



# **COMMONWEALTH of VIRGINIA**

April 10, 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: March Revenue Data

This month's revenue report incorporates the actions of the 2014 General Assembly Special Session I, Chapter 1.

March is not generally a significant month for revenue collections. Collections consist mainly of withholding and sales tax revenues, as well as the normal collections for most minor sources. Final payments from insurance companies for tax year 2013 are due in March. In addition, March collections typically include the leading edge of payments from corporations and individuals which are due April 15 and May 1, respectively. Therefore, the timing of these final payments, along with the timing of refunds in both sources, can distort monthly growth rates.

Total general fund revenue collections rose 7.8 percent in March, with individual nonwithholding, corporate income tax and the tax on insurance premiums accounting for most of the gain. On a year-to-date basis, total revenue collections were flat through March compared with the same period last year, lagging 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 1.1 percent through March, trailing 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 are strong and should support a more robust expansion over the coming year.

- According to the final estimate, real GDP grew at an annualized rate of 2.6 percent in the fourth quarter of 2013, following a 4.1 percent increase in the third quarter and 2.5 percent in the second quarter.
- The labor market continued to improve in March. Payroll employment rose by 192,000 jobs, while the February gain was revised up by 22,000 jobs. Employment gains averaged 178,000 jobs per month in the first quarter. In a separate report, the unemployment rate remained unchanged at 6.7 percent, as the number of workers entering the labor force was offset by an increase in employment.
- Initial claims for unemployment rose by 16,000 to 326,000 during the week ending March 29. The four-week moving average rose by only 250 to 319,500. The claims data is consistent with slow improvement in the pace of job growth.
- The Conference Board's index of leading indicators rose 0.5 percent in February after a 0.1 percent increase in January, its sixth gain in the last seven months. The behavior of the leading indicator is consistent with continued economic growth.
- The Conference Board's index of consumer confidence increased from 78.3 to 82.3 in March. A slight decrease in the present situation component was offset by more optimism in future expectations.
- Activity in the manufacturing improved in March, with the Institute of Supply Management index rising from 53.2 to 53.7, its second consecutive gain.
- Inflation remains contained as the CPI rose 0.1 percent in February, and stands 1.1 percent above February 2013. Core inflation (excluding food and energy prices) also rose 0.1 percent in February, and has increased 1.6 percent from a year ago.
- The Federal Reserve announced at its March 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**

The Virginia Employment Commission released re-benchmarked employment data for calendar years 2012 and 2013, and the revisions were quite small. Payroll employment growth of 1.0 percent in Virginia in fiscal year 2013 was unchanged with the revision. For the first half of fiscal year 2014, growth of 1.0 percent in the previously reported data was revised down to 0.5 percent. Following are the revised growth rates in the major metro areas over the first six months of the fiscal year, with the previously reported growth in parentheses: Northern Virginia rose 0.6 percent (1.0 percent); Hampton Roads grew 0.7 percent (2.1 percent); and Richmond-Petersburg rose 1.2 percent (1.0 percent).

In February, the most recent month available, Virginia employment fell 0.1 percent from February of last year. In Northern Virginia and Hampton Roads, employment fell by 0.3 percent in February, while Richmond-Petersburg posted a 1.5 percent increase. The unemployment rate

in the Commonwealth fell 0.1 percentage point to 4.9 percent in February and is 0.7 percentage point below February of last year.

The Virginia Leading Index declined 0.4 percent in February after advancing 0.7 percent in January. The U.S. leading index and initial claims improved in February, while auto registrations and building permits declined and future employment remained unchanged. Richmond, Northern Virginia, Lynchburg, Hampton Roads, Charlottesville, Danville, Harrisonburg, Blacksburg, and Winchester posted expansions in their indexes in February, while Roanoke and Bristol were unchanged.

### **March Revenue Collections**

Total general fund revenue collections rose 7.8 percent in March, with individual nonwithholding, corporate income tax and the tax on insurance premiums accounting for most of the gain. On a year-to-date basis, total revenue collections were flat through March compared to the same period last year, lagging 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 1.1 percent through March, trailing the adjusted forecast of 2.1 percent growth.

***Net Individual Income Tax (69% of general fund revenues):*** Through March, collections of net individual income tax rose 1.8 percent from the same period last year, behind 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 0.8 percent in March. Year-to-date, withholding collections rose 2.7 percent compared with the same period last year, close to the annual estimate of 2.9 percent.

***Individual Income Tax Nonwithholding (17% of general fund revenues):*** March is not typically a significant month for collections in this source. Receipts were \$124.3 million compared with \$105.6 million in March 2013. Year-to-date collections through March fell by 0.8 percent, trailing the revised annual estimate of a 4.2 percent increase.

***Individual Income Tax Refunds:*** TAX issued \$336.4 million in refunds in March compared with \$365.6 million last year, an 8.0 percent decline. Year-to-date, refunds have risen 5.9 percent, ahead of the annual estimate of 5.1 percent growth.

Since the filing season began on January 1, TAX has issued 1.6 million refunds, about 15,000 more than the same 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 February sales, fell 4.2 percent in March. On a year-to-date basis, collections have fallen 4.8 percent through March, 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 0.9 percent year-to-date, below the economic-base forecast of 1.6 percent growth.

**Corporate Income Tax (5% of general fund revenues):** March is generally not a significant month for collections in this source. Collections of corporate income tax were \$75.0 million in March, compared with \$55.5 million a year ago. Most of the activity in March is from companies making final tax year 2013 payments ahead of the April 15 due date. Year-to-date collections in this source have fallen 5.2 percent from the same period last year, trailing the annual estimate of a 3.4 percent decline. April collections will provide a clearer picture of trends in this source as final payments for tax year 2013 are due April 15.

**Wills, Suits, Deeds, Contracts (2% of general fund revenues):** Collections of wills, suits, deeds, and contracts – mainly recordation tax collections – were \$23.0 million in March, compared with \$32.8 million in March of last year. This was the eighth consecutive monthly decline in this source. On a year-to-date basis, collections are down 16.1 percent, trailing the annual forecast of 0.0 percent growth.

**Insurance Premiums (2% of general fund revenues):** Final payments from insurance companies for tax year 2013 were due in March. Collections in this source were \$31.6 million compared with \$13.9 million in March of last year. Year-to-date collections are \$93.7 million, compared with \$58.9 million in the same period last year.

**Other Revenue Sources**

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

	<u>Year-to-Date</u>	<u>Annual Estimate</u>
Interest Income (0.5% GF revenues)	1.1%	-25.9%
ABC Taxes (1% GF revenues)	1.6%	0.8%

**All Other Revenue (2% of general fund revenues):** Receipts in All Other Revenue rose 24.7 percent in March, \$34.0 million compared with \$27.3 million a year ago. On a year-to-date basis, collections of All Other Revenue rose 0.6 percent from the same period last year, ahead of the annual estimate of a 2.0 percent decline.

**Summary**

Total general fund revenue collections rose 7.8 percent in March, with individual nonwithholding, corporate income tax and the tax on insurance premiums accounting for most of the gain. On a year-to-date basis, total revenue collections were flat through March compared to the same period last year, lagging 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

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of HB 2313, total revenues grew 1.1 percent through March, trailing the adjusted forecast of 2.1 percent growth.

The last three months of the fiscal year are significant collections months. In addition to estimated and final payments from both corporations and individuals due in April and May, estimated payments are again due in June. Fiscal year 2014 fourth quarter collections must increase 2.9 percent to attain the forecast. Last year, fourth quarter collections increased 7.2 percent.

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	March FY 2014	March FY 2013	% Change	Year-To-Date FY 2014	Year-To-Date FY 2013	% Change	% Annual Growth Req By Est
<b>Individual Income Tax:</b>									
<b>Withholding</b>	\$10,550,200	62.61	\$910,094	\$902,533	0.8	\$7,866,674	\$7,659,475	2.7	2.9
<b>Tax Dues/Estimated Payments</b>	2,926,000	17.37	124,280	105,633	17.7	1,130,119	1,139,439	(0.8)	4.2
<b>Gross Individual Income Tax</b>	\$13,476,200	79.98	\$1,034,374	\$1,008,166	2.6	\$8,996,793	\$8,798,914	2.2	3.2
<b>Individual and Fiduciary Income     (Refunds)</b>	(1,807,100)	(10.72)	(336,431)	(365,592)	(8.0)	(1,095,716)	(1,034,817)	5.9	5.1
<b>Net Individual Income Tax</b>	\$11,669,100	69.26	\$697,943	\$642,574	8.6	\$7,901,077	\$7,764,097	1.8	2.9
<b>Sales and Use Tax</b>	\$3,079,400	18.27	\$218,075	\$227,645	(4.2)	\$2,141,154	\$2,248,803	(4.8)	(4.4)
<b>Corporations Income Tax</b>	769,900	4.56	75,010	55,519	35.1	427,726	451,152	(5.2)	(3.4)
<b>Wills, Suits, Deeds, Contracts</b>	377,500	2.24	23,012	32,840	(29.9)	230,004	274,148	(16.1)	0.0
<b>Insurance Premiums</b>	289,400	1.72	31,568	13,937	126.5	93,729	58,949	59.0	10.4
<b>Interest Income (a)</b>	50,000	0.30	8,796	9,990	(12.0)	64,496	63,778	1.1	(25.9)
<b>Alcoholic Beverage Sales (b)</b>	196,800	1.17	2,822	2,740	3.0	116,917	115,032	1.6	0.8
<b>All Other Revenues</b>	417,300	2.48	34,004	27,271	24.7	267,822	266,130	0.6	(2.0)
<b>Total General Fund Revenues</b>	\$16,849,400	100.00	\$1,091,230	\$1,012,516	7.8	\$11,242,925	\$11,242,089	0.0	1.0

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

(a) Interest will be 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	March	% Change	FY 2014	Year-To-Date FY 2013	% Change	% Annual Growth Req By Est
<b>Taxes:</b>									
Individual Income Tax - Withholding	\$10,550,200	62.61	\$910,094	\$902,533	0.8	\$7,866,674	\$7,659,475	2.7	2.9
Tax Dues/Estimated Payments	2,926,000	17.37	124,280	105,633	17.7	1,130,119	1,139,439	(0.8)	4.2
Gross Individual Income Tax	\$13,476,200	79.98	\$1,034,374	\$1,008,166	2.6	\$8,996,793	\$8,798,914	2.2	3.2
Individ and Fiduc Income (Refunds)	(1,807,100)	(10.72)	(336,431)	(365,592)	(8.0)	(1,095,716)	(1,034,817)	5.9	5.1
Net Individual Income Tax	\$11,669,100	69.26	\$697,943	\$642,574	8.6	\$7,901,077	\$7,764,097	1.8	2.9
Sales and Use Tax	3,079,400	18.27	218,075	227,645	(4.2)	2,141,154	2,248,803	(4.8)	(4.4)
Corporations Income	769,900	4.56	75,010	55,519	35.1	427,726	451,152	(5.2)	(3.4)
Public Service Corporations	97,700	0.58	10,958	9,269	18.2	68,016	65,584	3.7	1.5
Insurance Premiums	289,400	1.72	31,568	13,937	126.5	93,729	58,949	59.0	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	2,822	2,740	3.0	31,219	31,462	(0.8)	0.0
Wills, Suits, Deeds, Contracts	377,500	2.24	23,012	32,840	(29.9)	230,004	274,148	(16.1)	0.0
Inheritance, Gift, and Estate	0	0.00	0	(626)	100.0	29	(627)	104.6	100.0
Bank Franchise	20,000	0.12	0	233	(100.0)	530	312	69.9	(2.2)
Other Taxes	(700)	0.00	833	(3,551)	123.5	2,715	(2,227)	221.9	(33.3)
<b>Total Taxes</b>	<b>\$16,499,100</b>	<b>97.92</b>	<b>\$1,060,221</b>	<b>\$980,580</b>	<b>8.1</b>	<b>\$10,981,897</b>	<b>\$10,975,223</b>	<b>0.1</b>	<b>1.2</b>
<b>Rights and Privileges:</b>									
Licenses and Permits	\$4,300	0.03	\$389	\$426	(8.7)	\$2,969	\$3,027	(1.9)	3.0
Corp. Franchise and Charters	47,900	0.28	497	507	(2.0)	15,987	15,268	4.7	1.7
Fees for Misc. Privileges & Services	10,800	0.06	623	664	(6.2)	7,329	6,855	6.9	(0.8)
<b>Total Rights and Privileges</b>	<b>\$63,000</b>	<b>0.37</b>	<b>\$1,509</b>	<b>\$1,597</b>	<b>(5.5)</b>	<b>\$26,285</b>	<b>\$25,150</b>	<b>4.5</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	27	11	145.5	250	205	22.0	23.1
Institutional Revenue	5,600	0.03	626	435	43.9	4,255	4,507	(5.6)	(1.7)
Interest (a)	50,000	0.30	8,796	9,990	(12.0)	64,496	63,778	1.1	(25.9)
Dividends and Rent	300	0.00	12	16	(25.0)	279	265	5.3	(12.5)
Fines, Forfeitures & Fees	219,100	1.30	19,143	19,666	(2.7)	160,566	166,478	(3.6)	(2.5)
Other Revenue	13,400	0.08	454	240	89.2	2,190	8,212	(73.3)	(31.1)
Excess Fees	(9,400)	(0.06)	(276)	(728)	62.1	(5,874)	(7,508)	21.8	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	718	709	1.3	6,249	5,778	8.2	(1.6)
<b>Total Other Revenues</b>	<b>\$287,300</b>	<b>1.71</b>	<b>\$29,500</b>	<b>\$30,339</b>	<b>(2.8)</b>	<b>\$234,743</b>	<b>\$241,716</b>	<b>(2.9)</b>	<b>(8.8)</b>
<b>Total General Fund Revenues</b>	<b>\$16,849,400</b>	<b>100.00</b>	<b>\$1,091,230</b>	<b>\$1,012,516</b>	<b>7.8</b>	<b>\$11,242,925</b>	<b>\$11,242,089</b>	<b>0.0</b>	<b>1.0</b>

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

(a) Interest will be 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	March			Year-To-Date			% Annual Growth Required By Estimate
		(a)	FY 2014 (b)	FY 2013	% Change	FY 2014 (b)	FY 2013	
Lottery Collections								
Total Lottery Sales	\$1,744,200	\$165,414	\$158,029	4.7	\$1,350,715	\$1,238,261	9.1	3.3
Other Income	1,500	77	100	(23.0)	1,158	1,239	(6.5)	(5.5)
Total Income	<u>\$1,745,700</u>	<u>\$165,491</u>	<u>\$158,129</u>	<u>4.7</u>	<u>\$1,351,873</u>	<u>\$1,239,500</u>	<u>9.1</u>	<u>3.2</u>
Less:								
Prize Expenses	\$1,044,158	\$107,230	\$92,601	15.8	\$803,119	\$742,085	8.2	1.9
Retailer Commissions	99,362	9,212	8,940	3.0	74,973	70,021	7.1	4.6
Operating Expenses	91,679	7,314	6,995	4.6	65,018	61,385	5.9	8.9
Total Expenses	<u>\$1,235,199</u>	<u>\$123,756</u>	<u>\$108,536</u>	<u>14.0</u>	<u>\$943,110</u>	<u>\$873,491</u>	<u>8.0</u>	<u>2.6</u>
Net Proceeds from Operations								
Net Lottery Ticket Profits	\$510,501	\$41,735	\$49,593	(15.8)	\$408,763	\$366,009	11.7	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>\$41,735</u>	<u>\$49,593</u>	<u>(15.8)</u>	<u>\$430,962</u>	<u>\$388,980</u>	<u>10.8</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	March			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	\$49,638	\$66,275	(25.1)	\$452,680	\$574,140	(21.2)	(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	68,397	52,732	29.7	597,069	454,877	31.3	38.0
State Sales and Use Tax (a)	837,800	21.01	62,054	39,051	58.9	596,978	383,527	55.7	60.8
Motor Vehicle License Fees	250,700	6.29	22,745	21,688	4.9	179,517	177,711	1.0	2.1
International Registration Plan	62,300	1.56	7,282	12,795	(43.1)	43,182	47,292	(8.7)	0.9
Recordation Tax	45,500	1.15	2,749	4,117	(33.2)	27,699	33,588	(17.5)	(1.8)
Interest Earnings	13,100	0.33	72	0	-	3,650	4,733	(22.9)	41.1
Misc. Taxes, Fees, and Revenues	16,100	0.40	1,462	1,425	2.6	12,509	10,502	19.1	8.7
<b>Total State Taxes and Fees</b>	<b>\$2,823,000</b>	<b>70.81</b>	<b>\$214,399</b>	<b>\$198,083</b>	<b>8.2</b>	<b>\$2,044,053</b>	<b>\$1,816,434</b>	<b>12.5</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)

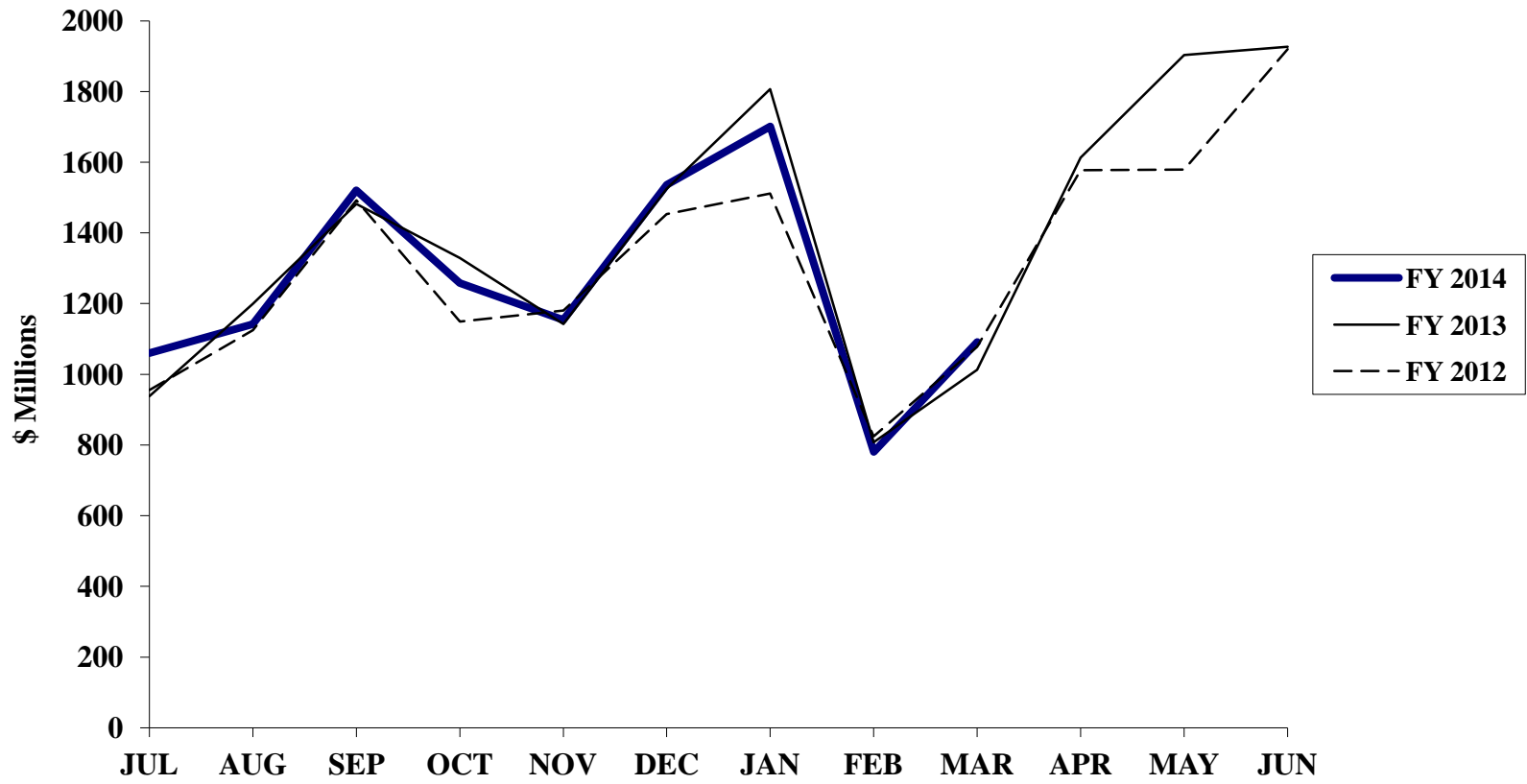
Revenue	FY 2014 Estimate	As a % of Total Fund	March			Year-To-Date			% Annual Growth Required By Est
			FY 2014	FY 2013	% Change	FY 2014	FY 2013	% Change	
<b>HIGHWAY MAINTENANCE AND OPERATING FUND:</b>									
Motor Fuel Taxes (Includes Road Tax)	\$485,100	12.17	\$37,741	\$52,347	(27.9)	\$360,229	\$481,051	(25.1)	(31.3)
Motor Vehicle Sales and Use Tax	611,700	15.34	48,940	33,034	48.2	423,356	281,606	50.3	57.9
State Sales and Use Tax (a)	199,500	5.00	14,588	0	-	137,358	0	-	-
Motor Vehicle License Fees	228,800	5.74	20,786	19,731	5.3	163,940	161,958	1.2	2.2
International Registration Plan	62,300	1.56	7,282	12,795	(43.1)	43,182	47,292	(8.7)	0.9
Recordation Tax (1 cent)	15,000	0.39	916	1,372	(33.2)	9,242	11,196	(17.5)	(2.9)
Misc. Taxes, Fees, and Revenues	16,100	0.40	1,462	1,425	2.6	12,509	10,502	19.1	8.7
<b>Total State Taxes and Fees</b>	<b>\$1,618,500</b>	<b>40.60</b>	<b>\$131,715</b>	<b>\$120,704</b>	<b>9.1</b>	<b>\$1,149,816</b>	<b>\$993,605</b>	<b>15.7</b>	<b>14.8</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$0	0.00	\$2,120	\$2,091	1.4	\$21,167	\$18,276	15.8	(100.0)
Miscellaneous Revenues	18,658	0.47	1,342	1,336	0.4	13,556	12,194	11.2	11.5
Transfer (to) / from Transportation Trust Fund	313,942	7.87	95,000	75,000	26.7	285,000	245,000	16.3	(10.4)
<b>Total Highway Maintenance and Operating Fund</b>	<b>\$1,951,100</b>	<b>48.94</b>	<b>\$230,177</b>	<b>\$199,131</b>	<b>15.6</b>	<b>\$1,469,539</b>	<b>\$1,269,075</b>	<b>15.8</b>	<b>8.3</b>
<b>TRANSPORTATION TRUST FUND:</b>									
Motor Fuel Taxes (Includes Aviation & Road Taxes) (b)	\$122,400	3.07	\$11,897	\$13,928	(14.6)	\$92,451	\$93,089	(0.7)	(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	19,457	19,698	(1.2)	173,713	173,271	0.3	5.2
State Sales and Use Tax	638,300	16.01	47,466	39,051	21.5	459,620	383,527	19.8	22.5
Motor Vehicle License Fees	21,900	0.55	1,959	1,957	0.1	15,577	15,753	(1.1)	1.1
Recordation Tax (2 cents)	30,500	0.76	1,833	2,745	(33.2)	18,457	22,392	(17.6)	(1.3)
Interest Earnings	13,100	0.33	72	0	-	3,650	4,733	(22.9)	41.1
<b>Total State Taxes and Fees</b>	<b>\$1,204,500</b>	<b>30.21</b>	<b>\$82,684</b>	<b>\$77,379</b>	<b>6.9</b>	<b>\$894,237</b>	<b>\$822,829</b>	<b>8.7</b>	<b>11.2</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$929,928	23.33	\$89,123	\$82,785	7.7	\$995,878	\$1,063,702	(6.4)	(28.8)
Receipts from Cities/Counties	178,614	4.48	3,057	(2,622)	216.6	58,005	44,327	30.9	208.5
Toll Revenues (Includes Route 28)	16,768	0.42	886	860	3.0	8,644	8,348	3.5	(5.0)
Miscellaneous Revenues	19,854	0.49	4,480	2,461	82.0	19,795	40,736	(51.4)	(57.6)
<b>Total Other Revenues</b>	<b>\$1,145,164</b>	<b>28.72</b>	<b>\$97,546</b>	<b>\$83,484</b>	<b>16.8</b>	<b>\$1,082,322</b>	<b>\$1,157,113</b>	<b>(6.5)</b>	<b>(19.9)</b>
<b>Transfer (to) / from Highway Maintenance and Operating Fund</b>									
Maintenance and Operating Fund	(\$313,942)	(7.87)	(\$95,000)	(\$75,000)	(26.7)	(\$285,000)	(\$245,000)	(16.3)	10.4
<b>Total Transportation Trust Fund</b>	<b>\$2,035,722</b>	<b>51.06</b>	<b>\$85,230</b>	<b>\$85,863</b>	<b>(0.7)</b>	<b>\$1,691,559</b>	<b>\$1,734,942</b>	<b>(2.5)</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>\$315,407</b>	<b>\$284,994</b>	<b>10.7</b>	<b>\$3,161,098</b>	<b>\$3,004,017</b>	<b>5.2</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.

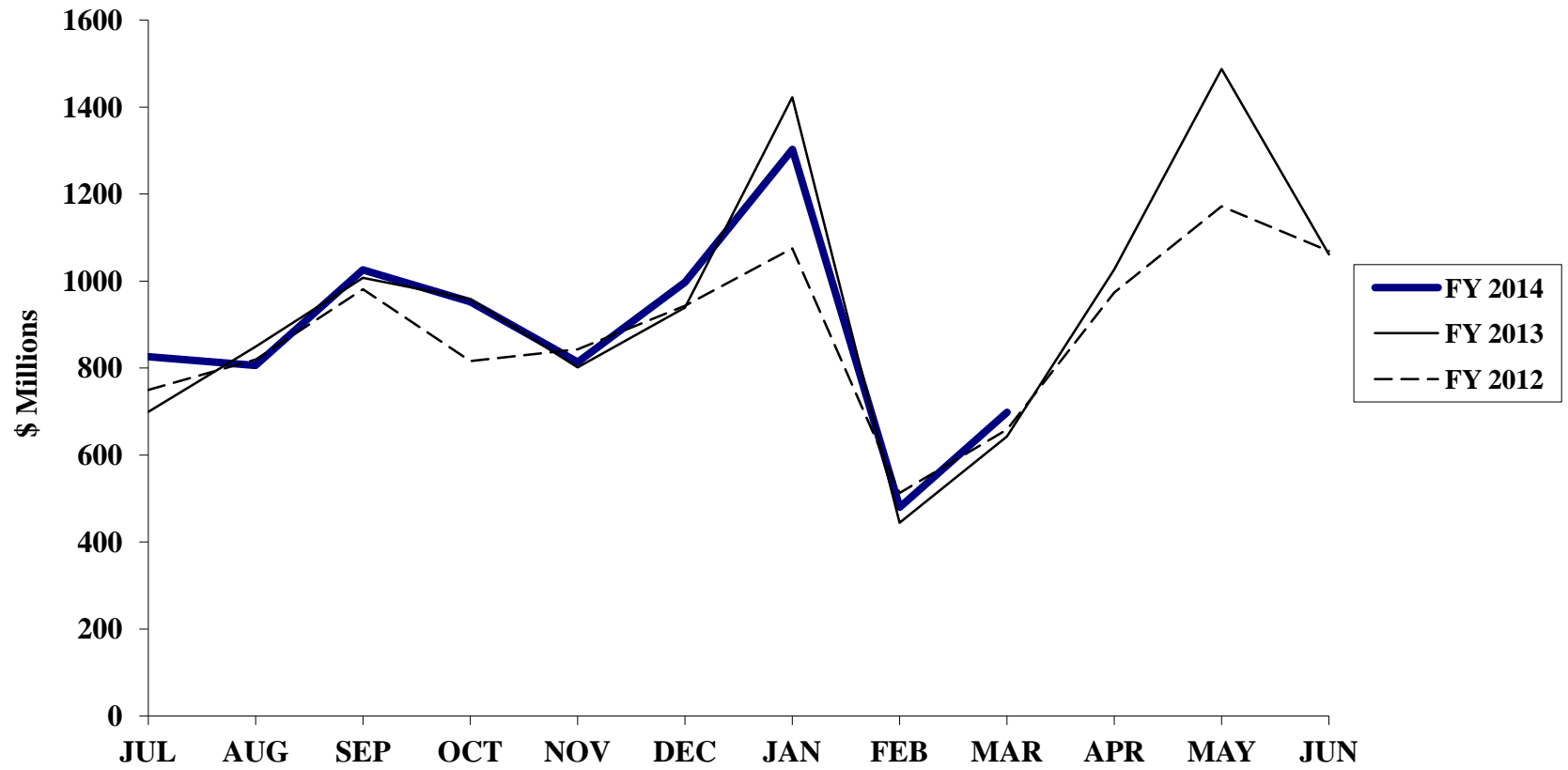
(b) The "PTF Motor Fuels" line item was removed from the Transportation Trust Fund Revenue Forecast. The amount previously reported in "PTF Motor Fuels" was reclassified to "Motor Fuel Taxes (Includes Aviation & Roads Taxes)." In order to provide comparable data, the Fiscal Year 2013 monthly and year-to-date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

# Total General Fund Revenues



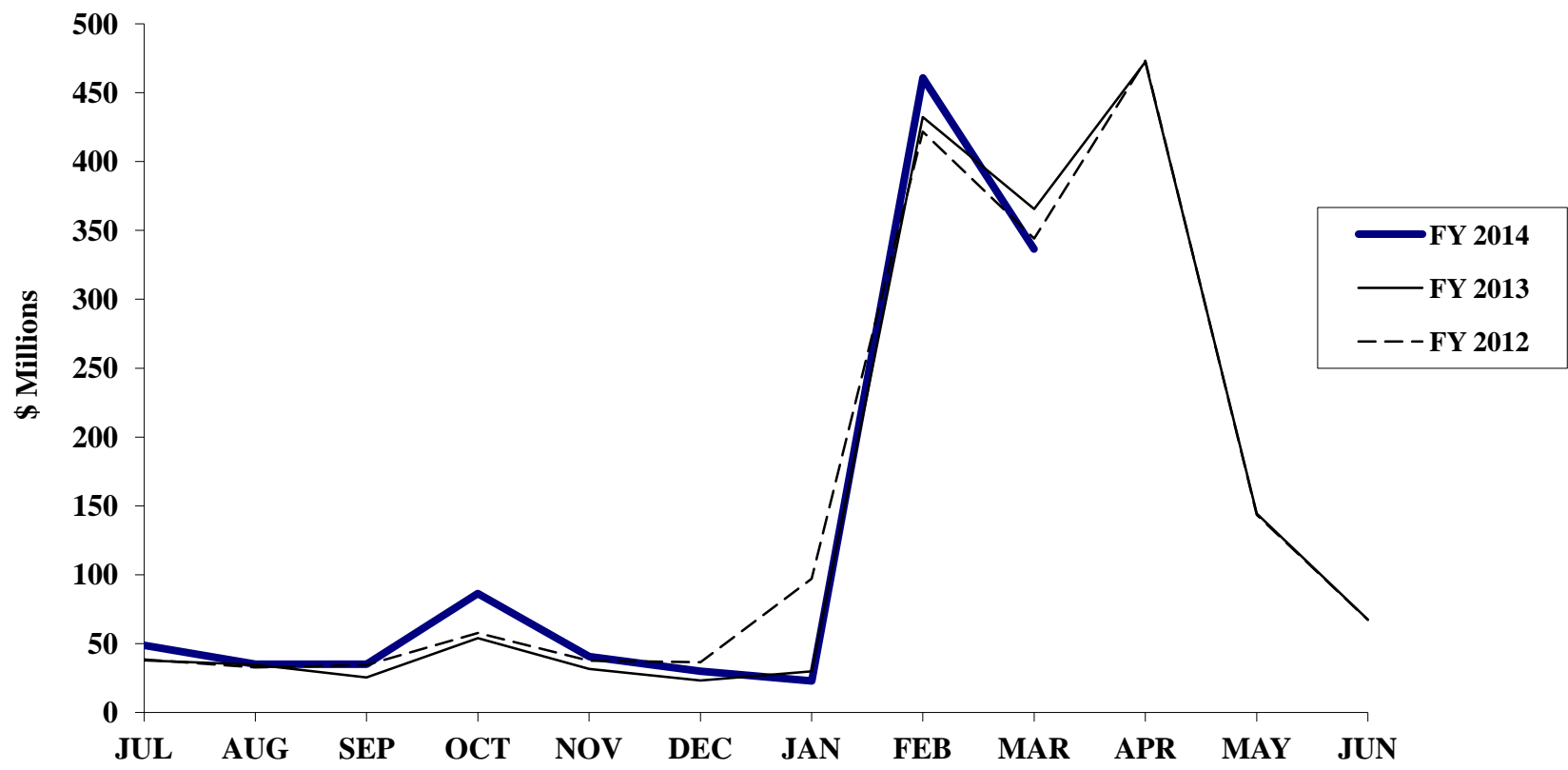
**FY 2012 Actual = \$15,846.7 Million**  
**FY 2013 Actual = \$16,684.6 Million**  
**FY 2014 Estimate = \$16,849.4 Million**

# 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 <sup>1</sup>
	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							
May							
June							
<b>Year-to-Date Average</b>	\$4,244.5	0.24%	\$1,166.5	2.65%	\$5,411.0	0.76%	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>	\$440,837,518	\$0	\$0	\$611,764	\$441,449,282
<b>February</b>	\$441,449,282	\$0	\$0	\$0	\$441,449,282
<b>March</b>	\$441,449,282	\$0	\$0	\$0	\$441,449,282
<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.