



COMMONWEALTH of VIRGINIA

May 15, 2014

PO Box 1475
Richmond, VA. 23218

MEMORANDUM

TO: The Honorable Terence R. McAuliffe

THROUGH: The Honorable Paul J. Reagan

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

SUBJECT: April Revenue Data

April is a significant month for revenue collections. In addition to regular collections of withholding and sales taxes, final payments for tax year 2013 and the first estimated payment for tax year 2014 were due from corporations on April 15. Also, a portion of estimated and final payments from individuals, which are due May 1, are typically received in April. The timing of these payments can distort monthly growth rates.

In April, total general fund revenue collections rose 10.0 percent, with individual withholding and nonwithholding accounting for most of the gain. On a fiscal year-to-date basis, total revenue collections grew 1.3 percent in April compared with the same period last year, slightly ahead of the annual forecast of 1.0 percent growth. Adjusting for the accelerated sales tax program and the 0.125 percent sales tax transfer required by the provisions of HB 2313, total revenues grew 2.2 percent through April, slightly ahead of the adjusted forecast of 2.1 percent growth.

National Economic Indicators

Most recent national indicators suggest that, although harsh winter weather dampened growth in the first quarter, economic fundamentals remain strong and should support a more robust expansion over the coming year.

- According to the preliminary estimate, real GDP grew at an annualized rate of 0.1 percent in the first quarter of 2014, below expectations and the slowest rate since the last quarter of 2012. The weak growth follows a 2.6 percent increase in the fourth quarter of 2013 and 4.1 percent in the third quarter.

- Conditions in the labor market improved in April. Payroll employment rose by 288,000 jobs, while the gains for the previous two months were revised up, from 197,000 to 222,000 in February and from 192,000 to 203,000 in March. In a separate report, the unemployment rate fell 0.4 percentage point to 6.3 percent, however, the drop was caused by a large number of workers leaving the labor force.
- Initial claims for unemployment fell by 26,000 to 319,000 during the week ending May 3rd. The four-week moving average rose by 4,500 to 324,750. The claims data is consistent with slow improvement in the pace of job growth.
- The Conference Board's index of leading indicators rose 0.8 percent in March after a 0.5 percent increase in February, its seventh gain in the last eight months. The behavior of the leading indicators is consistent with continued economic growth.
- The Conference Board's index of consumer confidence fell from 83.9 to 82.3 in April. Weakness in the present situation component led the decline.
- Activity in the manufacturing sector improved in April, with the Institute of Supply Management index rising from 53.7 to 54.9, its third consecutive gain.
- Inflation remains contained as the CPI rose 0.2 percent in March and stands 1.5 percent above March 2013. Core inflation (excluding food and energy prices) also rose 0.2 percent in March, and has increased 1.7 percent from a year ago.
- The Federal Reserve announced at its April meeting that it will keep the federal funds target rate at 0.0 to 0.25 percent, and will continue winding down its quantitative easing program.

Virginia Economy

In Virginia, employment was flat with March of last year. Northern Virginia posted growth of 0.1 percent and Richmond-Petersburg grew 1.8 percent. In Hampton Roads, employment fell by 0.3 percent in March. The seasonally adjusted unemployment rate in the Commonwealth increased 0.1 percentage point to 5.0 percent in March and is 0.6 percentage point below March of last year.

The Virginia Leading Index increased 0.6 percent in March after declining 0.4 percent in February. The U.S. leading index, initial claims, auto registrations, and future employment improved in March, while building permits declined. The indexes for Charlottesville and Danville declined while all other regions posted expansions in their indexes in March.

April Revenue Collections

Total general fund revenue collections rose 10.0 percent in April, with individual withholding and nonwithholding accounting for most of the gain. On a year-to-date basis, total revenue collections grew 1.3 percent compared with the same period last year, slightly ahead of the annual forecast of 1.0 percent growth. Adjusting for the accelerated sales tax program and the

0.125 percent sales tax transfer required by the provisions of HB 2313, total revenues grew 2.2 percent through April, slightly ahead of the adjusted forecast of 2.1 percent growth.

Net Individual Income Tax (69% of general fund revenues): Through April, collections of net individual income tax rose 3.5 percent from the same period last year, ahead of the annual estimate of 2.9 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 grew 8.0 percent in April, due to an extra deposit day compared with April 2013. Year-to-date, withholding collections rose 3.3 percent compared with the same period last year, slightly ahead of the annual estimate of 2.9 percent.

Individual Income Tax Nonwithholding (17% of general fund revenues): April is a significant month for collections in this source. Final payments for tax year 2013 and the first estimated payment for tax year 2014 are both due May 1.

A total of \$703.1 million in nonwithholding was collected in April, compared with \$611.1 million in April of last year – an increase of 15.0 percent. To date, about 63 percent of the nonwithholding forecast has been collected, and year-to-date collections are 4.7 percent ahead of the same period last year, close to the annual estimate of 4.2 percent growth.

Typically, a portion of final payments due May 1 for calendar year 2013 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 the fiscal year (second calendar year payment for 2014) is due June 15.

Individual Income Tax Refunds: TAX issued \$467.9 million in refunds in April compared with \$472.3 million last year, a 0.9 percent decline. Year-to-date, refunds have risen 3.7 percent, trailing the annual estimate of 5.1 percent growth.

Since the filing season began on January 1, TAX has issued 2.3 million refunds, the same amount as in this period last year. The average size of refunds is 2 percent lower than last year.

Sales Tax (18% of general fund revenues): Collections of sales and use taxes, reflecting March sales, fell 5.0 percent in April. On a year-to-date basis, collections have fallen 4.8 percent through April, trailing the annual estimate of a 4.4 percent decline. Adjusting for the partial repeal of the accelerated sales tax program and the 0.125 percent sales tax transfer required by HB 2313, sales tax collections have increased by 0.2 percent year-to-date, below the economic-base forecast of 1.6 percent growth.

Corporate Income Tax (5% of general fund revenues): In April, corporations made their first estimated payment for tax year 2014, and made either a final or extension payment for tax year 2013. Collections of corporate income taxes were \$146.5 million in April, compared with \$145.9 million a year ago – a 0.4 percent increase. Year-to-date collections in this source have

fallen 3.8 percent from the same period last year, trailing the annual estimate of a 3.4 percent decline.

Wills, Suits, Deeds, Contracts (2% of general fund revenues): Collections of wills, suits, deeds, and contracts – mainly recordation tax collections – were \$24.7 million in April, compared with \$30.8 million in April of last year. Receipts of recordation taxes have fallen by 20 percent or more for six consecutive months. On a year-to-date basis, collections are down 16.5 percent, trailing the annual forecast of 0.0 percent growth.

Insurance Premiums (2% of general fund revenues): Insurance companies also made their first estimated payment for tax year 2014 in April. Collections in this source were \$113.8 million compared with \$102.5 million in April of last year. Year-to-date collections are \$207.5 million, compared with \$161.5 million in the same period last year, a 28.5 percent increase compared with the forecast of 10.4 percent growth.

Other Revenue Sources

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

	<u>Year-to-Date</u>	<u>Annual Estimate</u>
Interest Income (0.5% GF revenues)	7.4%	-25.9%
ABC Taxes (1% GF revenues)	1.6%	0.8%

All Other Revenue (2% of general fund revenues): Receipts in All Other Revenue fell 3.8 percent in April, \$33.5 million compared with \$34.8 million a year ago. On a year-to-date basis, collections of All Other Revenue rose 0.1 percent from the same period last year, ahead of the annual estimate of a 2.0 percent decline.

Summary

April is a significant month for revenue collections and total general fund revenue collections rose 10.0 percent in April, with individual withholding and nonwithholding accounting for most of the gain. On a year-to-date basis, total revenue collections grew 1.3 percent in April compared with the same period last year, slightly ahead of the annual forecast of 1.0 percent growth. Adjusting for the accelerated sales tax program and the 0.125 percent sales tax transfer required by the provisions of HB 2313, total revenues grew 2.2 percent through April, slightly ahead of the adjusted forecast of 2.1 percent growth.

May and June are also significant revenue 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 2014 must total \$3.8 billion – about the same amount collected in the same period last year -- to attain the forecast. Total general fund revenues need to grow by 0.1 percent over May and June to make the official estimate.

FY 2014 Revised Estimate
Per Chapter 1

Commonwealth of Virginia/Department of Accounts
Summary Report on General Fund Revenue Collections
For the Fiscal Years 2013 and 2014
(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2014 Estimate	As a % of Gen Fund Rev	April FY 2014	April FY 2013	% Change	Year-To-Date FY 2014	Year-To-Date FY 2013	% Change	% Annual Growth Req By Est
Individual Income Tax:									
Withholding	\$10,550,200	62.61	\$959,113	\$888,133	8.0	\$8,825,787	\$8,547,608	3.3	2.9
Tax Dues/Estimated Payments	2,926,000	17.37	703,085	611,142	15.0	1,833,204	1,750,581	4.7	4.2
Gross Individual Income Tax	\$13,476,200	79.98	\$1,662,198	\$1,499,275	10.9	\$10,658,991	\$10,298,189	3.5	3.2
Individual and Fiduciary Income (Refunds)	(1,807,100)	(10.72)	(467,877)	(472,317)	(0.9)	(1,563,593)	(1,507,134)	3.7	5.1
Net Individual Income Tax	\$11,669,100	69.26	\$1,194,321	\$1,026,958	16.3	\$9,095,398	\$8,791,055	3.5	2.9
Sales and Use Tax	\$3,079,400	18.27	\$257,990	\$271,668	(5.0)	\$2,399,144	\$2,520,473	(4.8)	(4.4)
Corporations Income Tax	769,900	4.56	146,526	145,928	0.4	574,252	597,080	(3.8)	(3.4)
Wills, Suits, Deeds, Contracts	377,500	2.24	24,672	30,797	(19.9)	254,676	304,945	(16.5)	0.0
Insurance Premiums	289,400	1.72	113,757	102,518	11.0	207,486	161,467	28.5	10.4
Interest Income (a)	50,000	0.30	935	(2,840)	132.9	65,431	60,939	7.4	(25.9)
Alcoholic Beverage Sales (b)	196,800	1.17	3,090	3,036	1.8	120,007	118,068	1.6	0.8
All Other Revenues	417,300	2.48	33,475	34,803	(3.8)	301,298	300,933	0.1	(2.0)
Total General Fund Revenues	\$16,849,400	100.00	\$1,774,766	\$1,612,868	10.0	\$13,017,692	\$12,854,960	1.3	1.0

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

(a) Interest was allocated in accordance with Section 3-3.03 of Chapter 1, 2014 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 2013 and 2014
(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2014 Estimate	As a % of Total Gen Fund Rev	FY 2014	April FY 2013	% Change	FY 2014	Year-To-Date FY 2013	% Change	% Annual Growth Req By Est
Taxes:									
Individual Income Tax - Withholding	\$10,550,200	62.61	\$959,113	\$888,133	8.0	\$8,825,787	\$8,547,608	3.3	2.9
Tax Dues/Estimated Payments	2,926,000	17.37	703,085	611,142	15.0	1,833,204	1,750,581	4.7	4.2
Gross Individual Income Tax	\$13,476,200	79.98	\$1,662,198	\$1,499,275	10.9	\$10,658,991	\$10,298,189	3.5	3.2
Individ and Fiduc Income (Refunds)	(1,807,100)	(10.72)	(467,877)	(472,317)	(0.9)	(1,563,593)	(1,507,134)	3.7	5.1
Net Individual Income Tax	\$11,669,100	69.26	\$1,194,321	\$1,026,958	16.3	\$9,095,398	\$8,791,055	3.5	2.9
Sales and Use Tax	3,079,400	18.27	257,990	271,668	(5.0)	2,399,144	2,520,473	(4.8)	(4.4)
Corporations Income	769,900	4.56	146,526	145,928	0.4	574,252	597,080	(3.8)	(3.4)
Public Service Corporations	97,700	0.58	9,644	9,196	4.9	77,660	74,780	3.9	1.5
Insurance Premiums	289,400	1.72	113,757	102,518	11.0	207,486	161,467	28.5	10.4
Alcoholic Beverage Excise	154,500	0.92	0	0	-	85,698	83,570	2.5	1.1
Beer and Beverage Excise	42,300	0.25	3,090	3,036	1.8	34,309	34,498	(0.5)	0.0
Wills, Suits, Deeds, Contracts	377,500	2.24	24,672	30,797	(19.9)	254,676	304,945	(16.5)	0.0
Inheritance, Gift, and Estate	0	0.00	207	691	(70.0)	236	64	268.8	100.0
Bank Franchise	20,000	0.12	0	0	-	530	312	69.9	(2.2)
Other Taxes	(700)	0.00	804	532	51.1	3,518	(1,695)	307.6	(33.3)
Total Taxes	\$16,499,100	97.92	\$1,751,011	\$1,591,324	10.0	\$12,732,907	\$12,566,549	1.3	1.2
Rights and Privileges:									
Licenses and Permits	\$4,300	0.03	\$201	\$225	(10.7)	\$3,170	\$3,252	(2.5)	3.0
Corp. Franchise and Charters	47,900	0.28	583	581	0.3	16,570	15,850	4.5	1.7
Fees for Misc. Privileges & Services	10,800	0.06	1,583	1,402	12.9	8,912	8,257	7.9	(0.8)
Total Rights and Privileges	\$63,000	0.37	\$2,367	\$2,208	7.2	\$28,652	\$27,359	4.7	1.4
Other Revenues:									
Sales of Property & Commodities	\$100	0.00	\$354	\$0	-	\$2,683	\$0	-	78.6
Assessmts & Rcpts for Support of Special Svcs	400	0.00	47	106	(55.7)	298	311	(4.2)	23.1
Institutional Revenue	5,600	0.03	630	551	14.3	4,885	5,058	(3.4)	(1.7)
Interest (a)	50,000	0.30	935	(2,840)	132.9	65,431	60,939	7.4	(25.9)
Dividends and Rent	300	0.00	13	11	18.2	292	276	5.8	(12.5)
Fines, Forfeitures & Fees	219,100	1.30	18,932	21,199	(10.7)	179,498	187,677	(4.4)	(2.5)
Other Revenue	13,400	0.08	185	394	(53.0)	2,375	8,606	(72.4)	(31.1)
Excess Fees	(9,400)	(0.06)	(316)	(821)	61.5	(6,190)	(8,329)	25.7	13.0
Private Donations, Gifts & Cont.	0	0.00	0	0	-	3	1	200.0	(100.0)
Cities, Counties, and Towns	7,800	0.06	608	736	(17.4)	6,858	6,513	5.3	(1.6)
Total Other Revenues	\$287,300	1.71	\$21,388	\$19,336	10.6	\$256,133	\$261,052	(1.9)	(8.8)
Total General Fund Revenues	\$16,849,400	100.00	\$1,774,766	\$1,612,868	10.0	\$13,017,692	\$12,854,960	1.3	1.0

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

(a) Interest was allocated in accordance with Section 3-3.03 of Chapter 1, 2014 Virginia Acts of Assembly.

**Commonwealth of Virginia/Department of Lottery
Summary Report on Lottery Collections
For the Fiscal Years 2013 and 2014
(Dollars in Thousands)**

	FY 2014 Estimate	April			Year-To-Date			% Annual Growth Required By Estimate
		(a)	(b)	% Change	(b)	(c)	% Change	
Lottery Collections								
Total Lottery Sales	\$1,744,200	\$155,492	\$142,376	9.2	\$1,506,207	\$1,380,638	9.1	3.3
Other Income	1,500	225	107	110.3	1,383	1,346	2.7	(5.5)
Total Income	<u>\$1,745,700</u>	<u>\$155,717</u>	<u>\$142,483</u>	<u>9.3</u>	<u>\$1,507,590</u>	<u>\$1,381,984</u>	<u>9.1</u>	<u>3.2</u>
Less:								
Prize Expenses	\$1,044,158	\$92,478	\$83,103	11.3	\$895,597	\$825,188	8.5	1.9
Retailer Commissions	99,362	8,891	7,905	12.5	83,863	77,926	7.6	4.6
Operating Expenses	91,679	7,340	7,342	0.0	72,213	68,728	5.1	8.9
Total Expenses	<u>\$1,235,199</u>	<u>\$108,709</u>	<u>\$98,350</u>	<u>10.5</u>	<u>\$1,051,673</u>	<u>\$971,842</u>	<u>8.2</u>	<u>2.6</u>
Net Proceeds from Operations								
Net Lottery Ticket Profits	\$510,501	\$47,008	\$44,133	6.5	\$455,917	\$410,142	11.2	9.9
Prior Year Residual Profit Transfer	22,199	0	0	-	22,199	22,971	(3.4)	-
Available to Lottery Proceeds Fund	<u>\$532,700</u>	<u>\$47,008</u>	<u>\$44,133</u>	<u>6.5</u>	<u>\$478,116</u>	<u>\$433,113</u>	<u>10.4</u>	<u>9.3</u>

(a) Estimate established by Chapter 1, 2014 Virginia Acts of Assembly. Prior Year Residual Profit Transfer of \$22,199,087 was made on August 20, 2013, and is included in the total revenue estimate.

(b) Amounts reported are accrual-based estimates (unaudited closing).

(c) 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.

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 2013 and 2014
(Dollars in Thousands)

Revenue	FY 2014 Estimate	As a % of Total Fund	April			Year-To-Date			% Annual Growth Required By Estimate
			FY 2014	FY 2013	% Change	FY 2014	FY 2013	% Change	
Motor Fuel Taxes (b)	\$607,500	15.24	\$46,384	\$63,218	(26.6)	\$499,064	\$637,358	(21.7)	(27.8)
Priority Transportation Fund (PTF) (b)	130,800	3.28	0	0	-	130,769	130,064	0.5	0.6
Motor Vehicle Sales and Use Tax	859,200	21.55	73,950	56,140	31.7	671,018	511,017	31.3	38.0
State Sales and Use Tax (a)	837,800	21.01	73,631	46,421	58.6	670,609	429,948	56.0	60.8
Motor Vehicle License Fees	250,700	6.29	24,683	23,586	4.7	204,200	201,295	1.4	2.1
International Registration Plan	62,300	1.56	6,440	4,531	42.1	49,621	51,823	(4.2)	0.9
Recordation Tax	45,500	1.15	2,962	3,888	(23.8)	30,662	37,476	(18.2)	(1.8)
Interest Earnings	13,100	0.33	1,929	2,730	(29.3)	5,579	7,463	(25.2)	41.1
Misc. Taxes, Fees, and Revenues	16,100	0.40	1,815	1,746	4.0	14,324	12,248	16.9	8.7
Total State Taxes and Fees	\$2,823,000	70.81	\$231,794	\$202,260	14.6	\$2,275,846	\$2,018,692	12.7	13.2

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

(a) New revenue streams for State Sales and Use Tax are included in the Fiscal Year 2014 Highway Maintenance and Operating Fund Revenue Forecast. As there were no collections for state sales and use tax recorded in the Highway Maintenance and Operating Fund during Fiscal Year 2013, a comparison between Fiscal Years 2013 and 2014 may not be appropriate. Refer to the "State Sales and Use Tax" line item on page 5 for the detailed information pertaining to the "State Sales and Use Tax" line item.

(b) Certain Fiscal Year 2013 monthly and year-to-date amounts have been reclassified. Refer to (b) on page 5 for additional information.

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 2013 and 2014
(Dollars in Thousands)

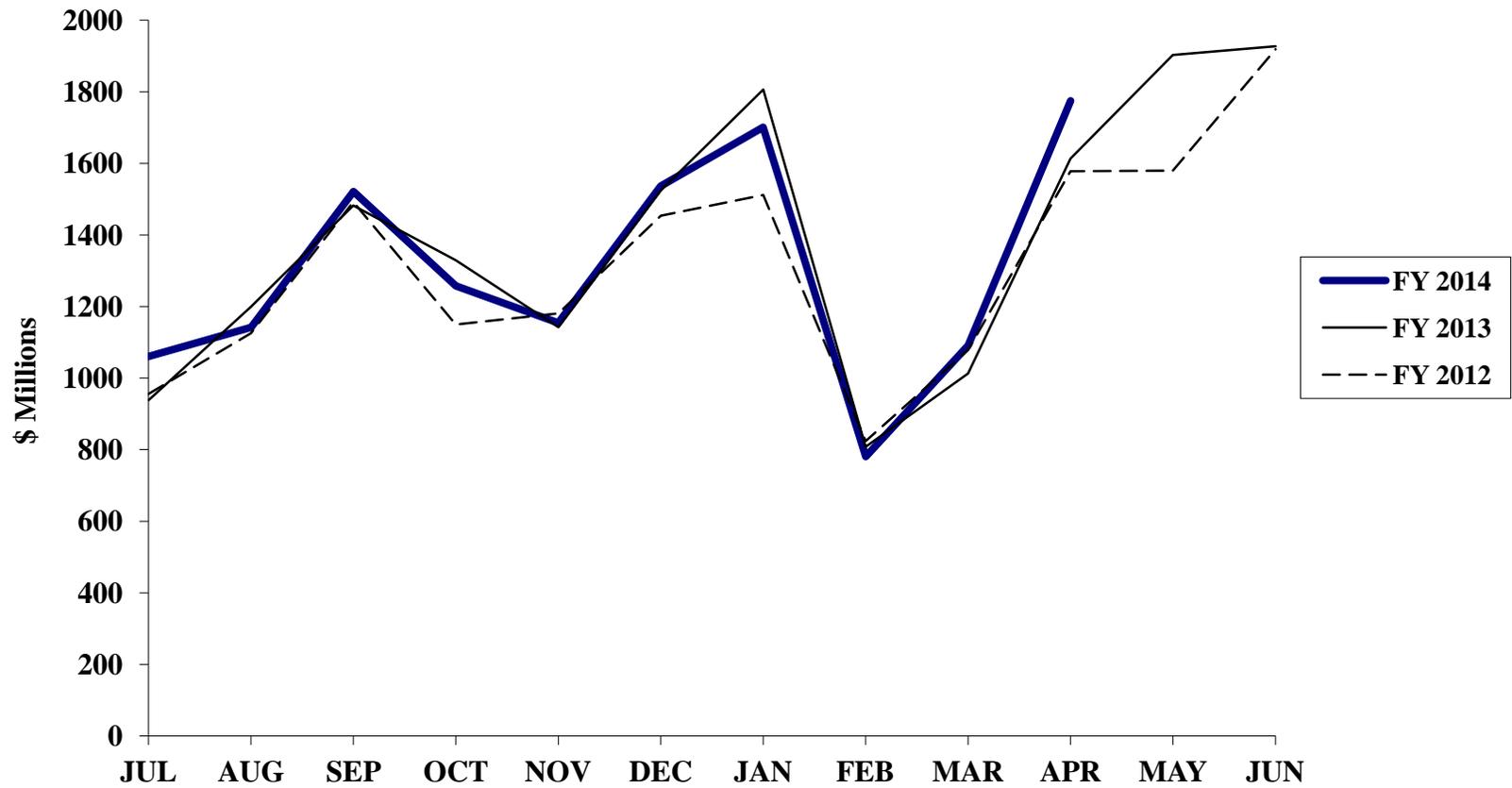
Revenue	FY 2014 Estimate	As a % of Total Fund	April			Year-To-Date			% Annual Growth Required By Est
			FY 2014	FY 2013	% Change	FY 2014	FY 2013	% Change	
HIGHWAY MAINTENANCE AND OPERATING FUND:									
Motor Fuel Taxes (Includes Road Tax)	\$485,100	12.17	\$37,426	\$53,222	(29.7)	\$397,655	\$534,273	(25.6)	(31.3)
Motor Vehicle Sales and Use Tax	611,700	15.34	52,182	34,165	52.7	475,537	315,771	50.6	57.9
State Sales and Use Tax (a)	199,500	5.00	17,527	0	-	154,885	0	-	-
Motor Vehicle License Fees	228,800	5.74	22,492	21,428	5.0	186,432	183,385	1.7	2.2
International Registration Plan	62,300	1.56	6,440	4,531	42.1	49,621	51,823	(4.2)	0.9
Recordation Tax (1 cent)	15,000	0.39	987	1,296	(23.8)	10,230	12,492	(18.1)	(2.9)
Misc. Taxes, Fees, and Revenues	16,100	0.40	1,815	1,746	4.0	14,324	12,248	16.9	8.7
Total State Taxes and Fees	\$1,618,500	40.60	\$138,869	\$116,388	19.3	\$1,288,684	\$1,109,992	16.1	14.8
Other Revenues:									
Federal Grants and Contracts	\$0	0.00	\$852	\$2,392	(64.4)	\$22,019	\$20,668	6.5	(100.0)
Miscellaneous Revenues	18,658	0.47	2,266	2,581	(12.2)	15,822	14,775	7.1	11.5
Transfer (to) / from Transportation Trust Fund	313,942	7.87	28,942	16,905	71.2	313,942	261,905	19.9	(10.4)
Total Highway Maintenance and Operating Fund	\$1,951,100	48.94	\$170,929	\$138,266	23.6	\$1,640,467	\$1,407,340	16.6	8.3
TRANSPORTATION TRUST FUND:									
Motor Fuel Taxes									
(Includes Aviation & Road Taxes) (b)	\$122,400	3.07	\$8,958	\$9,996	(10.4)	\$101,409	\$103,085	(1.6)	(9.5)
PTF Insurance Premiums Tax	130,800	3.28	0	0	-	130,769	130,064	0.5	0.6
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	247,500	6.21	21,768	21,975	(0.9)	195,481	195,246	0.1	5.2
State Sales and Use Tax	638,300	16.01	56,104	46,421	20.9	515,724	429,948	20.0	22.5
Motor Vehicle License Fees	21,900	0.55	2,191	2,158	1.5	17,768	17,910	(0.8)	1.1
Recordation Tax (2 cents)	30,500	0.76	1,975	2,592	(23.8)	20,432	24,984	(18.2)	(1.3)
Interest Earnings	13,100	0.33	1,929	2,730	(29.3)	5,579	7,463	(25.2)	41.1
Total State Taxes and Fees	\$1,204,500	30.21	\$92,925	\$85,872	8.2	\$987,162	\$908,700	8.6	11.2
Other Revenues:									
Federal Grants and Contracts	\$929,928	23.33	\$119,538	\$88,639	34.9	\$1,115,416	\$1,152,341	(3.2)	(28.8)
Receipts from Cities/Counties	178,614	4.48	3,066	1,308	134.4	61,071	45,635	33.8	208.5
Toll Revenues (Includes Route 28)	16,768	0.42	7,229	7,461	(3.1)	15,873	15,809	0.4	(5.0)
Miscellaneous Revenues	19,854	0.49	943	1,516	(37.8)	20,738	42,253	(50.9)	(57.6)
Total Other Revenues	\$1,145,164	28.72	\$130,776	\$98,924	32.2	\$1,213,098	\$1,256,038	(3.4)	(19.9)
Transfer (to) / from Highway Maintenance and Operating Fund									
Maintenance and Operating Fund	(\$313,942)	(7.87)	(\$28,942)	(\$16,905)	(71.2)	(\$313,942)	(\$261,905)	(19.9)	10.4
Total Transportation Trust Fund	\$2,035,722	51.06	\$194,759	\$167,891	16.0	\$1,886,318	\$1,902,833	(0.9)	(5.8)
TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND									
	\$3,986,822	100.00	\$365,688	\$306,157	19.4	\$3,526,785	\$3,310,173	6.5	0.6

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

(a) This line item was added to the Fiscal Year 2014 Revenue Forecast. Since there were no collections for this line item during Fiscal Year 2013, the Monthly and Year-To-Date % Change columns do not provide comparable data.

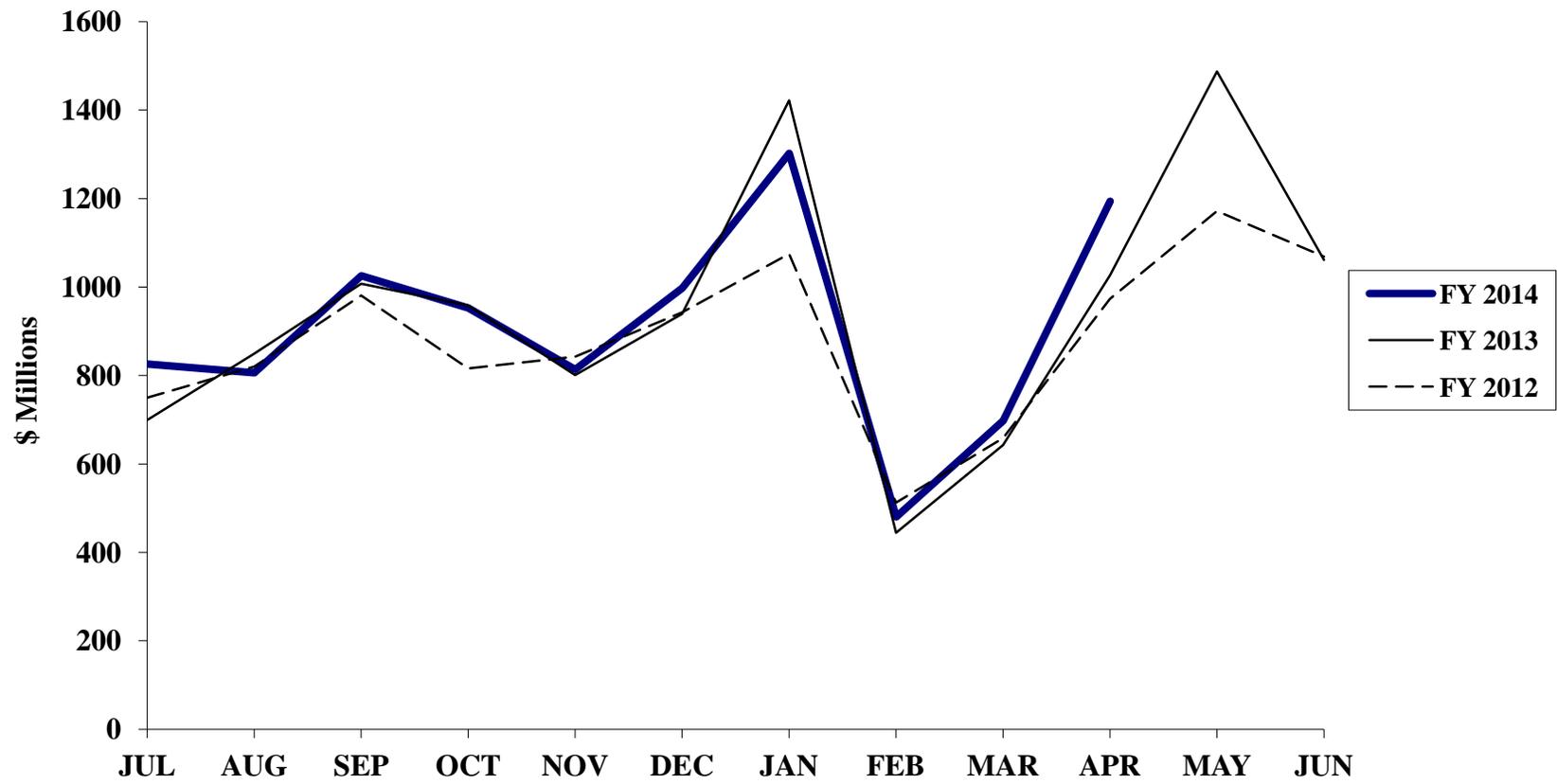
(b) The "PTF Motor Fuels" line item was removed from the Transportation Trust Fund Revenue Forecast. The amount previously reported in "PTF Motor Fuels" was reclassified to "Motor Fuel Taxes (Includes Aviation & Roads Taxes)." In order to provide comparable data, the Fiscal Year 2013 monthly and year-to-date amounts were likewise reclassified.

Total General Fund Revenues



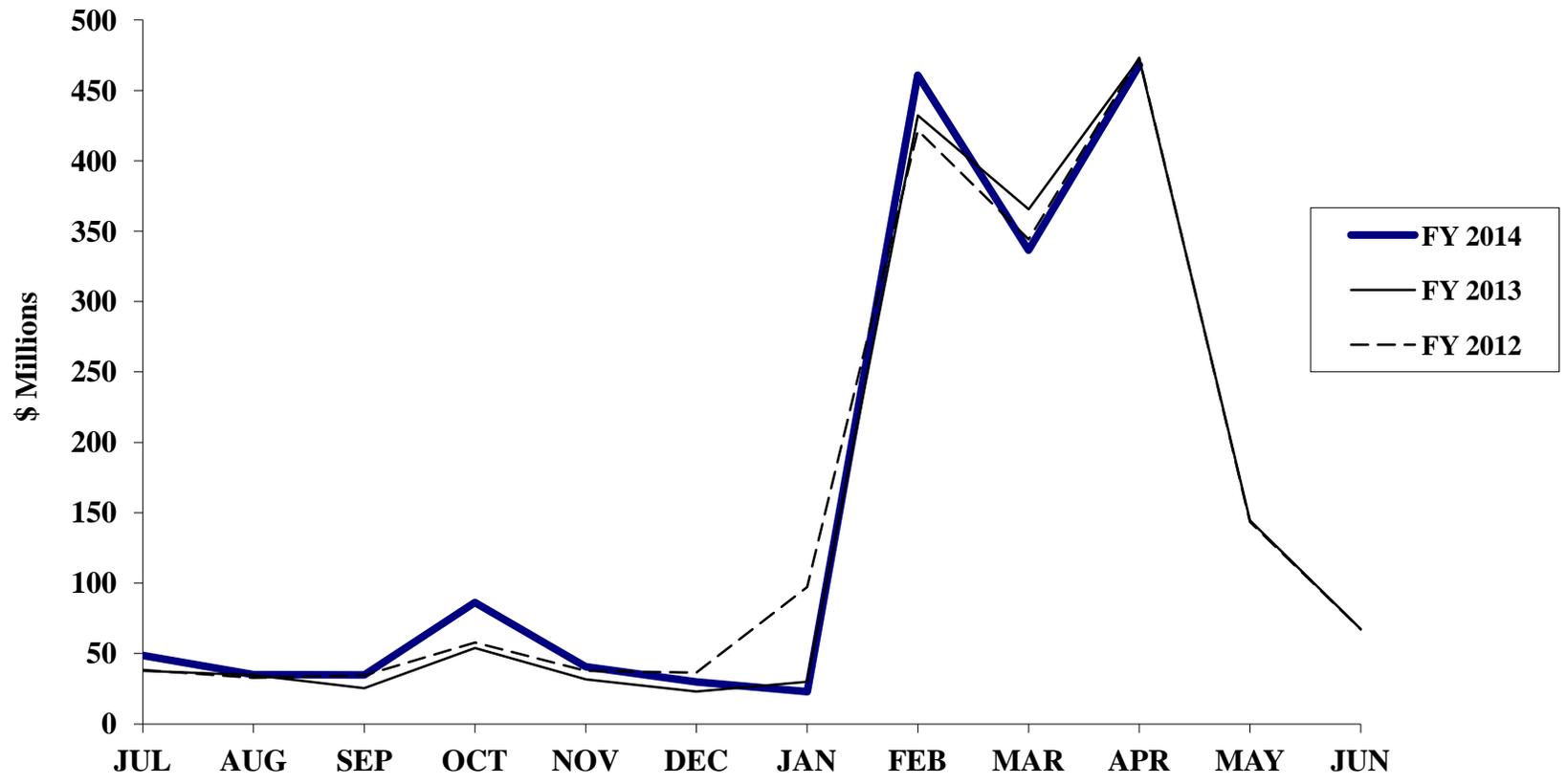
FY 2012 Actual = \$15,846.7 Million
FY 2013 Actual = \$16,684.6 Million
FY 2014 Estimate = \$16,849.4 Million

Net Individual Income Tax



FY 2012 Actual = \$10,612.8 Million
FY 2013 Actual = \$11,340.0 Million
FY 2014 Estimate = \$11,669.1 Million

Individual and Fiduciary Income Tax Refunds



FY 2012 Actual = \$1,784.7 Million
FY 2013 Actual = \$1,719.1 Million
FY 2014 Estimate = \$1,807.1 Million

DEPARTMENT OF THE TREASURY

General Account Investment Portfolio
 Monthly Average Balances and Rates
 For the Fiscal Year 2014
 (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, 2013	\$4,340.0	0.23%	\$1,157.6	2.22%	\$5,497.6	0.65%	0.12%
August	\$3,872.1	0.25%	\$1,156.3	-4.33%	\$5,028.4	-0.80%	0.13%
September	\$4,217.5	0.25%	\$1,158.0	8.23%	\$5,375.5	1.97%	0.12%
October	\$4,601.1	0.24%	\$1,165.3	7.17%	\$5,766.4	1.64%	0.12%
November	\$4,167.9	0.25%	\$1,168.4	-0.26%	\$5,336.3	0.14%	0.12%
December	\$4,028.8	0.25%	\$1,165.8	-4.96%	\$5,194.6	-0.92%	0.13%
January, 2014	\$4,439.3	0.23%	\$1,169.5	12.92%	\$5,608.8	2.88%	0.12%
February	\$4,453.0	0.25%	\$1,178.0	4.96%	\$5,631.0	1.24%	0.12%
March	\$4,081.1	0.25%	\$1,179.4	-1.81%	\$5,260.5	-0.21%	0.13%
April	\$3,906.9	0.51% ²	\$1,181.8	6.94%	\$5,088.7	2.00% ²	0.11%
May							
June							
Year-to-Date Average	\$4,210.8	0.27%	\$1,168.0	3.08%	\$5,378.8	0.88%	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.

² The Primary Liquidity Yield of 0.51% reflects a recovery from the sale of 2 OTTI Morgan Stanley ABS Capital I assets in the securities lending portfolio. Without the recovery, the Primary Liquidity Yield was 0.25% and the Composition Rate was 1.80%.

**Commonwealth of Virginia/Department of Accounts
Report on the Revenue Stabilization Fund
For the Fiscal Year 2014**

Month	Beginning Balance	Deposits	Withdrawals	Interest Allocated (A)	Ending Balance
July	\$439,971,765	\$0	\$0	\$0	\$439,971,765
August	\$439,971,765	\$0	\$0	\$0	\$439,971,765
September	\$439,971,765	\$0	\$0	\$0	\$439,971,765
October	\$439,971,765	\$0	\$0	\$865,753	\$440,837,518
November	\$440,837,518	\$0	\$0	\$0	\$440,837,518
December	\$440,837,518	\$0	\$0	\$0	\$440,837,518
January	\$440,837,518	\$0	\$0	\$611,764	\$441,449,282
February	\$441,449,282	\$0	\$0	\$0	\$441,449,282
March	\$441,449,282	\$0	\$0	\$0	\$441,449,282
April	\$441,449,282	\$0	\$0	\$758,424	\$442,207,706
May					
June					

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