



COMMONWEALTH of VIRGINIA

June 13, 2013

PO Box 1475
Richmond, VA. 23218

MEMORANDUM

TO: The Honorable Robert F. McDonnell

THROUGH: The Honorable Martin Kent

FROM: Richard D. Brown 

SUBJECT: May Revenue Data

This month's revenue report contains the official general fund revenue forecast included in the recently revised Appropriation Act (Chapter 806, 2013 Acts of Assembly). The approved forecast estimates an increase of 3.6 percent for fiscal year 2013, the same as in the forecast included in the proposed budget (HB1500) introduced on December 17, 2012.

May is a significant month for revenue collections. In addition to regular collections of withholding and sales taxes, estimated and final payments for individuals are due May 1. Also, corporations with a fiscal year ending other than December 31 – primarily retailers – had final payments in May.

Total general fund revenue collections rose 20.5 percent in May, driven by a surge in individual nonwithholding payments. On a year-to-date basis, total revenue collections rose 6.0 percent through May, ahead of the annual forecast of 3.6 percent growth. Adjusting for the accelerated sales tax program, total revenues grew 5.7 percent through May, ahead of the adjusted forecast of 3.4 percent growth. In June, collections of \$1.7 billion are needed to meet the forecast. Last June, \$1.9 billion was collected in June.

National Economic Indicators

Most national indicators suggest the economy continues to expand at a slow pace.

- According to the second estimate, real GDP grew at an annualized rate of 2.4 percent in the first quarter of 2013, up from a 0.4 percent increase in the fourth quarter.

- Payroll employment grew by 175,000 jobs in May, while April growth was revised down from 165,000 to 149,000 and March was revised up by 4,000 to 142,000. In a separate report, the unemployment rate increased slightly from 7.5 to 7.6 percent as more people entered the labor force.
- Initial claims for unemployment fell by 11,000 to 346,000 during the week ending June 1. The four-week moving average grew from 348,000 to 352,500.
- The Conference Board's index of leading indicators rose 0.6 percent in April, the sixth rise in eight months. The leading indicator is consistent with continued slow economic growth.
- The Conference Board's index of consumer confidence jumped from 69.0 to 76.2 in May, exceeding expectations. Both current and future components increased in May, but views of future conditions drove the gain.
- Activity in the manufacturing sector further slowed in May, with the Institute of Supply Management index decreasing from 50.7 to 49.0, below expansionary territory for the first time since November 2012.
- The CPI fell 0.4 percent in April, and stands 1.1 percent above April 2012. Core inflation (excluding food and energy prices) rose 0.1 percent in April, and has increased 1.7 percent from March 2012.
- The Federal Reserve announced at its May meeting that it will keep the federal funds target rate at 0.0 to 0.25 percent, and continued its quantitative easing program.

Virginia Economy

In Virginia, payroll employment rose 1.1 percent in April from April of last year. Northern Virginia posted job growth of 1.7 percent; Hampton Roads rose 1.9 percent; and Richmond-Petersburg rose 1.4 percent. The unemployment rate in the Commonwealth fell 0.2 percentage point to 5.0 percent in April and is 0.5 percentage point below April 2012.

The Virginia Leading Index rose 0.2 percent in April after increasing 0.5 percent in March. Building permits, the U.S. leading index, future employment, and initial claims improved in April while auto registrations declined. Richmond, Northern Virginia, Lynchburg, Hampton Roads, Harrisonburg, and Winchester posted expansions in their indexes in April while the indexes for Roanoke, Charlottesville, Danville, Bristol, and Blacksburg contracted.

May Revenue Collections

May is a significant month for revenue collections. In addition to regular collections of withholding and sales taxes, estimated and final payments for individuals are due May 1. Also, corporations with a fiscal year ending other than December 31 – primarily retailers – had final payments in May.

Total general fund revenue collections rose 20.5 percent in May, driven by a surge in individual nonwithholding payments. On a year-to-date basis, total revenue collections rose 6.0 percent through May, ahead of the annual forecast of 3.6 percent growth. Adjusting for the accelerated sales tax program, total revenues grew 5.7 percent through May, ahead of the adjusted forecast of 3.4 percent growth.

Net Individual Income Tax (68% of general fund revenues): Through May, collections of net individual income tax rose 7.7 percent from the same period last year, ahead of the annual estimate of 4.5 percent growth. Performance in each component of individual income tax is as follows:

Individual Income Tax Withholding (63% of general fund revenues): Collections of payroll withholding taxes fell 1.8 percent in May. Year-to-date, withholding collections rose 2.6 percent compared with the same period last year, trailing the projected annual growth rate of 3.3 percent.

Individual Income Tax Nonwithholding (15% of general fund revenues): May is a significant month in collections of this source. Final payments for tax year 2012 and the first estimated payment for tax year 2013 are both due May 1.

A total of \$776.1 million in nonwithholding was collected in May, compared with \$444.2 million in May of last year, an increase of 74.7 percent. Since a portion of final payments due May 1 are received in April, the two months must be analyzed together to accurately assess growth in this source. Taken together, nonwithholding collections in April and May were up 30.7 percent over the same period last year.

To date, collections of nonwithholding have exceeded the annual forecast by \$9.1 million, and year-to-date collections are 20.3 percent ahead of the same period last year, far exceeding the annual estimate of 6.8 percent growth. The final estimated payment for this fiscal year is due in June. Last year, \$257.2 million was received in June.

Individual Income Tax Refunds: TAX issued \$144.5 million in refunds in May compared with \$143.5 million last year. Year-to-date, refunds have fallen 3.8 percent, lagging the annual estimate of 0.4 percent growth.

Since the filing season began on January 1, TAX has issued 2.5 million refunds compared with 2.6 million in the same period last year. The average size of refunds is 0.9 percent lower than last year.

Sales Tax (20% of general fund revenues): Collections of sales and use taxes, reflecting April sales, grew 2.7 in May. On a year-to-date basis, collections have risen 3.5 percent through May, slightly trailing the annual estimate of 4.1 percent. Adjusting for the partial repeal of the accelerated sales tax program, sales tax collections have grown by 2.2 percent year-to-date, lagging the economic-base forecast of 3.2 percent growth.

Corporate Income Tax (5% of general fund revenues): May is not typically a significant month in corporate income tax collections, as final or extension payments are mainly only due from retailers who usually have a January 31 close to their fiscal year. Such payments vary significantly from year to year.

Collections of corporate income tax were \$21.2 million in May, compared with \$25.0 million in May of last year. Year-to-date collections in this source have fallen 8.5 percent from the same period last year, lagging the estimate of a 4.5 percent decline.

Wills, Suits, Deeds, Contracts (2% of general fund revenues): Collections of wills, suits, deeds, and contracts – mainly recordation tax collections – were \$35.4 million in May, compared with \$31.0 million in May of last year, a 14.3 percent increase. This source has had double-digit increases in 15 of the last 16 months. On a year-to-date basis, collections are up 17.2 percent, far ahead of the annual forecast of 4.5 percent growth.

Insurance Premiums (2% of general fund revenues): May is not a significant month for collections in this source. Collections in this source were \$3.8 million compared with \$6.7 million in May of last year. Year-to-date collections are \$165.3 million through May compared with \$156.0 million through May of last year – a 5.9 percent increase compared with the forecast of 1.1 percent growth.

Other Revenue Sources

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

	<u>Year-to-Date</u>	<u>Annual Estimate</u>
Interest Income (0.5% GF revenues)	-10.2%	-12.5%
ABC Taxes (1% GF revenues)	4.4%	2.6%

All Other Revenue (3% of general fund revenues): Receipts in All Other Revenue rose 8.8 percent in May, \$42.7 million compared with \$39.2 million last year. On a year-to-date basis, collections of All Other Revenue were flat with the same period last year, ahead of the annual estimate of a 1.5 percent decline.

Summary

May is a significant month for revenue collections. In addition to regular collections of withholding and sales taxes, estimated and final payments for individuals are due May 1. Also, corporations with a fiscal year ending other than December 31 – primarily retailers – had final payments due in May.

Total general fund revenue collections rose 20.5 percent in May, driven by a surge in individual nonwithholding payments. On a year-to-date basis, total revenue collections rose 6.0 percent through May, ahead of the annual forecast of 3.6 percent growth. Adjusting for the accelerated

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sales tax program, total revenues grew 5.7 percent through May, ahead of the adjusted forecast of 3.4 percent growth.

Collections in June must total \$1.7 billion, or a 13.3 percent decline from last June to attain the forecast. Adjusting for the accelerated sales tax program, total general fund revenues can decline by 14.3 percent from June of last year and make the official estimate. Last year, adjusting for the accelerated sales tax program, total general fund revenues increased 1.7 percent in June.

Commonwealth of Virginia/Department of Accounts
Summary Report on General Fund Revenue Collections
For the Fiscal Years 2012 and 2013
(Dollars in Thousands)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
			May			Year-To-Date			% Annual Growth Req By Est
Revenue	FY 2013 Estimate	As a % of Gen Fund Rev	FY 2013	FY 2012	% Change	FY 2013	FY 2012	% Change	
Individual Income Tax:									
Withholding	\$10,366,300	63.13	\$855,916	\$871,292	(1.8)	\$9,403,524	\$9,160,955	2.6	3.3
Tax Dues/Estimated Payments	2,517,600	15.33	776,106	444,178	74.7	2,526,687	2,100,658	20.3	6.8
Gross Individual Income Tax	\$12,883,900	78.46	\$1,632,022	\$1,315,470	24.1	\$11,930,211	\$11,261,613	5.9	3.9
Individual and Fiduciary Income (Refunds)	(1,791,300)	(10.91)	(144,517)	(143,470)	0.7	(1,651,651)	(1,717,444)	(3.8)	0.4
Net Individual Income Tax	\$11,092,600	67.55	\$1,487,505	\$1,172,000	26.9	\$10,278,560	\$9,544,169	7.7	4.5
Sales and Use Tax	\$3,248,800	19.79	\$266,081	\$259,133	2.7	\$2,786,554	\$2,691,373	3.5	4.1
Corporations Income Tax	820,900	5.00	21,273	25,041	(15.0)	618,353	675,473	(8.5)	(4.5)
Wills, Suits, Deeds, Contracts	336,500	2.05	35,399	30,971	14.3	340,344	290,436	17.2	4.5
Insurance Premiums	255,600	1.56	3,797	6,666	(43.0)	165,264	156,027	5.9	1.1
Interest Income (a)	67,500	0.41	7,080	8,998	(21.3)	68,019	75,778	(10.2)	(12.5)
Alcoholic Beverage Sales (b)	191,300	1.16	38,899	37,378	4.1	156,967	150,314	4.4	2.6
All Other Revenues	407,800	2.48	42,686	39,219	8.8	343,618	343,740	0.0	(1.5)
Total General Fund Revenues	\$16,421,000	100.00	\$1,902,720	\$1,579,406	20.5	\$14,757,679	\$13,927,310	6.0	3.6

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

(a) Interest will be allocated in accordance with Section 3-3.03 of Chapter 806, 2013 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 2012 and 2013

(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2013 Estimate	As a % of Total Gen Fund Rev	FY 2013	May FY 2012	% Change	FY 2013	Year-To-Date FY 2012	% Change	% Annual Growth Req By Est
Taxes:									
Individual Income Tax - Withholding	\$10,366,300	63.13	\$855,916	\$871,292	(1.8)	\$9,403,524	\$9,160,955	2.6	3.3
Tax Dues/Estimated Payments	2,517,600	15.33	776,106	444,178	74.7	2,526,687	2,100,658	20.3	6.8
Gross Individual Income Tax	\$12,883,900	78.46	\$1,632,022	\$1,315,470	24.1	\$11,930,211	\$11,261,613	5.9	3.9
Individ and Fiduc Income (Refunds)	(1,791,300)	(10.91)	(144,517)	(143,470)	0.7	(1,651,651)	(1,717,444)	(3.8)	0.4
Net Individual Income Tax	\$11,092,600	67.55	\$1,487,505	\$1,172,000	26.9	\$10,278,560	\$9,544,169	7.7	4.5
Sales and Use Tax	3,248,800	19.79	266,081	259,133	2.7	2,786,554	2,691,373	3.5	4.1
Corporations Income	820,900	5.00	21,273	25,041	(15.0)	618,353	675,473	(8.5)	(4.5)
Public Service Corporations	95,300	0.58	12,445	10,222	21.7	87,225	86,039	1.4	0.9
Insurance Premiums	255,600	1.56	3,797	6,666	(43.0)	165,264	156,027	5.9	1.1
Alcoholic Beverage Excise	148,300	0.90	35,209	33,909	3.8	118,779	111,488	6.5	3.4
Beer and Beverage Excise	43,000	0.26	3,690	3,469	6.4	38,188	38,826	(1.6)	0.0
Wills, Suits, Deeds, Contracts	336,500	2.05	35,399	30,971	14.3	340,344	290,436	17.2	4.5
Inheritance, Gift, and Estate	0	0.00	(359)	(60)	(498.3)	(295)	298	(199.0)	(100.0)
Bank Franchise	17,000	0.10	5,669	5,181	9.4	5,981	5,356	11.7	(10.0)
Other Taxes	1,200	0.01	49	266	(81.6)	(1,646)	2,533	(165.0)	11.6
Total Taxes	\$16,059,200	97.80	\$1,870,758	\$1,546,798	20.9	\$14,437,307	\$13,602,018	6.1	3.8
Rights and Privileges:									
Licenses and Permits	\$4,300	0.03	\$474	\$456	3.9	\$3,726	\$3,763	(1.0)	1.4
Corp. Franchise and Charters	40,500	0.24	527	551	(4.4)	16,377	16,809	(2.6)	(4.3)
Fees for Misc. Privileges & Services	9,800	0.06	828	625	32.5	9,085	8,733	4.0	(6.3)
Total Rights and Privileges	\$54,600	0.33	\$1,829	\$1,632	12.1	\$29,188	\$29,305	(0.4)	(4.3)
Other Revenues:									
Sales of Property & Commodities	\$0	0.00	\$0	\$3,353	(100.0)	\$0	\$4,373	(100.0)	(100.0)
Assessmts & Rcpts for Support of Special Svcs	400	0.00	5	0	-	315	321	(1.9)	14.3
Institutional Revenue	5,700	0.03	326	446	(26.9)	5,384	5,744	(6.3)	(2.4)
Interest (a)	67,500	0.41	7,080	8,998	(21.3)	68,019	75,778	(10.2)	(12.5)
Dividends and Rent	300	0.00	14	14	0.0	291	342	(14.9)	(22.9)
Fines, Forfeitures & Fees	219,900	1.34	18,709	18,025	3.8	206,386	204,101	1.1	(1.1)
Other Revenue	13,700	0.08	4,788	183	#	13,393	4,961	170.0	56.8
Excess Fees	(8,700)	(0.05)	(1,475)	(782)	(88.6)	(9,804)	(7,708)	(27.2)	(0.3)
Private Donations, Gifts & Cont.	0	0.00	0	8	(100.0)	1	22	(95.5)	(100.0)
Cities, Counties, and Towns	8,400	0.06	686	731	(6.2)	7,199	8,053	(10.6)	(5.2)
Total Other Revenues	\$307,200	1.87	\$30,133	\$30,976	(2.7)	\$291,184	\$295,987	(1.6)	(3.8)
Total General Fund Revenues	\$16,421,000	100.00	\$1,902,720	\$1,579,406	20.5	\$14,757,679	\$13,927,310	6.0	3.6

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

(a) Interest will be allocated in accordance with Section 3-3.03 of Chapter 806, 2013 Virginia Acts of Assembly.

**Commonwealth of Virginia/Department of Lottery
Summary Report on Lottery Collections
For the Fiscal Years 2012 and 2013
(Dollars in Thousands)**

	FY 2013 Estimate	(a)	May			Year-To-Date			% Annual Growth Required By Estimate
			FY 2013	FY 2012	% Change	FY 2013	FY 2012	% Change (b)	
Lottery Collections									
Total Lottery Sales	\$1,597,862		\$170,087	\$138,022	23.2	\$1,550,725	\$1,488,705	4.2	(1.1)
Other Income	1,223		100 (c)	98	2.0	1,446 (c)	1,895	(23.7)	(37.7)
Total Income	<u>\$1,599,085</u>		<u>\$170,187</u>	<u>\$138,120</u>	<u>23.2</u>	<u>\$1,552,171</u>	<u>\$1,490,600</u>	<u>4.1</u>	<u>(1.2)</u>
Less:									
Prize Expenses	\$958,927		\$105,784	\$84,218	25.6	\$930,972	\$888,148	4.8	(0.3)
Retailer Commissions	89,913		9,370	7,580	23.6	87,296	83,704	4.3	(0.8)
Operating Expenses	85,916		7,304	7,457	(2.1)	76,032	69,048	10.1	10.2
Total Expenses	<u>\$1,134,756</u>		<u>\$122,458 (c)</u>	<u>\$99,255</u>	<u>23.4</u>	<u>\$1,094,300 (c)</u>	<u>\$1,040,900</u>	<u>5.1</u>	<u>0.3</u>
Net Proceeds from Operations									
Net Lottery Ticket Profits	\$464,329		\$47,729	\$38,865	22.8	\$457,871	\$449,700	1.8	0.1
Prior Year Residual Profit Transfer	22,971		0	0	-	22,971	9,011	154.9	-
Available to Lottery Proceeds Fund	<u>\$487,300</u>		<u>\$47,729</u>	<u>\$38,865</u>	<u>22.8</u>	<u>\$480,842</u>	<u>\$458,711</u>	<u>4.8</u>	<u>3.0</u>

(a) Estimate established by Chapter 806, 2013 Virginia Acts of Assembly. Prior Year Residual Profit Transfer of \$22,971,151 was made on August 15, 2012, and is included in the total revenue estimate.

(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) Other Income, Prize Expenses, Retailer Commissions, and Operating Expenses are accrual-based estimates (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 2012 and 2013
(Dollars in Thousands)

Revenue	FY 2013 Estimate	As a % of Total Fund	May			Year-To-Date			% Annual Growth Required By Estimate
			FY 2013	FY 2012	% Change	FY 2013	FY 2012	% Change	
Motor Fuel Taxes	\$838,100	22.27	\$70,197	\$70,449	(0.4)	\$691,554	\$698,709	(1.0)	0.6
Priority Transportation Fund (PTF)	150,100	3.99	2,000	2,000	0.0	148,064	155,297	(4.7)	(4.6)
Motor Vehicle Sales and Use Tax	619,200	16.45	56,673	52,916	7.1	567,691	527,404	7.6	6.7
State Sales and Use Tax	533,000	14.17	44,859	43,860	2.3	474,807	456,686	4.0	5.9
Motor Vehicle License Fees	237,300	6.31	23,173	20,344	13.9	224,469	216,305	3.8	0.7
International Registration Plan	63,800	1.70	4,297	4,568	(5.9)	56,120	57,457	(2.3)	2.0
Recordation Tax	40,500	1.08	4,302	3,750	14.7	41,778	35,283	18.4	3.5
Interest Earnings	9,900	0.26	14	(9)	255.6	7,477	11,457	(34.7)	(29.2)
Misc. Taxes, Fees, and Revenues	14,800	0.39	1,591	1,133	40.4	13,840	11,416	21.2	19.8
Total State Taxes and Fees	<u>\$2,506,700</u>	<u>66.62</u>	<u>\$207,106</u>	<u>\$199,011</u>	<u>4.1</u>	<u>\$2,225,800</u>	<u>\$2,170,014</u>	<u>2.6</u>	<u>2.8</u>

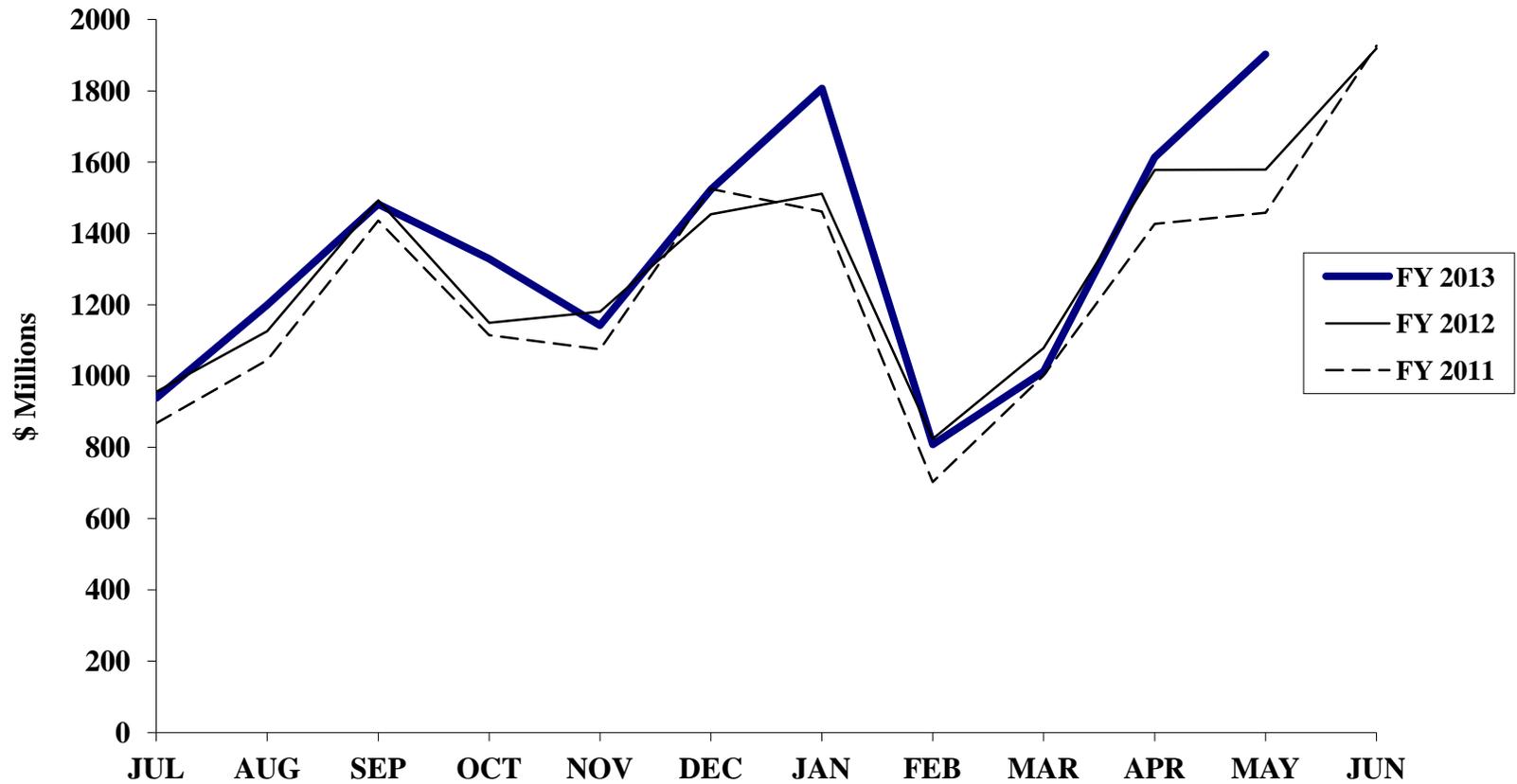
Percentage is greater than or equal to 1,000%.

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 2012 and 2013
(Dollars in Thousands)

Revenue	FY 2013 Estimate	As a % of Total Fund	May			Year-To-Date			% Annual Growth Required By Est
			FY 2013	FY 2012	% Change	FY 2013	FY 2012	% Change	
HIGHWAY MAINTENANCE AND OPERATING FUND:									
Motor Fuel Taxes (Includes Road Tax)	\$721,900	19.18	\$61,154	\$61,569	(0.7)	\$595,427	\$601,152	(1.0)	0.6
Motor Vehicle Sales and Use Tax	382,000	10.15	35,752	32,812	9.0	351,523	325,392	8.0	6.9
Motor Vehicle License Fees	215,800	5.74	21,165	18,502	14.4	204,550	196,956	3.9	0.6
International Registration Plan	63,800	1.70	4,297	4,568	(5.9)	56,120	57,457	(2.3)	2.0
Recordation Tax (1 cent)	13,500	0.36	1,434	1,250	14.7	13,926	11,761	18.4	3.5
Misc. Taxes, Fees, and Revenues	14,800	0.39	1,591	1,133	40.4	13,840	11,416	21.2	19.8
Total State Taxes and Fees	\$1,411,800	37.52	\$125,393	\$119,834	4.6	\$1,235,386	\$1,204,134	2.6	2.5
Other Revenues:									
Federal Grants and Contracts	\$0	0.00	\$1,468	\$2,035	(27.9)	\$22,136	\$21,885	1.1	(100.0)
Miscellaneous Revenues	10,604	0.28	1,101	709	55.3	15,876	17,781	(10.7)	(41.5)
Transfer (to) / from Transportation Trust Fund	363,551	9.66	0	0	-	261,905	301,020	(13.0)	(17.7)
Total Highway Maintenance and Operating Fund	\$1,785,955	47.46	\$127,962	\$122,578	4.4	\$1,535,303	\$1,544,820	(0.6)	(4.1)
TRANSPORTATION TRUST FUND:									
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$116,200	3.09	\$9,043	\$8,880	1.8	\$96,127	\$97,557	(1.5)	0.6
PTF Motor Fuels	20,000	0.53	2,000	2,000	0.0	18,000	18,000	0.0	0.0
PTF Insurance Premiums Tax	130,100	3.46	0	0	-	130,064	137,297	(5.3)	(5.2)
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	237,200	6.30	20,921	20,104	4.1	216,168	202,012	7.0	6.3
State Sales and Use Tax	533,000	14.17	44,859	43,860	2.3	474,807	456,686	4.0	5.9
Motor Vehicle License Fees	21,500	0.57	2,008	1,842	9.0	19,919	19,349	2.9	1.7
Recordation Tax (2 cents)	27,000	0.72	2,868	2,500	14.7	27,852	23,522	18.4	3.5
Interest Earnings	9,900	0.26	14	(9)	255.6	7,477	11,457	(34.7)	(29.2)
Total State Taxes and Fees	\$1,094,900	29.10	\$81,713	\$79,177	3.2	\$990,414	\$965,880	2.5	3.3
Other Revenues:									
Federal Grants and Contracts	\$996,925	26.49	\$90,316	\$67,870	33.1	\$1,242,656	\$868,966	43.0	3.6
Receipts from Cities/Counties	210,651	5.60	4,399	7,071	(37.8)	50,034	19,128	161.6	916.8
Toll Revenues (Includes Route 28)	30,312	0.81	921	867	6.2	16,730	17,073	(2.0)	68.2
Miscellaneous Revenues	7,953	0.20	1,551	5,488	(71.7)	43,804	32,565	34.5	(78.5)
Total Other Revenues	\$1,245,841	33.10	\$97,187	\$81,296	19.5	\$1,353,224	\$937,732	44.3	20.0
Transfer (to) / from Highway Maintenance and Operating Fund	(\$363,551)	(9.66)	\$0	\$0	-	(\$261,905)	(\$301,020)	13.0	17.7
Total Transportation Trust Fund	\$1,977,190	52.54	\$178,900	\$160,473	11.5	\$2,081,733	\$1,602,592	29.9	19.4
TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND	\$3,763,145	100.00	\$306,862	\$283,051	8.4	\$3,617,036	\$3,147,412	14.9	6.9

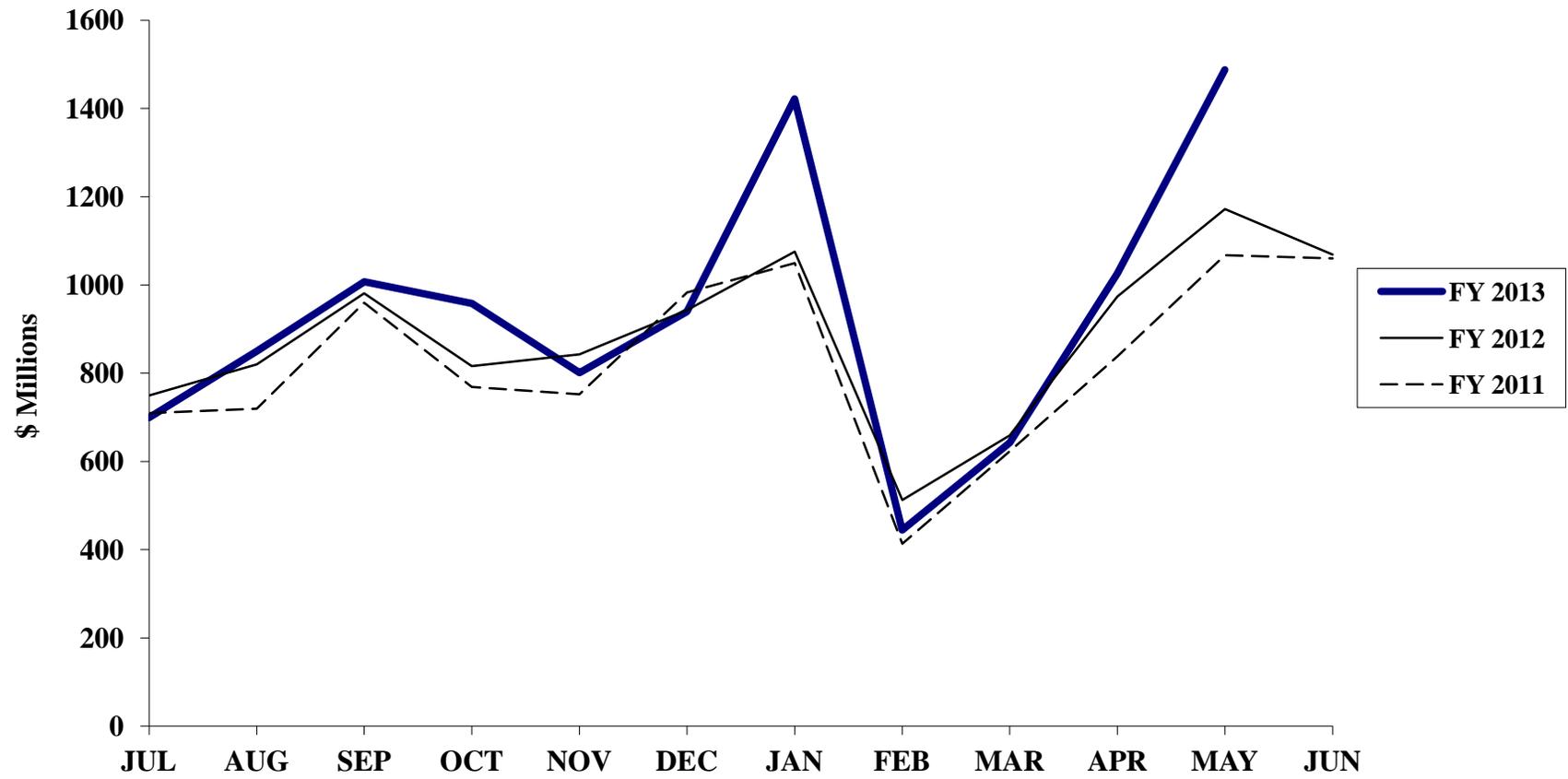
Percentage is greater than or equal to 1,000%.

Total General Fund Revenues



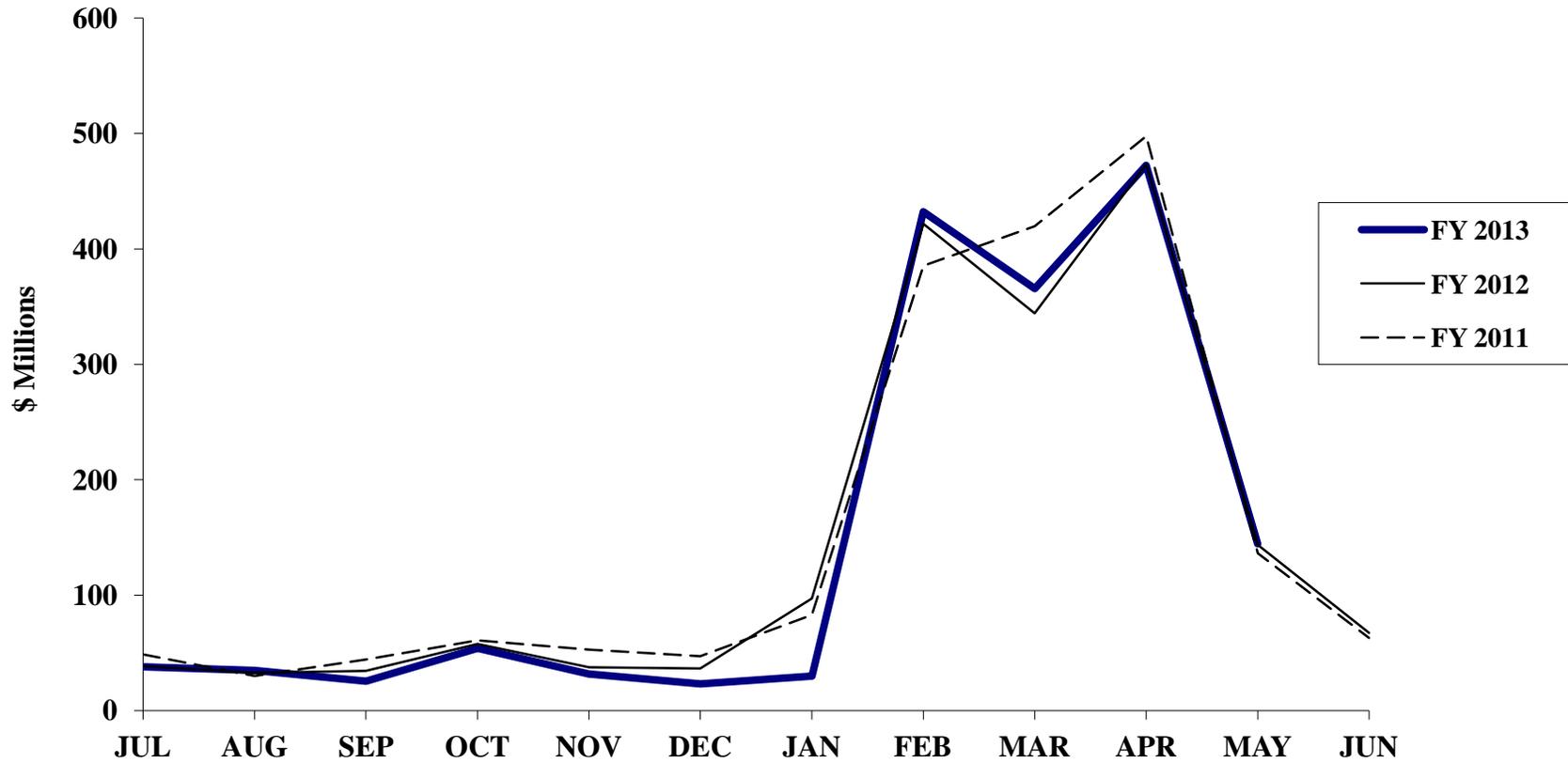
FY 2011 Actual = \$15,040.2 Million
FY 2012 Actual = \$15,846.7 Million
FY 2013 Estimate = \$16,421.0 Million

Net Individual Income Tax



FY 2011 Actual = \$9,944.4 Million
FY 2012 Actual = \$10,612.8 Million
FY 2013 Estimate = \$11,092.6 Million

Individual and Fiduciary Income Tax Refunds



FY 2011 Actual = \$1,869.3 Million
FY 2012 Actual = \$1,784.7 Million
FY 2013 Estimate = \$1,791.3 Million

DEPARTMENT OF THE TREASURY

General Account Investment Portfolio
 Monthly Average Balances and Rates
 For the Fiscal Year 2013
 (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, 2012	\$3,859.5	0.35%	\$1,355.6	14.19%	\$5,215.1	3.95%	0.19%
August	\$3,211.0	0.19% ²	\$1,364.9	2.81%	\$4,575.9	0.97% ²	0.18%
September	\$3,507.9	0.30%	\$1,368.3	3.46%	\$4,876.2	1.19%	0.18%
October	\$3,814.2	0.30%	\$1,371.9	3.48%	\$5,186.1	1.14%	0.18%
November	\$3,434.9	0.32%	\$1,375.1	2.51%	\$4,810.0	0.95%	0.18%
December	\$3,080.2	0.31%	\$1,376.0	-1.02%	\$4,456.2	-0.10%	0.16%
January, 2013	\$3,736.6	0.28%	\$1,346.1	-4.01%	\$5,082.7	-0.86%	0.15%
February	\$3,913.0	0.28%	\$1,296.9	5.37%	\$5,209.9	1.55%	0.16%
March	\$3,490.7	0.28%	\$1,277.8	1.49%	\$4,768.5	0.60%	0.15%
April	\$3,515.5	0.28%	\$1,282.7	8.12%	\$4,798.2	2.38%	0.12%
May	\$4,008.8	0.25%	\$1,279.2	-14.09%	\$5,288.0	-3.22%	0.12%
June							
Year-to-Date Average	\$3,597.5	0.29%	\$1,335.9	2.02%	\$4,933.4	0.76%	0.16%

• 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.

² The Primary Liquidity Yield of 0.19% reflects a \$381,340.44 write down of Morgan Stanley 2007-HE5 in the securities lending portfolio. Without the write down, the Primary Liquidity Yield was 0.33% and the Composite Rate was 1.07%.

**Commonwealth of Virginia/Department of Accounts
Report on the Revenue Stabilization Fund
For the Fiscal Year 2013**

Month	Beginning Balance	Deposits	Withdrawals	Interest Allocated (A)	Ending Balance
July	\$303,574,094	\$0	\$0	\$0	\$303,574,094
August	\$303,574,094	\$0	\$0	\$0	\$303,574,094
September	\$303,574,094	\$0	\$0	\$0	\$303,574,094
October	\$303,574,094	\$0	\$0	\$1,020,010	\$304,594,104
November	\$304,594,104	\$0	\$0	\$0	\$304,594,104
December	\$304,594,104	\$0	\$0	\$0	\$304,594,104
January	\$304,594,104	\$0	\$0	\$840,148	\$305,434,252
February	\$305,434,252	\$0	\$0	\$0	\$305,434,252
March	\$305,434,252	\$0	\$0	\$0	\$305,434,252
April	\$305,434,252	\$0	\$0	\$1,090,395	\$306,524,647
May	\$306,524,647	\$132,688,650	\$0	\$0	\$439,213,297
June					

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