



# **COMMONWEALTH of VIRGINIA**

January 10, 2014

PO Box 1475  
Richmond, VA. 23218

## **MEMORANDUM**

TO: The Honorable Robert F. McDonnell

THROUGH: The Honorable Martin Kent

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 2014. The report incorporates the revised general fund revenue forecast included in the budget (HB29/SB30) introduced on December 16. With the upward revision in December, total general fund revenues are now projected to grow by 1.7 percent in fiscal year 2014.

Total general fund revenue collections rose 0.8 percent in December, with solid growth in collections of individual withholding and nonwithholding partially offset by an increase in refunds and declines in sales, corporate income tax, and recordation taxes. On a year-to-date basis, total revenue collections rose 0.7 percent through the first half of the fiscal year, lagging the annual forecast of 1.7 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 1.7 percent through December, trailing the adjusted forecast of 2.9 percent growth.

### **National Economic Indicators**

While most recent national indicators suggest underlying economic conditions are gradually improving; the latest report on the condition of the labor market does not support the otherwise optimistic outlook.

- According to the final estimate, real GDP grew at an annualized rate of 4.1 percent in the third quarter of 2013, up from a 2.5 percent increase in the second quarter and 1.2 percent in the first quarter.

- After four months of solid job gains averaging 213,000 per month, the labor market stalled in December. Payroll employment rose by only 74,000 jobs, far below consensus expectations of 197,000. The weakness was broad-based, however, severe winter weather explains some of the anomalous report as 314,000 did not go to work, the highest number for December in decades. In a separate report, the unemployment rate fell from 7.0 percent to a post-recession low of 6.7 percent as workers left the labor force.
- Initial claims for unemployment fell by 15,000 to 330,000 during the week ending January 4. The four-week moving average fell by 9,750 to 349,000.
- The Conference Board's index of leading indicators rose 0.8 percent in November after increasing 0.1 percent in October, its fifth consecutive monthly gain. The behavior of the leading indicator is consistent with continued economic growth.
- The Conference Board's index of consumer confidence rose from 72.0 to 78.1 in December. Although both components contributed positively to the index, the expectations component drove the increase.
- Activity in the manufacturing sector slipped in December, with the Institute of Supply Management index falling from 57.3 to 57.0. Following six consecutive months of increases, December's decline was much smaller than expected.
- Inflation remains contained. The CPI was unchanged in November, and stands 1.2 percent above November 2012. Core inflation (excluding food and energy prices) rose 0.2 percent in November, and has increased 1.7 percent from November 2012.
- The Federal Reserve announced at its December meeting that it will keep the federal funds target rate at 0.0 to 0.25 percent, and will begin winding down its quantitative easing program this month.

## **Virginia Economy**

In Virginia, payroll employment rose 0.7 percent in November from November 2012. Northern Virginia posted job growth of 0.8 percent; Hampton Roads rose 1.4 percent; and Richmond-Petersburg rose 1.5 percent. The seasonally adjusted unemployment rate in the Commonwealth fell 0.2 percentage point to 5.4 percent in November and is 0.3 percentage point below a year ago.

The Virginia Leading Index rose 0.4 percent in November after decreasing 0.4 percent in October. The U.S. leading index, auto registrations, building permits, and initial claims improved in November, while future employment was little changed. The Leading Indexes increased in nine of the eleven metro areas, while the indexes for Hampton Roads and Roanoke contracted.

## **December Revenue Collections**

Total general fund revenue collections rose 0.8 percent in December, with solid growth in collections of individual withholding and nonwithholding offset by an increase in refunds and declines in sales, corporate income tax, and recordation taxes. On a year-to-date basis, total revenue collections rose 0.7 percent through the first half of the fiscal year, lagging the annual forecast of 1.7 percent growth.

***Net Individual Income Tax (69% of general fund revenues)***: Through December, collections of net individual income tax rose 3.2 percent from the same period last year, behind the annual estimate of 3.7 percent growth. Performance in each component of individual income tax is as follows:

***Individual Income Tax Withholding (62% of general fund revenues)***: Collections of payroll withholding taxes rose 3.1 percent in December. Year-to-date, withholding collections rose 3.4 percent compared with the same period last year, close to the projected annual growth rate of 3.3 percent.

***Individual Income Tax Nonwithholding (18% of general fund revenues)***: Collections in this source were \$113.5 million in December, compared with \$76.2 million in December of last year. Year-to-date collections through the first half of the fiscal year rose by 12.4 percent, well ahead of the annual estimate of a 6.3 percent increase.

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 2013 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 a significant month for refund activity, as it concludes tax year 2012 refund processing. Through December, TAX has issued \$275.5 million in individual refunds compared with the first half estimate of \$270.7 million.

***Sales Tax (18% of general fund revenues)***: Collections of sales and use taxes, reflecting November sales, fell 4.3 percent in December. On a year-to-date basis, collections have fallen 2.9 percent through December, ahead of 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 as set forth in HB 2313, sales tax collections have risen by 2.3 percent year-to-date, ahead of the economic-base forecast of 1.6 percent growth.

***Corporate Income Tax (5% of general fund revenues)***: December is a significant month in corporate income tax collections as quarterly estimated payments are due for most corporations. Collections of corporate income tax were \$135.4 million in December, compared with \$175.1 million a year ago, a 22.7 percent decline. Year-to-date collections in this source have fallen 17.2 percent from the same period last year, trailing the estimate of 0.4 percent growth. Gross

payments have declined by 6.1 percent, while refunds have increased 25.0 percent due to extension returns and carry back loss provisions.

**Wills, Suits, Deeds, Contracts (2% of general fund revenues):** Collections of wills, suits, deeds, and contracts – mainly recordation tax collections – were \$25.7 million in December, compared with \$32.1 million in December of last year, a 20.0 percent decline. This was the fifth consecutive monthly decline in this source. On a year-to-date basis, collections are down 7.4 percent, trailing of the annual forecast of 0.0 percent growth.

**Insurance Premiums (2% of general fund revenues):** Collections of taxes on insurance premiums were \$90.3 million in December, compared with \$79.9 million in December 2012. Chapter 896 of the 2007 Acts of the Assembly required that \$130.8 million of collections in this source be transferred to the Transportation Trust Fund in fiscal year 2014 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>
Interest Income (0.5% GF revenues)	-2.1%	-25.9%
ABC Taxes (1% GF revenues)	1.1%	0.8%

**All Other Revenue (2% of general fund revenues):** Receipts in All Other Revenue fell 2.7 percent in December, \$24.0 million compared with \$24.6 million a year ago. On a year-to-date basis, collections of All Other Revenue fell 1.2 percent from the same period last year, ahead if the annual estimate of a 2.4 percent decline.

**Summary**

Total general fund revenue collections rose 0.8 percent in December, with solid growth in collections of individual withholding and nonwithholding partially offset by an increase in refunds and declines in sales, corporate income tax, and recordation taxes. On a year-to-date basis, total revenue collections rose 0.7 percent through the first half of the fiscal year, lagging the annual forecast of 1.7 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 1.7 percent through December, trailing the adjusted forecast of 2.9 percent growth.

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

FY 2014 Revised Estimate  
Per Senate Bill 29, December 16, 2013

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	December FY 2014	FY 2013	% Change	Year-To-Date FY 2014	FY 2013	% Change	% Annual Growth Req By Est
<b>Individual Income Tax:</b>									
<b>Withholding</b>	\$10,585,200	62.38	\$913,799	\$886,134	3.1	\$5,062,961	\$4,898,349	3.4	3.3
<b>Tax Dues/Estimated Payments</b>	2,984,300	17.58	113,523	76,232	48.9	633,380	563,737	12.4	6.3
<b>Gross Individual Income Tax</b>	\$13,569,500	79.96	\$1,027,322	\$962,366	6.7	\$5,696,341	\$5,462,086	4.3	3.9
<b>Individual and Fiduciary Income (Refunds)</b>	(1,807,100)	(10.65)	(29,978)	(23,124)	29.6	(275,546)	(207,041)	33.1	5.1
<b>Net Individual Income Tax</b>	\$11,762,400	69.31	\$997,344	\$939,242	6.2	\$5,420,795	\$5,255,045	3.2	3.7
<b>Sales and Use Tax</b>	\$3,079,400	18.14	\$252,704	\$263,969	(4.3)	\$1,420,024	\$1,461,834	(2.9)	(4.4)
<b>Corporations Income Tax</b>	799,900	4.71	135,355	175,089	(22.7)	303,693	366,687	(17.2)	0.4
<b>Wills, Suits, Deeds, Contracts</b>	377,500	2.22	25,660	32,072	(20.0)	169,433	182,889	(7.4)	0.0
<b>Insurance Premiums</b>	289,400	1.71	90,257	79,928	12.9	90,257	79,928	12.9	10.4
<b>Interest Income (a)</b>	50,000	0.29	7,692	5,610	37.1	41,110	41,988	(2.1)	(25.9)
<b>Alcoholic Beverage Sales (b)</b>	196,800	1.16	3,258	3,468	(6.1)	62,479	61,809	1.1	0.8
<b>All Other Revenues</b>	415,500	2.46	23,964	24,617	(2.7)	162,813	164,812	(1.2)	(2.4)
<b>Total General Fund Revenues</b>	\$16,970,900	100.00	\$1,536,234	\$1,523,995	0.8	\$7,670,604	\$7,614,992	0.7	1.7

# 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 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	December FY 2014	December FY 2013	% Change	Year-To-Date FY 2014	Year-To-Date FY 2013	% Change	% Annual Growth Req By Est
<b>Taxes:</b>									
Individual Income Tax - Withholding	\$10,585,200	62.38	\$913,799	\$886,134	3.1	\$5,062,961	\$4,898,349	3.4	3.3
Tax Dues/Estimated Payments	2,984,300	17.58	113,523	76,232	48.9	633,380	563,737	12.4	6.3
Gross Individual Income Tax	\$13,569,500	79.96	\$1,027,322	\$962,366	6.7	\$5,696,341	\$5,462,086	4.3	3.9
Individ and Fiduc Income (Refunds)	(1,807,100)	(10.65)	(29,978)	(23,124)	29.6	(275,546)	(207,041)	33.1	5.1
Net Individual Income Tax	\$11,762,400	69.31	\$997,344	\$939,242	6.2	\$5,420,795	\$5,255,045	3.2	3.7
Sales and Use Tax	3,079,400	18.14	252,704	263,969	(4.3)	1,420,024	1,461,834	(2.9)	(4.4)
Corporations Income	799,900	4.71	135,355	175,089	(22.7)	303,693	366,687	(17.2)	0.4
Public Service Corporations	97,700	0.58	6,204	6,010	3.2	39,214	39,775	(1.4)	1.5
Insurance Premiums	289,400	1.71	90,257	79,928	12.9	90,257	79,928	12.9	10.4
Alcoholic Beverage Excise	154,500	0.91	0	0	-	40,465	39,509	2.4	1.1
Beer and Beverage Excise	42,300	0.25	3,258	3,468	(6.1)	22,014	22,300	(1.3)	0.0
Wills, Suits, Deeds, Contracts	377,500	2.22	25,660	32,072	(20.0)	169,433	182,889	(7.4)	0.0
Inheritance, Gift, and Estate	0	0.00	0	(22)	100.0	29	46	(37.0)	100.0
Bank Franchise	20,000	0.12	0	0	-	527	79	567.1	(2.2)
Other Taxes	(700)	0.00	(1,187)	201	(690.5)	176	3,207	(94.5)	(33.3)
<b>Total Taxes</b>	<b>\$16,622,400</b>	<b>97.95</b>	<b>\$1,509,595</b>	<b>\$1,499,957</b>	<b>0.6</b>	<b>\$7,506,627</b>	<b>\$7,451,299</b>	<b>0.7</b>	<b>1.9</b>
<b>Rights and Privileges:</b>									
Licenses and Permits	\$4,300	0.03	\$512	\$436	17.4	\$2,043	\$2,117	(3.5)	3.0
Corp. Franchise and Charters	47,900	0.28	466	428	8.9	2,992	2,834	5.6	1.7
Fees for Misc. Privileges & Services	10,800	0.06	495	308	60.7	4,578	4,271	7.2	(0.8)
<b>Total Rights and Privileges</b>	<b>\$63,000</b>	<b>0.37</b>	<b>\$1,473</b>	<b>\$1,172</b>	<b>25.7</b>	<b>\$9,613</b>	<b>\$9,222</b>	<b>4.2</b>	<b>1.4</b>
<b>Other Revenues:</b>									
Sales of Property & Commodities	\$100	0.00	\$0	\$0	-	\$2,329	\$0	-	78.6
Assessmts & Rcpts for Support of Special Svcs	400	0.00	67	50	34.0	162	157	3.2	23.1
Institutional Revenue	5,600	0.03	379	329	15.2	2,568	3,025	(15.1)	(1.7)
Interest (a)	50,000	0.29	7,692	5,610	37.1	41,110	41,988	(2.1)	(25.9)
Dividends and Rent	300	0.00	25	28	(10.7)	236	219	7.8	(12.5)
Fines, Forfeitures & Fees	219,100	1.29	16,474	16,464	0.1	107,022	107,962	(0.9)	(2.5)
Other Revenue	11,600	0.07	170	590	(71.2)	1,558	2,664	(41.5)	(40.4)
Excess Fees	(9,400)	(0.06)	(474)	(725)	34.6	(4,766)	(5,120)	6.9	13.0
Private Donations, Gifts & Cont.	0	0.00	1	0	-	3	0	-	(100.0)
Cities, Counties, and Towns	7,800	0.06	832	520	60.0	4,142	3,576	15.8	(1.6)
<b>Total Other Revenues</b>	<b>\$285,500</b>	<b>1.68</b>	<b>\$25,166</b>	<b>\$22,866</b>	<b>10.1</b>	<b>\$154,364</b>	<b>\$154,471</b>	<b>(0.1)</b>	<b>(9.4)</b>
<b>Total General Fund Revenues</b>	<b>\$16,970,900</b>	<b>100.00</b>	<b>\$1,536,234</b>	<b>\$1,523,995</b>	<b>0.8</b>	<b>\$7,670,604</b>	<b>\$7,614,992</b>	<b>0.7</b>	<b>1.7</b>

# 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 2013 and 2014  
(Dollars in Thousands)**

	FY 2014 Estimate (a)	December			Year-To-Date			% Annual Growth Required By Estimate
		FY 2014 (b)	FY 2013	% Change	FY 2014 (b)	FY 2013	% Change (c)	
Lottery Collections								
Total Lottery Sales	\$1,744,200	\$173,730	\$140,882	23.3	\$892,141	\$811,916	9.9	3.3
Other Income	1,500	100	149	(32.9)	1,010	946	6.8	(5.5)
Total Income	<u>\$1,745,700</u>	<u>\$173,830</u>	<u>\$141,031</u>	<u>23.3</u>	<u>\$893,151</u>	<u>\$812,862</u>	<u>9.9</u>	<u>3.2</u>
Less:								
Prize Expenses	\$1,059,658	\$103,330	\$88,739	16.4	\$524,996	\$485,813	8.1	3.4
Retailer Commissions	99,362	9,736	8,063	20.7	49,366	45,556	8.4	4.6
Operating Expenses	91,679	7,737	8,034	(3.7)	43,236	42,895	0.8	8.9
Total Expenses	<u>\$1,250,699</u>	<u>\$120,803</u>	<u>\$104,836</u>	<u>15.2</u>	<u>\$617,598</u>	<u>\$574,264</u>	<u>7.5</u>	<u>3.9</u>
Net Proceeds from Operations								
Net Lottery Ticket Profits	\$495,001	\$53,027	\$36,195	46.5	\$275,553	\$238,598	15.5	6.6
Prior Year Residual Profit Transfer	22,199	0	0	-	22,199	22,971	(3.4)	-
Available to Lottery Proceeds Fund	<u>\$517,200</u>	<u>\$53,027</u>	<u>\$36,195</u>	<u>46.5</u>	<u>\$297,752</u>	<u>\$261,569</u>	<u>13.8</u>	<u>6.1</u>

(a) Estimate established by Senate Bill 29, December 16, 2013. 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	December			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	\$57,141	\$68,332	(16.4)	\$302,505	\$370,698	(18.4)	(27.8)
Priority Transportation Fund (PTF) (b)	130,800	3.28	13,188	17,442	(24.4)	130,769	130,064	0.5	0.6
Motor Vehicle Sales and Use Tax	859,200	21.55	61,741	44,089	40.0	401,670	302,250	32.9	38.0
State Sales and Use Tax (a)	837,800	21.01	71,578	44,878	59.5	389,957	249,574	56.2	60.8
Motor Vehicle License Fees	250,700	6.29	17,435	14,524	20.0	119,137	117,866	1.1	2.1
International Registration Plan	62,300	1.56	7,028	2,455	186.3	24,371	21,223	14.8	0.9
Recordation Tax	45,500	1.15	3,049	3,923	(22.3)	20,457	22,333	(8.4)	(1.8)
Interest Earnings	13,100	0.33	64	25	156.0	1,963	2,637	(25.6)	41.1
Misc. Taxes, Fees, and Revenues	16,100	0.40	1,307	936	39.6	8,271	6,330	30.7	8.7
<b>Total State Taxes and Fees</b>	<b>\$2,823,000</b>	<b>70.81</b>	<b>\$232,531</b>	<b>\$196,604</b>	<b>18.3</b>	<b>\$1,399,100</b>	<b>\$1,222,975</b>	<b>14.4</b>	<b>13.2</b>

# 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)**

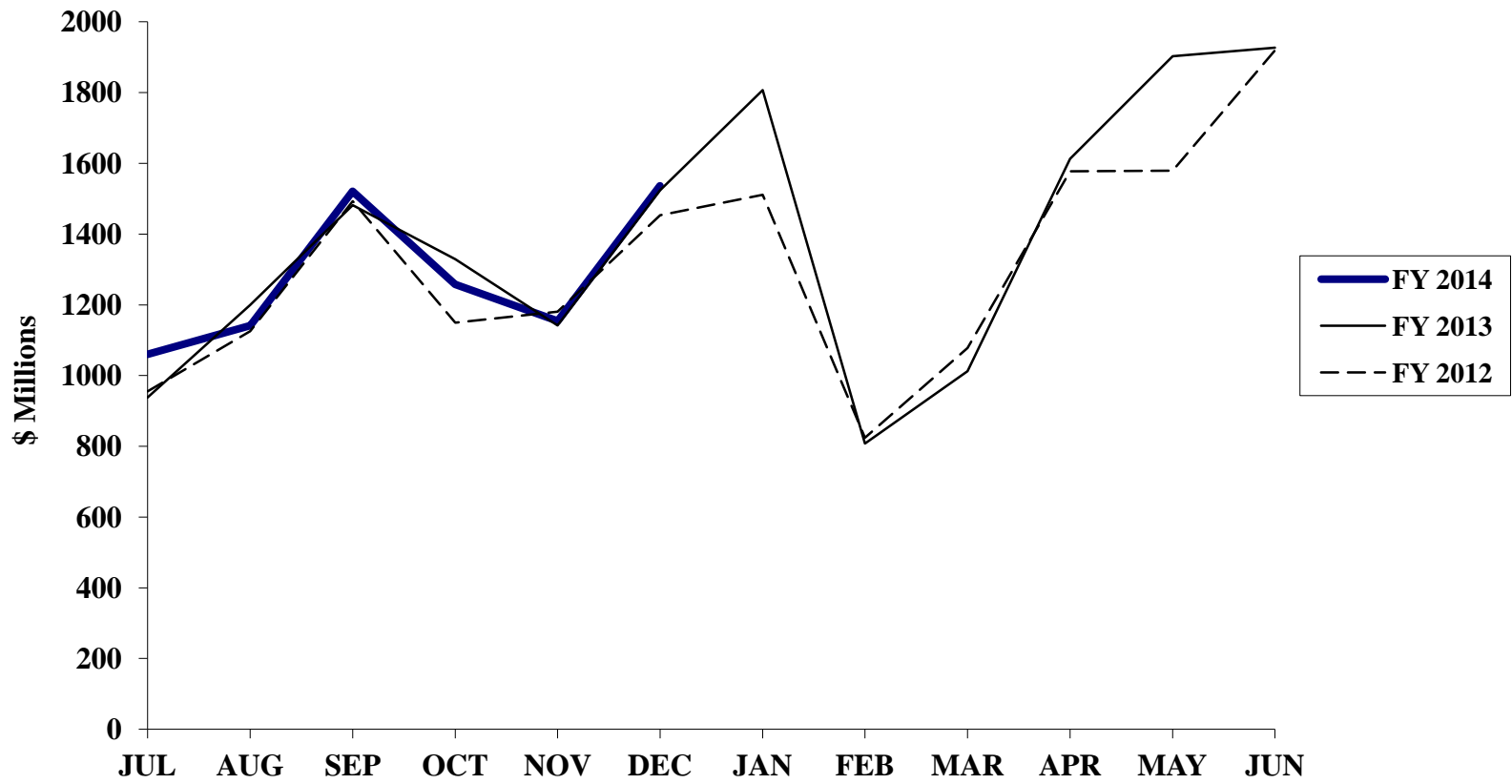
Revenue	FY 2014 Estimate	As a % of Total Fund	December			Year-To-Date			% Annual Growth Required By Est
			FY 2014	FY 2013	% Change	FY 2014	FY 2013	% Change	
<b>HIGHWAY MAINTENANCE AND OPERATING FUND:</b>									
Motor Fuel Taxes (Includes Road Tax)	\$485,100	12.17	\$45,946	\$55,448	(17.1)	\$243,048	\$311,917	(22.1)	(31.3)
Motor Vehicle Sales and Use Tax	611,700	15.34	43,865	28,268	55.2	284,376	187,166	51.9	57.9
State Sales and Use Tax (a)	199,500	5.00	16,993	0	-	88,153	0	-	-
Motor Vehicle License Fees	228,800	5.74	15,974	13,335	19.8	108,857	107,539	1.2	2.2
International Registration Plan	62,300	1.56	7,028	2,455	186.3	24,371	21,223	14.8	0.9
Recordation Tax (1 cent)	15,000	0.39	1,016	1,308	(22.3)	6,828	7,444	(8.3)	(2.9)
Misc. Taxes, Fees, and Revenues	16,100	0.40	1,307	936	39.6	8,271	6,330	30.7	8.7
<b>Total State Taxes and Fees</b>	<b>\$1,618,500</b>	<b>40.60</b>	<b>\$132,129</b>	<b>\$101,750</b>	<b>29.9</b>	<b>\$763,904</b>	<b>\$641,619</b>	<b>19.1</b>	<b>14.8</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$0	0.00	\$2,611	\$1,033	152.8	\$14,935	\$12,849	16.2	(100.0)
Miscellaneous Revenues	18,658	0.47	1,620	952	70.2	8,722	7,732	12.8	11.5
Transfer (to) / from Transportation Trust Fund	313,942	7.87	90,000	80,000	12.5	190,000	170,000	11.8	(10.4)
<b>Total Highway Maintenance and Operating Fund</b>	<b>\$1,951,100</b>	<b>48.94</b>	<b>\$226,360</b>	<b>\$183,735</b>	<b>23.2</b>	<b>\$977,561</b>	<b>\$832,200</b>	<b>17.5</b>	<b>8.3</b>
<b>TRANSPORTATION TRUST FUND:</b>									
Motor Fuel Taxes (Includes Aviation & Road Taxes) (b)	\$122,400	3.07	\$11,195	\$12,884	(13.1)	\$59,457	\$58,781	1.2	(9.5)
PTF Insurance Premiums Tax	130,800	3.28	13,188	17,442	(24.4)	130,769	130,064	0.5	0.6
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	247,500	6.21	17,876	15,821	13.0	117,294	115,084	1.9	5.2
State Sales and Use Tax	638,300	16.01	54,585	44,878	21.6	301,804	249,574	20.9	22.5
Motor Vehicle License Fees	21,900	0.55	1,461	1,189	22.9	10,280	10,327	(0.5)	1.1
Recordation Tax (2 cents)	30,500	0.76	2,033	2,615	(22.3)	13,629	14,889	(8.5)	(1.3)
Interest Earnings	13,100	0.33	64	25	156.0	1,963	2,637	(25.6)	41.1
<b>Total State Taxes and Fees</b>	<b>\$1,204,500</b>	<b>30.21</b>	<b>\$100,402</b>	<b>\$94,854</b>	<b>5.8</b>	<b>\$635,196</b>	<b>\$581,356</b>	<b>9.3</b>	<b>11.2</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$929,928	23.33	\$60,737	\$93,378	(35.0)	\$809,156	\$824,434	(1.9)	(28.8)
Receipts from Cities/Counties	178,614	4.48	3,390	5,247	(35.4)	45,770	40,139	14.0	208.5
Toll Revenues (Includes Route 28)	16,768	0.42	864	762	13.4	6,129	5,790	5.9	(5.0)
Miscellaneous Revenues	19,854	0.49	1,299	4,020	(67.7)	12,219	34,697	(64.8)	(57.6)
<b>Total Other Revenues</b>	<b>\$1,145,164</b>	<b>28.72</b>	<b>\$66,290</b>	<b>\$103,407</b>	<b>(35.9)</b>	<b>\$873,274</b>	<b>\$905,060</b>	<b>(3.5)</b>	<b>(19.9)</b>
Transfer (to) / from Highway Maintenance and Operating Fund	(\$313,942)	(7.87)	(\$90,000)	(\$80,000)	(12.5)	(\$190,000)	(\$170,000)	(11.8)	10.4
<b>Total Transportation Trust Fund</b>	<b>\$2,035,722</b>	<b>51.06</b>	<b>\$76,692</b>	<b>\$118,261</b>	<b>(35.2)</b>	<b>\$1,318,470</b>	<b>\$1,316,416</b>	<b>0.2</b>	<b>(5.8)</b>
<b>TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND</b>									
	<b>\$3,986,822</b>	<b>100.00</b>	<b>\$303,052</b>	<b>\$301,996</b>	<b>0.3</b>	<b>\$2,296,031</b>	<b>\$2,148,616</b>	<b>6.9</b>	<b>0.6</b>

# 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.

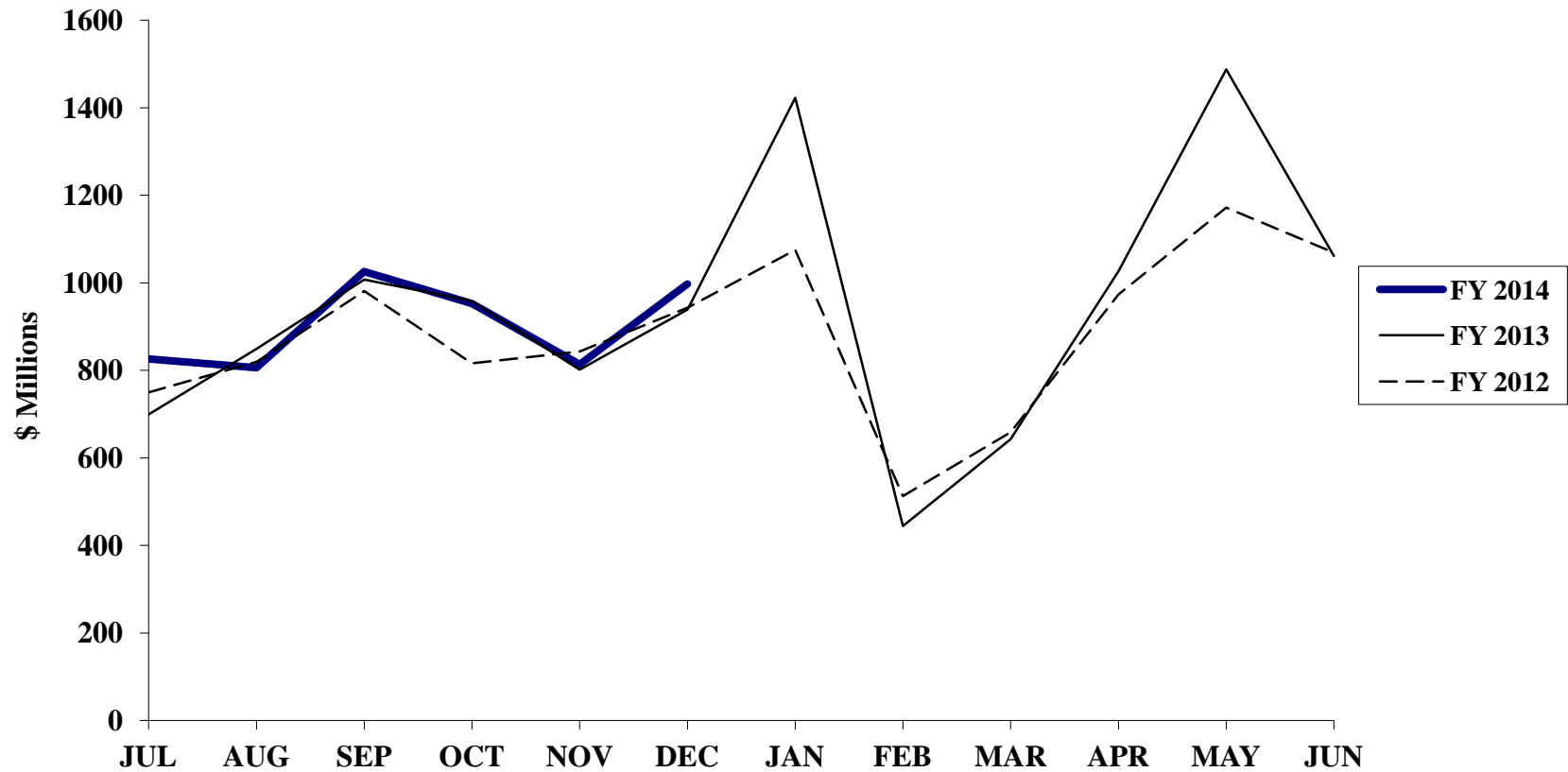
(b) The "PTF Motor Fuels" line item was removed from the Transportation Trust Fund Revenue Forecast. The amount previously reported in "PTF Motor Fuels" was reclassified to "Motor Fuel Taxes (Includes Aviation & Roads Taxes)." In order to provide comparable data, the Fiscal Year 2013 monthly and year-to-date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

# Total General Fund Revenues



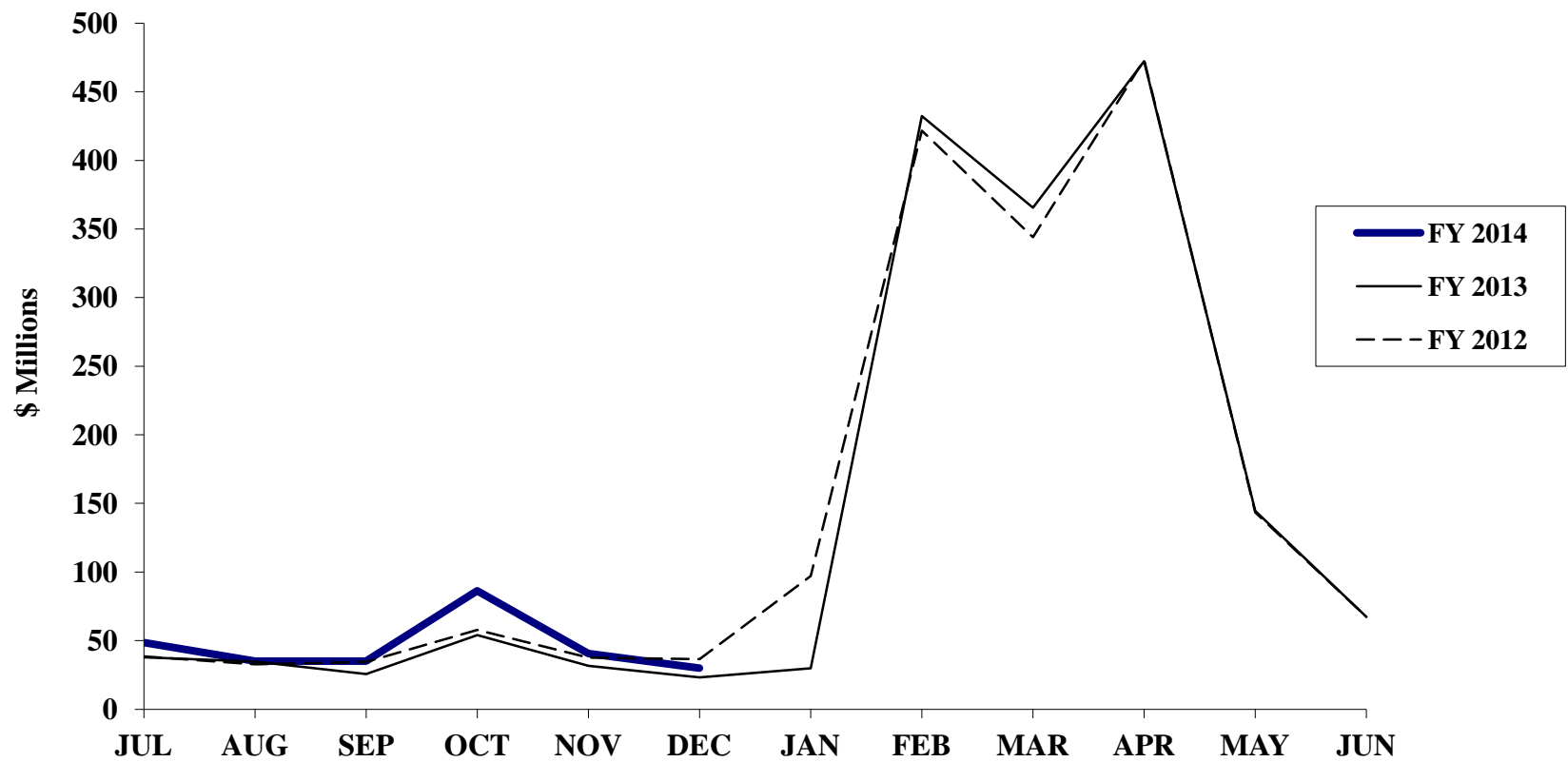
**FY 2012 Actual = \$15,846.7 Million**  
**FY 2013 Actual = \$16,684.6 Million**  
**FY 2014 Estimate = \$16,970.9 Million**

# Net Individual Income Tax



**FY 2012 Actual = \$10,612.8 Million**  
**FY 2013 Actual = \$11,340.0 Million**  
**FY 2014 Estimate = \$11,762.4 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 <sup>1</sup>
	Avg. Balance	Yield	Avg. Balance	Annualized Total Return	Avg. Balance	Rate	Yield
<b>July, 2013</b>	\$4,340.0	0.23%	\$1,157.6	2.22%	\$5,497.6	0.65%	0.12%
<b>August</b>	\$3,872.1	0.25%	\$1,156.3	-4.33%	\$5,028.4	-0.80%	0.13%
<b>September</b>	\$4,217.5	0.25%	\$1,158.0	8.23%	\$5,375.5	1.97%	0.12%
<b>October</b>	\$4,601.1	0.24%	\$1,165.3	7.17%	\$5,766.4	1.64%	0.12%
<b>November</b>	\$4,167.9	0.25%	\$1,168.4	-0.26%	\$5,336.3	0.14%	0.12%
<b>December</b>	\$4,028.8	0.25%	\$1,165.8	-4.96%	\$5,194.6	-0.92%	0.13%
<b>January, 2014</b>							
<b>February</b>							
<b>March</b>							
<b>April</b>							
<b>May</b>							
<b>June</b>							
<b>Year-to-Date Average</b>	\$4,204.6	0.24%	\$1,161.9	1.31%	\$5,366.5	0.48%	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.

<sup>1</sup> Federal Reserve Bank H.15 Release.

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

<b>Month</b>	<b>Beginning Balance</b>	<b>Deposits</b>	<b>Withdrawals</b>	<b>Interest Allocated (A)</b>	<b>Ending Balance</b>
<b>July</b>	\$439,971,765	\$0	\$0	\$0	\$439,971,765
<b>August</b>	\$439,971,765	\$0	\$0	\$0	\$439,971,765
<b>September</b>	\$439,971,765	\$0	\$0	\$0	\$439,971,765
<b>October</b>	\$439,971,765	\$0	\$0	\$865,753	\$440,837,518
<b>November</b>	\$440,837,518	\$0	\$0	\$0	\$440,837,518
<b>December</b>	\$440,837,518	\$0	\$0	\$0	\$440,837,518
<b>January</b>					
<b>February</b>					
<b>March</b>					
<b>April</b>					
<b>May</b>					
<b>June</b>					

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