0	4.6

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 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	January FY 2012	January FY 2011	% Change	Year-To-Date FY 2012	Year-To-Date FY 2011	% Change	% Annual Growth Req By Est
Taxes:									
Individual Income Tax - Withholding	\$10,006,000	63.63	\$875,039	\$847,701	3.2	\$5,693,946	\$5,526,635	3.0	3.8
Tax Dues/Estimated Payments	2,452,200	15.59	297,447	284,875	4.4	868,192	782,431	11.0	12.6
Gross Individual Income Tax	\$12,458,200	79.22	\$1,172,486	\$1,132,576	3.5	\$6,562,138	\$6,309,066	4.0	5.5
Individ and Fiduc Income (Refunds)	(1,925,200)	(12.24)	(97,138)	(82,992)	17.0	(334,911)	(366,993)	(8.7)	3.0
Net Individual Income Tax	\$10,533,000	66.98	\$1,075,348	\$1,049,584	2.5	\$6,227,227	\$5,942,073	4.8	5.9
Sales and Use Tax	3,066,000	19.49	314,819	301,588	4.4	1,707,217	1,625,790	5.0	1.8
Corporations Income	827,800	5.26	51,461	33,586	53.2	377,182	371,696	1.5	0.7
Public Service Corporations	93,900	0.60	9,855	10,855	(9.2)	50,525	49,254	2.6	0.1
Insurance Premiums	287,300	1.83	371	3,294	(88.7)	56,788	83,826	(32.3)	2.0
Alcoholic Beverage Excise	137,500	0.87	0	0	-	36,332	33,149	9.6	1.1
Beer and Beverage Excise	43,300	0.28	3,526	3,561	(1.0)	25,942	26,346	(1.5)	0.8
Wills, Suits, Deeds, Contracts	322,900	2.05	22,983	23,120	(0.6)	181,738	176,522	3.0	10.8
Inheritance, Gift, and Estate	0	0.00	596	1,539	(61.3)	144	2,003	(92.8)	(100.0)
Bank Franchise	23,300	0.15	0	0	-	217	55	294.5	(4.5)
Other Taxes	2,500	0.02	419	(1,013)	141.4	461	1,046	(55.9)	189.6
Total Taxes	\$15,337,500	97.53	\$1,479,378	\$1,426,114	3.7	\$8,663,773	\$8,311,760	4.2	4.7
Rights and Privileges:									
Licenses and Permits	\$4,100	0.03	\$176	\$182	(3.3)	\$2,308	\$2,406	(4.1)	(5.7)
Corp. Franchise and Charters	43,400	0.27	11,778	11,980	(1.7)	14,653	14,881	(1.5)	(2.3)
Fees for Misc. Privileges & Services	9,700	0.06	1,211	1,268	(4.5)	5,528	5,668	(2.5)	(12.9)
Total Rights and Privileges	\$57,200	0.36	\$13,165	\$13,430	(2.0)	\$22,489	\$22,955	(2.0)	(4.5)
Other Revenues:									
Sales of Property & Commodities	\$1,200	0.01	\$7	\$2,519	(99.7)	\$1,018	\$2,894	(64.8)	(58.2)
Assessmts & Rcpts for Support of Special Svcs	400	0.00	0	2	(100.0)	210	245	(14.3)	(8.3)
Institutional Revenue	6,200	0.04	335	528	(36.6)	3,441	3,572	(3.7)	(3.8)
Interest (a)	82,000	0.52	(218)	(1,817)	88.0	46,233	45,541	1.5	1.1
Dividends and Rent	300	0.00	18	16	12.5	291	282	3.2	(17.1)
Fines, Forfeitures & Fees	235,100	1.49	18,592	19,146	(2.9)	126,674	132,593	(4.5)	2.8
Other Revenue	7,400	0.05	174	471	(63.1)	3,990	2,905	37.3	(28.1)
Excess Fees	(10,300)	(0.07)	(659)	21	#	(4,878)	(4,409)	(10.6)	(19.4)
Private Donations, Gifts & Cont.	0	0.00	1	3	(66.7)	2	55	(96.4)	(100.0)
Cities, Counties, and Towns	9,600	0.07	721	776	(7.1)	4,939	5,398	(8.5)	(0.2)
Total Other Revenues	\$331,900	2.11	\$18,971	\$21,665	(12.4)	\$181,920	\$189,076	(3.8)	0.2
Total General Fund Revenues	\$15,726,600	100.00	\$1,511,514	\$1,461,209	3.4	\$8,868,182	\$8,523,791	4.0	4.6

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 2011 and 2012
(Dollars in Thousands)**

	FY 2012 Estimate	(a)	January			Year-To-Date			% Annual Growth Required By Estimate
			FY 2012	FY 2011	% Change	FY 2012	FY 2011	% Change (b)	
Lottery Collections									
Win for Life / Decades of Dollars (c)	\$32,050		\$2,559	\$1,910	34.0	\$19,454	\$12,943	50.3	8.9
Cash 5	25,300		2,193	2,257	(2.8)	15,223	15,986	(4.8)	(5.1)
Pick 4	217,950		18,444	18,174	1.5	127,321	119,329	6.7	5.2
Pick 3	234,860		19,658	20,637	(4.7)	138,859	142,428	(2.5)	(2.9)
Mega Millions / Powerball	199,540		14,737	21,834	(32.5)	110,639	121,471	(8.9)	(2.7)
Fast Play	9,420		992	580	71.0	6,511	3,672	77.3	5.7
Raffle	6,600		6,600	6,600	0.0	6,600	6,600	0.0	0.0
Scratch	800,000		64,601	60,167	7.4	471,029	429,434	9.7	5.7
Gross Lottery Revenue	<u>1,525,720</u>		<u>129,784</u>	<u>132,159</u>	<u>(1.8)</u>	<u>895,636</u>	<u>851,863</u>	<u>5.1</u>	<u>2.9</u>
Expenses (d)	<u>1,071,320</u>		<u>86,860 (e)</u>	<u>93,264</u>	<u>(6.9)</u>	<u>629,699 (e)</u>	<u>602,495</u>	<u>4.5</u>	<u>3.2</u>
Net Lottery Ticket Profits	<u>\$454,400</u>		<u>\$42,924 (e)</u>	<u>\$38,895</u>	<u>10.4</u>	<u>\$265,937 (e)</u>	<u>\$249,368</u>	<u>6.6</u>	<u>2.3</u>

(a) Estimate established by House Bill 29, December 19, 2011, and includes the residual amount of FY 2011 Lottery profits of \$9,011,285 at June 30, 2011.

(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	January			Year-To-Date			% Annual Growth Required By Estimate
			FY 2012	FY 2011	% Change	FY 2012	FY 2011	% Change	
Motor Fuel Taxes	\$832,900	23.23	\$79,610	\$66,144	20.4	\$430,049	\$434,761	(1.1)	(1.4)
Priority Transportation Fund (PTF)	157,300	4.39	2,000	2,000	0.0	147,297	140,327	5.0	4.6
Motor Vehicle Sales and Use Tax	554,600	15.47	58,819	44,442	32.4	328,401	302,231	8.7	4.2
State Sales and Use Tax	504,800	14.09	53,297	50,779	5.0	289,696	275,132	5.3	5.8
Motor Vehicle License Fees	239,200	6.67	17,341	17,162	1.0	130,071	132,729	(2.0)	0.6
International Registration Plan	62,000	1.72	3,806	5,398	(29.5)	27,946	27,535	1.5	1.6
Recordation Tax	38,400	1.07	2,814	2,664	5.6	22,082	20,926	5.5	9.8
Interest Earnings	19,400	0.54	3,236	4,363	(25.8)	8,074	9,234	(12.6)	6.2
Misc. Taxes, Fees, and Revenues	12,800	0.36	1,021	940	8.6	7,001	7,368	(5.0)	(0.7)
Total State Taxes and Fees	<u>\$2,421,400</u>	<u>67.54</u>	<u>\$221,944</u>	<u>\$193,892</u>	<u>14.5</u>	<u>\$1,390,617</u>	<u>\$1,350,243</u>	<u>3.0</u>	<u>2.2</u>

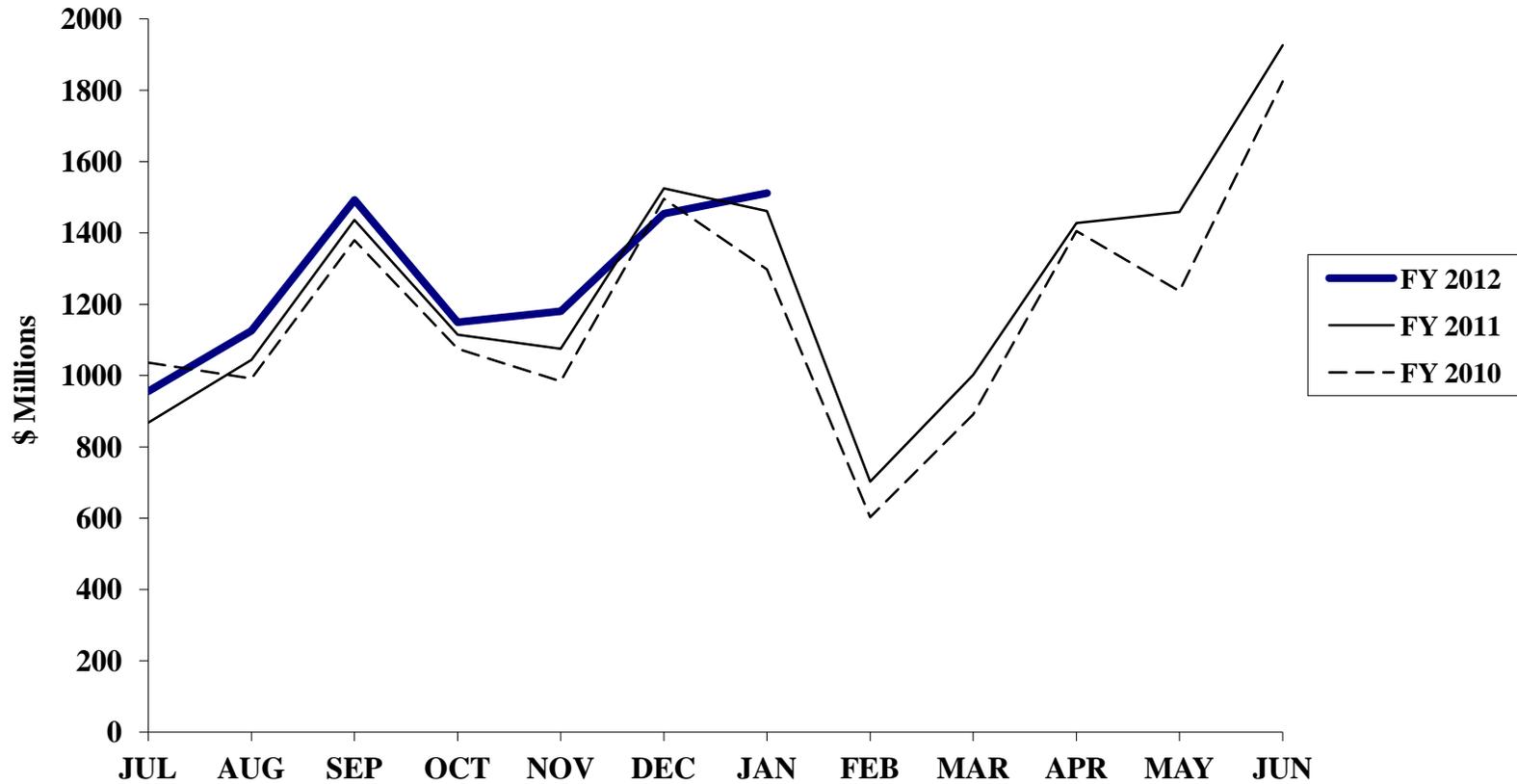
Percentage is greater than or equal to 1,000%.

Commonwealth of Virginia/Department of Accounts
Highway Maintenance and Operating Fund and Transportation Trust Fund Revenues
Statement of Revenue Estimates & Collections
For the Fiscal Years 2011 and 2012
(Dollars in Thousands)

Revenue	FY 2012 Estimate	As a % of Total Fund	January			Year-To-Date			% Annual Growth Required By Est
			FY 2012	FY 2011	% Change	FY 2012	FY 2011	% Change	
HIGHWAY MAINTENANCE AND OPERATING FUND:									
Motor Fuel Taxes (Includes Road Tax)	\$718,000	20.03	\$58,659	\$57,482	2.0	\$370,705	\$373,684	(0.8)	(1.2)
Motor Vehicle Sales and Use Tax	340,900	9.51	27,318	27,458	(0.5)	201,070	182,533	10.2	4.9
Motor Vehicle License Fees	217,900	6.08	14,685	15,617	(6.0)	118,373	120,926	(2.1)	0.6
International Registration Plan	62,000	1.72	3,806	5,398	(29.5)	27,946	27,535	1.5	1.6
Recordation Tax (1 cent)	12,800	0.36	938	888	5.6	7,361	6,975	5.5	9.8
Misc. Taxes, Fees, and Revenues	12,800	0.36	1,021	940	8.6	7,001	7,368	(5.0)	(0.7)
Total State Taxes and Fees	\$1,364,400	38.06	\$106,427	\$107,783	(1.3)	\$732,456	\$719,021	1.9	0.8
Other Revenues:									
Federal Grants and Contracts	\$0	0.00	\$2,368	\$2,241	5.7	\$13,844	\$11,892	16.4	(100.0)
Miscellaneous Revenues	11,479	0.32	3,998	1,281	212.1	12,763	5,687	124.4	(24.2)
Transfer (to) / from Transportation Trust Fund	447,767	12.49	0	0	-	200,680	166,940	20.2	(3.3)
Total Highway Maintenance and Operating Fund	\$1,823,646	50.87	\$112,793	\$111,305	1.3	\$959,743	\$903,540	6.2	(1.6)
TRANSPORTATION TRUST FUND:									
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$114,900	3.20	\$20,951	\$8,662	141.9	\$59,344	\$61,077	(2.8)	(2.3)
PTF Motor Fuels	20,000	0.56	2,000	2,000	0.0	10,000	10,000	0.0	0.0
PTF Insurance Premiums Tax	137,300	3.83	0	0	-	137,297	130,327	5.3	5.4
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	213,700	5.96	31,501	16,984	85.5	127,331	119,698	6.4	3.1
State Sales and Use Tax	504,800	14.09	53,297	50,779	5.0	289,696	275,132	5.3	5.8
Motor Vehicle License Fees	21,300	0.59	2,656	1,545	71.9	11,698	11,803	(0.9)	0.4
Recordation Tax (2 cents)	25,600	0.71	1,876	1,776	5.6	14,721	13,951	5.5	9.8
Interest Earnings	19,400	0.54	3,236	4,363	(25.8)	8,074	9,234	(12.6)	6.2
Total State Taxes and Fees	\$1,057,000	29.48	\$115,517	\$86,109	34.2	\$658,161	\$631,222	4.3	4.1
Other Revenues:									
Federal Grants and Contracts	\$1,006,822	28.08	\$71,501	\$58,357	22.5	\$550,243	\$541,713	1.6	12.5
Receipts from Cities/Counties	102,383	2.85	65	3,367	(98.1)	11,167	31,077	(64.1)	135.2
Toll Revenues (Includes Route 28)	28,949	0.81	798	1,154	(30.8)	6,883	8,775	(21.6)	43.7
Miscellaneous Revenues	14,219	0.40	382	12,064	(96.8)	14,741	41,061	(64.1)	(74.0)
Total Other Revenues	\$1,152,373	32.14	\$72,746	\$74,942	(2.9)	\$583,034	\$622,626	(6.4)	13.8
Transfer (to) / from Highway Maintenance and Operating Fund	(\$447,767)	(12.49)	\$0	\$0	-	(\$200,680)	(\$166,940)	(20.2)	3.3
Total Transportation Trust Fund	\$1,761,606	49.13	\$188,263	\$161,051	16.9	\$1,040,515	\$1,086,908	(4.3)	12.5
TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND	\$3,585,252	100.00	\$301,056	\$272,356	10.5	\$2,000,258	\$1,990,448	0.5	4.9

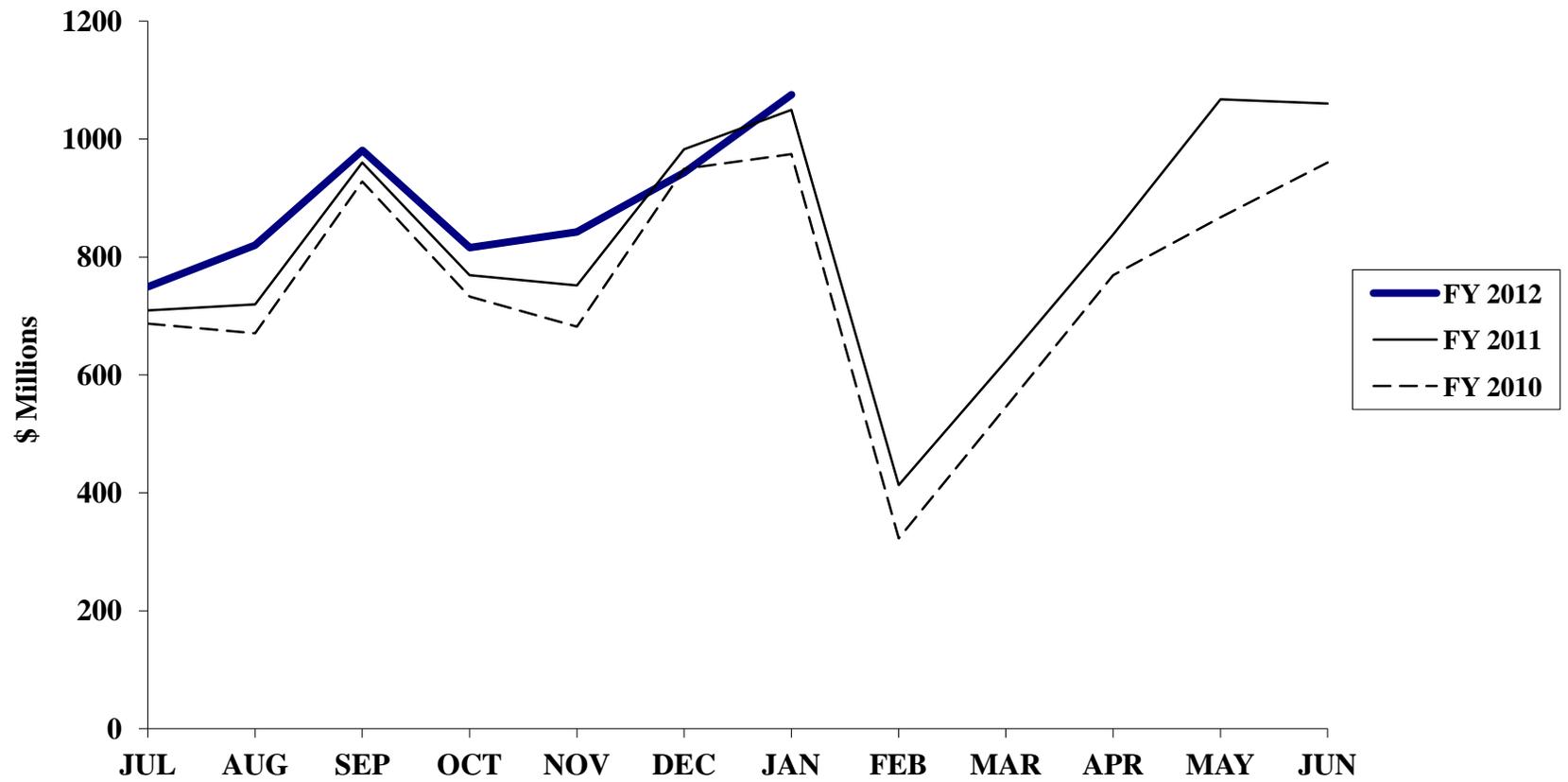
Percentage is greater than or equal to 1,000%.

Total General Fund Revenues



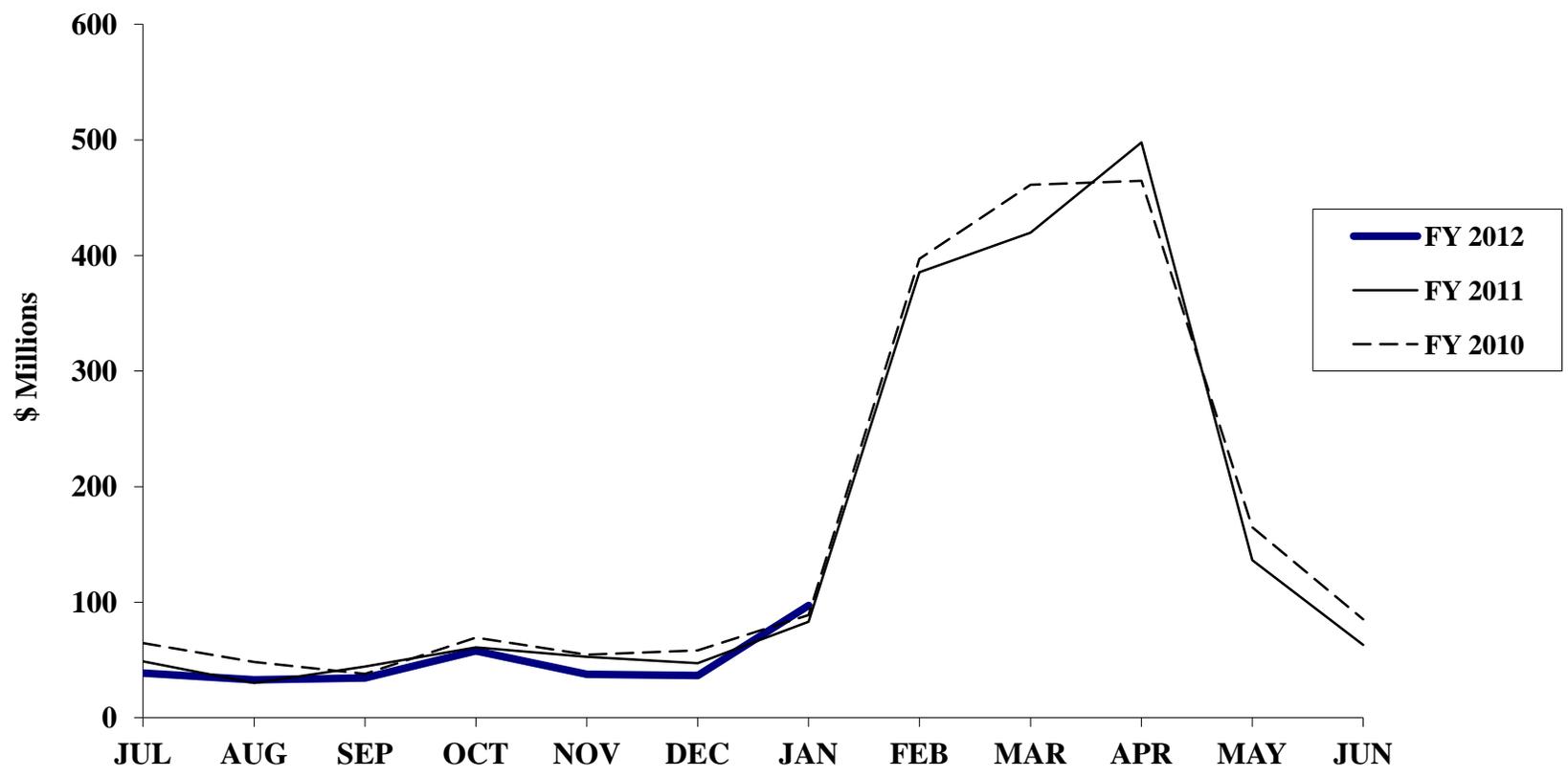
FY 2010 Actual = \$14,219.5 Million
FY 2011 Actual = \$15,040.2 Million
FY 2012 Estimate = \$15,726.6 Million

Net Individual Income Tax



FY 2010 Actual = \$9,088.3 Million
FY 2011 Actual = \$9,944.4 Million
FY 2012 Estimate = \$10,533.0 Million

Individual and Fiduciary Income Tax Refunds



FY 2010 Actual = \$1,994.7 Million
FY 2011 Actual = \$1,869.3 Million
FY 2012 Estimate = \$1,925.2 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 ¹
	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	\$3,681.0	0.35%	\$1,303.3	4.39%	\$4,984.3	1.41%	0.11%
November	\$3,506.4	0.39%	\$1,303.2	-4.26%	\$4,809.6	-0.87%	0.11%
December	\$3,197.0	0.39%	\$1,307.1	11.71%	\$4,504.1	3.68%	0.12%
January, 2012	\$3,747.7	0.36%	\$1,320.6	13.41%	\$5,068.3	3.76%	0.12%
February							
March							
April							
May							
June							
Year-to-Date Average	\$3,553.3	0.36%	\$1,300.7	7.79%	\$4,854.0	2.35%	0.12%

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

▪ Unaudited.

¹ Federal Reserve Bank H.15 Release.

**Commonwealth of Virginia/Department of Accounts
Report on the Revenue Stabilization Fund
For the Fiscal Year 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	\$299,361,498	\$0	\$0	\$1,216,970	\$300,578,468
November	\$300,578,468	\$0	\$0	\$0	\$300,578,468
December	\$300,578,468	\$0	\$0	\$0	\$300,578,468
January	\$300,578,468	\$0	\$0	\$1,043,365	\$301,621,833
February					
March					
April					
May					
June					

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