



COMMONWEALTH of VIRGINIA

Aubrey L. Layne, Jr., MBA, CPA
Secretary of Finance

October 15, 2019

P.O. Box 1475
Richmond, Virginia 23218

MEMORANDUM

TO: The Honorable Ralph S. Northam

THROUGH: The Honorable Clark Mercer

FROM: Aubrey L. Layne, Jr.

SUBJECT: September Revenue Report

September completes the first quarter of fiscal year 2020 and 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 revenues rose 9.3 percent in September, driven by broad-based growth in payroll withholding, sales, individual nonwithholding, corporate and recordation tax collections. On a fiscal year-to-date basis, total revenue collections rose 8.2 percent through September, well ahead of the annual forecast of 1.2 percent growth.

First quarter revenue growth demonstrated robust growth. Historically, however, the Commonwealth's general fund revenue picture will not become clear until final payments are collected from individuals and corporations next spring.

National Economic Indicators

Recent national indicators suggest the economy continues to moderately expand.

- According to the third estimate, real GDP rose at an annualized rate of 2.0 percent in the second quarter of 2019, slowing from 3.1 percent growth in the first quarter.

October 15, 2019

Page 2 of 4

- Payroll employment rose by 136,000 jobs in September, following the August gain of 168,000 and the July gain of 166,000. In a separate report, the unemployment rate fell to 3.5 percent, the lowest level of the expansion.
- Initial claims for unemployment increased by 4,000 to 219,000 during the week ending September 28. The four-week moving average was unchanged at 212,500. The level of claims is still at a historically low level and consistent with a healthy labor market.
- The Conference Board's index of leading indicators was unchanged in August following a 0.4 percent increase in July. The index suggests that moderate economic growth should continue in the coming months.
- The Conference Board's index of consumer confidence fell from 134.2 to 125.1 in September, with both the expectations and the present conditions components falling. The decline is not necessarily a sign that confidence is falling sharply, as the index has been choppy.
- The manufacturing sector contracted for the second consecutive month in September. The Institute of Supply Management index fell from 49.1 to 47.8 for the month. Although a reading below 50 indicates that the manufacturing sector is contracting, this is still above the recession threshold of 42.9.
- The CPI rose 0.1 percent in August following a 0.3 percent increase in July. The index stands 1.8 percent above August of 2018. Core inflation (excluding food and energy prices) rose by 0.3 percent, and is 2.4 percent above a year ago.
- At its September meeting, the Federal Reserve lowered the federal funds target rate range by 25 basis points to 1.75 to 2.0 percent, the second rate cut this year.

Virginia Economy

In Virginia, payroll employment rose 0.9 percent in August compared with last year. Northern Virginia posted growth of 0.8 percent; Hampton Roads employment increased 0.3 percent; and Richmond-Petersburg rose 0.6 percent from August of last year. The seasonally adjusted unemployment rate fell 0.1 percentage point to 2.8 percent in August, and was unchanged from August of last year.

The Virginia Leading Index rose 0.1 percent in August after rising 0.1 percent in July. Future employment and initial claims improved in August while auto registrations declined; the U.S. Leading index was unchanged. The indexes for Roanoke, Northern Virginia, and Bristol were unchanged in August, while the indexes for the remaining eight metro areas increased.

September Revenue Collections

Total general fund revenues rose 9.3 percent in September, driven by broad-based growth in payroll withholding, sales, individual nonwithholding, corporate and recordation tax collections. On a fiscal year-to-date basis, total revenue collections rose 8.2 percent through September, well ahead of the annual forecast of 1.2 percent growth.

Net Individual Income Tax (71% of general fund revenues): Through the first quarter of the fiscal year, collections of net individual income tax rose 7.2 percent from the same period last year, ahead of the annual estimate of 0.2 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 rose 3.4 percent in September. Year-to-date, collections have grown 5.8 percent, well ahead of the annual estimate of 4.2 percent growth.

Individual Income Tax Nonwithholding (18% of general fund revenues): September is a significant month for collections in this source since the first estimated payment for fiscal year 2020 is due. Collections rose 17.2 percent in September from last year. Year-to-date, collections were \$617.6 million compared with \$530.3 million in the same period last year, growing by 16.5 percent and well ahead of the annual estimate of a 3.5 percent decline.

Individual Income Tax Refunds: Through September, the Department of Taxation has issued \$158.5 million in refunds compared with \$137.9 million in the same period last year, a 15.0 percent increase.

Sales Tax (17% of general fund revenues): Collections of sales and use taxes, reflecting August sales, rose 9.0 percent in September. This is directly related to the anticipated increase in Wayfair-related revenues contained in Chapter 854. New use tax dealers submitted \$26.4 million for the month – the entire 9.0 percent monthly growth. On a year-to-date basis, collections of sales and use taxes have risen 7.8 percent, ahead of the annual estimate of 4.2 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. Corporate collections increased 13.2 percent for the month. On a year-to-date basis, collections of corporate income taxes were \$246.8 million compared with \$227.4 million in the first quarter of last year, an 8.5 percent increase compared with the annual forecast of 9.3 percent growth.

Wills, Suits, Deeds, Contracts (2% of general fund revenues): Collections of wills, suits, deeds, and contracts – mainly recordation tax collections – were \$36.6 million in September, compared with \$27.1 million in September of last year. On a year-to-date basis, collections are up 25.4 percent, far ahead of the annual forecast of a 4.6 percent decline.

Insurance Premiums (2% of general fund revenues): Monthly collections of insurance company premiums are being transferred to the Transportation Trust Fund per Chapter 986, 2007 Acts of the Assembly until the required amount of \$183.6 million has been deposited.

Other Revenue Sources

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

	<u>Year-to-Date</u>	<u>Annual Estimate</u>
Interest Income (0.4% GF revenues)	71.7%	-14.3%
ABC Taxes (1% GF revenues)	24.1%	3.2%

All Other Revenue (2% of general fund revenues): Receipts in All Other Revenue fell 3.0 percent in September, \$28.5 million compared with \$29.4 million a year ago. On a year-to-date basis, collections of All Other Revenue fell 3.9 percent from the same period last year, compared to the annual estimate of a 6.3 percent decline.

Summary

September completes the first quarter of fiscal year 2020 and 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 revenues rose 9.3 percent in September, driven by broad-based growth in payroll withholding, sales, individual nonwithholding, corporate and recordation tax collections. On a fiscal year-to-date basis, total revenue collections rose 8.2 percent through September, well ahead of the annual forecast of 1.2 percent growth.

The fall revenue forecasting process has begun. The *Joint Advisory Board of Economists* (JABE) will meet on October 17 to assess recent economic developments and the economic outlook for the current and next biennium. The *Governor's Advisory Council on Revenue Estimates* (GACRE) will meet on November 25 to evaluate both the JABE economic recommendations and revenue collections through October.

Official revenue estimates for fiscal year 2020 and the next biennium will be released on December 17 when the Governor introduces his budget recommendations to the General Assembly.

Commonwealth of Virginia/Department of Accounts
Summary Report on General Fund Revenue Collections
For the Fiscal Years 2019 and 2020
(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2020 Estimate	As a % of Gen Fund Rev	September FY 2020	September FY 2019	% Change	Year-To-Date FY 2020	Year-To-Date FY 2019	% Change	% Annual Growth Req By Est
Individual Income Tax:									
Withholding	\$13,539,700	62.81	\$992,061	\$959,492	3.4	\$3,091,404	\$2,920,903	5.8	4.2
Tax Dues/Estimated Payments	\$3,837,900	17.80	483,277	412,509	17.2	617,606	530,331	16.5	(3.5)
Gross Individual Income Tax	\$17,377,600	80.61	\$1,475,338	\$1,372,001	7.5	\$3,709,010	\$3,451,234	7.5	2.4
Individual and Fiduciary Income (Refunds)	(2,115,100)	(9.81)	(49,549)	(45,672)	8.5	(158,538)	(137,911)	15.0	21.7
Net Individual Income Tax	\$15,262,500	70.80	\$1,425,789	\$1,326,329	7.5	\$3,550,472	\$3,313,323	7.2	0.2
Sales and Use Tax	\$3,729,500	17.30	\$320,612	\$294,250	9.0	\$773,032	\$717,248	7.8	4.2
Corporations Income Tax	1,030,800	4.78	213,744	188,901	13.2	246,812	227,415	8.5	9.3
Wills, Suits, Deeds, Contracts	368,600	1.71	36,623	27,120	35.0	122,070	97,355	25.4	(4.6)
Insurance Premiums	410,300	1.90	0	0	-	0	0	-	7.4
Interest Income (a)	74,500	0.36	27,747	11,856	134.0	73,072	42,567	71.7	(14.3)
Alcoholic Beverage Sales (b)	248,400	1.15	3,807	4,021	(5.3)	17,418	14,035	24.1	3.2
All Other Revenues	432,100	2.00	28,532	29,421	(3.0)	87,206	90,791	(3.9)	(6.3)
Total General Fund Revenues	\$21,556,700	100.00	\$2,056,854	\$1,881,898	9.3	\$4,870,082	\$4,502,734	8.2	1.2

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

(a) Interest is earned monthly in the General Fund and credited to nongeneral funds on a quarterly basis. This will occur in the months of October, January, April and June.

(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 2019 and 2020
(Dollars in Thousands)

Revenue	(1)	(2)	(3) (4) (5)			(6) (7) (8)			(9)
	FY 2020 Estimate	As a % of Total Gen Fund Rev	FY 2020	FY 2019	% Change	FY 2020	FY 2019	% Change	% Annual Growth Req By Est
Taxes:									
Individual Income Tax - Withholding	\$13,539,700	62.81	\$992,061	\$959,492	3.4	\$3,091,404	\$2,920,903	5.8	4.2
Tax Dues/Estimated Payments	3,837,900	17.80	483,277	412,509	17.2	617,606	530,331	16.5	(3.5)
Gross Individual Income Tax	\$17,377,600	80.61	\$1,475,338	\$1,372,001	7.5	\$3,709,010	\$3,451,234	7.5	2.4
Individ and Fiduc Income (Refunds)	(2,115,100)	(9.81)	(49,549)	(45,672)	8.5	(158,538)	(137,911)	15.0	21.7
Net Individual Income Tax	\$15,262,500	70.80	\$1,425,789	\$1,326,329	7.5	\$3,550,472	\$3,313,323	7.2	0.2
Sales and Use Tax	3,729,500	17.30	320,612	294,250	9.0	773,032	717,248	7.8	4.2
Corporations Income	1,030,800	4.78	213,744	188,901	13.2	246,812	227,415	8.5	9.3
Public Service Corporations	98,700	0.46	7,876	8,187	(3.8)	21,876	22,289	(1.9)	(0.2)
Insurance Premiums	410,300	1.90	0	0	-	0	0	-	7.4
Alcoholic Beverage Excise	207,500	0.96	0	0	-	6,081	2,562	137.4	3.7
Beer and Beverage Excise	40,900	0.19	3,807	4,021	(5.3)	11,337	11,473	(1.2)	0.6
Wills, Suits, Deeds, Contracts	368,600	1.71	36,623	27,120	35.0	122,070	97,355	25.4	(4.6)
Inheritance, Gift, and Estate	0	0.00	28	0	-	39	0	-	(100.0)
Bank Franchise	24,000	0.11	0	(8)	100.0	2	(89)	102.2	(19.2)
Other Taxes	13,700	0.07	865	1,940	(55.4)	4,488	5,924	(24.2)	(21.7)
Total Taxes	\$21,186,500	98.28	\$2,009,344	\$1,850,740	8.6	\$4,736,209	\$4,397,500	7.7	1.3
Rights and Privileges:									
Licenses and Permits	\$4,100	0.02	\$439	\$397	10.6	\$1,032	\$1,036	(0.4)	4.0
Corp. Franchise and Charters	53,700	0.25	508	446	13.9	1,635	1,525	7.2	(7.8)
Fees for Misc. Privileges & Services	11,000	0.05	550	457	20.4	1,720	1,903	(9.6)	(17.8)
Total Rights and Privileges	\$68,800	0.32	\$1,497	\$1,300	15.2	\$4,387	\$4,464	(1.7)	(9.0)
Other Revenues:									
Sales of Property & Commodities	\$0	0.00	\$1	\$0	-	\$1	\$412	(99.8)	(100.0)
Assessmts & Rcpts for Support of Special Svcs	400	0.00	11	18	(38.9)	71	91	(22.0)	(7.4)
Institutional Revenue	2,600	0.01	208	301	(30.9)	515	610	(15.6)	(3.5)
Interest (a)	74,500	0.36	27,747	11,856	134.0	73,072	42,567	71.7	(14.3)
Dividends and Rent	300	0.00	37	28	32.1	208	176	18.2	(12.3)
Fines, Forfeitures & Fees	219,000	1.02	18,567	16,903	9.8	55,598	54,345	2.3	(4.1)
Other Revenue	4,800	0.02	285	163	74.8	932	2,556	(63.5)	(23.6)
Excess Fees	(7,600)	(0.04)	(1,441)	0	-	(2,458)	(1,518)	(61.9)	(10.7)
Private Donations, Gifts & Cont.	0	0.00	0	(2)	100.0	0	0	-	(100.0)
Cities, Counties, and Towns	7,400	0.03	598	591	1.2	1,547	1,531	1.0	(2.3)
Total Other Revenues	\$301,400	1.40	\$46,013	\$29,858	54.1	\$129,486	\$100,770	28.5	(7.6)
Total General Fund Revenues	\$21,556,700	100.00	\$2,056,854	\$1,881,898	9.3	\$4,870,082	\$4,502,734	8.2	1.2

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

(a) Interest is earned monthly in the General Fund and credited to nongeneral funds on a quarterly basis. This will occur in the months of October, January, April and June.

Commonwealth of Virginia/Department of Lottery
Summary Report on Lottery Collections
For the Fiscal Years 2019 and 2020
(Dollars in Thousands)

	FY 2020 Estimate	September			Year-To-Date			% Annual Growth Required By Estimate
		(a)	(b)	% Change	(b)	(c)	% Change	
Lottery Collections								
Total Lottery Sales	\$2,308,598	\$165,630	\$172,576	(4.0)	\$506,690	\$537,499	(5.7)	0.7
Other Income	1,500	161	158	1.9	462	344	34.3	(33.5)
Total Income	<u>\$2,310,098</u>	<u>\$165,791</u>	<u>\$172,734</u>	<u>(4.0)</u>	<u>\$507,152</u>	<u>\$537,843</u>	<u>(5.7)</u>	<u>0.6</u>
Less:								
Prize Expenses	\$1,425,095	\$102,488	\$101,966	0.5	\$304,455	\$330,990	(8.0)	(0.2)
Retailer Commissions	129,920	9,687	10,122	(4.3)	28,421	30,314	(6.2)	0.9
Operating Expenses	126,252	9,528	8,178	16.5	29,334	25,824	13.6	9.1
Total Expenses	<u>\$1,681,267</u>	<u>\$121,703</u>	<u>\$120,266</u>	<u>1.2</u>	<u>\$362,210</u>	<u>\$387,128</u>	<u>(6.4)</u>	<u>0.5</u>
Net Proceeds from Operations								
Net Lottery Ticket Profits	\$628,831	\$44,088	\$52,468	(16.0)	\$144,942	\$150,715	(3.8)	1.0
Prior Year Residual Profit Transfer	0	0	0	-	26,869	9,563	181.0	-
Available to Lottery Proceeds Fund	<u>\$628,831</u>	<u>\$44,088</u>	<u>\$52,468</u>	<u>(16.0)</u>	<u>\$171,811</u>	<u>\$160,278</u>	<u>7.2</u>	<u>(0.6)</u>

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

- (a) Estimate established by Chapter 854, 2019 Virginia Acts of Assembly. The Prior Year Residual Profit Transfer of \$26,868,512 was made on August 16, 2019. The FY 2020 estimate will be revisited as part of the state revenue forecast process and will include an updated estimate of FY 2020 sales and profits, as well as the residual transfer from FY 2019.
- (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 2019 and 2020
(Dollars in Thousands)

Revenue	FY 2020 Estimate	As a % of Total Fund	September			Year-To-Date			% Annual Growth Required By Estimate
			FY 2020	FY 2019	% Change	FY 2020	FY 2019	% Change	
Motor Fuel Taxes	\$934,100	17.29	\$80,597	\$76,914	4.8	\$225,364	\$192,894	16.8	9.0
Priority Transportation Fund (PTF)	183,558	3.40	122,640	115,383	6.3	139,178	131,543	5.8	8.8
Motor Vehicle Sales and Use Tax	964,800	17.86	89,869	82,447	9.0	284,858	266,006	7.1	(5.5)
State Sales and Use Tax	1,115,500	20.65	97,212	90,075	7.9	236,989	224,767	5.4	2.5
Motor Vehicle License Fees	297,900	5.51	22,831	22,635	0.9	72,553	70,033	3.6	12.0
International Registration Plan	65,000	1.20	2,285	5,078	(55.0)	14,385	14,496	(0.8)	(10.5)
Recordation Tax	43,500	0.81	4,514	3,263	38.3	14,896	12,095	23.2	(7.7)
Interest Earnings	4,000	0.07	88	115	(23.5)	170	219	(22.4)	(75.6)
Misc. Taxes, Fees, and Revenues	17,900	0.33	1,836	1,743	5.3	4,199	5,108	(17.8)	(5.7)
Total State Taxes and Fees	<u>\$3,626,258</u>	<u>67.12</u>	<u>\$421,872</u>	<u>\$397,653</u>	<u>6.1</u>	<u>\$992,592</u>	<u>\$917,161</u>	<u>8.2</u>	<u>2.0</u>

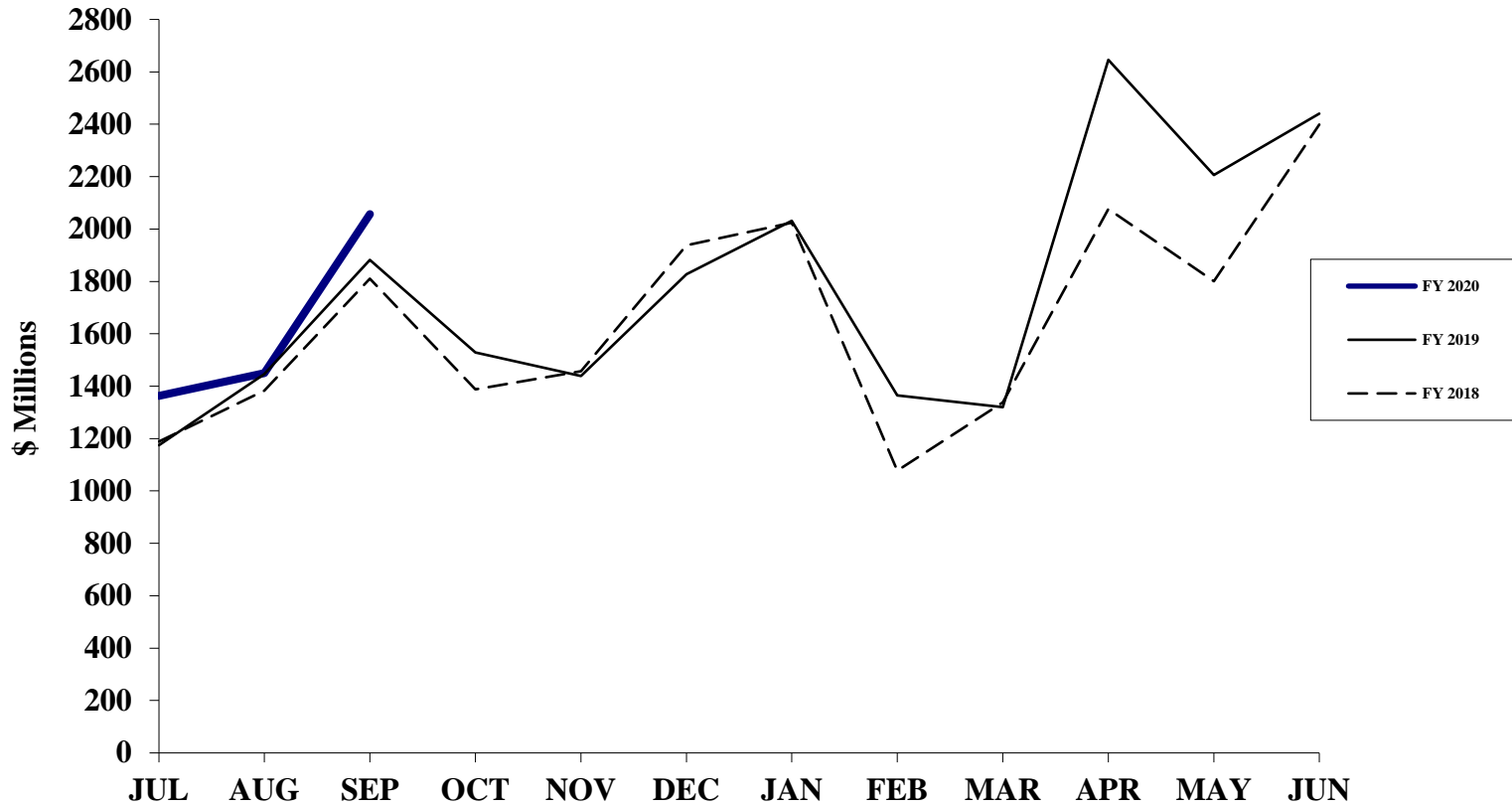
Percentage is greater than or equal to 1,000%.

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 2019 and 2020
(Dollars in Thousands)

Revenue	FY 2020 Estimate	As a % of Total Fund	September			Year-To-Date			% Annual Growth Required By Est
			FY 2020	FY 2019	% Change	FY 2020	FY 2019	% Change	
HIGHWAY MAINTENANCE AND OPERATING FUND:									
Motor Fuel Taxes (Includes Road Tax)	\$732,900	13.57	\$65,623	\$59,369	10.5	\$191,531	\$156,905	22.1	6.7
Motor Vehicle Sales and Use Tax	692,200	12.81	64,615	58,575	10.3	206,053	193,048	6.7	(5.8)
State Sales and Use Tax	312,700	5.79	27,081	25,042	8.1	66,493	62,992	5.6	3.7
Motor Vehicle License Fees	239,000	4.42	19,872	19,798	0.4	64,414	62,513	3.0	(1.9)
International Registration Plan	65,000	1.20	2,285	5,078	(55.0)	14,385	14,496	(0.8)	(10.5)
Misc. Taxes, Fees, and Revenues	17,900	0.33	1,836	1,743	5.3	4,199	5,108	(17.8)	(5.7)
Total State Taxes and Fees	\$2,059,700	38.12	\$181,312	\$169,605	6.9	\$547,075	\$495,062	10.5	0.1
Other Revenues:									
Federal Grants and Contracts	\$0	0.00	\$4,024	\$3,007	33.8	\$7,550	\$7,688	(1.8)	(100.0)
Miscellaneous Revenues	366,960	6.79	1,764	29,597	(94.0)	351,390	267,621	31.3	18.1
Transfer (to) / from Transportation Trust Fund	178,826	3.32	133,826	0	-	133,826	0	-	(1.4)
Total Highway Maintenance and Operating Fund	\$2,605,486	48.23	\$320,926	\$202,209	58.7	\$1,039,841	\$770,371	35.0	0.9
TRANSPORTATION TRUST FUND:									
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$201,200	3.72	\$14,974	\$17,545	(14.7)	\$33,833	\$35,989	(6.0)	18.3
PTF Insurance Premiums Tax	183,558	3.40	122,640	115,383	6.3	139,178	131,543	5.8	8.8
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	272,600	5.05	25,254	23,872	5.8	78,805	72,958	8.0	(4.7)
State Sales and Use Tax	802,800	14.86	70,131	65,033	7.8	170,496	161,775	5.4	2.1
Motor Vehicle License Fees	58,900	1.09	2,959	2,837	4.3	8,139	7,520	8.2	161.7
Recordation Tax	43,500	0.81	4,514	3,263	38.3	14,896	12,095	23.2	(7.7)
Interest Earnings	4,000	0.07	88	115	(23.5)	170	219	(22.4)	(75.6)
Total State Taxes and Fees	\$1,566,558	29.00	\$240,560	\$228,048	5.5	\$445,517	\$422,099	5.5	4.6
Other Revenues:									
Federal Grants and Contracts	\$1,175,378	21.76	\$166,392	\$246,004	(32.4)	\$685,305	\$642,861	6.6	3.6
Receipts from Cities/Counties	170,551	3.16	20,412	18,452	10.6	75,835	40,585	86.9	(43.4)
Toll Revenues (Includes Route 28)	57,645	1.06	2,788	2,850	(2.2)	8,891	8,912	(0.2)	24.0
Miscellaneous Revenues	5,910	0.11	63,144	122,737	(48.6)	131,171	238,140	(44.9)	(98.7)
Total Other Revenues	\$1,409,484	26.09	\$252,736	\$390,043	(35.2)	\$901,202	\$930,498	(3.1)	(27.2)
Transfer (to) / from Highway Maintenance and Operating Fund	(\$178,826)	(3.32)	(\$133,826)	\$0	-	(\$133,826)	\$0	-	1.4
Total Transportation Trust Fund	\$2,797,216	51.77	\$359,470	\$618,091	(41.8)	\$1,212,893	\$1,352,597	(10.3)	(13.9)
TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND									
	\$5,402,702	100.00	\$680,396	\$820,300	(17.1)	\$2,252,734	\$2,122,968	6.1	(7.4)

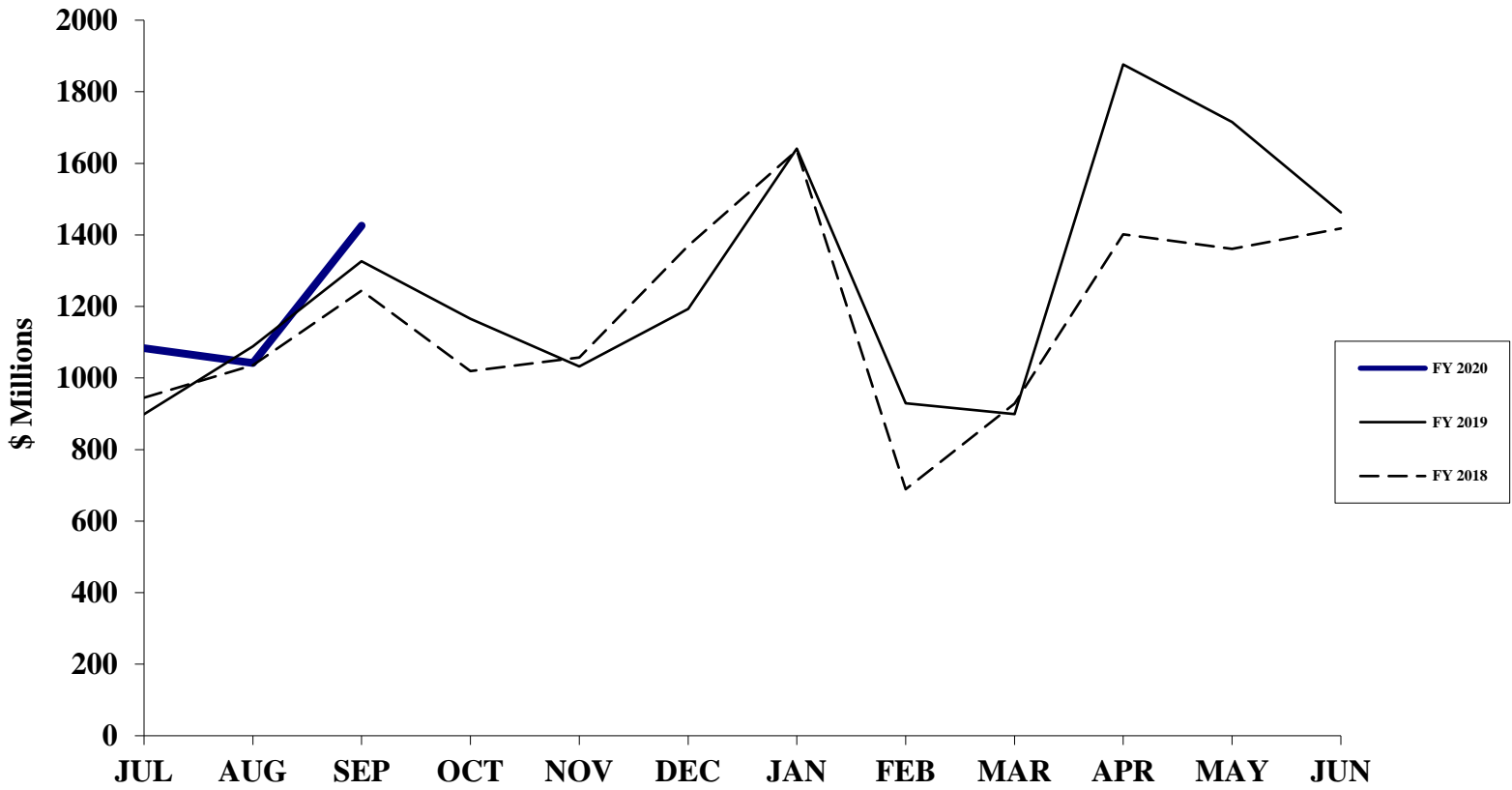
Percentage is greater than or equal to 1,000%.

Total General Fund Revenues



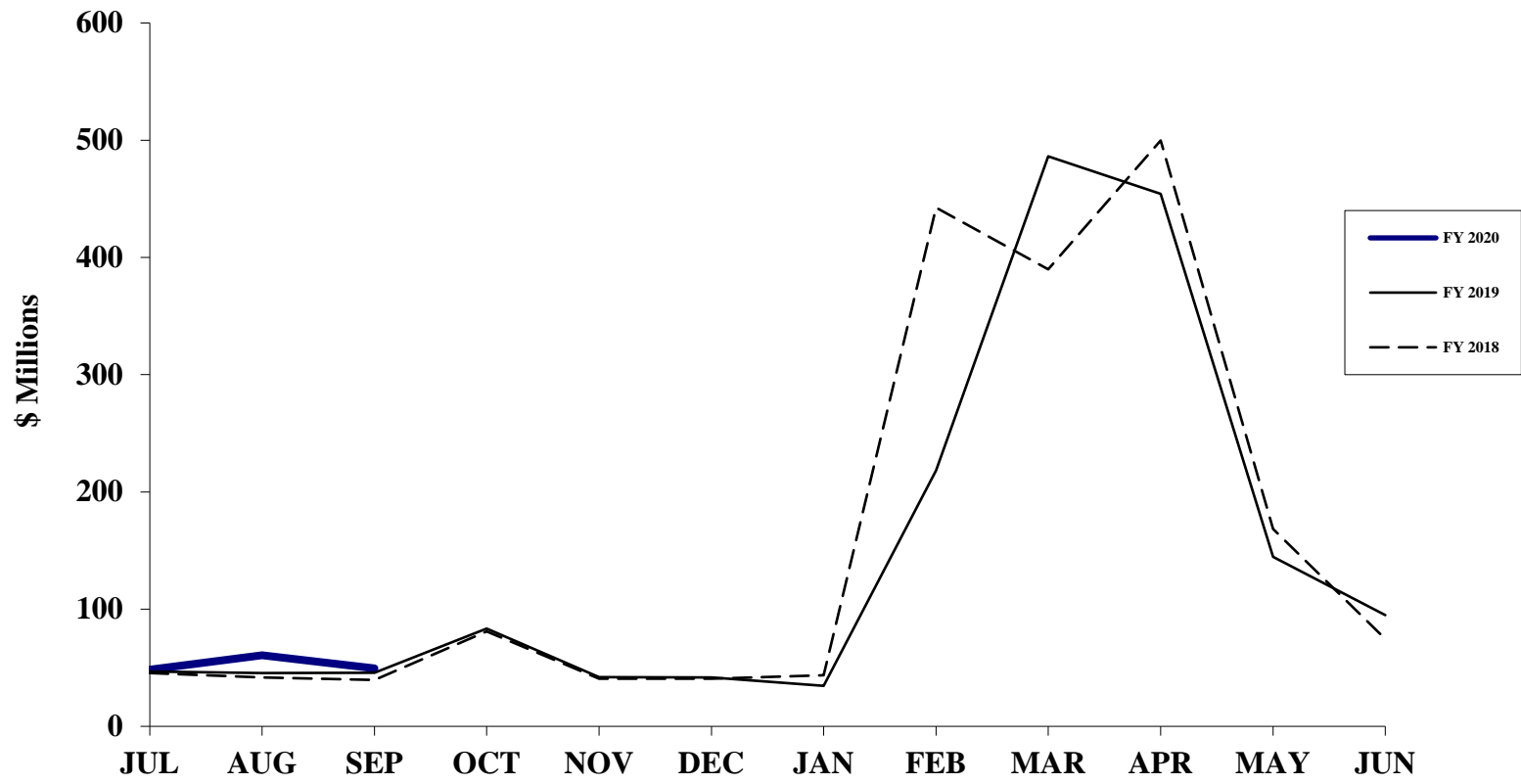
FY 2018 Actual = \$19,880.8 Million
FY 2019 Actual = \$21,307.5 Million
FY 2020 Estimate = \$21,556.7 Million

Net Individual Income Tax



FY 2018 Actual = \$14,105.8 Million
FY 2019 Actual = \$15,226.5 Million
FY 2020 Estimate = \$15,262.5 Million

Individual and Fiduciary Income Tax Refunds



FY 2018 Actual = \$1,907.6 Million
FY 2019 Actual = \$1,738.2 Million
FY 2020 Estimate = \$2,115.1 Million

DEPARTMENT OF THE TREASURY

General Account Investment Portfolio

Monthly Average Balances and Rates

For the Fiscal Year 2020

(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, 2019	\$8,041.1	2.55%	\$1,349.7	1.99%	\$9,390.8	2.47%	1.96%
August	\$7,619.6	2.37%	\$1,363.7	21.88%	\$8,983.3	5.33%	1.77%
September	\$8,221.6	2.35%	\$1,373.1	-4.66%	\$9,594.7	1.35%	1.80%
October							
November							
December							
January, 2020							
February							
March							
April							
May							
June							
Year-to-Date Average	\$7,960.8	2.42%	\$1,362.1	6.51%	\$9,322.9	3.02%	1.84%

▪ 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 2020**

Month	Beginning Balance	Deposits	Withdrawals	Interest Allocated (A)	Ending Balance
July	\$289,301,563	\$0	\$0	\$0	\$289,301,563
August	\$289,301,563	\$0	\$0	\$0	\$289,301,563
September	\$289,301,563	\$0	\$0	\$0	\$289,301,563
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.