

Table 1.2 - Fiscal Years 2024-2026 Actual and October Forecasts

U.S. Economic Forecasts - Income and Other Indicators (% Change)

		<u>FY24</u>	<u>FY25</u>	<u>FY26</u>
<u>Output, Income, and Spending</u>				
Real GDP	Mild Recession	1.5	(0.4)	2.9
	Severe Recession	0.3	(0.8)	2.4
Total Personal Income	Mild Recession	3.7	2.9	4.3
	Severe Recession	3.2	1.0	3.6
Wages and Salaries	Mild Recession	4.5	3.1	5.2
	Severe Recession	3.9	1.5	4.5
Average Wage	Mild Recession	4.7	3.4	3.1
	Severe Recession	5.2	3.6	2.5
Real Consumer Spending	Mild Recession	1.5	1.2	2.5
	Severe Recession	0.6	0.3	2.9
<u>Interest Rates (%)</u>				
Effective Federal Funds	Mild Recession	5.0	2.9	2.3
	Severe Recession	4.9	2.4	1.2
10-Year Treasury Bonds	Mild Recession	3.2	2.7	3.6
	Severe Recession	2.9	2.5	3.3
<u>Prices (% of Total)</u>				
CPI	Mild Recession	3.1	2.0	2.1
	Severe Recession	2.9	1.3	1.8

The 'Mild Recession' forecast is Moody's October 2023 U.S. Downside 75th Percentile forecast and our estimates.

The 'Severe Recession' forecast is Moody's October 2023 U.S. Downside 90th Percentile forecast.

Table 1.3 - Fiscal Years 2024-2026 Actual and October Forecasts
U.S. Economic Forecasts - Employment and Labor Markets (% Change)

		<u>FY24</u>	<u>FY25</u>	<u>FY26</u>
<u>Employment and Labor Markets</u>				
Total Nonagricultural Employment	Mild Recession	(0.2)	(0.4)	2.1
	Severe Recession	(1.2)	(2.1)	1.9
Construction	Mild Recession	(0.8)	(1.7)	3.3
	Severe Recession	(2.4)	(5.4)	2.9
Manufacturing	Mild Recession	(1.4)	(0.3)	2.0
	Severe Recession	(2.4)	(2.3)	2.0
Trade, Transportation, and Utilities	Mild Recession	(1.3)	(0.1)	2.1
	Severe Recession	(2.2)	(1.5)	2.0
Financial Activities	Mild Recession	(1.0)	(0.7)	1.5
	Severe Recession	(1.8)	(2.2)	1.0
Professional and Business Services	Mild Recession	(1.0)	(0.7)	2.8
	Severe Recession	(2.0)	(2.3)	2.5
Education and Health Services	Mild Recession	1.2	0.2	2.3
	Severe Recession	0.2	(1.4)	2.3
Leisure and Hospitality	Mild Recession	0.5	(1.1)	2.3
	Severe Recession	(0.9)	(3.1)	2.0
Government	Mild Recession	1.7	0.3	1.0
	Severe Recession	1.0	(1.1)	0.8
Unemployment Rate (%)	Mild Recession	5.0	5.9	4.3
	Severe Recession	5.8	7.6	6.5

The 'Mild Recession' forecast is Moody's October 2023 U.S. Downside 75th Percentile forecast.

The 'Severe Recession' forecast is Moody's October 2023 U.S. Downside 90th Percentile forecast.

Table 2.2 - FY 2024-2026 October Forecasts
 Virginia Economic Forecasts - Employment and Labor Markets (% Change)

		FY24	FY25	FY26
<u>Employment and Labor Markets</u>				
Total Nonagricultural Employment	Mild Recession	0.1	(0.1)	2.5
	Severe Recession	(1.4)	(1.8)	1.9
Construction and Mining	Mild Recession	(2.4)	(1.7)	3.1
	Severe Recession	(3.9)	(5.3)	2.8
Manufacturing	Mild Recession	(1.5)	(0.3)	1.7
	Severe Recession	(2.5)	(2.1)	1.8
Trade, Transportation, and Utilities	Mild Recession	(1.3)	0.1	1.9
	Severe Recession	(2.0)	(1.1)	1.8
Financial Activities	Mild Recession	(1.3)	(0.7)	1.7
	Severe Recession	(2.2)	(2.3)	1.2
Professional and Business Services	Mild Recession	1.3	(0.1)	4.9
	Severe Recession	(2.4)	(2.1)	2.8
Education and Health Services	Mild Recession	0.6	0.3	2.5
	Severe Recession	(0.4)	(1.3)	2.5
Leisure and Hospitality	Mild Recession	(0.3)	(0.3)	2.0
	Severe Recession	(1.4)	(2.0)	1.9
Government	Mild Recession	2.1	0.3	0.9
	Severe Recession	1.5	(0.9)	0.8
Unemployment Rate	Mild Recession	3.0	3.6	4.4
	Severe Recession	3.0	4.2	5.7

The 'Mild Recession' forecast is Moody's October 2023 VA Downside 75th Percentile scenario and our estimates.

The 'Severe Recession' Pessimistic forecast is Moody's October 2023 VA Downside 90th Percentile forecast.

Table 2.3 - FY 2024-2026 October Forecasts
 Virginia Economic Forecasts - Income (% Change)

		<u>FY24</u>	<u>FY25</u>	<u>FY26</u>
<u>Income</u>				
Real Gross State Product	Mild Recession	1.4	0.8	2.7
	Severe Recession	0.6	(0.4)	2.3
Total Personal Income	Mild Recession	3.9	3.2	4.4
	Severe Recession	3.5	1.5	3.8
Wages and Salaries	Mild Recession	4.6	3.5	5.9
	Severe Recession	3.9	1.9	4.5
Average Wage	Mild Recession	5.0	3.6	3.7
	Severe Recession	5.4	3.7	2.5

The 'Mild Recession' forecast is Moody's October 2023 VA Downside 75th Percentile scenario and our estimates.

The 'Severe Recession' Pessimistic forecast is Moody's October 2023 VA Downside 90th Percentile forecast.

The Official to December Revenue Forecast for Fiscal Year 2024
(Dollars in Millions)

December 20, 2023

	Fiscal Year 2024					2022-2024 Biennium		
	Official Forecast	Dec Forecast	Change	% Growth Over FY23 Official Dec		Official Forecast	Dec Forecast	Change
MAJOR TAX SOURCES								
Corporate Income	\$ 1,896.1	\$ 2,213.5	\$ 317.4	(6.6) %	9.0 %	\$ 3,927.2	\$ 4,244.6	\$ 317.4
Individual Income Tax:								
Gross	20,540.5	21,852.3	1,311.8	(9.1)	(3.3)	43,126.9	44,438.7	1,311.8
Withholding	15,852.9	16,038.5	185.6	(0.7)	0.5	31,810.1	31,995.7	185.6
Nonwithholding	4,687.6	5,813.8	1,126.2	(29.3)	(12.3)	11,316.8	12,443.0	1,126.2
Refunds	<u>(2,834.8)</u>	<u>(3,336.2)</u>	<u>(501.4)</u>	<u>(21.3)</u>	<u>(7.4)</u>	<u>(6,437.6)</u>	<u>(6,939.0)</u>	<u>(501.4)</u>
Net	17,705.7	18,516.1	810.4	(6.7)	(2.5)	36,689.3	37,499.7	810.4
Insurance Company Premiums	429.7	446.3	16.6	(4.7)	(1.0)	880.6	897.2	16.6
State Sales & Use Tax	4,418.2	4,515.8	97.6	(6.7)	(4.6)	9,152.7	9,250.3	97.6
Wills, Suits, Deeds, & Contract Fees	<u>374.9</u>	<u>425.6</u>	<u>50.7</u>	<u>(12.9)</u>	<u>(1.2)</u>	<u>805.5</u>	<u>856.2</u>	<u>50.7</u>
Total Major Tax Sources	\$ 24,824.6	\$ 26,117.2	\$ 1,292.6	(6.8) %	(1.9) %	\$ 51,455.3	\$ 52,747.9	\$ 1,292.6
MISCELLANEOUS TAXES AND OTHER REVENUES								
Alcoholic Beverage State Tax	\$ 277.9	\$ 284.0	\$ 6.1	3.3 %	5.6 %	\$ 546.8	\$ 552.9	\$ 6.1
Bank Franchise Tax	38.4	30.4	(8.0)	22.3	(3.2)	69.8	61.8	(8.0)
Beer & Beverage Excise Tax	41.0	40.0	(1.0)	6.2	3.6	79.6	78.6	(1.0)
Corporate Franchise & Charter Fees	79.4	83.0	3.6	(4.6)	(0.2)	162.6	166.2	3.6
Sports Betting Taxes	67.3	74.1	6.8	0.0	10.1	134.6	134.6	0.0
Interest & Rents	635.3	672.9	37.6	73.9	84.2	1,000.6	1,038.2	37.6
Miscellaneous Taxes and Penalties	270.2	244.4	(25.8)	3.3	(6.6)	328.7	506.0	177.3
Other Miscellaneous Revenues	29.3	82.3	53.0	(49.9)	40.7	87.8	140.8	53.0
Public Service GR / Consumption Tax	<u>105.9</u>	<u>104.3</u>	<u>(1.6)</u>	<u>1.4</u>	<u>(0.1)</u>	<u>210.3</u>	<u>208.7</u>	<u>(1.6)</u>
Total Misc. Taxes and Other Revenues	\$ 1,544.7	\$ 1,615.4	\$ 70.7	20.8 %	26.3 %	\$ 2,823.9	\$ 2,894.6	\$ 70.7
TOTAL GF REVENUES	\$ 26,369.3	\$ 27,732.6	\$ 1,363.3	(5.5) %	(0.6) %	\$ 54,279.2	\$ 55,642.5	\$ 1,363.3
TRANSFERS								
A.B.C. Profits	\$ 153.6	\$ 174.1	\$ 20.5	(6.5) %	6.0 %	\$ 317.9	\$ 338.4	\$ 20.5
Sales Tax (0.375%)	521.5	550.9	29.4	(6.4)	(1.1)	1,078.5	1,107.9	29.4
Transfers Per Appropriations Act	<u>(804.9)</u>	<u>(775.4)</u>	<u>29.5</u>	<u>(953.6)</u>	<u>(922.3)</u>	<u>(710.6)</u>	<u>(681.1)</u>	<u>29.5</u>
Total Transfers	\$ (129.8)	\$ (50.4)	\$ 79.4	(115.9) %	(106.2) %	\$ 685.8	\$ 765.2	\$ 79.4
TOTAL GENERAL FUND	\$ 26,239.5	\$ 27,682.2	\$ 1,442.7	(8.7) %	(3.6) %	\$ 54,965.0	\$ 56,407.7	\$ 1,442.7

The official forecast is based on the July 2023 S&P Global pessimistic economic outlook and the corresponding Virginia state forecast developed by the Department of Taxation and incorporates actions of the General Assembly 2023 special session. Chapter 1.

The December forecast is based on the October 2023 Moody's Analytics Mild Recession Scenario and incorporates recommendations of the Joint Advisory Board of Economists, the Governor's Advisory Board on Revenue Estimates, and proposed policies.

The Official to December Revenue Forecast for Fiscal Years 2025 and 2026
(Dollars in Millions)

December 20, 2023

	Fiscal Year 2025		Fiscal Year 2026		2025-2026 Biennium	
	Dec Forecast	% Growth Over FY 24	Dec Forecast	% Growth Over FY 25	Dec Forecast	% Growth Over 22-24
MAJOR TAX SOURCES						
Corporate Income	\$ 2,063.8	(6.8) %	\$ 2,161.3	4.7 %	\$ 4,225.1	(0.5) %
Individual Income Tax:						
Gross	21,355.1	(2.3)	21,327.9	(0.1)	42,683.0	(4.0)
Withholding	15,958.1	(0.5)	16,102.0	0.9	32,060.1	0.2
Nonwithholding	5,397.0	(7.2)	5,225.8	(3.2)	10,622.9	(14.6)
Refunds	<u>(3,254.6)</u>	<u>(2.4)</u>	<u>(3,027.7)</u>	<u>(7.0)</u>	<u>(6,282.4)</u>	<u>(9.5)</u>
Net	18,100.4	(2.2)	18,300.1	1.1	36,400.6	(2.9)
Insurance Company Premiums	439.3	(1.6)	452.3	3.0	891.6	(0.6)
State Sales & Use Tax	5,400.9	19.6	6,664.5	23.4	12,065.4	30.4
Wills, Suits, Deeds, & Contract Fees	<u>456.7</u>	<u>7.3</u>	<u>457.2</u>	<u>0.1</u>	<u>913.9</u>	<u>6.7</u>
Total Major Tax Sources	\$ 26,461.1	1.3 %	\$ 28,035.5	5.9 %	\$ 54,496.6	3.3 %
MISCELLANEOUS TAXES AND OTHER REVENUES						
Alcoholic Beverage State Tax	\$ 297.2	4.6 %	\$ 311.2	4.7 %	\$ 608.4	10.0 %
Bank Franchise Tax	30.4	0.0	30.4	0.0	60.8	(1.6)
Beer & Beverage Excise Tax	40.0	0.0	40.0	0.0	80.0	1.8
Corporate Franchise & Charter Fees	83.0	0.0	83.0	0.0	166.0	(0.1)
Excess & Other Fees from Officers	78.0	5.3	78.0	0.0	156.0	15.9
Interest & Rents	724.5	7.7	652.2	(10.0)	1,376.7	32.6
Miscellaneous Taxes and Penalties	254.0	3.9	260.3	2.5	514.3	1.6
Other Miscellaneous Revenues	47.3	(42.5)	48.7	3.0	96.0	(31.8)
Public Service GR / Consumption Tax	<u>105.9</u>	<u>1.5</u>	<u>107.7</u>	<u>1.7</u>	<u>213.6</u>	<u>2.3</u>
Total Misc. Taxes and Other Revenues	\$ 1,660.3	2.8 %	\$ 1,611.5	(2.9) %	\$ 3,271.8	13.0 %
TOTAL GF REVENUES	\$ 28,121.4	1.4 %	\$ 29,646.9	5.4 %	\$ 57,768.3	3.8 %
TRANSFERS						
A.B.C. Profits	\$ 206.2	18.4 %	\$ 231.0	12.0 %	\$ 437.2	29.2 %
Sales Tax (0.375%)	590.7	7.2	648.9	9.9	1,239.6	11.9
Transfers Per Appropriations Act	<u>947.1</u>	<u>(222.1)</u>	<u>193.3</u>	<u>(79.6)</u>	<u>1,140.4</u>	<u>(267.4)</u>
Total Transfers	\$ 1,744.0	(3,560.3) %	\$ 1,073.2	(38.5) %	\$ 2,817.2	268.2 %
TOTAL GENERAL FUND	\$ 29,865.4	7.9 %	\$ 30,720.1	2.9 %	\$ 60,585.5	7.4 %

The December forecast is based on the October 2023 Moody's Analytics Mild Recession Scenario and incorporates recommendations of the Joint Advisory Board of Economists, the Governor's Advisory Board on Revenue Estimates, and proposed policies.

The December General Fund Forecast for Fiscal Years 2027-30
(Dollars in Millions)

December 20, 2023

	Fiscal Year 2027	Fiscal Year 2028	Fiscal Year 2029	Fiscal Year 2030
MAJOR TAX SOURCES				
Corporate Income	\$ 2,267.1	\$ 2,386.0	\$ 2,491.3	\$ 2,599.7
Individual Income Tax:				
Gross	22,220.0	22,814.3	23,265.8	24,092.5
Withholding	16,713.8	17,495.2	18,304.9	19,076.8
Nonwithholding	5,506.2	5,319.0	4,960.9	5,015.7
Refunds	<u>(2,982.9)</u>	<u>(3,010.3)</u>	<u>(3,028.4)</u>	<u>(3,042.3)</u>
Net	19,237.1	19,804.0	20,237.4	21,050.1
Insurance Company Premiums	457.6	464.7	472.1	478.3
State Sales & Use Tax	7,021.1	7,413.0	7,678.1	7,931.5
Wills, Suits, Deeds, & Contract Fees	<u>457.3</u>	<u>478.7</u>	<u>504.1</u>	<u>524.8</u>
Total Major Tax Sources	\$ 29,440.2	\$ 30,546.3	\$ 31,383.0	\$ 32,584.4
MISCELLANEOUS TAXES AND OTHER REVENUES				
Alcoholic Beverage State Tax	\$ 311.2	\$ 311.2	\$ 311.2	\$ 311.2
Bank Franchise Tax	30.4	30.4	30.4	30.4
Beer & Beverage Excise Tax	40.0	40.0	40.0	40.0
Corporate Franchise & Charter Fees	83.0	83.0	83.0	83.0
Excess & Other Fees from Officers	78.0	78.0	78.0	78.0
Interest & Rents	652.2	652.2	652.2	652.2
Miscellaneous Taxes and Penalties	236.7	247.7	248.1	248.6
Other Miscellaneous Revenues	48.9	48.9	48.9	48.9
Public Service GR / Consumption Tax	<u>109.3</u>	<u>111.0</u>	<u>112.6</u>	<u>114.3</u>
Total Misc. Taxes and Other Revenues	\$ 1,589.7	\$ 1,602.3	\$ 1,604.4	\$ 1,606.6
TOTAL GF REVENUES	\$ 31,029.9	\$ 32,148.6	\$ 32,987.5	\$ 34,191.0
TRANSFERS				
A.B.C. Profits	\$ 256.3	\$ 277.1	\$ 304.6	\$ 334.0
Sales Tax (0.375%)	673.0	710.7	740.4	764.6
Transfers Per Appropriations Act	<u>158.8</u>	<u>169.2</u>	<u>100.5</u>	<u>100.5</u>
Total Transfers	\$ 1,088.1	\$ 1,157.0	\$ 1,145.5	\$ 1,199.1
TOTAL GENERAL FUND	\$ 32,118.0	\$ 33,305.6	\$ 34,133.0	\$ 35,390.1
\$ Change From Previous Year	\$ 1,397.9	\$ 1,187.6	\$ 827.3	\$ 1,257.1
TOTAL BIENNIUM GENERAL FUND		\$ 65,423.7		\$ 69,523.0
\$ Change From Previous Biennium		\$ 4,838.1		\$ 4,099.4
% Growth From Previous Biennium		8.0		6.3 %

The December General Fund Forecast for Fiscal Years 2027-30
(Dollars in Millions)

December 20, 2023

	FY 27 % Growth Over FY 26	FY 28 % Growth Over FY 27	FY 29 % Growth Over FY 28	FY 30 % Growth Over FY 29
MAJOR TAX SOURCES				
Corporate Income	4.9 %	5.2 %	4.4 %	4.4 %
Individual Income Tax:				
Gross	4.2	2.7	2.0	3.6
Withholding	3.8	4.7	4.6	4.2
Nonwithholding	5.4	(3.4)	(6.7)	1.1
Refunds	(1.5)	0.9	0.6	0.5
Net	5.1	2.9	2.2	4.0
Insurance Company Premiums	1.2	1.6	1.6	1.3
State Sales & Use Tax	5.4	5.6	3.6	3.3
Wills, Suits, Deeds, & Contract Fees	0.0	4.7	5.3	4.1
Total Major Tax Sources	5.0 %	3.8 %	2.7 %	3.8 %
MISCELLANEOUS TAXES AND OTHER REVENUES				
Alcoholic Beverage State Tax	0.0 %	0.0 %	0.0 %	0.0 %
Bank Franchise Tax	0.0	0.0	0.0	0.0
Beer & Beverage Excise Tax	0.0	0.0	0.0	0.0
Corporate Franchise & Charter Fees	0.0	0.0	0.0	0.0
Excess & Other Fees from Officers	0.0	0.0	0.0	0.0
Interest & Rents	0.0	0.0	0.0	0.0
Miscellaneous Taxes and Penalties	(9.1)	4.6	0.2	0.2
Other Miscellaneous Revenues	0.4	0.0	0.0	0.0
Public Service GR / Consumption Tax	1.5	1.5	1.5	1.5
Total Misc. Taxes and Other Revenues	(1.4) %	0.8 %	0.1 %	0.1 %
TOTAL GF REVENUES	4.7 %	3.6 %	2.6 %	3.6 %
TRANSFERS				
A.B.C. Profits	11.0 %	8.1 %	9.9 %	9.7 %
Sales Tax (0.375%)	3.7	5.6	4.2	3.3
Transfers Per Appropriations Act	(17.8)	6.5	(40.6)	0.0
Total Transfers	1.4 %	6.3 %	(1.0) %	4.7 %
TOTAL GENERAL FUND	4.6 %	3.7 %	2.5 %	3.7 %

The Official and December Standard Commonwealth Transportation Fund Forecast for Fiscal Year 2024
(Dollars in Millions)

December 20, 2023

	Fiscal Year 2023		Fiscal Year 2024					
	Forecast	% Growth	Official Forecast	December Forecast	Change	% Growth over FY 23		
						Official	December	
Commonwealth Transportation Fund								
Motor Fuels Tax	\$ 1,382.8	13.8 %	\$ 1,499.5	\$ 1,450.8	\$ (48.7)	8.4 %	4.9 %	
Road Tax	87.6	23.0	71.2	85.4	14.2	(18.7)	(2.5)	
Aviation Fuels Tax	2.0	33.3	2.0	2.0	0.0	0.0	0.0	
Motor Vehicle Sales and Use Tax	1,208.6	0.7	1,078.2	1,178.9	100.7	(10.8)	(2.5)	
Motor Vehicle Rental Tax(1)	53.8	10.2	51.9	55.5	3.6	(3.5)	3.2	
Motor Vehicle License Fees	196.6	(14.9)	218.4	225.6	7.2	11.1	14.8	
Highway User Fee	58.4	8.6	64.4	61.8	(2.6)	10.3	5.8	
International Registration Plan	115.1	(3.0)	118.2	114.1	(4.1)	2.7	(0.9)	
Retail Sales and Use Tax	1,416.7	3.5	1,388.2	1,372.1	(16.1)	(2.0)	(3.1)	
Recordation Tax (3 cents)	52.6	(35.5)	52.4	52.5	0.1	(0.4)	(0.2)	
Insurance Premiums Tax (1/3)	202.5	12.1	217.8	217.8	0.0	7.6	7.6	
Interest Earnings	21.2	1,147.1	3.2	14.2	11.0	(84.9)	(33.0)	
Miscellaneous	19.8	(7.0)	17.6	18.6	1.0	(11.1)	(6.1)	
Total State Taxes and Fees	\$ 4,817.7	4.9 %	\$ 4,783.0	\$ 4,849.3	\$ 66.3	(0.7) %	0.7 %	

The Official forecast is based on the October 2022 IHS Markit Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation adjusted for actions of the 2023 session of the General Assembly.
The December forecast is based on the October Moody's Analytics October 2023 mild recession forecast adapted based on recommendations of the Joint Advisory Board of Economists and the Governor's Council on Revenue Estimates.
(1) Consistent with pages 4 and 5 of the monthly 10-page revenue report, includes distributions to Fund 04000 Commonwealth Transportation Fund and Fund 09830 WMATA Capital Fund.

The Official and December Standard Commonwealth Transportation Fund Forecast for Fiscal Year 2025
(Dollars in Millions)

December 20, 2023

	Fiscal Year 2025				
	Official Forecast	December Forecast	Change	% Growth over FY 24 Official	December
Commonwealth Transportation Fund					
Motor Fuels Tax	\$ 1,561.2	\$ 1,504.3	\$ (56.9)	4.1 %	3.7 %
Road Tax	72.0	85.1	13.1	1.1	(0.4)
Aviation Fuels Tax	2.0	2.0	0.0	0.0	0.0
Motor Vehicle Sales and Use Tax	1,218.2	1,193.5	(24.7)	13.0	1.2
Motor Vehicle Rental Tax(1)	51.3	54.9	3.6	(1.2)	(1.1)
Motor Vehicle License Fees	219.5	219.5	0.0	0.5	(2.7)
Highway User Fee	66.3	65.4	(0.9)	3.0	5.8
International Registration Plan	119.6	119.6	0.0	1.2	4.8
Retail Sales and Use Tax	1,435.4	1,435.9	0.5	3.4	4.6
Recordation Tax (3 cents)	54.5	55.9	1.4	4.0	6.5
Insurance Premiums Tax (1/3)	223.5	221.3	(2.2)	2.6	1.6
Interest Earnings	3.2	14.2	11.0	0.0	0.0
Miscellaneous	<u>17.6</u>	<u>18.6</u>	<u>1.0</u>	<u>0.0</u>	<u>0.0</u>
Total State Taxes and Fees	\$ <u>5,044.3</u>	\$ <u>4,990.2</u>	\$ <u>(54.1)</u>	<u>5.5 %</u>	<u>2.9 %</u>

The Official forecast is based on the October 2022 IHS Markit Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation adjusted for actions of the 2023 session of the General Assembly.

The December forecast is based on the October Moody's Analytics October 2023 mild recession forecast adapted based on recommendations of the Joint Advisory Board of Economists and the Governor's Council on Revenue Estimates.

(1) Consistent with pages 4 and 5 of the monthly 10-page revenue report, includes distributions to Fund 04000 Commonwealth Transportation Fund and Fund 09830 WMATA Capital Fund.

The Official and December Standard Commonwealth Transportation Fund Forecast for Fiscal Year 2026
(Dollars in Millions)

December 20, 2023

	Fiscal Year 2026				
	Official Forecast	December Forecast	Change	% Growth over FY 25 Official	% Growth over FY 25 December
Commonwealth Transportation Fund					
Motor Fuels Tax	\$ 1,611.7	\$ 1,554.6	\$ (57.1)	3.2 %	3.3 %
Road Tax	72.7	82.9	10.2	1.0	(2.6)
Aviation Fuels Tax	2.0	2.0	0.0	0.0	0.0
Motor Vehicle Sales and Use Tax	1,249.6	1,220.6	(29.0)	2.6	2.3
Motor Vehicle Rental Tax(1)	51.3	55.7	4.4	0.0	1.5
Motor Vehicle License Fees	221.4	221.9	0.5	0.9	1.1
Highway User Fee	68.3	67.9	(0.4)	3.0	3.8
International Registration Plan	120.0	120.0	0.0	0.3	0.3
Retail Sales and Use Tax	1,472.7	1,562.0	89.3	2.6	8.8
Recordation Tax (3 cents)	56.7	56.0	(0.7)	4.0	0.2
Insurance Premiums Tax (1/3)	235.2	220.2	(15.0)	5.2	(0.5)
Interest Earnings	3.2	14.2	11.0	0.0	0.0
Miscellaneous	<u>17.6</u>	<u>18.6</u>	<u>1.0</u>	<u>0.0</u>	<u>0.0</u>
Total State Taxes and Fees	\$ <u>5,182.4</u>	\$ <u>5,196.6</u>	\$ <u>14.2</u>	<u>2.7</u> %	<u>4.1</u> %

The Official forecast is based on the October 2022 IHS Markit Standard outlook and the corresponding Virginia state forecast developed by the Department of Taxation adjusted for actions of the 2023 session of the General Assembly.
The December forecast is based on the October Moody's Analytics October 2023 mild recession forecast adapted based on recommendations of the Joint Advisory Board of Economists and the Governor's Council on Revenue Estimates.
(1) Consistent with pages 4 and 5 of the monthly 10-page revenue report, includes distributions to Fund 04000 Commonwealth Transportation Fund and Fund 09830 WMATA Capital Fund.

**The November Standard Commonwealth Transportation Fund Forecast for Fiscal Years 2027-30
(Dollars in Millions)**

December 20, 2023

	Fiscal Years 2027 through 2030							
	FY 27 Forecast	% Growth	FY 28 Forecast	% Growth	FY 29 Forecast	% Growth	FY 30 Forecast	% Growth
Commonwealth Transportation Fund								
Motor Fuels Tax	1,599.8	2.9	1,644.6	2.8	1,689.4	2.7	1,733.0	2.6
Road Tax	84.0	1.3	83.8	(0.2)	83.5	(0.4)	83.2	(0.4)
Aviation Fuels Tax	2.0	0.0	2.0	0.0	2.0	0.0	2.0	0.0
Motor Vehicle Sales and Use Tax	1,215.2	(0.4)	1,209.9	(0.4)	1,202.4	(0.6)	1,199.4	(0.2)
Motor Vehicle Rental Tax(1)	55.8	0.0	55.8	0.0	56.1	0.6	56.3	0.4
Motor Vehicle License Fees	220.3	(0.7)	222.3	0.9	222.7	0.2	226.4	1.7
Highway User Fee	68.5	0.9	69.2	1.0	69.9	1.0	70.6	1.0
International Registration Plan	120.3	0.2	120.7	0.3	121.0	0.2	121.4	0.3
Retail Sales and Use Tax	1,623.6	3.9	1,684.6	3.8	1,744.8	3.6	1,802.2	3.3
Recordation Tax (3 cents)	56.0	0.0	58.5	4.5	61.5	5.1	63.9	3.9
Insurance Premiums Tax (1/3)	224.2	1.8	227.2	1.3	230.6	1.5	234.2	1.6
Interest Earnings	14.2	0.0	14.2	0.0	14.2	0.0	14.2	0.0
Miscellaneous	18.6	0.0	18.6	0.0	18.6	0.0	18.6	0.0
Total State Taxes and Fees	\$ 5,302.5	2.0%	\$ 5,411.4	2.1%	\$ 5,516.7	1.9%	\$ 5,625.5	2.0%

The December forecast is based on the October Moody's Analytics October 2023 mild recession forecast adapted based on recommendations of the Joint Advisory Board of Economists and the Governor's Council on Revenue Estimates.

(1) Consistent with pages 4 and 5 of the monthly 10-page revenue report, includes distributions to Fund 04000 Commonwealth Transportation Fund and Fund 09830 WMATA Capital Fund.

Virginia Health Care Fund Revenue Forecast*

\$ in millions

12/9/2023

	FY2022	FY2023	FY2024	FY2025	FY2026	FY2027	FY2028	FY2029	FY2030
Master Settlement Agreement	62.8	57.0	57.0	55.0	55.0	55.0	55.0	55.0	55.0
Tobacco Taxes:									
Total Cigarette Taxes	219.8	188.7	164.9	159.6	154.5	149.7	145.2	140.9	136.6
Other Tobacco Products	<u>58.8</u>	<u>57.4</u>	<u>55.9</u>	<u>58.1</u>	<u>60.3</u>	<u>62.7</u>	<u>65.1</u>	<u>67.6</u>	<u>70.3</u>
Total Tobacco Taxes	278.6	246.1	220.8	217.7	214.8	212.4	210.3	208.5	206.9
Medicaid Recoveries:									
Rev Max Cash Transfer In**	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0
Regular Recoveries***	217.8	261.2	24.0	24.0	24.0	24.0	24.0	24.0	24.0
Pharmacy Rebates (Prior Year)*	<u>110.9</u>	<u>128.6</u>	<u>121.0</u>	<u>129.0</u>	<u>134.0</u>	<u>134.0</u>	<u>134.0</u>	<u>134.0</u>	<u>134.0</u>
Total Recoveries	343.7	404.8	160.0	168.0	173.0	173.0	173.0	173.0	173.0
TOTAL FUND**	685.1	707.9	437.8	440.7	442.8	440.4	438.3	436.5	434.9

NOTES:

*Amounts reflect the fiscal year in which revenue is deposited into the VHCF.

The Official to November Mild Recession Forecast for Fiscal Year 2024
(Dollars in Millions)

November 20, 2023

	Fiscal Year 2024					2022-2024 Biennium		
	Official Forecast	November Forecast	Change	% Growth Over FY23		Official Forecast	November Forecast	Change
MAJOR TAX SOURCES								
Corporate Income	\$ 1,896.1	\$ 2,213.5	\$ 317.4	(6.6) %	9.0 %	\$ 3,927.2	\$ 4,244.6	\$ 317.4
Individual Income Tax:								
Gross	20,540.5	21,852.3	1,311.8	(9.1)	(3.3)	43,126.9	44,438.7	1,311.8
Withholding	15,852.9	16,038.5	185.6	(0.7)	0.5	31,810.1	31,995.7	185.6
Nonwithholding	4,687.6	5,813.8	1,126.2	(29.3)	(12.3)	11,316.8	12,443.0	1,126.2
Refunds	<u>(2,834.8)</u>	<u>(3,336.2)</u>	<u>(501.4)</u>	<u>(21.3)</u>	<u>(7.4)</u>	<u>(6,437.6)</u>	<u>(6,939.0)</u>	<u>(501.4)</u>
Net	17,705.7	18,516.1	810.4	(6.7)	(2.5)	36,689.3	37,499.7	810.4
Insurance Company Premiums	429.7	446.3	16.6	(4.7)	(1.0)	880.6	897.2	16.6
State Sales & Use Tax	4,418.2	4,515.8	97.6	(6.7)	(4.6)	9,152.7	9,250.3	97.6
Wills, Suits, Deeds, & Contract Fees	<u>374.9</u>	<u>425.6</u>	<u>50.7</u>	<u>(12.9)</u>	<u>(1.2)</u>	<u>805.5</u>	<u>856.2</u>	<u>50.7</u>
Total Major Tax Sources	\$ 24,824.6	\$ 26,117.3	\$ 1,292.7	(6.8) %	(1.9) %	\$ 51,455.3	\$ 52,748.0	\$ 1,292.7
MISCELLANEOUS TAXES AND OTHER REVENUES								
Alcoholic Beverage State Tax	\$ 277.9	\$ 284.0	\$ 6.1	3.3 %	5.6 %	\$ 546.8	\$ 552.9	\$ 6.1
Bank Franchise Tax	38.4	30.4	(8.0)	22.3	(3.2)	69.8	61.8	(8.0)
Beer & Beverage Excise Tax	41.0	40.0	(1.0)	6.2	3.6	79.6	78.6	(1.0)
Corporate Franchise & Charter Fees	79.4	83.0	3.6	(4.6)	(0.2)	162.6	166.2	3.6
Sports Betting Taxes	67.3	74.1	6.8	0.0	10.1	134.6	134.6	0.0
Interest & Rents	635.3	672.9	37.6	73.9	84.2	1,000.6	1,038.2	37.6
Miscellaneous Taxes and Penalties	270.2	244.4	(25.8)	3.3	(6.6)	328.7	506.0	177.3
Other Miscellaneous Revenues	29.3	47.3	18.0	(49.9)	(19.1)	87.8	105.8	18.0
Public Service GR / Consumption Tax	<u>105.9</u>	<u>104.3</u>	<u>(1.6)</u>	<u>1.4</u>	<u>(0.1)</u>	<u>210.3</u>	<u>208.7</u>	<u>(1.6)</u>
Total Misc. Taxes and Other Revenues	\$ 1,544.7	\$ 1,580.4	\$ 35.7	20.8 %	23.5 %	\$ 2,823.9	\$ 2,859.6	\$ 35.7
TOTAL GF REVENUES	\$ 26,369.3	\$ 27,697.7	\$ 1,328.4	(5.5) %	(0.8) %	\$ 54,279.2	\$ 55,607.6	\$ 1,328.4
TRANSFERS								
A.B.C. Profits	\$ 153.6	\$ 174.1	\$ 20.5	(6.5) %	6.0 %	\$ 317.9	\$ 338.4	\$ 20.5
Sales Tax (0.375%)	521.5	550.8	29.3	(6.4)	(1.1)	1,078.5	1,107.8	29.3
Transfers Per Appropriations Act	<u>(804.9)</u>	<u>(804.9)</u>	<u>0.0</u>	<u>(953.6)</u>	<u>(953.6)</u>	<u>(710.6)</u>	<u>(710.6)</u>	<u>0.0</u>
Total Transfers	\$ (129.8)	\$ (80.0)	\$ 49.8	(115.9) %	(109.8) %	\$ 685.8	\$ 735.6	\$ 49.8
TOTAL GENERAL FUND	\$ 26,239.5	\$ 27,617.7	\$ 1,378.2	(8.7) %	(3.9) %	\$ 54,965.0	\$ 56,343.2	\$ 1,378.2

The official forecast is based on the July 2023 S&P Global pessimistic economic outlook and the corresponding Virginia state forecast developed by the Department of Taxation and incorporates actions of the General Assembly 2023 special session. Chapter 1.

The November forecast is based on the October 2023 Moody's Analytics Mild Recession Scenario and incorporates recommendations of the Joint Advisory Board of Economists.

The Official to November Mild Recession Forecast for Fiscal Years 2025 and 2026
(Dollars in Millions)

November 20, 2023

	Fiscal Year 2025		Fiscal Year 2026		2025-2026 Biennium	
	November Forecast	% Growth Over FY 24	November Forecast	% Growth Over FY 25	November Forecast	% Growth Over 22-24
MAJOR TAX SOURCES						
Corporate Income	\$ 2,063.8	(6.8) %	\$ 2,161.3	4.7 %	\$ 4,225.1	(0.5) %
Individual Income Tax:						
Gross	22,250.2	1.8	23,533.7	5.8	45,783.9	3.0
Withholding	16,629.4	3.7	17,739.9	6.7	34,369.3	7.4
Nonwithholding	5,620.8	(3.3)	5,793.8	3.1	11,414.6	(8.3)
Refunds	<u>(3,025.9)</u>	<u>(9.3)</u>	<u>(2,759.8)</u>	<u>(8.8)</u>	<u>(5,785.7)</u>	<u>(16.6)</u>
Net	19,224.3	3.8	20,773.9	8.1	39,998.2	6.7
Insurance Company Premiums	439.3	(1.6)	452.3	3.0	891.6	(0.6)
State Sales & Use Tax	4,687.5	3.8	4,929.7	5.2	9,617.2	4.0
Wills, Suits, Deeds, & Contract Fees	<u>456.7</u>	<u>7.3</u>	<u>457.2</u>	<u>0.1</u>	<u>913.9</u>	<u>6.7</u>
Total Major Tax Sources	\$ 26,871.6	2.9 %	\$ 28,774.4	7.1 %	\$ 55,646.0	5.5 %
MISCELLANEOUS TAXES AND OTHER REVENUES						
Alcoholic Beverage State Tax	\$ 297.2	4.6 %	\$ 311.2	4.7 %	\$ 608.4	10.0 %
Bank Franchise Tax	30.4	0.0	30.4	0.0	60.8	(1.6)
Beer & Beverage Excise Tax	40.0	0.0	40.0	0.0	80.0	1.8
Corporate Franchise & Charter Fees	83.0	0.0	83.0	0.0	166.0	(0.1)
Excess & Other Fees from Officers	78.0	5.3	78.0	0.0	156.0	15.9
Interest & Rents	724.5	7.7	652.2	(10.0)	1,376.7	32.6
Miscellaneous Taxes and Penalties	254.0	3.9	260.3	2.5	514.3	1.6
Other Miscellaneous Revenues	47.3	0.0	48.7	3.0	96.0	(9.3)
Public Service GR / Consumption Tax	<u>105.9</u>	<u>1.5</u>	<u>107.7</u>	<u>1.7</u>	<u>213.6</u>	<u>2.3</u>
Total Misc. Taxes and Other Revenues	\$ 1,660.3	5.1 %	\$ 1,611.5	(2.9) %	\$ 3,271.8	14.4 %
TOTAL GF REVENUES	\$ 28,531.9	3.0 %	\$ 30,385.9	6.5 %	\$ 58,917.8	6.0 %
TRANSFERS						
A.B.C. Profits	\$ 206.2	18.4 %	\$ 231.0	12.0 %	\$ 437.2	29.2 %
Sales Tax (0.375%)	571.9	3.8	613.7	7.3	1,185.6	7.0
Transfers Per Appropriations Act	<u>95.9</u>	<u>(111.9)</u>	<u>97.1</u>	<u>1.3</u>	<u>193.0</u>	<u>(127.2)</u>
Total Transfers	\$ 874.0	(1,192.5) %	\$ 941.8	7.8 %	\$ 1,815.8	146.8 %
TOTAL GENERAL FUND	\$ 29,405.9	6.5 %	\$ 31,327.7	6.5 %	\$ 60,733.6	7.8 %

The November forecast is based on the October 2023 Moody's Analytics Mild Recession Scenario and incorporates recommendations of the Joint Advisory Board of Economists.

The Official and November Severe Recession Forecast for Fiscal Year 2024
(Dollars in Millions)

November 20, 2023

	Fiscal Year 2024					2022-2024 Biennium		
	Official Forecast	November Forecast	Change	% Growth Over FY23 Official November		Official Forecast	November Forecast	Change
MAJOR TAX SOURCES								
Corporate Income	\$ 1,896.1	\$ 1,982.8	\$ 86.7	(6.6) %	(2.4) %	\$ 3,927.2	\$ 4,013.9	\$ 86.7
Individual Income Tax:								
Gross	20,540.5	20,684.5	144.0	(9.1)	(8.4)	43,126.9	43,270.9	144.0
Withholding	15,852.9	15,930.7	77.8	(0.7)	(0.2)	31,810.1	31,887.9	77.8
Nonwithholding	4,687.6	4,753.8	66.2	(29.3)	(28.3)	11,316.8	11,383.0	66.2
Refunds	<u>(2,834.8)</u>	<u>(3,336.2)</u>	<u>(501.4)</u>	<u>(21.3)</u>	<u>(7.4)</u>	<u>(6,437.6)</u>	<u>(6,939.0)</u>	<u>(501.4)</u>
Net	17,705.7	17,348.3	(357.4)	(6.7)	(8.6)	36,689.3	36,331.9	(357.4)
Insurance Company Premiums	429.7	437.3	7.6	(4.7)	(3.0)	880.6	888.2	7.6
State Sales & Use Tax	4,418.2	4,387.9	(30.3)	(6.7)	(7.3)	9,152.7	9,122.4	(30.3)
Wills, Suits, Deeds, & Contract Fees	<u>374.9</u>	<u>358.0</u>	<u>(16.9)</u>	<u>(12.9)</u>	<u>(16.9)</u>	<u>805.5</u>	<u>788.6</u>	<u>(16.9)</u>
Total Major Tax Sources	\$ 24,824.6	\$ 24,514.2	\$ (310.4)	(6.8) %	(7.9) %	\$ 51,455.3	\$ 51,144.9	\$ (310.4)
MISCELLANEOUS TAXES AND OTHER REVENUES								
Alcoholic Beverage State Tax	\$ 277.9	\$ 284.0	\$ 6.1	3.3 %	5.6 %	\$ 546.8	\$ 552.9	\$ 6.1
Bank Franchise Tax	38.4	30.4	(8.0)	22.3	(3.2)	69.8	61.8	(8.0)
Beer & Beverage Excise Tax	41.0	40.0	(1.0)	6.2	3.6	79.6	78.6	(1.0)
Corporate Franchise & Charter Fees	79.4	83.0	3.6	(4.6)	(0.2)	162.6	166.2	3.6
Sports Betting Taxes	67.3	74.1	6.8	0.0	10.1	134.6	134.6	0.0
Interest & Rents	635.3	672.9	37.6	73.9	84.2	1,000.6	1,038.2	37.6
Miscellaneous Taxes and Penalties	270.2	244.4	(25.8)	3.3	(6.6)	328.7	506.0	177.3
Other Miscellaneous Revenues	29.3	47.3	18.0	(49.9)	(19.1)	87.8	105.8	18.0
Public Service GR / Consumption Tax	<u>105.9</u>	<u>104.3</u>	<u>(1.6)</u>	<u>1.4</u>	<u>(0.1)</u>	<u>210.3</u>	<u>208.7</u>	<u>(1.6)</u>
Total Misc. Taxes and Other Revenues	\$ 1,544.7	\$ 1,580.4	\$ 35.7	20.8 %	23.5 %	\$ 2,823.9	\$ 2,859.6	\$ 35.7
TOTAL GF REVENUES	\$ 26,369.3	\$ 26,094.6	\$ (274.7)	(5.5) %	(6.5) %	\$ 54,279.2	\$ 54,004.5	\$ (274.7)
TRANSFERS								
A.B.C. Profits	\$ 153.6	\$ 174.1	\$ 20.5	(6.5) %	6.0 %	\$ 317.9	\$ 338.4	\$ 20.5
Sales Tax (0.375%)	521.5	534.9	13.4	(6.4)	(4.0)	1,078.5	1,091.9	13.4
Transfers Per Appropriations Act	<u>(804.9)</u>	<u>(804.9)</u>	<u>0.0</u>	<u>(953.6)</u>	<u>(953.6)</u>	<u>(710.6)</u>	<u>(710.6)</u>	<u>0.0</u>
Total Transfers	\$ (129.8)	\$ (95.9)	\$ 33.9	(115.9) %	(111.8) %	\$ 685.8	\$ 719.7	\$ 33.9
TOTAL GENERAL FUND	\$ 26,239.5	\$ 25,998.7	\$ (240.8)	(8.7) %	(9.5) %	\$ 54,965.0	\$ 54,724.2	\$ (240.8)

The official forecast is based on the July 2023 S&P Global pessimistic economic outlook and the corresponding Virginia state forecast developed by the Department of Taxation and incorporates actions of the General Assembly 2023 special session. Chapter 1.

The November Alternative forecast is based on the October 2023 Moody's Analytics Severe Recession Scenario and incorporates recommendations of the Joint Advisory Board of Economists.

The November Severe Recession Forecast for Fiscal Years 2025-26
(Dollars in Millions)

November 20, 2023

	Fiscal Year 2025		Fiscal Year 2026		2025-2026 Biennium	
	November Forecast	% Growth Over FY 24	November Forecast	% Growth Over FY 25	November Forecast	% Growth Over 22-24
MAJOR TAX SOURCES						
Corporate Income	\$ 1,721.7	(13.2) %	\$ 1,878.7	9.1 %	\$ 3,600.4	(10.3) %
Individual Income Tax:						
Gross	20,932.6	1.2	21,616.8	3.3	42,549.4	(1.7)
Withholding	16,281.6	2.2	17,137.7	5.3	33,419.3	4.8
Nonwithholding	4,651.0	(2.2)	4,479.1	(3.7)	9,130.1	(19.8)
Refunds	<u>(2,962.4)</u>	<u>(11.2)</u>	<u>(2,666.0)</u>	<u>(10.0)</u>	<u>(5,628.3)</u>	<u>(18.9)</u>
Net	17,970.2	3.6	18,950.8	5.5	36,921.1	1.6
Insurance Company Premiums	430.5	(1.6)	443.3	3.0	873.8	(1.6)
State Sales & Use Tax	4,356.3	(0.7)	4,588.1	5.3	8,944.5	(2.0)
Wills, Suits, Deeds, & Contract Fees	<u>368.3</u>	<u>2.9</u>	<u>377.8</u>	<u>2.6</u>	<u>746.1</u>	<u>(5.4)</u>
Total Major Tax Sources	\$ 24,847.1	1.4 %	\$ 26,238.7	5.6 %	\$ 51,085.8	(0.1) %
MISCELLANEOUS TAXES AND OTHER REVENUES						
Alcoholic Beverage State Tax	\$ 297.2	4.6 %	\$ 311.2	4.7 %	\$ 608.4	10.0 %
Bank Franchise Tax	30.4	0.0	30.4	0.0	60.8	(1.6)
Beer & Beverage Excise Tax	40.0	0.0	40.0	0.0	80.0	1.8
Corporate Franchise & Charter Fees	83.0	0.0	83.0	0.0	166.0	(0.1)
Excess & Other Fees from Officers	78.0	5.3	78.0	0.0	156.0	15.9
Interest & Rents	724.5	7.7	652.2	(10.0)	1,376.7	32.6
Miscellaneous Taxes and Penalties	254.0	3.9	260.3	2.5	514.3	1.6
Other Miscellaneous Revenues	47.3	0.0	48.7	3.0	96.0	(9.3)
Public Service GR / Consumption Tax	<u>105.9</u>	<u>1.5</u>	<u>107.7</u>	<u>1.7</u>	<u>213.6</u>	<u>2.3</u>
Total Misc. Taxes and Other Revenues	\$ 1,660.3	5.1 %	\$ 1,611.5	(2.9) %	\$ 3,271.8	14.4 %
TOTAL GF REVENUES	\$ 26,507.4	1.6 %	\$ 27,850.2	5.1 %	\$ 54,357.6	0.7 %
TRANSFERS						
A.B.C. Profits	\$ 206.2	18.4 %	\$ 231.0	12.0 %	\$ 437.2	29.2 %
Sales Tax (0.375%)	497.7	(7.0)	524.0	5.3	1,021.7	(6.4)
Transfers Per Appropriations Act	<u>95.9</u>	<u>(111.9)</u>	<u>97.1</u>	<u>1.3</u>	<u>193.0</u>	<u>(127.2)</u>
Total Transfers	\$ 799.8	(934.0) %	\$ 852.1	6.5 %	\$ 1,651.9	129.5 %
TOTAL GENERAL FUND	\$ 27,307.2	5.0 %	\$ 28,702.3	5.1 %	\$ 56,009.5	2.3 %

The November Alternative forecast is based on the October 2023 Moody's Analytics Severe Recession Scenario and incorporates recommendations of the Joint Advisory Board of Economists.

Growth in Total General Fund Revenues

Fiscal Year 1961 - Fiscal Year 2024

(Nominal - Actual Dollars)

<u>FY</u>	<u>Total Revenues</u>	<u>Growth</u>	<u>FY</u>	<u>Total Revenues</u>	<u>Growth</u>
61	230,998,887	-	95	6,881,145,000	5.8%
62	242,144,567	4.8%	96	7,356,110,000	6.9%
63	286,304,265	18.2%	97	7,949,327,000	8.1%
64	298,033,919	4.1%	98	8,773,520,000	10.4%
65	323,213,412	8.4%	99	9,702,747,000	10.6%
66	365,129,776	13.0%	00	10,788,482,000	11.2%
67	414,755,644	13.6%	01	11,105,275,000	2.9%
68	533,597,744	28.7%	02	10,678,954,000	-3.8%
69	706,254,374	32.4%	03	10,867,149,000	1.8%
70	743,721,322	5.3%	04	11,917,867,000	9.7%
71	807,954,651	8.6%	05	13,687,252,000	14.8%
72	922,653,686	14.2%	06	14,834,298,000	8.4%
73	1,054,469,443	14.3%	07	15,565,827,000	4.9%
74	1,168,562,871	10.8%	08	15,766,951,000	1.3%
75	1,303,178,893	11.5%	09	14,315,060,000	-9.2%
76	1,428,421,157	9.6%	10	14,219,477,000	-0.7%
77	1,636,301,819	14.6%	11	15,040,200,000	5.8%
78	1,923,085,084	17.5%	12	15,846,665,000	5.4%
79	2,115,211,522	10.0%	13	16,684,600,000	5.3%
80	2,344,928,934	10.9%	14	16,411,400,000	-1.6%
81	2,579,663,941	10.0%	15	17,735,600,000	8.1%
82	2,796,458,741	8.4%	16	18,040,100,000	1.7%
83	2,975,687,935	6.4%	17	18,695,100,000	3.6%
84	3,397,710,261	14.2%	18	19,880,800,000	6.3%
85	3,790,816,000	11.6%	19	21,307,500,000	7.2%
86	4,131,778,000	9.0%	20	21,737,800,000	2.0%
87	4,590,434,000	11.1%	21	24,878,500,000	14.4%
88	5,054,382,000	10.1%	22	28,934,900,000	16.3%
89	5,478,912,000	8.4%	23	27,909,900,000	-3.5%
90	5,494,884,000	0.3%	24*	27,697,700,000	-0.8%
91	5,471,879,000	-0.4%	25*	28,200,400,000	1.8%
92	5,623,213,000	2.8%	26*	29,823,400,000	5.8%
93	6,133,637,000	9.1%			
94	6,503,368,000	6.0%			

* December 20, 2023 Forecast (Excludes Transfers)

Shaded areas indicate years in which there was a national recession.

Growth in Total General Fund Revenues

Fiscal Year 1961 - Fiscal Year 2024

(Real -- Inflation-Adjusted Dollars)

<u>FY</u>	<u>Total Revenues</u>	<u>Growth</u>	<u>FY</u>	<u>Total Revenues</u>	<u>Growth</u>
61	1,396,607,539	-	95	9,694,484,362	3.5%
62	1,449,967,467	3.8%	96	10,160,372,928	4.8%
63	1,694,108,077	16.8%	97	10,751,050,852	5.8%
64	1,738,820,998	2.6%	98	11,732,441,829	9.1%
65	1,860,756,546	7.0%	99	12,851,320,530	9.5%
66	2,064,046,218	10.9%	00	13,989,214,212	8.9%
67	2,282,639,758	10.6%	01	14,050,196,103	0.4%
68	2,848,893,454	24.8%	02	13,347,024,122	-5.0%
69	3,618,106,424	27.0%	03	13,320,849,473	-0.2%
70	3,636,779,081	0.5%	04	14,298,580,684	7.3%
71	3,780,789,195	4.0%	05	16,000,996,025	11.9%
72	4,159,845,293	10.0%	06	16,809,402,833	5.1%
73	4,582,657,292	10.2%	07	17,224,551,289	2.5%
74	4,698,684,644	2.5%	08	16,928,227,400	-1.7%
75	4,749,194,216	1.1%	09	15,217,455,087	-10.1%
76	4,886,832,559	2.9%	10	14,958,423,101	-1.7%
77	5,293,761,951	8.3%	11	15,532,582,877	3.8%
78	5,834,602,803	10.2%	12	15,976,071,177	2.9%
79	5,956,664,382	2.1%	13	16,570,265,170	3.7%
80	5,988,071,844	0.5%	14	16,064,408,771	-3.1%
81	5,978,363,710	-0.2%	15	17,217,357,538	7.2%
82	6,056,874,033	1.3%	16	17,430,048,309	1.2%
83	6,145,576,074	1.5%	17	17,782,840,293	2.0%
84	6,745,503,794	9.8%	18	18,548,983,019	4.3%
85	7,271,851,141	7.8%	19	19,523,089,610	5.3%
86	7,692,753,677	5.8%	20	19,668,657,257	0.7%
87	8,366,017,860	8.8%	21	22,061,275,162	12.2%
88	8,887,606,823	6.2%	22	24,245,768,393	9.9%
89	9,225,310,658	3.8%	23	22,249,601,403	-8.2%
90	8,894,276,465	-3.6%	24*	21,541,219,474	-3.2%
91	8,490,114,818	-4.5%	25*	21,334,807,684	-1.0%
92	8,492,996,526	0.0%	26*	22,098,605,817	3.6%
93	9,025,363,449	6.3%			
94	9,365,449,309	3.8%			

* December 20,2023 Forecast (Excludes Transfers)

Shaded areas indicate years in which there was a national recession.

NONGENERAL FUND REVENUE PROJECTIONS
For Fiscal Years 2023 Through 2029
\$ (Millions)

	Actual						
	2023	2024	2025	2026	2027	2028	2029
Taxes:							
Motor vehicle fuel tax	\$1,409.7	\$1,480.1	\$1,533.6	\$1,583.9	\$1,629.1	\$1,673.9	\$1,718.7
Unemployment compensation payroll tax	\$290.1	\$588.9	\$518.9	\$442.4	\$431.2	\$428.4	\$429.9
Special highway tax from sales tax	\$1,416.6	\$1,372.1	\$1,392.2	\$1,467.4	\$1,524.6	\$1,581.0	\$1,636.4
Motor vehicle sales tax and use tax	\$1,218.9	\$1,178.9	\$1,193.5	\$1,220.6	\$1,215.2	\$1,209.9	\$1,202.4
Other taxes	\$2,409.4	\$2,631.3	\$2,600.5	\$2,716.2	\$2,790.8	\$2,844.3	\$2,896.3
Total	\$6,744.8	\$7,251.3	\$7,238.7	\$7,430.5	\$7,590.9	\$7,737.5	\$7,883.7
Rights and privileges:							
Motor Vehicle Licenses	\$326.0	\$328.9	\$328.3	\$331.3	\$329.3	\$331.8	\$332.3
Other Rights & Privileges	\$1,101.3	\$1,025.9	\$1,071.3	\$1,099.7	\$1,097.3	\$1,107.9	\$1,117.5
Total	\$1,427.3	\$1,354.8	\$1,399.6	\$1,430.9	\$1,426.6	\$1,439.6	\$1,449.7
Sales of property and commodities:							
Alocoholic Beverage Sales	\$1,182.5	\$1,509.3	\$1,584.7	\$1,664.0	\$1,747.2	\$1,834.5	\$1,926.2
Other Sales	\$1,770.9	\$1,313.0	\$959.2	\$960.6	\$962.9	\$965.5	\$968.3
Total	\$2,953.4	\$2,822.3	\$2,543.9	\$2,624.5	\$2,710.1	\$2,800.0	\$2,894.5
Assessment & Receipts for Support of Special Services:	\$2,788.9	\$2,522.7	\$3,159.6	\$3,297.4	\$3,416.2	\$3,537.1	\$3,666.0
Institutional revenue:							
Institutions of Higher Education ²	\$2,639.2	\$6,976.6	\$7,414.0	\$7,845.8	\$7,829.4	\$7,997.3	\$7,295.4
Other Educational Institutions	\$3.4	\$3.6	\$3.7	\$3.7	\$3.8	\$3.9	\$3.9
Medical Hospitals ²	\$0.0	\$2,511.4	\$3,069.4	\$3,201.7	\$3,376.2	\$3,578.7	\$3,770.1
Mental Hospitals	\$109.4	\$107.7	\$122.5	\$131.2	\$131.3	\$131.3	\$131.2
Corrections	\$53.3	\$54.1	\$59.0	\$58.9	\$58.9	\$58.9	\$58.9
Other Institutions	\$44.4	\$49.7	\$48.9	\$50.9	\$52.8	\$53.8	\$51.8
Total	\$2,849.7	\$9,703.2	\$10,717.5	\$11,292.3	\$11,452.5	\$11,823.7	\$11,311.3
Interest dividends and rents:	\$310.0	\$274.6	\$269.9	\$276.0	\$284.1	\$291.9	\$295.3
Grants and donations:							
Federal grants and contracts	\$22,048.6	\$19,881.2	\$22,274.6	\$23,332.1	\$24,035.2	\$24,936.8	\$25,773.1
Other grants & contracts	\$396.9	\$442.7	\$583.7	\$159.0	\$553.8	\$531.1	\$506.9
Total	\$22,445.5	\$20,323.9	\$22,858.3	\$23,491.1	\$24,589.0	\$25,467.9	\$26,279.9
Other Revenue:	\$3,300.3	\$2,944.9	\$3,098.2	\$3,275.3	\$3,217.3	\$3,021.2	\$2,961.8
Total Nongeneral Fund Revenue: ¹	\$42,819.9	\$47,197.6	\$51,285.7	\$53,117.9	\$54,686.6	\$56,118.9	\$56,742.2
\$ Amount change from previous year		\$4,377.7	\$4,088.1	\$1,832.3	\$1,568.7	\$1,432.3	\$623.3
% Change from previous year		10.2%	8.7%	3.6%	3.0%	2.6%	1.1%

¹ Page 1 totals adjusted to reflect lottery proceeds being listed separately.

² Per the Management Agreement between the tier 3 schools and the Commonwealth as set forth in Chapters 933 and 943 of the 2006 Acts of Assembly, the type 3 schools are not required to report actual revenue collections in Cardinal.

FY 2024 Estimate
Per Chapter 1

Commonwealth of Virginia/Department of Accounts
Summary Report on General Fund Revenue Collections
For the Fiscal Years 2023 and 2024
(Dollars in Thousands)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2024 Estimate	As a % of Gen Fund Rev	FY 2024	November FY 2023	% Change	FY 2024	FY 2023	% Change	% Annual Growth Req By Est
Revenue									
Individual Income Tax:									
Withholding	\$15,852,900	60.12	\$1,415,221	\$1,355,507	4.4	\$6,555,843	\$6,446,079	1.7	(0.7)
Tax Dues/Estimated Payments	4,687,600	17.78	115,296	101,946	13.1	1,406,295	1,313,782	7.0	(29.3)
Gross Individual Income Tax	\$20,540,500	77.90	\$1,530,517	\$1,457,453	5.0	\$7,962,138	\$7,759,861	2.6	(9.1)
Individual and Fiduciary Income (Refunds)	(2,834,800)	(10.75)	(249,962)	(69,946)	257.4	(988,786)	(1,313,569)	(24.7)	(21.3)
Net Individual Income Tax	\$17,705,700	67.15	\$1,280,555	\$1,387,507	(7.7)	\$6,973,352	\$6,446,292	8.2	(6.7)
Sales and Use Tax	\$4,418,200	16.76	\$385,796	\$401,824	(4.0)	\$1,975,161	\$1,987,209	(0.6)	(6.7)
Corporations Income Tax	1,896,100	7.19	35,662	20,710	72.2	647,285	512,247	26.4	(6.6)
Wills, Suits, Deeds, Contracts	374,900	1.42	27,978	34,278	(18.4)	164,020	205,319	(20.1)	(12.9)
Insurance Premiums	429,700	1.63	0	0	-	0	0	-	(4.7)
Interest Income (a)	635,100	2.41	116,665	36,136	222.8	401,929	123,485	225.5	73.9
Alcoholic Beverage Sales (b)	318,900	1.21	68,589	68,159	0.6	84,935	82,160	3.4	3.7
All Other Revenues	590,700	2.23	42,929	53,185	(19.3)	196,365	212,514	(7.6)	(2.6)
Total General Fund Revenues	\$26,369,300	100.00	\$1,958,174	\$2,001,799	(2.2)	\$10,443,047	\$9,569,226	9.1	(5.5)

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.

FY 2024 Estimate
Per Chapter 1

Commonwealth of Virginia/Department of Accounts
General Fund Statement of Revenue Collections and Estimates
For the Fiscal Years 2023 and 2024
(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2024 Estimate	As a % of Total Gen Fund Rev	FY 2024	November FY 2023	% Change	FY 2024	FY 2023	% Change	% Annual Growth Req By Est
Taxes:									
Individual Income Tax - Withholding	\$15,852,900	60.12	\$1,415,221	\$1,355,507	4.4	\$6,555,843	\$6,446,079	1.7	(0.7)
Tax Dues/Estimated Payments	4,687,600	17.78	115,296	101,946	13.1	1,406,295	1,313,782	7.0	(29.3)
Gross Individual Income Tax	\$20,540,500	77.90	\$1,530,517	\$1,457,453	5.0	\$7,962,138	\$7,759,861	2.6	(9.1)
Individ and Fiduc Income (Refunds)	(2,834,800)	(10.75)	(249,962)	(69,946)	257.4	(988,786)	(1,313,569)	(24.7)	(21.3)
Net individual Income Tax	\$17,705,700	67.15	\$1,280,555	\$1,387,507	(7.7)	\$6,973,352	\$6,446,292	8.2	(6.7)
Sales and Use Tax	4,418,200	16.76	385,796	401,824	(4.0)	1,975,161	1,987,209	(0.6)	(6.7)
Corporations Income	1,896,100	7.19	35,662	20,710	72.2	647,285	512,247	26.4	(6.6)
Public Service Corporations	105,900	0.40	8,228	6,543	25.8	38,814	38,134	1.8	1.4
Insurance Premiums	429,700	1.63	0	0	-	0	0	-	(4.7)
Alcoholic Beverage Excise	277,900	1.05	65,444	64,621	1.3	70,780	67,823	4.4	3.4
Beer and Beverage Excise	41,000	0.16	3,145	3,538	(11.1)	14,155	14,337	(1.3)	6.3
Wills, Suits, Deeds, Contracts	374,900	1.42	27,978	34,278	(18.4)	164,020	205,319	(20.1)	(12.9)
Inheritance, Gift, and Estate	0	0.00	0	0	-	0	0	-	-
Bank Franchise	38,400	0.14	6	1	500.0	(771)	748	(203.1)	22.3
Other Taxes	68,600	0.26	8,520	6,755	26.1	28,700	30,366	(5.5)	(0.1)
Total Taxes	\$25,356,400	96.16	\$1,815,334	\$1,925,777	(5.7)	\$9,911,496	\$9,302,475	6.5	(6.6)
Rights and Privileges:									
Licenses and Permits	\$4,700	0.02	\$175	\$152	15.1	\$1,366	\$1,348	1.3	24.1
Corp. Franchise and Charters	79,400	0.30	529	577	(8.3)	2,964	3,174	(6.6)	(4.6)
Fees for Misc. Privileges & Services	13,900	0.05	300	344	(12.8)	5,323	6,193	(14.0)	(26.3)
Total Rights and Privileges	\$98,000	0.37	\$1,004	\$1,073	(6.4)	\$9,653	\$10,715	(9.9)	(7.4)
Other Revenues:									
Sales of Property & Commodities	\$0	0.00	\$0	\$10,828	(100.0)	\$0	\$10,849	(100.0)	(100.0)
Assessmts & Rcpts for Support of Special Svcs	400	0.00	9	9	0.0	258	95	171.6	49.8
Institutional Revenue	2,500	0.01	111	166	(33.1)	1,243	1,517	(18.1)	(24.8)
Interest (a)	635,100	2.41	116,665	36,136	222.8	401,929	123,485	225.5	73.9
Dividends and Rent	200	0.00	15	12	25.0	64	63	1.6	33.3
Fines, Forfeitures & Fees	268,900	1.02	24,729	27,145	(8.9)	110,484	114,395	(3.4)	3.4
Other Revenue	14,400	0.06	489	572	(14.5)	7,367	7,120	3.5	(36.2)
Excess Fees	(12,600)	(0.05)	(683)	(335)	(103.9)	(1,761)	(2,923)	39.8	(127.9)
Private Donations, Gifts & Cont.	0	0.00	48	0	-	542	0	-	(100.0)
Cities, Counties, and Towns	6,000	0.02	453	416	8.9	1,772	1,435	23.5	30.8
Total Other Revenues	\$914,900	3.47	\$141,836	\$74,949	89.2	\$521,898	\$256,036	103.8	38.3
Total General Fund Revenues	\$26,369,300	100.00	\$1,958,174	\$2,001,799	(2.2)	\$10,443,047	\$9,569,226	9.1	(5.5)

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

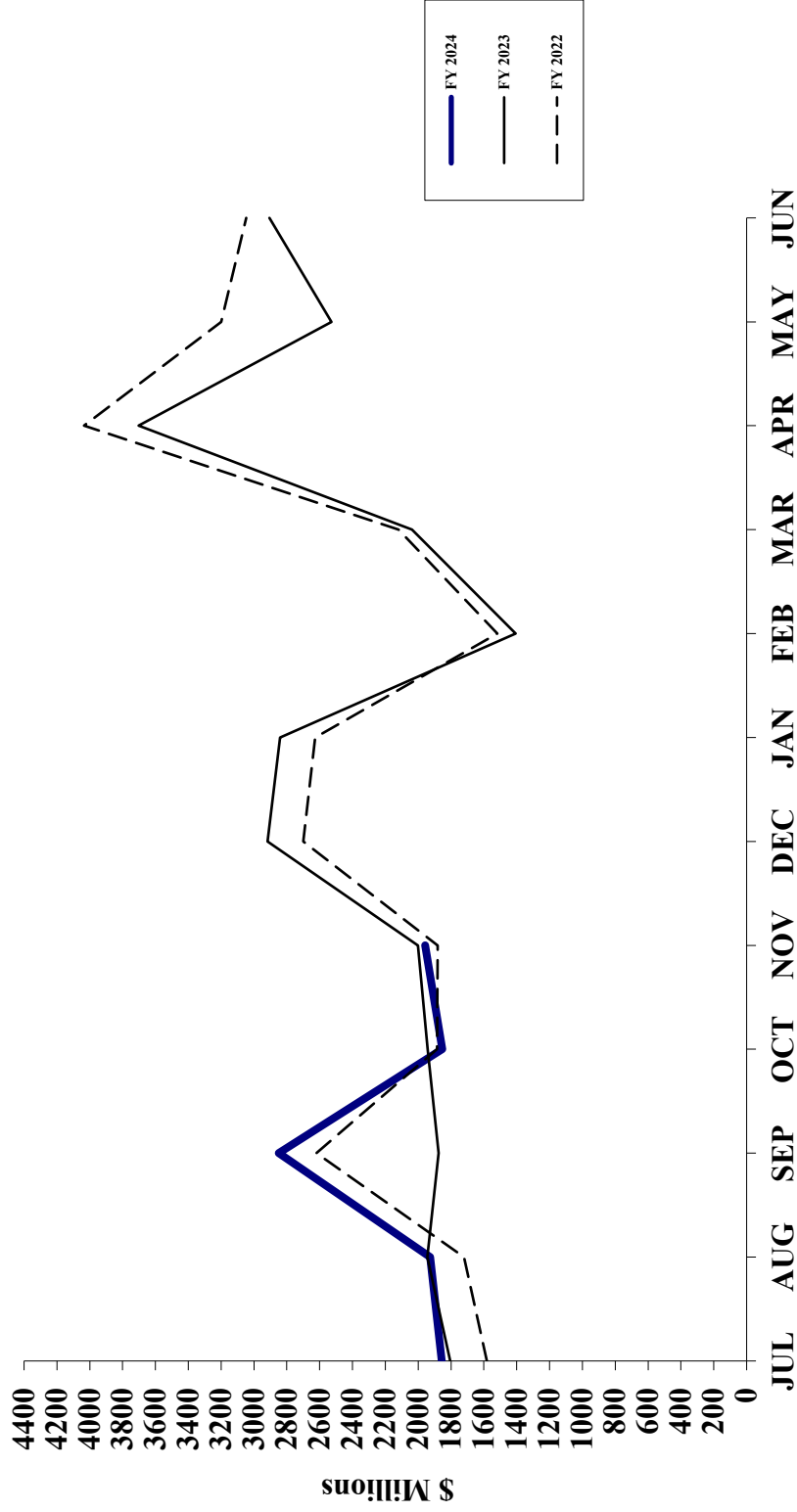
(a) Interest is earned monthly in the General Fund and credited to nongeneral funds on a quarterly basis. This will occur in the months of October, January, April and June.

Commonwealth of Virginia/Department of Accounts
Commonwealth Transportation Fund
Summary Statement of Selected Revenue Estimates & Collections
For the Fiscal Years 2023 and 2024
(Dollars in Thousands)

Revenue	FY 2024 Estimate	As a % of Total		November		Year-To-Date		% Annual Growth Required By Estimate	
		Fund	Change %	FY 2023	FY 2024	FY 2023	FY 2024		
Motor Fuel Taxes	\$1,572,700	20.12	(8.8)	\$135,851	\$123,905	\$614,266	\$616,875	0.4	6.8
Insurance Premiums Tax	217,791	2.79	(5.9)	6,616	6,225	180,550	184,782	2.3	7.6
Motor Vehicle Sales and Use Tax	1,130,100	14.46	(5.2)	96,708	91,636	530,299	540,052	1.8	(10.5)
State Sales and Use Tax	1,388,200	17.76	(7.1)	122,128	113,417	604,339	577,768	(4.4)	(2.0)
Motor Vehicle License Fees	218,400	2.79	163.1	5,731	15,081	76,805	91,618	19.3	11.1
Highway Use Fee	64,400	0.82	10.2	4,532	4,993	25,598	28,322	10.6	10.2
International Registration Plan	118,200	1.51	(68.8)	9,251	2,885	37,321	37,266	(0.1)	2.7
Recordation Tax	52,400	0.67	(17.4)	4,117	3,400	25,187	20,163	(19.9)	(0.5)
Interest Earnings	3,200	0.04	150.0	26	65	1,832	11,971	553.4	(84.9)
Misc. Taxes, Fees, and Revenues	17,600	0.23	(28.8)	2,072	1,475	8,547	8,003	(6.4)	(11.1)
Total State Taxes and Fees	\$4,782,991	61.19	(6.2)	\$387,032	\$363,082	\$2,104,744	\$2,116,820	0.6	(0.7)

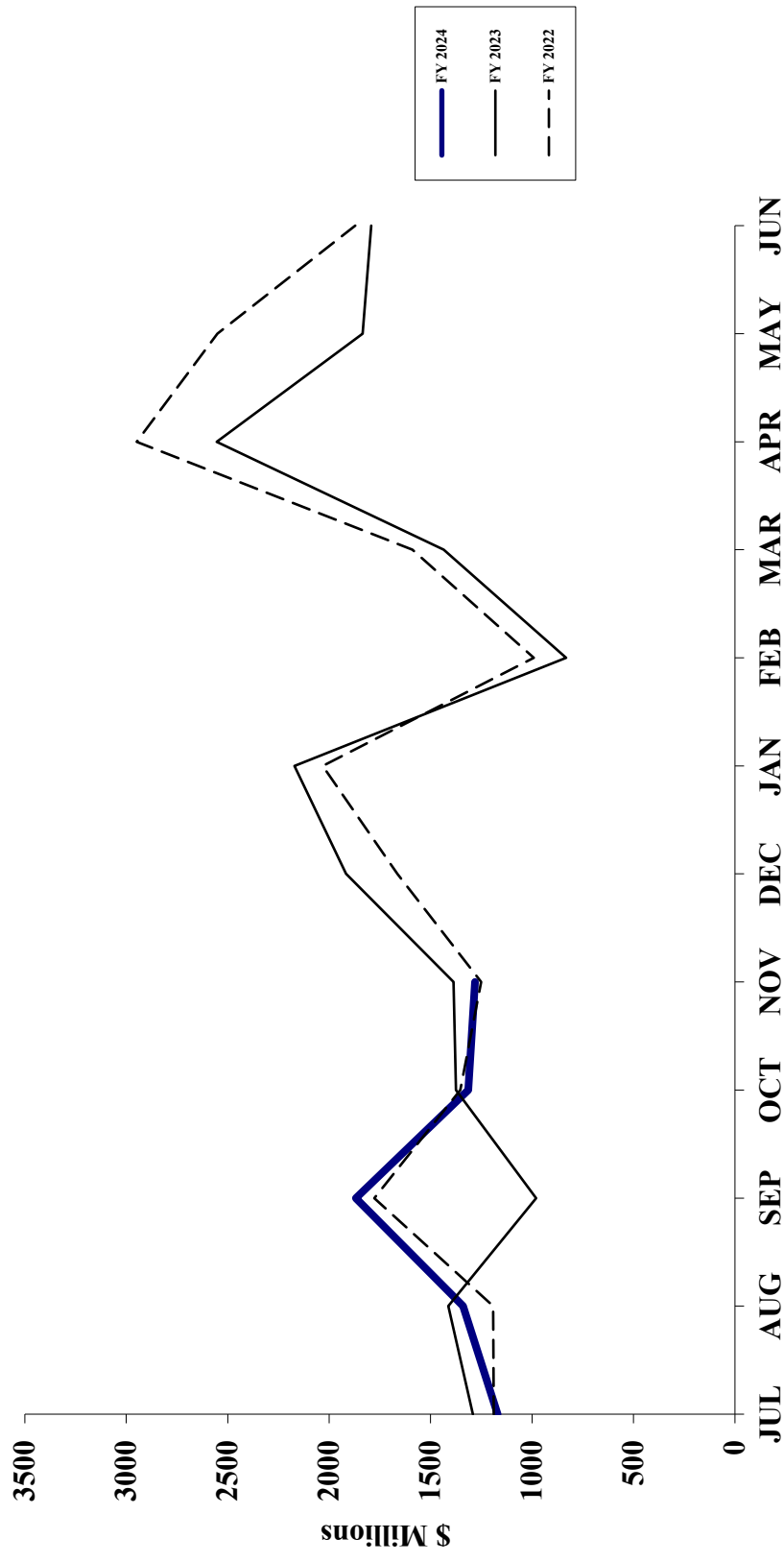
Percentage is greater than or equal to 1,000%.

Total General Fund Revenues



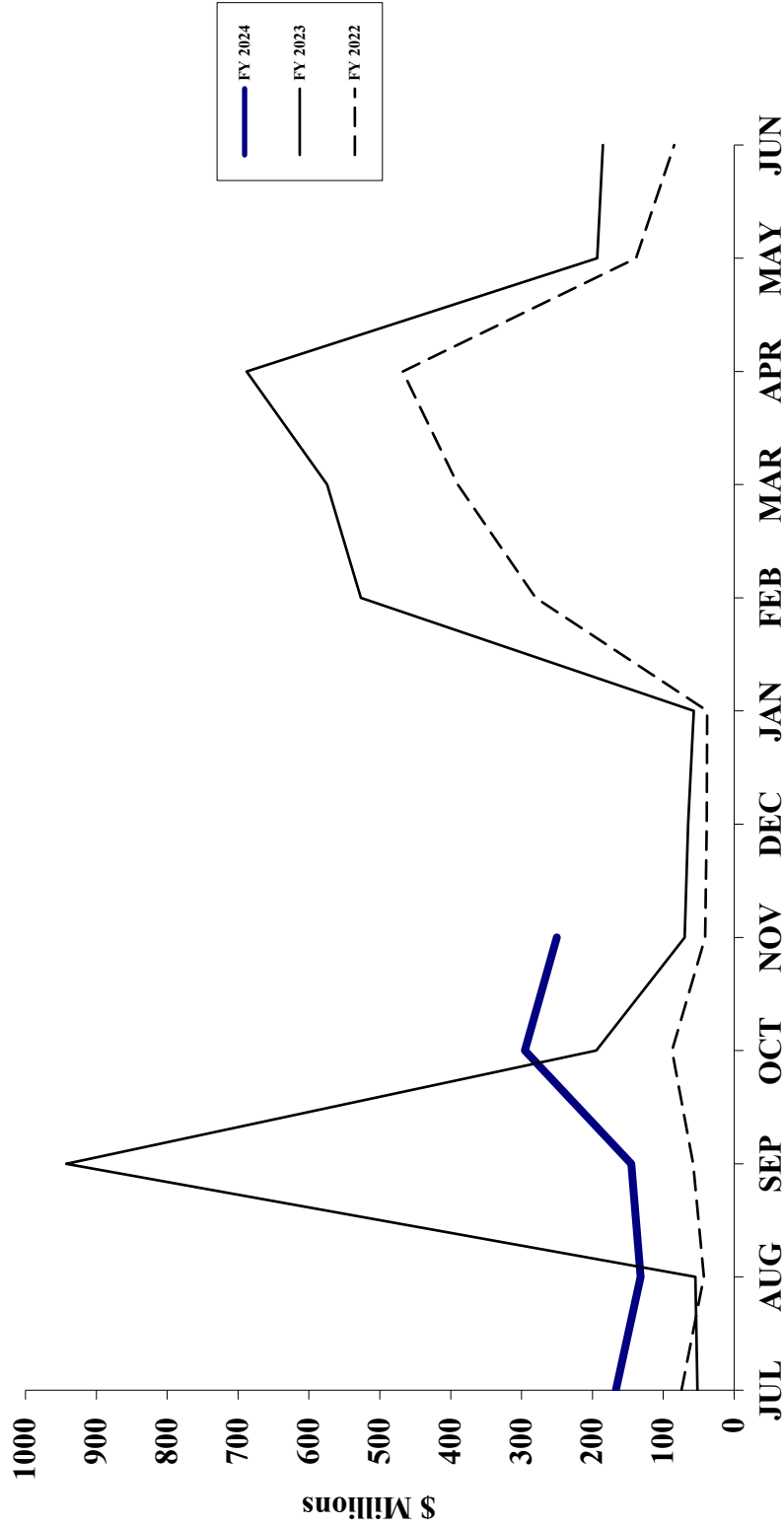
FY 2022 Actual = \$28,934.9 Million
FY 2023 Actual = \$27,909.9 Million
FY 2024 Estimate = \$26,369.3 Million

Net Individual Income Tax



FY 2022 Actual = \$20,410.2 Million
FY 2023 Actual = \$18,983.6 Million
FY 2024 Estimate = \$17,705.7 Million

Individual and Fiduciary Income Tax Refunds



FY 2022 Actual = \$1,740.5 Million
FY 2023 Actual = \$3,602.8 Million
FY 2024 Estimate = \$2,834.8 Million

DEPARTMENT OF THE TREASURY

General Account Investment Portfolio
 Monthly Average Balances and Rates
 For the Fiscal Year 2024
 (Dollars in Millions)

MONTH	PRIMARY LIQUIDITY		9 Month Rolling Avg. TREASURY 1 YR. CONSTANT MATURITY ¹	EXTERNAL MANAGEMENT EXTENDED DURATION			COMPOSITE		
	Avg. Balance	Yield		Avg. Balance	Annualized Total Return	YTM ²	Avg. Balance	Rate ³	YTM ⁴
July, 2023	\$23,322.6	4.42%	4.88%	\$5,497.6	2.74%	5.19%	\$28,820.2	4.10%	4.57%
August	\$23,027.5	4.51%	4.95%	\$5,500.0	-1.56%	5.28%	\$28,527.5	3.34%	4.66%
September	\$23,380.9	4.62%	5.03%	\$5,458.0	-16.58%	5.64%	\$28,838.9	0.61%	4.81%
October	\$24,093.0	4.70%	5.12%	\$5,400.1	-8.62%	5.86%	\$29,493.1	2.26%	4.91%
November	\$23,394.9	4.78%	5.15%	\$5,462.9	37.17%	5.32%	\$28,857.8	10.91%	4.88%
December									
January, 2024									
February									
March									
April									
May									
June									
Year-to-Date Average	\$23,443.8	4.61 %	5.00%	\$5,463.7	2.55%	5.45%	\$28,907.5	4.22%	4.77%

* Performance on the extended duration portion of the General Account is reported on an annualized total return basis. Total return includes unrealized gains and losses, which in the short term can make returns more volatile. Over an extended time period the fluctuations average out and total return approaches the portfolio yield.

* Unaudited.

¹ Federal Reserve Bank H.15 Release.

² Actual YTM as of EOM as reported by external managers.

³ Composite Rate is the PLP Yield blended with the EDCP Annualized Total Return.

⁴ Composite YTM based on average balance for PLP and EOM balances for EDCP.

**Commonwealth of Virginia/Department of Accounts
Report on the Revenue Stabilization Fund
For the Fiscal Year 2024**

Month	Beginning Balance	Deposits	Withdrawals	Interest Allocated (A)	Ending Balance
July	\$1,782,004,692	\$0	\$0	\$0	\$1,782,004,692
August	\$1,782,004,692	\$0	\$0	\$0	\$1,782,004,692
September	\$1,782,004,692	\$0	\$0	\$0	\$1,782,004,692
October	\$1,782,004,692	\$0	\$0	\$18,835,510	\$1,800,840,202
November	\$1,800,840,202	\$0	\$0	\$0	\$1,800,840,202
December					
January					
February					
March					
April					
May					
June					

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