



COMMONWEALTH of VIRGINIA

Richard D. Brown
Secretary of Finance

October 13, 2015

PO Box 1475
Richmond, VA. 23218

MEMORANDUM

TO: The Honorable Terence R. McAuliffe

THROUGH: The Honorable Paul Reagan

FROM: Richard D. Brown 

SUBJECT: September Revenue Data

September completes the first quarter of fiscal year 2016 and it is a significant month for revenue collections. Estimated payments from individuals, corporations, and insurance companies are all due in September, along with regular monthly collections in withholding, sales taxes, and other sources.

Total general fund revenue collections rose 9.7 percent in September. Receipts of individual withholding and nonwithholding taxes drove the gain. On a fiscal year-to-date basis, total revenue collections rose 2.4 percent through September, ahead of the annual forecast of a 0.1 percent decline. Adjusting for the accelerated sales tax program, total revenues rose 4.0 percent through September, ahead of the forecast.

National Economic Indicators

Most recent national indicators continue to depict mostly positive underlying fundamentals in the U.S. economy and suggest the expansion should continue.

- According to the third estimate, real GDP rose at an annualized rate of 3.9 percent in the second quarter of 2015, following 0.6 percent growth in the first quarter, and above consensus expectations.
- Conditions in the labor market weakened somewhat in September. Payroll employment rose by only 142,000 jobs, far below expectations. In addition, gains in July and August

were revised downward. In a separate report, the unemployment rate was unchanged at 5.1 percent as employment declined and more workers left the labor force.

- Initial claims for unemployment fell by 13,000 to 263,000 during the week ending October 3. The four-week moving average fell by 3,000 to 267,500. The level of claims is consistent with a healthy job market.
- With five of the ten components increasing, the Conference Board's index of leading indicators rose 0.1 percent in August following no growth in July. The rise in the index is consistent with accelerating economic growth.
- The Conference Board's index of consumer confidence rose by 1.7 points to 103.0 in September, driven by the present conditions component. For the first time since the recession, more consumers are optimistic about the job market than pessimistic.
- Activity in the manufacturing sector weakened in September, with the Institute of Supply Management index falling from 51.1 to 50.2. It has remained above the expansionary threshold of 50.0 for 33 consecutive months.
- Driven by falling oil prices, the CPI, fell 0.1 percent in August and stands 0.2 percent above August 2014. Core inflation (excluding food and energy prices) increased 0.1 percent in August and stands 1.8 percent above a year ago.
- The Federal Reserve announced at its September meeting that it will keep the federal funds target rate at 0.0 to 0.25 percent.

Virginia Economy

In Virginia, payroll employment rose 0.9 percent in August from August of last year. Northern Virginia posted growth of 2.3 percent, Hampton Roads grew 0.7 percent, and Richmond-Petersburg fell 0.2 percent. The seasonally adjusted unemployment rate fell 0.3 percentage point to 4.5 percent in August, the lowest level since September 2008 when it was 4.3 percent.

The Virginia Leading Index rose 0.2 percent in August after rising 0.4 percent in July. The U.S. leading index, future employment, and initial claims improved in August, while auto registrations declined. The indexes for Northern Virginia, Hampton Roads, Charlottesville, Harrisonburg, Winchester, and Staunton advanced, while the indexes for Roanoke, Lynchburg, Blacksburg, and Bristol declined. The index for Richmond was little changed from July.

September Revenue Collections

Total general fund revenue collections rose 9.7 percent in September. Receipts of individual withholding and nonwithholding taxes drove the gain. On a fiscal year-to-date basis, total revenue collections rose 2.4 percent through September, ahead of the annual forecast of a 0.1 percent decline. Adjusting for the accelerated sales tax program, total revenues rose 4.0 percent through September, ahead of the forecast.

Net Individual Income Tax (69% of general fund revenues): Through September, collections of net individual income tax rose 5.5 percent from the same period last year, ahead of the revised annual estimate of a 0.9 percent decline. Performance in each component of individual income tax is as follows:

Individual Income Tax Withholding (64% of general fund revenues): With an additional Wednesday deposit day as compared with last September, collections of payroll withholding taxes rose 11.9 percent in September. Year-to-date, withholding collections are 4.4 percent ahead of the first quarter of last year, leading the revised annual estimate of 2.1 percent growth.

Individual Income Tax Nonwithholding (16% of general fund revenues): September is a significant month for collections in this source, since the first estimated payment for fiscal year 2016 was due. Collections rose 23.8 percent in September from last year. Year-to-date, collections were \$472.0 million compared with \$427.7 million in the same period last year, rising by 10.3 percent and ahead of the annual estimate of an 8.4 percent decline.

Individual Income Tax Refunds: Through September, the Department of Taxation issued \$122.9 million in refunds compared with \$123.5 million last year, a 0.5 percent decline.

Sales Tax (19% of general fund revenues): Collections of sales and use taxes, reflecting August sales, rose 3.7 percent in September. On a year-to-date basis, collections have fallen 5.1 percent, trailing the annual estimate of 2.7 percent growth. Adjusting for the accelerated sales tax program, sales tax collections have grown by 4.5 percent year-to-date, ahead of the forecast of 2.7 percent growth.

Corporate Income Tax (5% of general fund revenues): As with nonwithholding, September is a significant month for collections in this source, as the first estimated payment for the fiscal year is due in September. Collections of corporate income taxes fell 15.2 percent from September of last year mainly due to a few large corporations submitting reduced estimated payments. Year-to-date collections have fallen 17.0 percent from the same period last year, trailing the annual estimate of a 1.3 percent decline.

Wills, Suits, Deeds, Contracts (2% of general fund revenues): Collections of wills, suits, deeds, and contracts – mainly recordation tax collections – were \$29.5 million in September, compared with \$26.4 million in September of last year for growth of 11.7 percent. On a year-to-date basis, collections are up 9.7 percent, ahead of the annual forecast of an 8.1 percent decline.

Other Revenue Sources

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

	<u>Year-to-Date</u>	<u>Annual Estimate</u>
Insurance Premiums (2.0% GF revenues)	NA	8.7%
Interest Income (0.4% GF revenues)	1.5%	34.7%
ABC Taxes (1% GF revenues)	-22.6%	0.0%

Note: Monthly collections of insurance company premiums are being transferred to the Transportation Trust Fund per Chapter 896, 2007 Acts of the Assembly until the required amount of \$150.3 million has been deposited.

All Other Revenue (2% of general fund revenues): Receipts in All Other Revenue rose 18.5 percent in September, \$30.2 million compared with \$25.5 million a year ago. On a year-to-date basis, collections of All Other Revenue rose 6.1 percent from the same period last year, ahead of the annual estimate of 0.6 percent growth.

Summary

Total general fund revenue collections rose 9.7 percent in September. Receipts of individual withholding and nonwithholding taxes drove the gain. On a fiscal year-to-date basis, total revenue collections rose 2.4 percent through September, ahead of the annual forecast of a 0.1 percent decline. Adjusting for the accelerated sales tax program, total revenues rose 4.0 percent through September, ahead of the forecast.

With results from the first quarter of FY2016 in hand, the fall revenue forecasting process now begins. The Joint Advisory Board of Economists (JABE) is meeting October 14th to assess recent economic developments and the outlook for the current and next biennium. The Governor’s Advisory Council on Revenue Estimates (GACRE) will meet in November to evaluate both the JABE economic recommendations and revenue collections through October. Official revenue estimates for FY2016 and the next biennium will be released on December 17th when the Governor meets with the money committees of the General Assembly to introduce his budget recommendations.

FY 2016 Estimate
Per Chapter 665

Commonwealth of Virginia/Department of Accounts
Summary Report on General Fund Revenue Collections
For the Fiscal Years 2015 and 2016
(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2016 Estimate	As a % of Gen Fund Rev	September FY 2016	FY 2015	% Change	Year-To-Date FY 2016	FY 2015	% Change	% Annual Growth Req By Est
Individual Income Tax:									
Withholding	\$11,275,100	63.62	\$936,142	\$836,823	11.9	\$2,666,536	\$2,554,400	4.4	2.1
Tax Dues/Estimated Payments	2,785,200	15.72	366,385	295,891	23.8	471,963	427,704	10.3	(8.4)
Gross Individual Income Tax	\$14,060,300	79.34	\$1,302,527	\$1,132,714	15.0	\$3,138,499	\$2,982,104	5.2	(0.2)
Individual and Fiduciary Income (Refunds)	(1,840,600)	(10.38)	(48,859)	(45,562)	7.2	(122,892)	(123,495)	(0.5)	4.7
Net Individual Income Tax	\$12,219,700	68.96	\$1,253,668	\$1,087,152	15.3	\$3,015,607	\$2,858,609	5.5	(0.9)
Sales and Use Tax	\$3,323,100	18.74	\$269,988	\$260,319	3.7	\$648,875	\$683,951	(5.1)	2.7
Corporations Income Tax	820,700	4.63	164,009	193,466	(15.2)	187,974	226,562	(17.0)	(1.3)
Wills, Suits, Deeds, Contracts	318,300	1.80	29,459	26,382	11.7	96,005	87,500	9.7	(8.1)
Insurance Premiums	326,800	1.84	0	0	-	0	0	-	8.7
Interest Income (a)	65,600	0.37	6,290	5,603	12.3	18,247	17,969	1.5	34.7
Alcoholic Beverage Sales (b)	207,900	1.18	3,746	3,814	(1.8)	11,754	15,181	(22.6)	0.0
All Other Revenues	438,600	2.48	30,158	25,454	18.5	87,873	82,859	6.1	0.6
Total General Fund Revenues	\$17,720,700	100.00	\$1,757,318	\$1,602,190	9.7	\$4,066,335	\$3,972,631	2.4	(0.1)

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

(a) Interest will be allocated in accordance with Section 3-3.03 of Chapter 665, 2015 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 2015 and 2016
(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2016 Estimate	As a % of Total Gen Fund Rev	FY 2016	FY 2015	% Change	FY 2016	FY 2015	% Change	% Annual Growth Req By Est
Taxes:									
Individual Income Tax - Withholding	\$11,275,100	63.62	\$936,142	\$836,823	11.9	\$2,666,536	\$2,554,400	4.4	2.1
Tax Dues/Estimated Payments	2,785,200	15.72	366,385	295,891	23.8	471,963	427,704	10.3	(8.4)
Gross Individual Income Tax	\$14,060,300	79.34	\$1,302,527	\$1,132,714	15.0	\$3,138,499	\$2,982,104	5.2	(0.2)
Individ and Fiduc Income (Refunds)	(1,840,600)	(10.38)	(48,859)	(45,562)	7.2	(122,892)	(123,495)	(0.5)	4.7
Net Individual Income Tax	\$12,219,700	68.96	\$1,253,668	\$1,087,152	15.3	\$3,015,607	\$2,858,609	5.5	(0.9)
Sales and Use Tax	3,323,100	18.74	269,988	260,319	3.7	648,875	683,951	(5.1)	2.7
Corporations Income	820,700	4.63	164,009	193,466	(15.2)	187,974	226,562	(17.0)	(1.3)
Public Service Corporations	96,800	0.55	7,657	2,675	186.2	21,767	16,407	32.7	(1.8)
Insurance Premiums	326,800	1.84	0	0	-	0	0	-	8.7
Alcoholic Beverage Excise	166,100	0.94	0	0	-	0	3,290	(100.0)	0.1
Beer and Beverage Excise	41,800	0.24	3,746	3,814	(1.8)	11,754	11,891	(1.2)	(0.1)
Wills, Suits, Deeds, Contracts	318,300	1.80	29,459	26,382	11.7	96,005	87,500	9.7	(8.1)
Inheritance, Gift, and Estate	0	0.00	7	10	(30.0)	7	35	(80.0)	(100.0)
Bank Franchise	20,500	0.12	0	0	-	111	3	#	7.8
Other Taxes	2,800	0.02	1,548	1,149	34.7	3,039	4,422	(31.3)	(75.1)
Total Taxes	\$17,336,600	97.84	\$1,730,082	\$1,574,967	9.8	\$3,985,139	\$3,892,670	2.4	(0.2)
Rights and Privileges:									
Licenses and Permits	\$4,000	0.02	\$361	\$358	0.8	\$1,075	\$1,052	2.2	(1.5)
Corp. Franchise and Charters	47,300	0.27	526	510	3.1	1,582	1,516	4.4	(2.6)
Fees for Misc. Privileges & Services	11,300	0.06	511	624	(18.1)	1,642	2,197	(25.3)	(1.9)
Total Rights and Privileges	\$62,600	0.35	\$1,398	\$1,492	(6.3)	\$4,299	\$4,765	(9.8)	(2.4)
Other Revenues:									
Sales of Property & Commodities	\$31,200	0.18	\$0	\$448	(100.0)	\$216	\$449	(51.9)	#
Assessmts & Rcpts for Support of Special Svcs	400	0.00	17	86	(80.2)	92	141	(34.8)	(12.7)
Institutional Revenue	5,500	0.03	581	486	19.5	1,635	1,288	26.9	(25.4)
Interest (a)	65,600	0.37	6,290	5,603	12.3	18,247	17,969	1.5	34.7
Dividends and Rent	300	0.00	47	32	46.9	231	189	22.2	(13.8)
Fines, Forfeitures & Fees	209,200	1.18	18,681	18,646	0.2	56,582	54,252	4.3	(5.3)
Other Revenue	9,900	0.05	232	273	(15.0)	960	1,143	(16.0)	(21.8)
Excess Fees	(8,900)	(0.05)	(665)	(635)	(4.7)	(2,417)	(1,932)	(25.1)	(31.3)
Private Donations, Gifts & Cont.	0	0.00	0	0	-	0	0	-	(100.0)
Cities, Counties, and Towns	8,300	0.05	655	792	(17.3)	1,351	1,697	(20.4)	8.1
Total Other Revenues	\$321,500	1.81	\$25,838	\$25,731	0.4	\$76,897	\$75,196	2.3	10.2
Total General Fund Revenues	\$17,720,700	100.00	\$1,757,318	\$1,602,190	9.7	\$4,066,335	\$3,972,631	2.4	(0.1)

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

(a) Interest will be allocated in accordance with Section 3-3.03 of Chapter 665, 2015 Virginia Acts of Assembly.

**Commonwealth of Virginia/Department of Lottery
Summary Report on Lottery Collections
For the Fiscal Years 2015 and 2016
(Dollars in Thousands)**

	FY 2016 Estimate	September			Year-To-Date			% Annual Growth Required By Estimate	
		(a)	FY 2016 (b)	FY 2015 (c)	% Change	FY 2016 (b)	FY 2015 (c)		% Change
Lottery Collections									
Total Lottery Sales	\$1,889,885	\$154,325	\$145,042		6.4	\$459,382	\$438,734	4.7	2.5
Other Income	1,000	85	99		(14.1)	181	241	(24.9)	(15.2)
Total Income	<u>\$1,890,885</u>	<u>\$154,410</u>	<u>\$145,141</u>		6.4	<u>\$459,563</u>	<u>\$438,975</u>	4.7	2.5
Less:									
Prize Expenses	\$1,142,922	\$90,583	\$91,488		(1.0)	\$268,336	\$264,095	1.6	2.4
Retailer Commissions	106,406	8,633	8,033		7.5	25,918	24,410	6.2	2.4
Operating Expenses	109,889	7,752	7,738		0.2	21,848	20,556	6.3	21.1
Total Expenses	<u>\$1,359,217</u>	<u>\$106,968</u>	<u>\$107,259</u>		(0.3)	<u>\$316,102</u>	<u>\$309,061</u>	2.3	3.7
Net Proceeds from Operations									
Net Lottery Ticket Profits	\$531,668	\$47,442	\$37,882		25.2	\$143,461	\$129,914	10.4	0.4
Prior Year Residual Profit Transfer	0	0	0		-	4,255	28,051	(84.8)	-
Available to Lottery Proceeds Fund	<u>\$531,668</u>	<u>\$47,442</u>	<u>\$37,882</u>		25.2	<u>\$147,716</u>	<u>\$157,965</u>	(6.5)	(4.6)

(a) Estimate established by Chapter 665, 2015 Virginia Acts of Assembly. Prior Year Residual Profit Transfer of \$4,255,031 was made on August 18, 2015. The Residual Profit Transfer from FY 2015 will be included in the Lottery's revised FY 2016 revenue estimate in the Governor's Revised Budget in December 2015.

(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 2015 and 2016
(Dollars in Thousands)

Revenue	FY 2016 Estimate	As a % of Total Fund	September			Year-To-Date			% Annual Growth Required By Estimate
			FY 2016	FY 2015	% Change	FY 2016	FY 2015	% Change	
Motor Fuel Taxes	\$850,200	18.90	\$76,266	\$53,826	41.7	\$160,763	\$114,470	40.4	17.7
Priority Transportation Fund (PTF)	150,346	3.34	114,022	106,536	7.0	121,392	113,136	7.3	0.0
Motor Vehicle Sales and Use Tax	875,600	19.47	86,890	79,353	9.5	255,089	234,267	8.9	(1.7)
State Sales and Use Tax	1,007,300	22.39	81,875	79,382	3.1	199,362	219,502	(9.2)	1.3
Motor Vehicle License Fees	244,600	5.44	21,902	21,209	3.3	66,755	63,461	5.2	(0.2)
International Registration Plan	60,400	1.34	4,204	4,930	(14.7)	14,069	13,968	0.7	(8.5)
Recordation Tax	37,900	0.84	3,534	3,292	7.4	11,529	10,589	8.9	(9.8)
Interest Earnings	14,800	0.33	24	4	500.0	44	11	300.0	96.5
Misc. Taxes, Fees, and Revenues	15,700	0.35	1,265	1,507	(16.1)	4,306	4,549	(5.3)	(14.3)
Total State Taxes and Fees	\$3,256,846	72.40	\$389,982	\$350,039	11.4	\$833,309	\$773,953	7.7	3.8

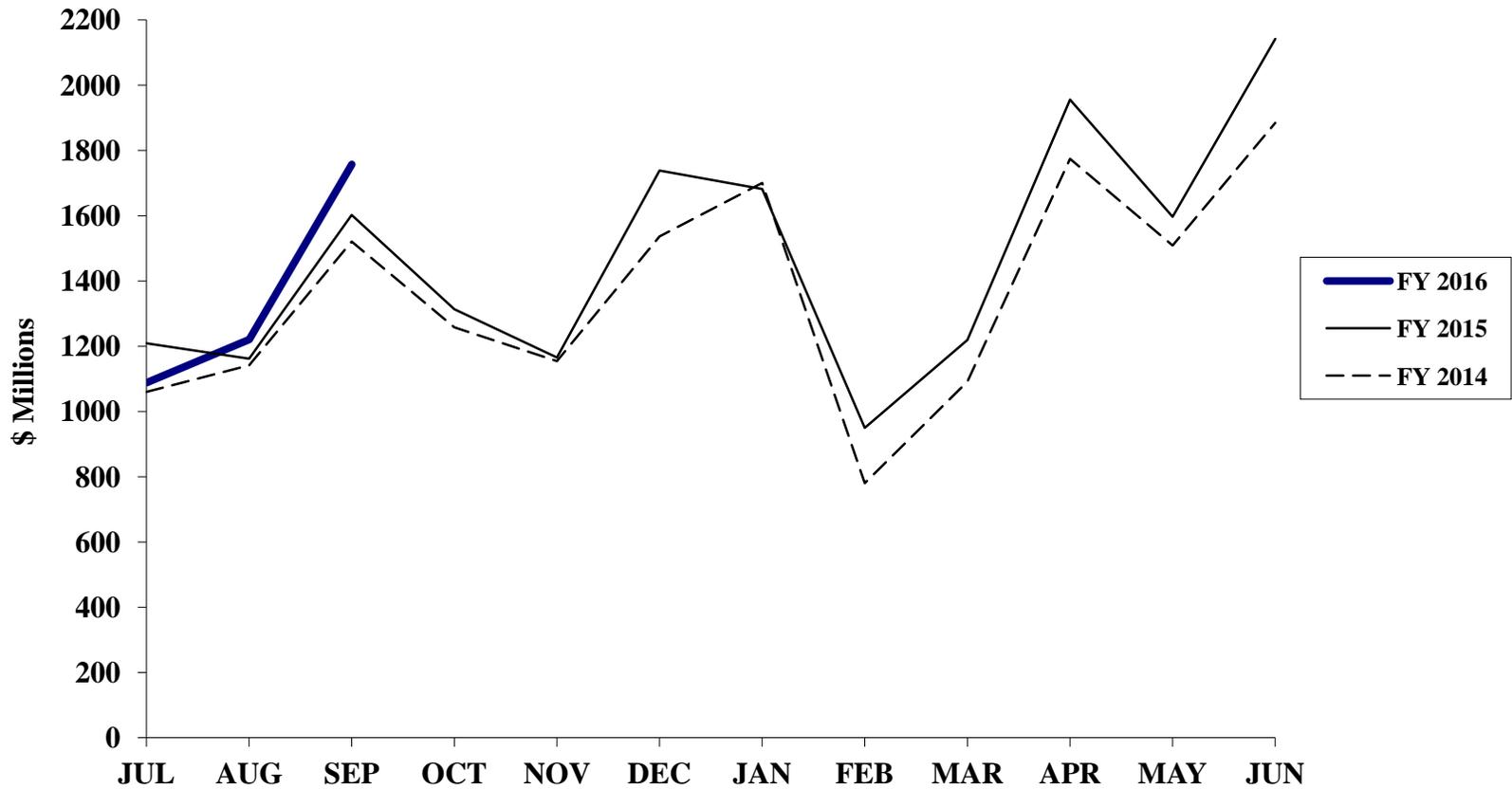
Percentage is greater than or equal to 1,000%.

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 2015 and 2016
(Dollars in Thousands)

Revenue	FY 2016 Estimate	As a % of Total Fund	September			Year-To-Date			% Annual Growth Required By Est
			FY 2016	FY 2015	% Change	FY 2016	FY 2015	% Change	
HIGHWAY MAINTENANCE AND OPERATING FUND:									
Motor Fuel Taxes (Includes Road Tax)	\$679,100	15.10	\$58,596	\$41,240	42.1	\$127,468	\$89,741	42.0	18.2
Motor Vehicle Sales and Use Tax	628,300	13.97	61,610	55,161	11.7	182,086	165,982	9.7	(1.6)
State Sales and Use Tax	281,700	6.26	22,469	21,884	2.7	55,561	63,478	(12.5)	1.4
Motor Vehicle License Fees	222,700	4.95	19,938	19,274	3.4	60,897	57,707	5.5	(0.3)
International Registration Plan	60,400	1.34	4,204	4,930	(14.7)	14,069	13,968	0.7	(8.5)
Recordation Tax (1 cent)	12,700	0.28	1,178	1,097	7.4	3,843	3,530	8.9	(9.3)
Misc. Taxes, Fees, and Revenues	15,700	0.35	1,265	1,507	(16.1)	4,306	4,549	(5.3)	(14.3)
Total State Taxes and Fees	\$1,900,600	42.25	\$169,260	\$145,093	16.7	\$448,230	\$398,955	12.4	4.8
Other Revenues:									
Federal Grants and Contracts	\$0	0.00	\$2,706	\$2,999	(9.8)	\$9,465	\$7,538	25.6	(100.0)
Miscellaneous Revenues	14,595	0.32	1,148	1,292	(11.1)	6,511	4,827	34.9	(50.0)
Transfer (to) / from Transportation Trust Fund	122,489	2.72	0	0	-	0	0	-	(25.6)
Total Highway Maintenance and Operating Fund	\$2,037,684	45.29	\$173,114	\$149,384	15.9	\$464,206	\$411,320	12.9	0.0
TRANSPORTATION TRUST FUND:									
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$171,100	3.80	\$17,670	\$12,586	40.4	\$33,295	\$24,729	34.6	15.6
PTF Insurance Premiums Tax	150,346	3.34	114,022	106,536	7.0	121,392	113,136	7.3	0.0
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	247,300	5.50	25,280	24,192	4.5	73,003	68,285	6.9	(1.8)
State Sales and Use Tax	725,600	16.13	59,406	57,498	3.3	143,801	156,024	(7.8)	1.2
Motor Vehicle License Fees	21,900	0.49	1,964	1,935	1.5	5,858	5,754	1.8	0.5
Recordation Tax (2 cents)	25,200	0.56	2,356	2,195	7.3	7,686	7,059	8.9	(10.0)
Interest Earnings	14,800	0.33	24	4	500.0	44	11	300.0	96.5
Total State Taxes and Fees	\$1,356,246	30.15	\$220,722	\$204,946	7.7	\$385,079	\$374,998	2.7	2.4
Other Revenues:									
Federal Grants and Contracts	\$968,328	21.52	\$153,396	\$177,244	(13.5)	\$614,677	\$612,443	0.4	(23.9)
Receipts from Cities/Counties	237,187	5.27	12,674	45,064	(71.9)	21,339	61,459	(65.3)	79.4
Toll Revenues (Includes Route 28)	16,045	0.36	923	894	3.2	2,759	2,687	2.7	(12.1)
Miscellaneous Revenues	5,832	0.13	3,209	1,510	112.5	6,416	5,165	24.2	(79.4)
Total Other Revenues	\$1,227,392	27.28	\$170,202	\$224,712	(24.3)	\$645,191	\$681,754	(5.4)	(15.4)
Transfer (to) / from Highway Maintenance and Operating Fund	(\$122,489)	(2.72)	\$0	\$0	-	\$0	\$0	-	25.6
Total Transportation Trust Fund	\$2,461,149	54.71	\$390,924	\$429,658	(9.0)	\$1,030,270	\$1,056,752	(2.5)	(5.7)
TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND									
	\$4,498,833	100.00	\$564,038	\$579,042	(2.6)	\$1,494,476	\$1,468,072	1.8	(3.2)

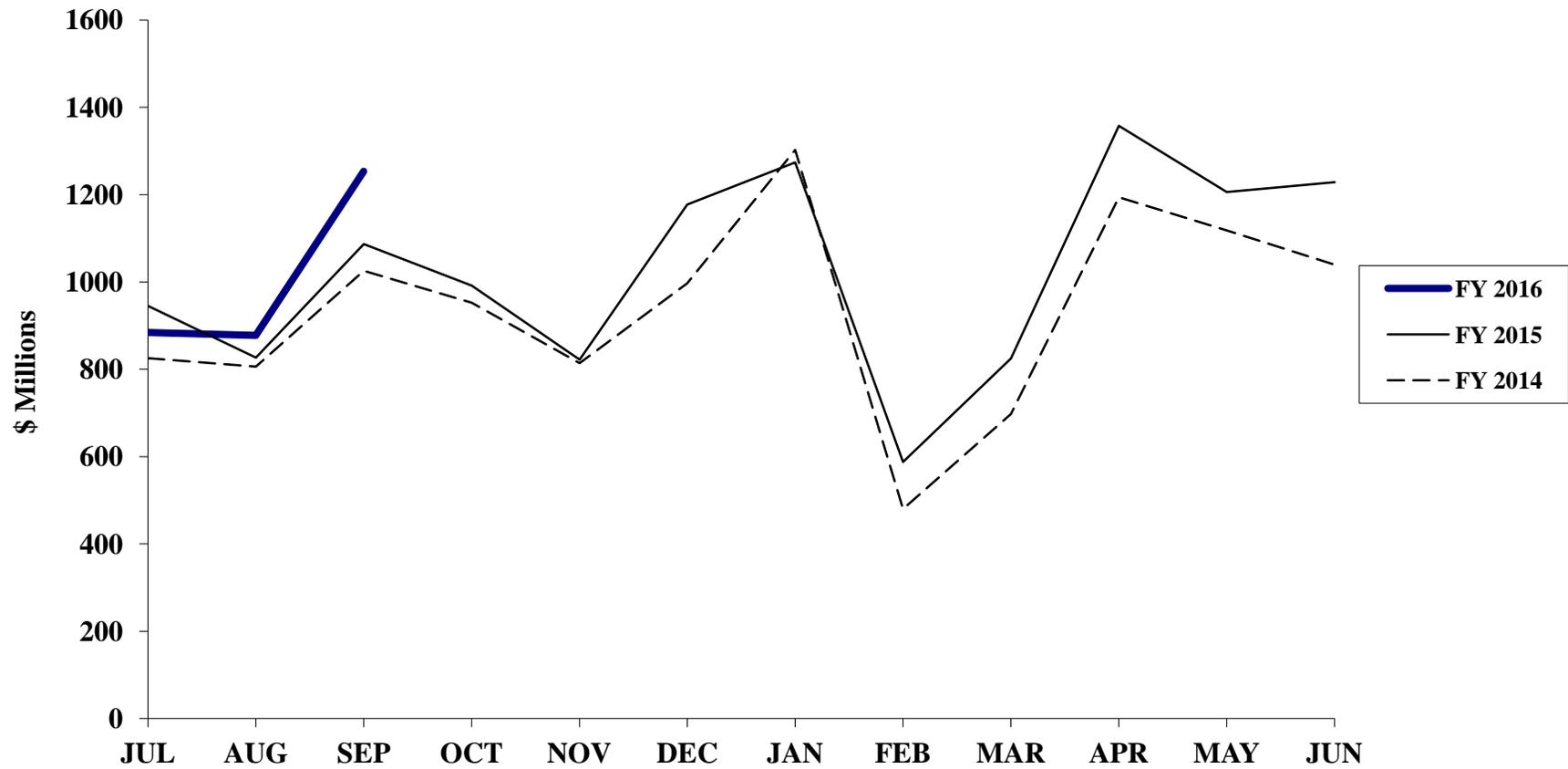
Percentage is greater than or equal to 1,000%.

Total General Fund Revenues



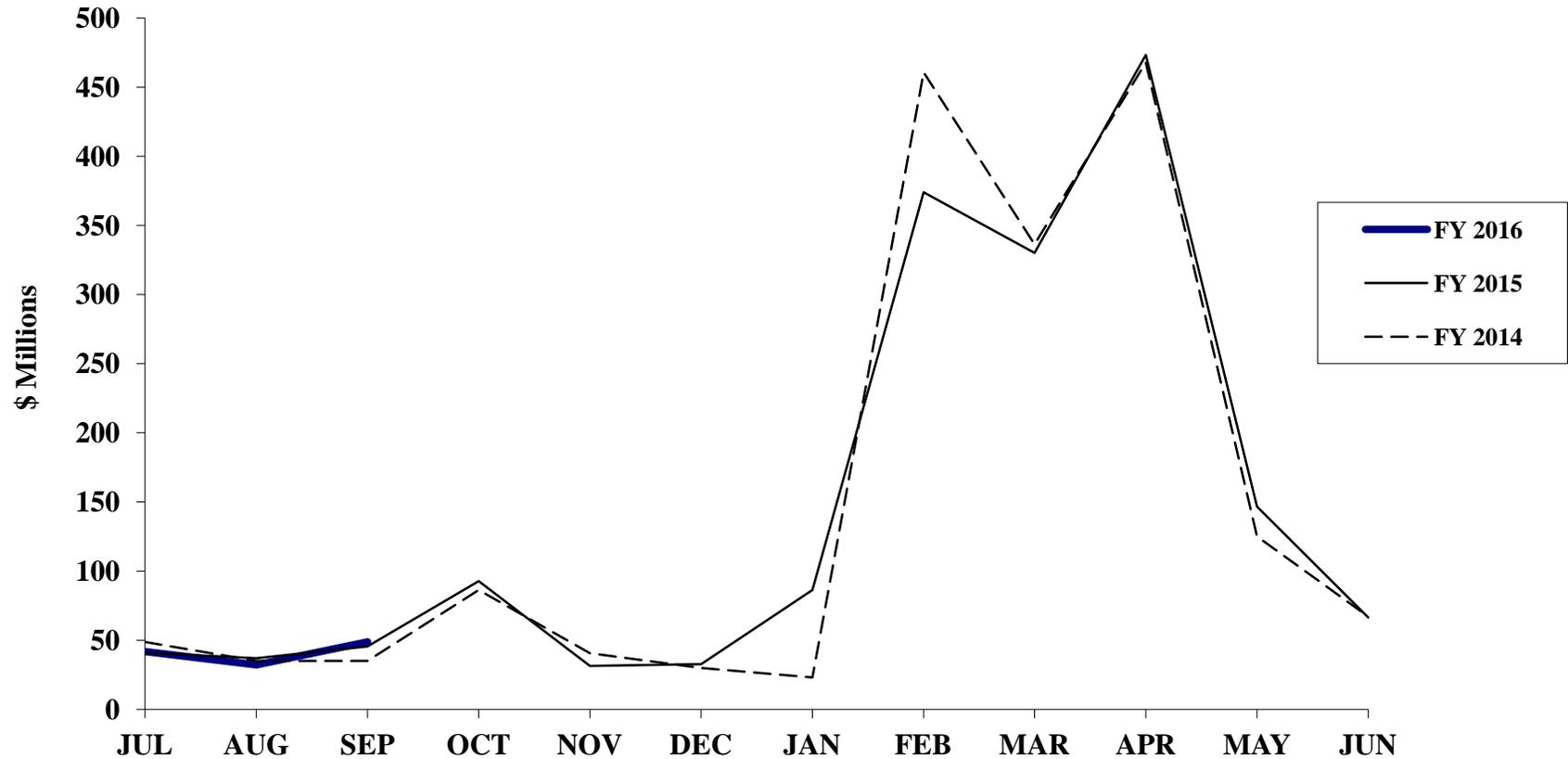
FY 2014 Actual = \$16,411.4 Million
FY 2015 Actual = \$17,735.6 Million
FY 2016 Estimate = \$17,720.7 Million

Net Individual Income Tax



FY 2014 Actual = \$11,253.3 Million
FY 2015 Actual = \$12,328.7 Million
FY 2016 Estimate = \$12,219.7 Million

Individual and Fiduciary Income Tax Refunds



FY 2014 Actual = \$1,755.8 Million
FY 2015 Actual = \$1,757.3 Million
FY 2016 Estimate = \$1,840.6 Million

DEPARTMENT OF THE TREASURY

General Account Investment Portfolio

Monthly Average Balances and Rates

For the Fiscal Year 2016

(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, 2015	\$4,451.3	0.29%	\$1,216.6	5.34%	\$5,667.9	1.37%	0.30%
August	\$3,908.8	0.33%	\$1,218.7	-0.73%	\$5,127.5	0.08%	0.38%
September	\$4,137.0	0.34%	\$1,222.2	7.56%	\$5,359.2	1.99%	0.37%
October							
November							
December							
January, 2016							
February							
March							
April							
May							
June							
Year-to-Date Average	\$4,165.7	0.32%	\$1,219.2	4.02%	\$5,384.9	1.16%	0.35%

▪ 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 2016**

Month	Beginning Balance	Deposits	Withdrawals	Interest Allocated (A)	Ending Balance
July	\$467,717,444	\$0	\$0	\$0	\$467,717,444
August	\$467,717,444	\$0	\$0	\$0	\$467,717,444
September	\$467,717,444	\$0	\$0	\$0	\$467,717,444
October					
November					
December					
January					
February					
March					
April					
May					
June					

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