



COMMONWEALTH of VIRGINIA

January 12, 2015

PO Box 1475
Richmond, VA. 23218

MEMORANDUM

TO: The Honorable Terence R. McAuliffe

THROUGH: The Honorable Paul Reagan

FROM: Richard D. Brown 

SUBJECT: December Revenue Data

This month's revenue report contains general fund revenue collections for the first half of fiscal year 2015. The report incorporates the revised general fund revenue forecast included in the budget bill (HB1400/SB800) introduced on December 17th. With the technical revisions in December, total general fund revenues are now projected to grow by 3.1 percent in fiscal year 2015.

Total general fund revenue collections rose 13.1 percent in December, mainly driven by solid underlying growth in payroll withholding, further boosted by an extra deposit day. On a fiscal year-to-date basis, total revenue collections rose 6.8 percent, well ahead of the revised annual forecast of 3.1 percent growth. Adjusting for the accelerated sales tax program and the 0.1 percent sales tax transfer to transportation required by the provisions of HB 2313, total revenues rose 6.8 percent through December, ahead of the adjusted forecast of 3.0 percent growth.

National Economic Indicators

Most recent national indicators suggest that growth in the U.S. economy is accelerating.

- According to the third estimate, real GDP grew by an annualized rate of 5.0 percent in the third quarter of 2014, following 4.6 percent growth in the second quarter. This was the first time growth has exceeded 4.0 percent in two consecutive quarters since 2003.
- The labor market continued to improve in December. Payroll employment rose by 252,000 jobs in December and the previous two month's gain was revised up by 50,000.

In 2014, job growth averaged 246,000 per month compared with an average monthly gain of 194,000 in 2013. In a separate report, the unemployment rate fell from 5.8 percent to 5.6 percent in December.

- Initial claims for unemployment fell from 298,000 to 294,000 during the week ending January 3. The four-week moving average was unchanged at 291,000. Initial claims have declined in five of the past six weeks and are consistent with an improving job market.
- With eight of the ten components increasing, the Conference Board's index of leading indicators rose 0.6 percent in November following a 0.6 percent increase in October. The index has increased in fourteen of the last sixteen months and is consistent with accelerating economic growth.
- The Conference Board's index of consumer confidence rose 1.6 points to 92.6 in December, partially reversing the 3.1 point loss in November. The present situation component offset a slight decline in the expectations component. The appraisal of the current situation was the strongest since early 2008.
- Activity in the manufacturing sector slowed in December, with the Institute of Supply Management index falling from 58.7 to 55.5, the third decline in the past four months. Still, the index remains well above the expansionary threshold of 50.0.
- The CPI fell 0.3 percent in November and stands 1.3 percent above November 2013. Core inflation (excluding food and energy prices) advanced 0.1 percent and has increased 1.7 percent from a year ago.
- The Federal Reserve announced at its December meeting that it will keep the federal funds target rate at 0.0 to 0.25 percent, noting that it likely will be appropriate to maintain this target for a "considerable time."

Virginia Economy

In Virginia, payroll employment grew 0.4 percent in November from November of last year. Northern Virginia posted growth of 0.5 percent, Richmond-Petersburg grew 1.9 percent, and Hampton Roads employment growth was 1.0 percent. The seasonally adjusted unemployment rate in the Commonwealth fell 0.3 percentage point to 5.0 percent in November and was 0.3 percent below last November. This was the second consecutive monthly decline and the lowest rate since April 2014.

The Virginia Leading Index rose 0.4 percent in November after advancing 0.5 percent in October. Within the Virginia index, the U.S. leading index, auto registrations, building permits, and initial claims for unemployment improved in November, while future employment was unchanged. The indexes for all the major metro areas except Lynchburg increased in November.

December Revenue Collections

Total general fund revenue collections rose 13.1 percent in December, mainly driven by solid underlying growth in payroll withholding, further boosted by an extra deposit day. On a fiscal year-to-date basis, total revenue collections rose 6.8 percent, well ahead of the revised annual forecast of 3.1 percent growth. Adjusting for the accelerated sales tax program and the 0.1 percent sales tax transfer to transportation required by the provisions of HB 2313, total revenues rose 6.8 percent through December, ahead of the adjusted forecast of 3.0 percent growth.

Net Individual Income Tax (69% of general fund revenues): Through December, collections of net individual income tax rose 7.9 percent from the same period last year, ahead of the annual estimate of 3.5 percent growth. Performance in each component of individual income tax is as follows:

Individual Income Tax Withholding (64% of general fund revenues): With an additional deposit day compared with December of last year and strong underlying growth, collections of payroll withholding taxes rose 15.1 percent in December. Year-to-date, withholding collections are 6.2 percent ahead of the same period last year, leading the revised annual estimate of 2.9 percent growth.

Individual Income Tax Nonwithholding (16% of general fund revenues): Collections in this source were \$158.4 million in December compared with \$113.5 million in December of last year. Year-to-date collections for the fiscal year rose by 19.3 percent, ahead of the annual estimate of 6.3 percent growth.

December and January are significant months for collections in this source, and receipts can be distorted by the timing of payments. Taxpayers have until January 15 to submit their fourth estimated payment for tax year 2014 and some of these payments are received in December. A clearer assessment of growth will be possible at the end of January, when all quarterly payments have been received.

Individual Income Tax Refunds: December is not significant month for refund activity, as it concludes tax year 2013 refund processing. Through December, TAX has issued \$280.3 million in refunds compared with the first-half estimate of \$285.3 million.

Sales Tax (19% of general fund revenues): Collections of sales and use taxes, reflecting November sales, fell 1.0 percent in December. November represents the beginning of the holiday shopping season and a clearer assessment of the season will be possible after receiving December sales tax payments on due January 20th. On a year-to-date basis, collections have risen 3.0 percent, trailing the annual estimate of 4.3 percent growth. Adjusting for the partial repeal of the accelerated sales tax program and the 0.1 percent sales tax transfer to transportation required by HB 2313, sales tax collections have grown by 3.7 percent year-to-date, ahead of the economic-base forecast of 3.4 percent growth.

Corporate Income Tax (4% of general fund revenues): December is a significant month for corporate income tax collections as quarterly estimated payments are due for most corporations. Collections of corporate income taxes were \$166.4 million in December, compared with receipts

of \$135.4 million a year ago, a 22.9 percent increase. Year-to-date collections have grown 20.8 percent from the same period last year, far ahead of the annual estimate of a 0.1 percent increase.

Wills, Suits, Deeds, Contracts (2% of general fund revenues): Collections of wills, suits, deeds, and contracts – mainly recordation tax collections – were \$28.8 million in December, compared with \$25.7 million in December of last year for growth of 12.1 percent. After 13 consecutive months of negative growth, collections in this source have increased in three of the last four months. On a year-to-date basis, collections are down 0.6 percent, trailing the annual forecast of 2.4 percent growth.

Insurance Premiums (2% of general fund revenues): Collections of taxes on insurance premiums were \$75.5 million in December, compared with \$90.3 million in December 2013. Chapter 896 of the 2007 Acts of the Assembly required that \$150.4 million of collections in this source be transferred to the Transportation Trust Fund in fiscal year 2015 before making any deposits to the general fund. The required transfer was completed during December.

Other Revenue Sources

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

	<u>Year-to-Date</u>	<u>Annual Estimate</u>
Insurance Premiums (2.0% GF revenues)	-16.4%	4.4%
Interest Income (0.5% GF revenues)	-21.1%	-14.4%
<i>ABC Taxes (1% GF revenues)</i>	2.7%	2.6%

All Other Revenue (2% of general fund revenues): Receipts in All Other Revenue rose 26.7 percent in December, \$30.4 million compared with \$24.0 million a year ago. On a year-to-date basis, collections of All Other Revenue rose 4.9 percent from the same period last year, ahead of the annual estimate of a 5.5 percent decline.

Summary

Total general fund revenue collections rose 13.1 percent in December, mainly driven by solid underlying growth in payroll withholding, further boosted by an extra deposit day. On a fiscal year-to-date basis, total revenue collections rose 6.8 percent, well ahead of the revised annual forecast of 3.1 percent growth. Adjusting for the accelerated sales tax program and the 0.1 percent sales tax transfer to transportation required by the provisions of HB 2313, total revenues rose 6.8 percent through December, ahead of the adjusted forecast of 3.0 percent growth.

Because a number of factors can influence the flow of payments and monthly growth rates at this time of year, December and January receipts must be considered together to get a clear picture of revenue growth.

FY 2015 Revised Estimate
Per House Bill 1400, December 17, 2014

Commonwealth of Virginia/Department of Accounts
Summary Report on General Fund Revenue Collections
For the Fiscal Years 2014 and 2015
(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2015 Estimate	As a % of Gen Fund Rev	December FY 2015	December FY 2014	% Change	Year-To-Date FY 2015	Year-To-Date FY 2014	% Change	% Annual Growth Req By Est
Individual Income Tax:									
Withholding	\$10,787,900	63.73	\$1,051,757	\$913,799	15.1	\$5,374,372	\$5,062,961	6.2	2.9
Tax Dues/Estimated Payments	2,685,200	15.86	158,373	113,523	39.5	755,316	633,380	19.3	6.3
Gross Individual Income Tax	\$13,473,100	79.59	\$1,210,130	\$1,027,322	17.8	\$6,129,688	\$5,696,341	7.6	3.6
Individual and Fiduciary Income (Refunds)	(1,827,800)	(10.79)	(32,689)	(29,978)	9.0	(280,263)	(275,546)	1.7	4.1
Net Individual Income Tax	\$11,645,300	68.80	\$1,177,441	\$997,344	18.1	\$5,849,425	\$5,420,795	7.9	3.5
Sales and Use Tax	\$3,197,800	18.89	\$250,116	\$252,704	(1.0)	\$1,462,436	\$1,420,024	3.0	4.3
Corporations Income Tax	757,900	4.47	166,412	135,355	22.9	366,752	303,693	20.8	0.1
Wills, Suits, Deeds, Contracts	318,300	1.88	28,770	25,660	12.1	168,355	169,433	(0.6)	2.4
Insurance Premiums	334,500	1.98	75,453	90,257	(16.4)	75,453	90,257	(16.4)	4.4
Interest Income (a)	63,400	0.37	6,652	7,692	(13.5)	32,420	41,110	(21.1)	(14.4)
Alcoholic Beverage Sales (b)	204,400	1.21	3,046	3,258	(6.5)	64,182	62,479	2.7	2.6
All Other Revenues	405,800	2.40	30,352	23,964	26.7	170,850	162,813	4.9	(5.5)
Total General Fund Revenues	\$16,927,400	100.00	\$1,738,242	\$1,536,234	13.1	\$8,189,873	\$7,670,604	6.8	3.1

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

(a) Interest will be allocated in accordance with Section 3-3.03 of Chapter 3, 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 2014 and 2015

(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2015 Estimate	As a % of Total Gen Fund Rev	FY 2015	FY 2014	% Change	FY 2015	FY 2014	% Change	% Annual Growth Req By Est
Taxes:									
Individual Income Tax - Withholding	\$10,787,900	63.73	\$1,051,757	\$913,799	15.1	\$5,374,372	\$5,062,961	6.2	2.9
Tax Dues/Estimated Payments	2,685,200	15.86	158,373	113,523	39.5	755,316	633,380	19.3	6.3
Gross Individual Income Tax	\$13,473,100	79.59	\$1,210,130	\$1,027,322	17.8	\$6,129,688	\$5,696,341	7.6	3.6
Individ and Fiduc Income (Refunds)	(1,827,800)	(10.79)	(32,689)	(29,978)	9.0	(280,263)	(275,546)	1.7	4.1
Net Individual Income Tax	\$11,645,300	68.80	\$1,177,441	\$997,344	18.1	\$5,849,425	\$5,420,795	7.9	3.5
Sales and Use Tax	3,197,800	18.89	250,116	252,704	(1.0)	1,462,436	1,420,024	3.0	4.3
Corporations Income	757,900	4.47	166,412	135,355	22.9	366,752	303,693	20.8	0.1
Public Service Corporations	96,800	0.57	9,661	6,204	55.7	39,023	39,214	(0.5)	(1.4)
Insurance Premiums	334,500	1.98	75,453	90,257	(16.4)	75,453	90,257	(16.4)	4.4
Alcoholic Beverage Excise	162,600	0.96	0	0	-	42,271	40,465	4.5	3.3
Beer and Beverage Excise	41,800	0.25	3,046	3,258	(6.5)	21,911	22,014	(0.5)	0.0
Wills, Suits, Deeds, Contracts	318,300	1.88	28,770	25,660	12.1	168,355	169,433	(0.6)	2.4
Inheritance, Gift, and Estate	0	0.00	0	0	-	35	29	20.7	(100.0)
Bank Franchise	16,800	0.10	0	0	-	3	527	(99.4)	(25.5)
Other Taxes	2,800	0.02	765	(1,187)	164.4	4,341	176	#	(56.8)
Total Taxes	\$16,574,600	97.92	\$1,711,664	\$1,509,595	13.4	\$8,030,005	\$7,506,627	7.0	3.4
Rights and Privileges:									
Licenses and Permits	\$4,000	0.02	\$426	\$512	(16.8)	\$2,066	\$2,043	1.1	(0.8)
Corp. Franchise and Charters	47,300	0.28	505	466	8.4	2,970	2,992	(0.7)	(5.8)
Fees for Misc. Privileges & Services	11,300	0.07	462	495	(6.7)	4,591	4,578	0.3	0.1
Total Rights and Privileges	\$62,600	0.37	\$1,393	\$1,473	(5.4)	\$9,627	\$9,613	0.1	(4.5)
Other Revenues:									
Sales of Property & Commodities	\$1,300	0.01	\$0	\$0	-	\$449	\$2,329	(80.7)	(54.2)
Assessmts & Rcpts for Support of Special Svcs	400	0.00	6	67	(91.0)	154	162	(4.9)	(10.7)
Institutional Revenue	5,500	0.03	338	379	(10.8)	4,108	2,568	60.0	(2.5)
Interest (a)	63,400	0.37	6,652	7,692	(13.5)	32,420	41,110	(21.1)	(14.4)
Dividends and Rent	300	0.00	30	25	20.0	276	236	16.9	(4.8)
Fines, Forfeitures & Fees	210,900	1.25	17,369	16,474	5.4	109,093	107,022	1.9	(2.3)
Other Revenue	9,000	0.05	319	170	87.6	3,617	1,558	132.2	(13.9)
Excess Fees	(8,900)	(0.05)	(385)	(474)	18.8	(3,420)	(4,766)	28.2	(24.9)
Private Donations, Gifts & Cont.	0	0.00	0	1	(100.0)	1	3	(66.7)	(100.0)
Cities, Counties, and Towns	8,300	0.05	856	832	2.9	3,543	4,142	(14.5)	0.2
Total Other Revenues	\$290,200	1.71	\$25,185	\$25,166	0.1	\$150,241	\$154,364	(2.7)	(6.6)
Total General Fund Revenues	\$16,927,400	100.00	\$1,738,242	\$1,536,234	13.1	\$8,189,873	\$7,670,604	6.8	3.1

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

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

**Commonwealth of Virginia/Department of Lottery
Summary Report on Lottery Collections
For the Fiscal Years 2014 and 2015
(Dollars in Thousands)**

	FY 2015 Estimate	(a)	December		%	Year-To-Date			%	% Annual Growth Required By Estimate	
			FY 2015	(b)		FY 2014	Change	FY 2015			(b)
Lottery Collections											
Total Lottery Sales	\$1,867,611		\$168,698		\$173,730	(2.9)	\$906,044		\$892,141	1.6	3.1
Other Income	1,750		130		118	10.2	739		1,028	(28.1)	19.5
Total Income	<u>\$1,869,361</u>		<u>\$168,828</u>		<u>\$173,848</u>	<u>(2.9)</u>	<u>\$906,783</u>		<u>\$893,169</u>	<u>1.5</u>	<u>3.1</u>
Less:											
Prize Expenses	\$1,135,964		\$104,209		\$103,330	0.9	\$555,388		\$524,996	5.8	4.9
Retailer Commissions	105,195		9,719		9,736	(0.2)	51,485		49,366	4.3	3.6
Operating Expenses	98,698		7,676		7,699	(0.3)	42,868		43,198	(0.8)	10.0
Total Expenses	<u>\$1,339,857</u>		<u>\$121,604</u>		<u>\$120,765</u>	<u>0.7</u>	<u>\$649,741</u>		<u>\$617,560</u>	<u>5.2</u>	<u>5.2</u>
Net Proceeds from Operations											
Net Lottery Ticket Profits	\$529,504		\$47,224		\$53,083	(11.0)	\$257,042		\$275,609	(6.7)	3.7
Prior Year Residual Profit Transfer	28,051		0		0	-	28,051		22,199	26.4	-
Available to Lottery Proceeds Fund	<u>\$557,555</u>		<u>\$47,224</u>		<u>\$53,083</u>	<u>(11.0)</u>	<u>\$285,093</u>		<u>\$297,808</u>	<u>(4.3)</u>	<u>4.7</u>

(a) Estimate established by House Bill 1400, December 17, 2014. Prior Year Residual Profit Transfer of \$28,051,120 was made on August 18, 2014, 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 2014 and 2015
(Dollars in Thousands)

Revenue	FY 2015 Estimate	As a % of Total Fund	December			Year-To-Date			% Annual Growth Required By Estimate
			FY 2015	FY 2014	% Change	FY 2015	FY 2014	% Change	
Motor Fuel Taxes	\$722,600	17.13	\$58,969	\$57,141	3.2	\$278,495	\$302,505	(7.9)	9.4
Priority Transportation Fund (PTF)	150,397	3.57	29,202	13,188	121.4	150,397	130,769	15.0	15.0
Motor Vehicle Sales and Use Tax	849,300	20.14	70,596	61,741	14.3	440,128	401,670	9.6	3.3
State Sales and Use Tax	985,300	23.36	78,253	71,578	9.3	458,556	389,957	17.6	19.8
Motor Vehicle License Fees	245,600	5.82	17,124	17,435	(1.8)	116,293	119,137	(2.4)	(1.5)
International Registration Plan	60,200	1.43	6,713	7,028	(4.5)	26,603	24,371	9.2	0.9
Recordation Tax	37,900	0.90	3,502	3,049	14.9	20,395	20,457	(0.3)	1.5
Interest Earnings	14,300	0.34	36	64	(43.8)	1,635	1,963	(16.7)	99.7
Misc. Taxes, Fees, and Revenues	15,700	0.37	1,457	1,307	11.5	8,928	8,271	7.9	(9.4)
Total State Taxes and Fees	<u>\$3,081,297</u>	<u>73.06</u>	<u>\$265,852</u>	<u>\$232,531</u>	<u>14.3</u>	<u>\$1,501,430</u>	<u>\$1,399,100</u>	<u>7.3</u>	<u>9.8</u>

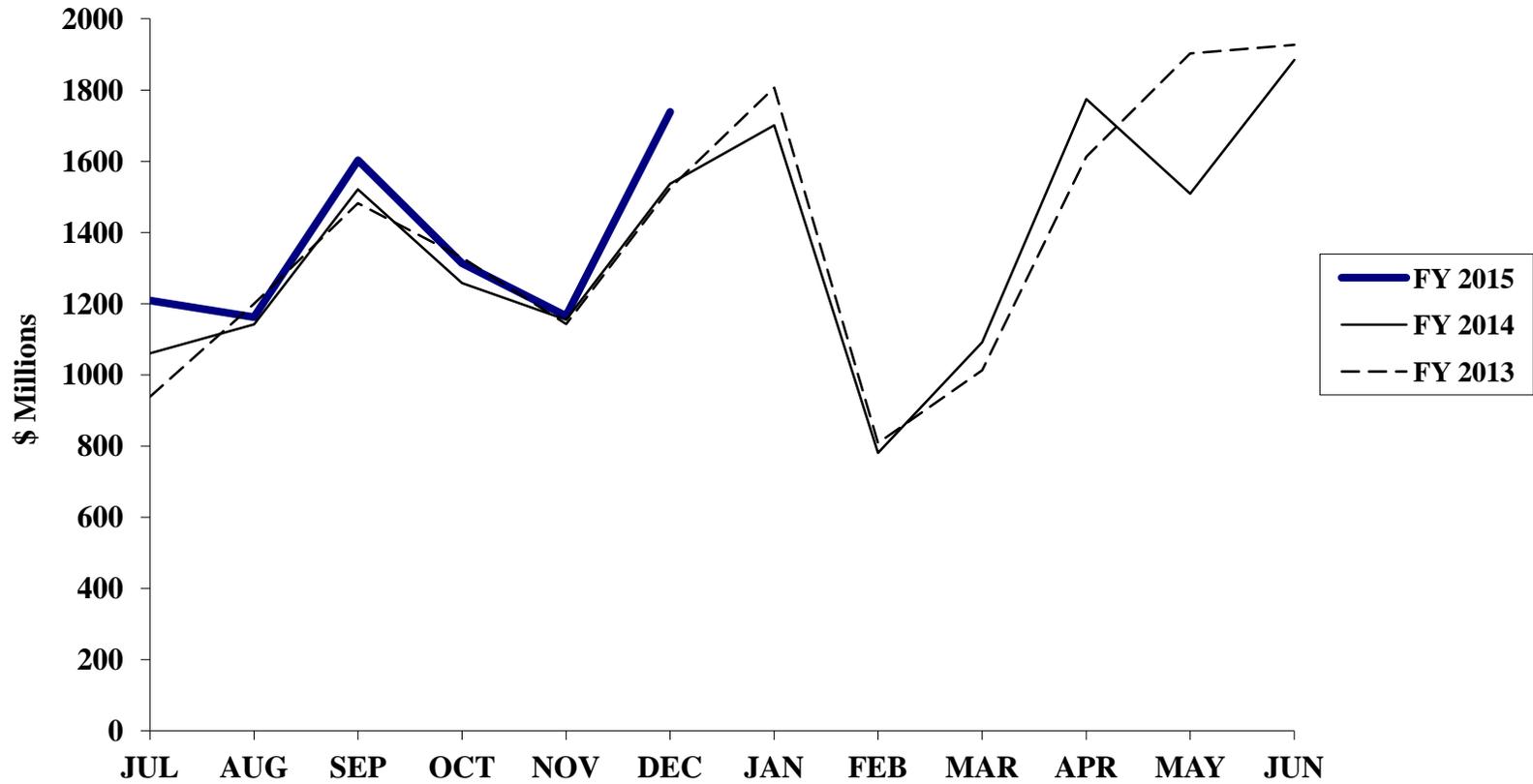
Percentage is greater than or equal to 1,000%.

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 2014 and 2015
(Dollars in Thousands)

Revenue	FY 2015 Estimate	As a % of Total Fund	December			Year-To-Date			% Annual Growth Required By Est
			FY 2015	FY 2014	% Change	FY 2015	FY 2014	% Change	
HIGHWAY MAINTENANCE AND OPERATING FUND:									
Motor Fuel Taxes (Includes Road Tax)	\$576,200	13.66	\$45,285	\$45,946	(1.4)	\$218,937	\$243,048	(9.9)	9.2
Motor Vehicle Sales and Use Tax	606,400	14.38	52,575	43,865	19.9	315,311	284,376	10.9	4.3
State Sales and Use Tax	282,900	6.71	21,737	16,993	27.9	129,677	88,153	47.1	47.9
Motor Vehicle License Fees	223,600	5.30	15,558	15,974	(2.6)	105,822	108,857	(2.8)	(1.8)
International Registration Plan	60,200	1.43	6,713	7,028	(4.5)	26,603	24,371	9.2	0.9
Recordation Tax (1 cent)	12,700	0.30	1,167	1,016	14.9	6,798	6,828	(0.4)	2.0
Misc. Taxes, Fees, and Revenues	15,700	0.37	1,457	1,307	11.5	8,928	8,271	7.9	(9.4)
Total State Taxes and Fees	\$1,777,700	42.15	\$144,492	\$132,129	9.4	\$812,076	\$763,904	6.3	9.9
Other Revenues:									
Federal Grants and Contracts	\$0	0.00	\$4,222	\$2,611	61.7	\$15,837	\$14,935	6.0	(100.0)
Miscellaneous Revenues	10,424	0.25	1,422	1,620	(12.2)	9,197	8,722	5.4	(49.2)
Transfer (to) / from Transportation Trust Fund	164,579	3.90	30,000	90,000	(66.7)	30,000	190,000	(84.2)	(48.2)
Total Highway Maintenance and Operating Fund	\$1,952,703	46.30	\$180,136	\$226,360	(20.4)	\$867,110	\$977,561	(11.3)	(1.4)
TRANSPORTATION TRUST FUND:									
Motor Fuel Taxes									
(Includes Aviation & Road Taxes)	\$146,400	3.47	\$13,684	\$11,195	22.2	\$59,558	\$59,457	0.2	10.5
PTF Insurance Premiums Tax	150,397	3.57	29,202	13,188	121.4	150,397	130,769	15.0	15.0
Motor Vehicle Sales and Use Tax									
(Includes Rental Tax)	242,900	5.76	18,021	17,876	0.8	124,817	117,294	6.4	0.9
State Sales and Use Tax	702,400	16.65	56,516	54,585	3.5	328,879	301,804	9.0	11.3
Motor Vehicle License Fees	22,000	0.52	1,566	1,461	7.2	10,471	10,280	1.9	1.4
Recordation Tax (2 cents)	25,200	0.60	2,335	2,033	14.9	13,597	13,629	(0.2)	1.3
Interest Earnings	14,300	0.34	36	64	(43.8)	1,635	1,963	(16.7)	99.7
Total State Taxes and Fees	\$1,303,597	30.91	\$121,360	\$100,402	20.9	\$689,354	\$635,196	8.5	9.6
Other Revenues:									
Federal Grants and Contracts	\$902,510	21.40	\$64,759	\$60,737	6.6	\$812,676	\$809,156	0.4	(27.5)
Receipts from Cities/Counties	203,616	4.82	9,553	3,390	181.8	86,048	45,770	88.0	149.9
Toll Revenues (Includes Route 28)	16,000	0.38	826	864	(4.4)	6,163	6,129	0.6	(9.8)
Miscellaneous Revenues	3,669	0.09	3,132	1,299	141.1	10,333	12,219	(15.4)	(87.8)
Total Other Revenues	\$1,125,795	26.69	\$78,270	\$66,290	18.1	\$915,220	\$873,274	4.8	(18.1)
Transfer (to) / from Highway Maintenance and Operating Fund									
	(\$164,579)	(3.90)	(\$30,000)	(\$90,000)	66.7	(\$30,000)	(\$190,000)	84.2	48.2
Total Transportation Trust Fund	\$2,264,813	53.70	\$169,630	\$76,692	121.2	\$1,574,574	\$1,318,470	19.4	0.9
TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND									
	\$4,217,516	100.00	\$349,766	\$303,052	15.4	\$2,441,684	\$2,296,031	6.3	(0.2)

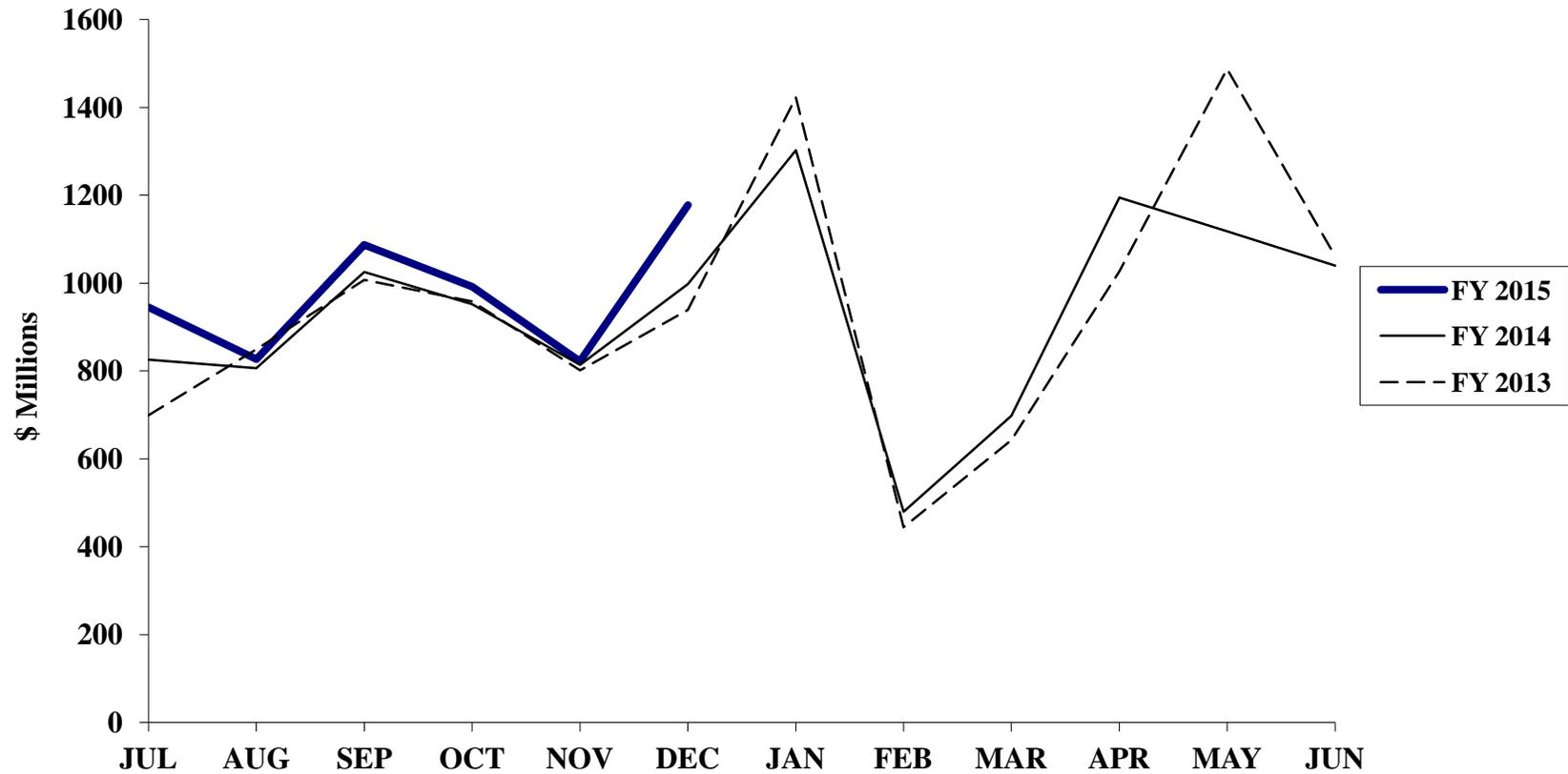
Percentage is greater than or equal to 1,000%.

Total General Fund Revenues



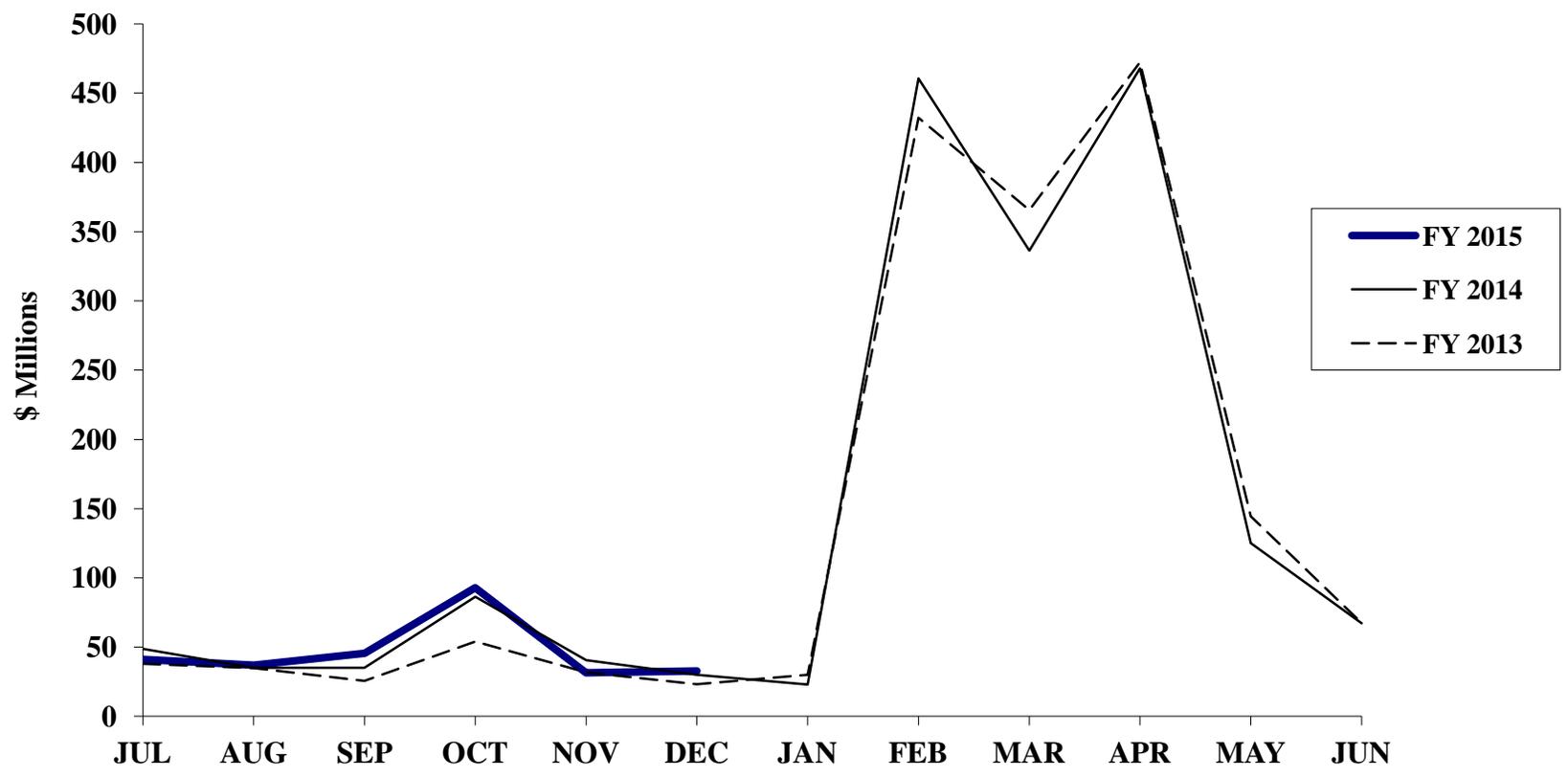
FY 2013 Actual = \$16,684.6 Million
FY 2014 Actual = \$16,411.4 Million
FY 2015 Estimate = \$16,927.4 Million

Net Individual Income Tax



FY 2013 Actual = \$11,340.0 Million
FY 2014 Actual = \$11,253.3 Million
FY 2015 Estimate = \$11,645.3 Million

Individual and Fiduciary Income Tax Refunds



FY 2013 Actual = \$1,719.1 Million
FY 2014 Actual = \$1,755.8 Million
FY 2015 Estimate = \$1,827.8 Million

DEPARTMENT OF THE TREASURY

General Account Investment Portfolio

Monthly Average Balances and Rates

For the Fiscal Year 2015

(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, 2014	\$4,274.2	0.22%	\$1,194.1	² -1.73%	\$5,468.3	² -0.21%	0.11%
August	\$3,723.6	0.23%	\$1,197.3	² 8.43%	\$4,920.9	² 2.23%	0.11%
September	\$4,007.8	0.23%	\$1,198.9	² -5.06%	\$5,206.7	² -0.99%	0.11%
October	\$4,230.8	0.24%	\$1,200.1	8.02%	\$5,430.9	1.96%	0.10%
November	\$3,936.2	0.24%	\$1,207.1	6.39%	\$5,143.3	1.68%	0.13%
December	\$3,769.9	0.25%	\$1,210.1	-0.41%	\$4,980.0	0.09%	0.21%
January, 2015							
February							
March							
April							
May							
June							
Year-to-Date Average	\$3,990.4	0.23%	\$1,201.3	2.63%	\$5,191.7	0.79%	0.13%

▪ 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 GSAM balance corrections resulted in revised Avg. Balances for External Managers and Composite for July, August and September as well as revised Composite Rate for August.

**Commonwealth of Virginia/Department of Accounts
Report on the Revenue Stabilization Fund
For the Fiscal Year 2015**

Month	Beginning Balance	Deposits	Withdrawals	Interest Allocated (A)	Ending Balance
July	\$687,530,104	\$0	\$0	\$0	\$687,530,104
August	\$687,530,104	\$0	\$0	\$0	\$687,530,104
September	\$687,530,104	\$0	\$0	\$0	\$687,530,104
October	\$687,530,104	\$0	\$0	\$1,214,889	\$688,744,993
November	\$688,744,993	\$0	\$0	\$0	\$688,744,993
December	\$688,744,993	\$0	\$0	\$0	\$688,744,993
January					
February					
March					
April					
May					
June					

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