

FY 2008 Revised Estimate  
Per House Bill 29, December 17, 2007

Commonwealth of Virginia/Department of Accounts  
Summary Report on General Fund and Lottery Revenue Collections  
For the Fiscal Years 2007 and 2008  
(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2008 Estimate	As a % of Gen Fund Rev & Net Lottery Profits	January FY 2008	FY 2007	% Change	Year-To-Date FY 2008	FY 2007	% Change	% Annual Growth Req By Est
<b>Individual Income Tax:</b>									
Withholding (a)	\$9,042,300	54.66	\$887,082	\$827,497	7.2	\$5,194,887	\$4,908,285	5.8	5.6
Tax Dues/Estimated Payments (a)	3,059,370	18.50	453,568	404,339	12.2	1,107,787	1,025,556	8.0	10.0
<b>Gross Individual Income Tax (a)</b>	<b>\$12,101,670</b>	<b>73.16</b>	<b>\$1,340,650</b>	<b>\$1,231,836</b>	<b>8.8</b>	<b>\$6,302,674</b>	<b>\$5,933,841</b>	<b>6.2</b>	<b>6.6</b>
Individual and Fiduciary Income (Refunds)	(1,680,600)	(10.16)	(83,802)	(79,377)	5.6	(311,340)	(299,343)	4.0	7.7
<b>Net Individual Income Tax (a)</b>	<b>\$10,421,070</b>	<b>63.00</b>	<b>\$1,256,848</b>	<b>\$1,152,459</b>	<b>9.1</b>	<b>\$5,991,334</b>	<b>\$5,634,498</b>	<b>6.3</b>	<b>6.5</b>
<b>Sales and Use Tax</b>	<b>\$3,136,000</b>	<b>18.96</b>	<b>\$299,256</b>	<b>\$341,767</b>	<b>(12.4)</b>	<b>\$1,883,195</b>	<b>\$1,851,032</b>	<b>1.7</b>	<b>2.8</b>
Corporations Income Tax (a)	747,900	4.52	16,034	6,187	159.2	349,181	449,638	(22.3)	(15.0)
Wills, Suits, Deeds, Contracts	520,300	3.14	33,874	44,277	(23.5)	277,203	338,655	(18.1)	(10.7)
Insurance Premiums	403,400	2.44	1,965	(3,625)	154.2	165,210	145,677	13.4	4.8
Interest Income (a) (b)	174,800	1.06	(36,222)	(21,569)	(67.9)	135,446	112,967	19.9	(0.6)
Alcoholic Beverage Sales (c)	170,000	1.03	3,496	3,582	(2.4)	56,939	55,812	2.0	5.0
All Other Revenues (a)	513,800	3.11	59,406	56,311	5.5	316,985	294,668	7.6	(5.5)
<b>Total General Fund Revenues</b>	<b>\$16,087,270</b>	<b>97.26</b>	<b>\$1,634,657</b>	<b>\$1,579,389</b>	<b>3.5</b>	<b>\$9,175,493</b>	<b>\$8,882,947</b>	<b>3.3</b>	<b>3.3</b>
<b>Gross Lottery Revenue</b>	<b>\$1,399,051</b>	<b>8.46</b>	<b>\$108,620</b>	<b>\$113,640</b>	<b>(4.4)</b>	<b>\$787,770</b>	<b>\$755,621</b>	<b>4.3</b>	<b>2.7</b>
Less: Expenses	(945,871)	(5.72)	(78,726)	(83,058)	(5.2)	(522,948)	(516,402)	1.3	2.2
<b>Net Lottery Profits</b>	<b>\$453,180</b>	<b>2.74</b>	<b>\$29,894</b>	<b>\$30,582</b>	<b>(2.2)</b>	<b>\$264,822</b>	<b>\$239,219</b>	<b>10.7</b>	<b>3.7</b>
<b>Total General Fund Revenues and Net Lottery Profits</b>	<b>\$16,540,450</b>	<b>100.00</b>	<b>\$1,664,551</b>	<b>\$1,609,971</b>	<b>3.4</b>	<b>\$9,440,315</b>	<b>\$9,122,166</b>	<b>3.5</b>	<b>3.4</b>

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

(a) Certain revenue reclassifications among line items were made by the Department of Taxation to the monthly and year-to-date amounts for Fiscal Year 2007 and the first four months of Fiscal Year 2008. Total revenue was unchanged.

(b) Interest Income for the October - December quarter attributable to nongeneral funds was transferred this month resulting in negative interest income for the general fund.

(c) 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 2007 and 2008  
(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2008 Estimate	As a % of Total Gen Fund Rev	FY 2008	January FY 2007	% Change	FY 2008	Year-To-Date FY 2007	% Change	% Annual Growth Req By Est
<b>Taxes:</b>									
Individual Income Tax - Withholding (a)	\$9,042,300	56.21	\$887,082	\$827,497	7.2	\$5,194,887	\$4,908,285	5.8	5.6
Tax Dues/Estimated Payments (a)	3,059,370	19.02	453,568	404,339	12.2	1,107,787	1,025,556	8.0	10.0
<b>Gross Individual Income Tax (a)</b>	<b>\$12,101,670</b>	<b>75.23</b>	<b>\$1,340,650</b>	<b>\$1,231,836</b>	<b>8.8</b>	<b>\$6,302,674</b>	<b>\$5,933,841</b>	<b>6.2</b>	<b>6.6</b>
Individual and Fiduc Income (Refunds)	(1,680,600)	(10.45)	(83,802)	(79,377)	5.6	(311,340)	(299,343)	4.0	7.7
<b>Net Individual Income Tax (a)</b>	<b>\$10,421,070</b>	<b>64.78</b>	<b>\$1,256,848</b>	<b>\$1,152,459</b>	<b>9.1</b>	<b>\$5,991,334</b>	<b>\$5,634,498</b>	<b>6.3</b>	<b>6.5</b>
Sales and Use Tax	3,136,000	19.49	299,256	341,767	(12.4)	1,883,195	1,851,032	1.7	2.8
Corporations Income (a)	747,900	4.65	16,034	6,187	159.2	349,181	449,638	(22.3)	(15.0)
Public Service Corporations	88,000	0.55	11,102	7,665	44.8	51,922	46,164	12.5	0.0
Insurance Premiums	403,400	2.51	1,965	(3,625)	154.2	165,210	145,677	13.4	4.8
Alcoholic Beverage Excise	126,000	0.78	0	0	-	30,506	29,610	3.0	6.1
Beer and Beverage Excise	44,000	0.27	3,496	3,582	(2.4)	26,433	26,202	0.9	2.0
Wills, Suits, Deeds, Contracts	520,300	3.23	33,874	44,277	(23.5)	277,203	338,655	(18.1)	(10.7)
Inheritance, Gift, and Estate	118,500	0.74	19,672	14,605	34.7	112,527	95,941	17.3	(22.5)
Bank Franchise	13,100	0.08	0	0	-	37	(34)	208.8	4.2
Other Taxes	10,500	0.07	(415)	68	(710.3)	4,218	4,747	(11.1)	57.7
<b>Total Taxes (a)</b>	<b>\$15,628,770</b>	<b>97.15</b>	<b>\$1,641,832</b>	<b>\$1,566,985</b>	<b>4.8</b>	<b>\$8,891,766</b>	<b>\$8,622,130</b>	<b>3.1</b>	<b>3.5</b>
<b>Rights and Privileges:</b>									
Licenses and Permits	\$5,000	0.03	\$173	\$175	(1.1)	\$2,511	\$2,531	(0.8)	3.5
Corp. Franchise and Charters	47,900	0.30	11,922	12,045	(1.0)	15,205	15,415	(1.4)	(0.1)
Fees for Misc. Privileges & Services	15,900	0.10	2,117	2,164	(2.2)	7,648	7,748	(1.3)	1.6
<b>Total Rights and Privileges</b>	<b>\$68,800</b>	<b>0.43</b>	<b>\$14,212</b>	<b>\$14,384</b>	<b>(1.2)</b>	<b>\$25,364</b>	<b>\$25,694</b>	<b>(1.3)</b>	<b>0.6</b>
<b>Other Revenues:</b>									
Sales of Property & Commodities	\$100	0.00	\$0	\$0	-	\$1	\$1	0.0	#
Assessmts & Rcpts for Support of Special Svcs	300	0.00	0	0	-	188	84	123.8	33.9
Institutional Revenue	7,500	0.05	508	558	(9.0)	4,030	4,886	(17.5)	4.6
Interest (a) (b)	174,800	1.09	(36,222)	(21,569)	(67.9)	135,446	112,967	19.9	(0.6)
Dividends and Rent	300	0.00	14	12	16.7	249	208	19.7	9.9
Fines, Forfeitures & Fees (a)	222,000	1.38	14,584	20,050	(27.3)	125,030	129,414	(3.4)	(2.1)
Other Revenue	4,000	0.02	510	580	(12.1)	3,491	2,206	58.3	2.1
Excess Fees	(29,600)	(0.18)	(1,506)	(2,429)	38.0	(15,629)	(20,374)	23.3	10.7
Private Donations, Gifts & Cont.	0	0.00	0	1	(100.0)	130	8	#	(100.0)
Cities, Counties, and Towns	10,300	0.06	725	817	(11.3)	5,427	5,723	(5.2)	0.2
<b>Total Other Revenues (a)</b>	<b>\$389,700</b>	<b>2.42</b>	<b>(\$21,387)</b>	<b>(\$1,980)</b>	<b>(980.2)</b>	<b>\$258,363</b>	<b>\$235,123</b>	<b>9.9</b>	<b>(0.4)</b>
<b>Total General Fund Revenues</b>	<b>\$16,087,270</b>	<b>100.00</b>	<b>\$1,634,657</b>	<b>\$1,579,389</b>	<b>3.5</b>	<b>\$9,175,493</b>	<b>\$8,882,947</b>	<b>3.3</b>	<b>3.3</b>

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

(a) Certain revenue reclassifications among line items were made by the Department of Taxation to the monthly and year-to-date amounts for Fiscal Year 2007 and the first four months of Fiscal Year 2008. Total revenue was unchanged.

(b) Interest Income for the October - December quarter attributable to nongeneral funds was transferred this month resulting in negative interest income for the general fund.

**Commonwealth of Virginia/Department of Lottery  
Summary Report on Lottery Collections  
For the Fiscal Years 2007 and 2008  
(Dollars in Thousands)**

	<b>FY 2008 Estimate (a)</b>	<b>January</b>			<b>Year-To-Date</b>			<b>% Annual Growth Required By Estimate</b>
		<b>FY 2008</b>	<b>FY 2007</b>	<b>% Change</b>	<b>FY 2008</b>	<b>FY 2007</b>	<b>% Change (b)</b>	
Lottery Collections								
Win for Life	\$33,336	\$3,053	\$3,533	(13.6)	\$21,459	\$25,475	(15.8)	(19.3)
Cash 5	28,734	2,465	2,443	0.9	16,713	15,656	6.8	4.4
Pick 4	189,580	15,499	15,525	(0.2)	104,806	99,840	5.0	5.4
Pick 3	269,995	21,632	22,845	(5.3)	147,743	149,349	(1.1)	1.7
Mega Millions	146,653	10,534	10,621	(0.8)	90,014	62,849	43.2	12.6
Scratch/Bingo/Raffle (c)	<u>730,753</u>	<u>55,437</u>	<u>58,673</u>	<u>(5.5)</u>	<u>407,035</u>	<u>402,452</u>	<u>1.1</u>	<u>1.8</u>
Gross Lottery Revenue	1,399,051	108,620	113,640	(4.4)	787,770	755,621	4.3	2.7
Expenses (d)	<u>945,871</u>	<u>78,726 (e)</u>	<u>83,058</u>	<u>(5.2)</u>	<u>522,948 (e)</u>	<u>516,402</u>	<u>1.3</u>	<u>2.2</u>
Net Lottery Ticket Profits	<u>\$453,180</u>	<u>\$29,894 (e)</u>	<u>\$30,582</u>	<u>(2.2)</u>	<u>\$264,822 (e)</u>	<u>\$239,219</u>	<u>10.7</u>	<u>3.7</u>

(a) Estimate established in December 2007, and includes the residual amount of FY 2007 profits (\$3,180,128) that were transferred in FY 2008.

(b) 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.

(c) Fast Play Bingo began on February 4, 2007. Fast Play Bingo is an online game which plays like a Scratch game. Millionaire Raffle began on April 15, 2007, and drawing occurred June 14, 2007. Raffle is an online game which has a limited amount of tickets. The Lottery will have two separate Raffle drawings in FY 2008; the first drawing occurred on December 31, 2007.

(d) "Expenses" includes prizes to winners, compensation to retailers, instant ticket printing costs, Lottery operating expenses, and net other income/expense.

(e) Current month includes operating expenses estimated (unaudited closing).

**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 2007 and 2008**  
**(Dollars in Thousands)**

Revenue	FY 2008 Estimate	As a % of Total Fund	January			Year-To-Date			% Annual Growth Required By Estimate
			FY 2008	FY 2007	% Change	FY 2008	FY 2007	% Change	
Motor Fuel Taxes	\$882,700	23.57	\$77,452	\$71,277	8.7	\$457,753	\$441,674	3.6	2.7
Priority Transportation Fund	20,000	0.53	2,000	2,000	0.0	10,000	10,000	0.0	0.0
Motor Vehicle Sales and Use Tax	615,400	16.43	46,213	50,684	(8.8)	343,670	359,831	(4.5)	(2.1)
State Sales and Use Tax	524,400	14.00	51,043	57,749	(11.6)	321,085	313,941	2.3	1.4
Motor Vehicle License Fees	268,900	7.18	19,067	13,358	42.7	137,812	95,865	43.8	58.7
International Registration Plan	61,500	1.64	3,505	6,614	(47.0)	38,139	27,463	38.9	13.9
Interest Earnings	43,500	1.16	17,929	12,148	47.6	33,811	24,571	37.6	(19.4)
Misc. Taxes, Fees, and Revenues	15,800	0.42	992	1,093	(9.2)	8,742	6,996	25.0	28.1
<b>Total State Taxes and Fees</b>	<b>\$2,432,200</b>	<b>64.93</b>	<b>\$218,201</b>	<b>\$214,923</b>	<b>1.5</b>	<b>\$1,351,012</b>	<b>\$1,280,341</b>	<b>5.5</b>	<b>5.1</b>

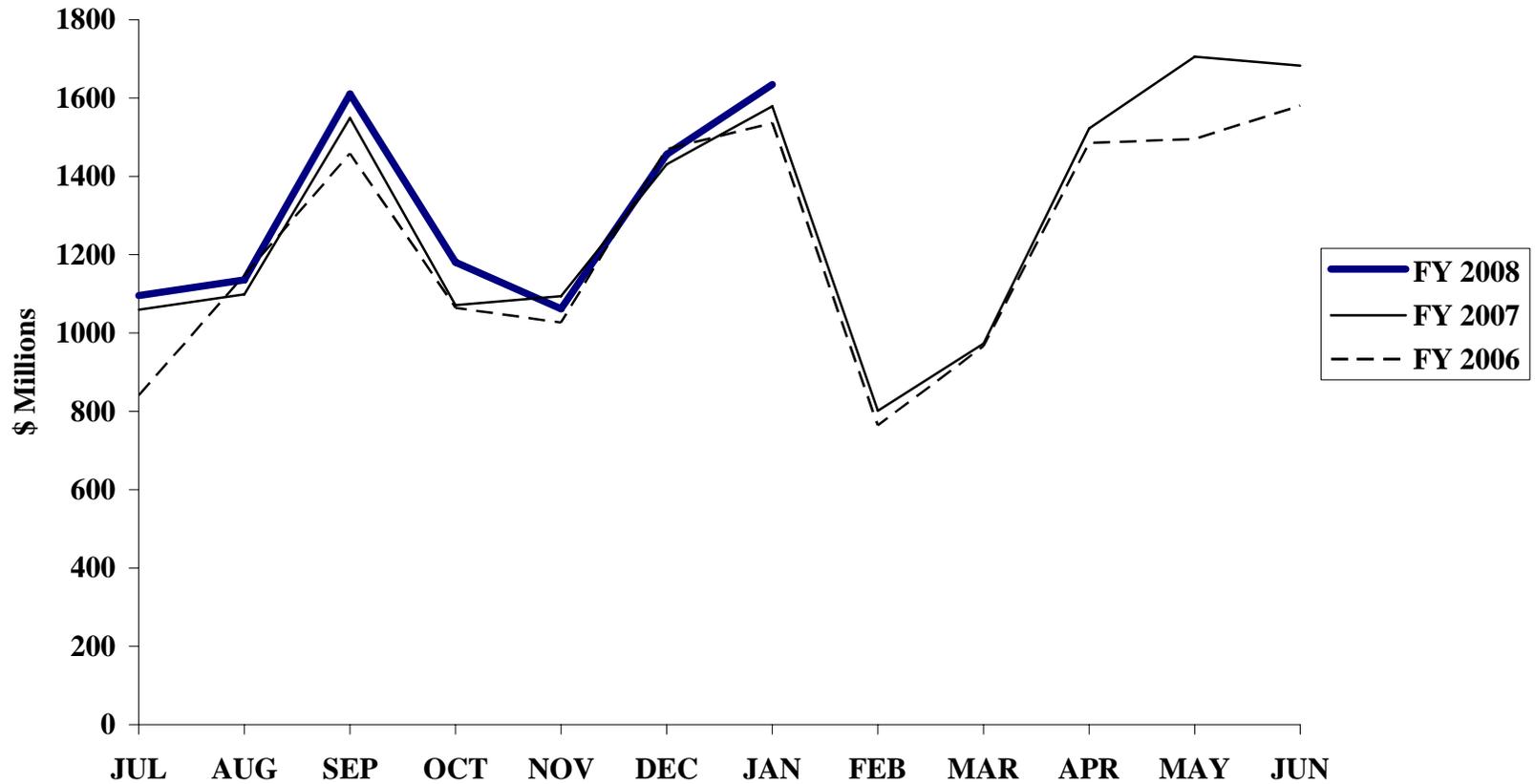
# Percentage is greater than or equal to 1,000%.

**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 2007 and 2008**  
(Dollars in Thousands)

Revenue	FY 2008 Estimate	As a % of Total Fund	January			Year-To-Date			% Annual Growth Required By Est
			FY 2008	FY 2007	% Change	FY 2008	FY 2007	% Change	
<b>HIGHWAY MAINTENANCE AND OPERATING FUND:</b>									
Motor Fuel Taxes (Includes Road Tax)	\$763,200	20.38	\$67,817	\$59,770	13.5	\$392,332	\$381,828	2.8	2.9
Motor Vehicle Sales and Use Tax	379,500	10.13	28,611	31,426	(9.0)	212,987	222,557	(4.3)	(2.7)
Motor Vehicle License Fees	247,200	6.60	17,327	11,668	48.5	125,851	83,632	50.5	66.8
International Registration Plan	61,500	1.64	3,505	6,614	(47.0)	38,139	27,463	38.9	13.9
Misc. Taxes, Fees, and Revenues	15,800	0.42	992	1,093	(9.2)	8,742	6,996	25.0	28.1
<b>Total State Taxes and Fees</b>	<b>\$1,467,200</b>	<b>39.17</b>	<b>\$118,252</b>	<b>\$110,571</b>	<b>6.9</b>	<b>\$778,051</b>	<b>\$722,476</b>	<b>7.7</b>	<b>9.0</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$0	0.00	\$685	\$1,574	(56.5)	\$19,847	\$14,578	36.1	(100.0)
Miscellaneous Revenues	16,937	0.45	2,044	1,502	36.1	9,976	10,451	(4.5)	0.1
Transfer (to) / from Transportation Trust Fund	260,570	6.96	0	0	-	263,143	239,144	10.0	12.7
<b>Total Highway Maintenance and Operating Fund</b>	<b>\$1,744,707</b>	<b>46.58</b>	<b>\$120,981</b>	<b>\$113,647</b>	<b>6.5</b>	<b>\$1,071,017</b>	<b>\$986,649</b>	<b>8.6</b>	<b>7.4</b>
<b>TRANSPORTATION TRUST FUND:</b>									
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$119,500	3.19	\$9,635	\$11,507	(16.3)	\$65,421	\$59,846	9.3	1.3
Priority Transportation Fund	20,000	0.53	2,000	2,000	0.0	10,000	10,000	0.0	0.0
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	235,900	6.30	17,602	19,258	(8.6)	130,683	137,274	(4.8)	(1.1)
State Sales and Use Tax	524,400	14.00	51,043	57,749	(11.6)	321,085	313,941	2.3	1.4
Motor Vehicle License Fees	21,700	0.58	1,740	1,690	3.0	11,961	12,233	(2.2)	2.2
Interest Earnings	43,500	1.16	17,929	12,148	47.6	33,811	24,571	37.6	(19.4)
<b>Total State Taxes and Fees</b>	<b>\$965,000</b>	<b>25.76</b>	<b>\$99,949</b>	<b>\$104,352</b>	<b>(4.2)</b>	<b>\$572,961</b>	<b>\$557,865</b>	<b>2.7</b>	<b>(0.4)</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$1,101,708	29.42	\$41,806	\$40,604	3.0	\$483,645	\$381,982	26.6	78.1
Receipts from Cities/Counties	78,428	2.09	3,466	6,356	(45.5)	31,235	35,304	(11.5)	86.4
Toll Revenues (Includes Route 28)	100,598	2.69	6,624	6,864	(3.5)	65,999	55,809	18.3	(3.0)
Miscellaneous Revenues	15,758	0.42	985	1,153	(14.6)	8,244	11,530	(28.5)	(26.9)
<b>Total Other Revenues</b>	<b>\$1,296,492</b>	<b>34.62</b>	<b>\$52,881</b>	<b>\$54,977</b>	<b>(3.8)</b>	<b>\$589,123</b>	<b>\$484,625</b>	<b>21.6</b>	<b>65.0</b>
Transfer (to) / from Highway Maintenance and Operating Fund	(\$260,570)	(6.96)	\$0	\$0	-	(\$263,143)	(\$239,144)	(10.0)	(12.7)
<b>Total Transportation Trust Fund</b>	<b>\$2,000,922</b>	<b>53.42</b>	<b>\$152,830</b>	<b>\$159,329</b>	<b>(4.1)</b>	<b>\$898,941</b>	<b>\$803,346</b>	<b>11.9</b>	<b>31.3</b>
<b>TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND</b>									
	<b>\$3,745,629</b>	<b>100.00</b>	<b>\$273,811</b>	<b>\$272,976</b>	<b>0.3</b>	<b>\$1,969,958</b>	<b>\$1,789,995</b>	<b>10.1</b>	<b>19.0</b>

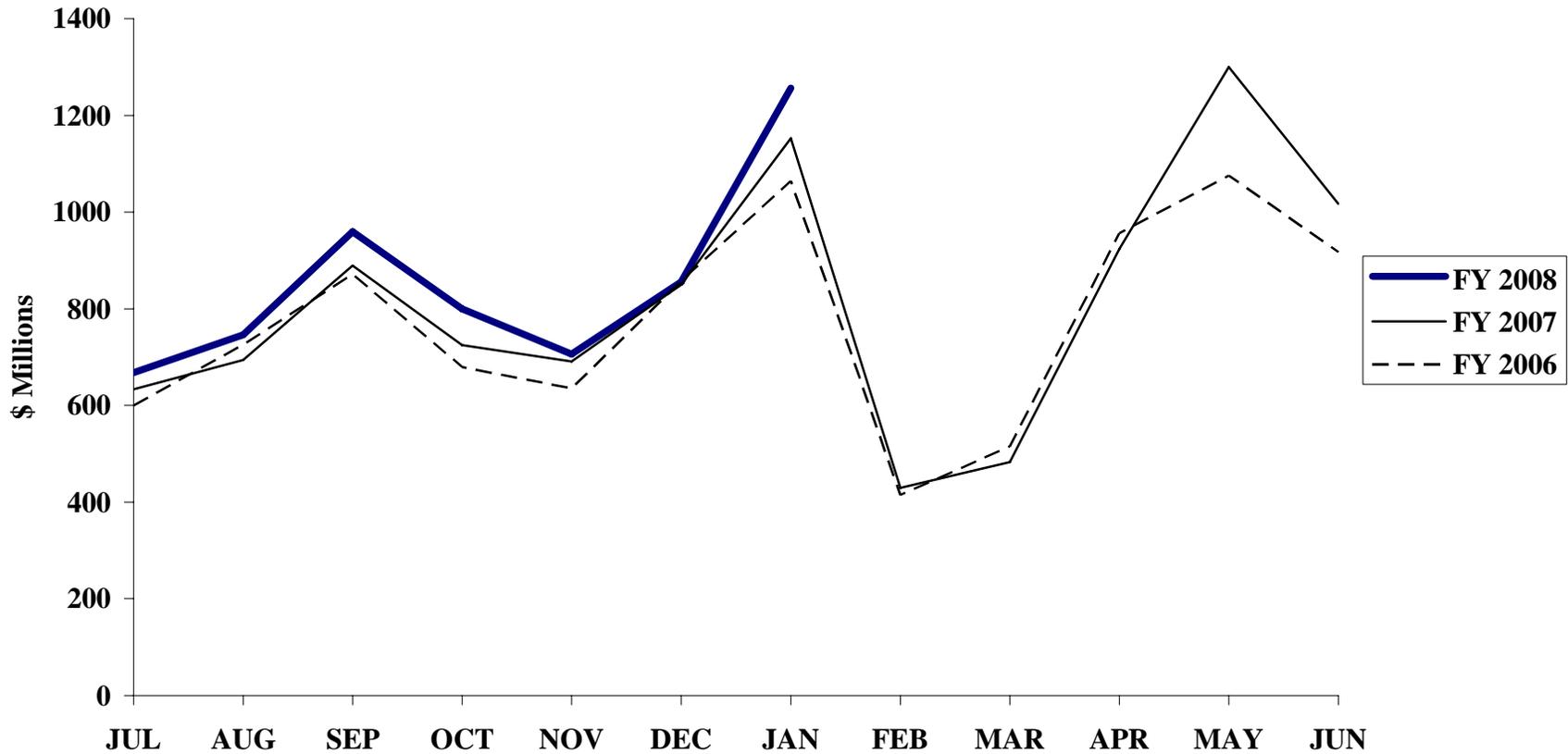
# Percentage is greater than or equal to 1,000%.

## Total General Fund Revenues



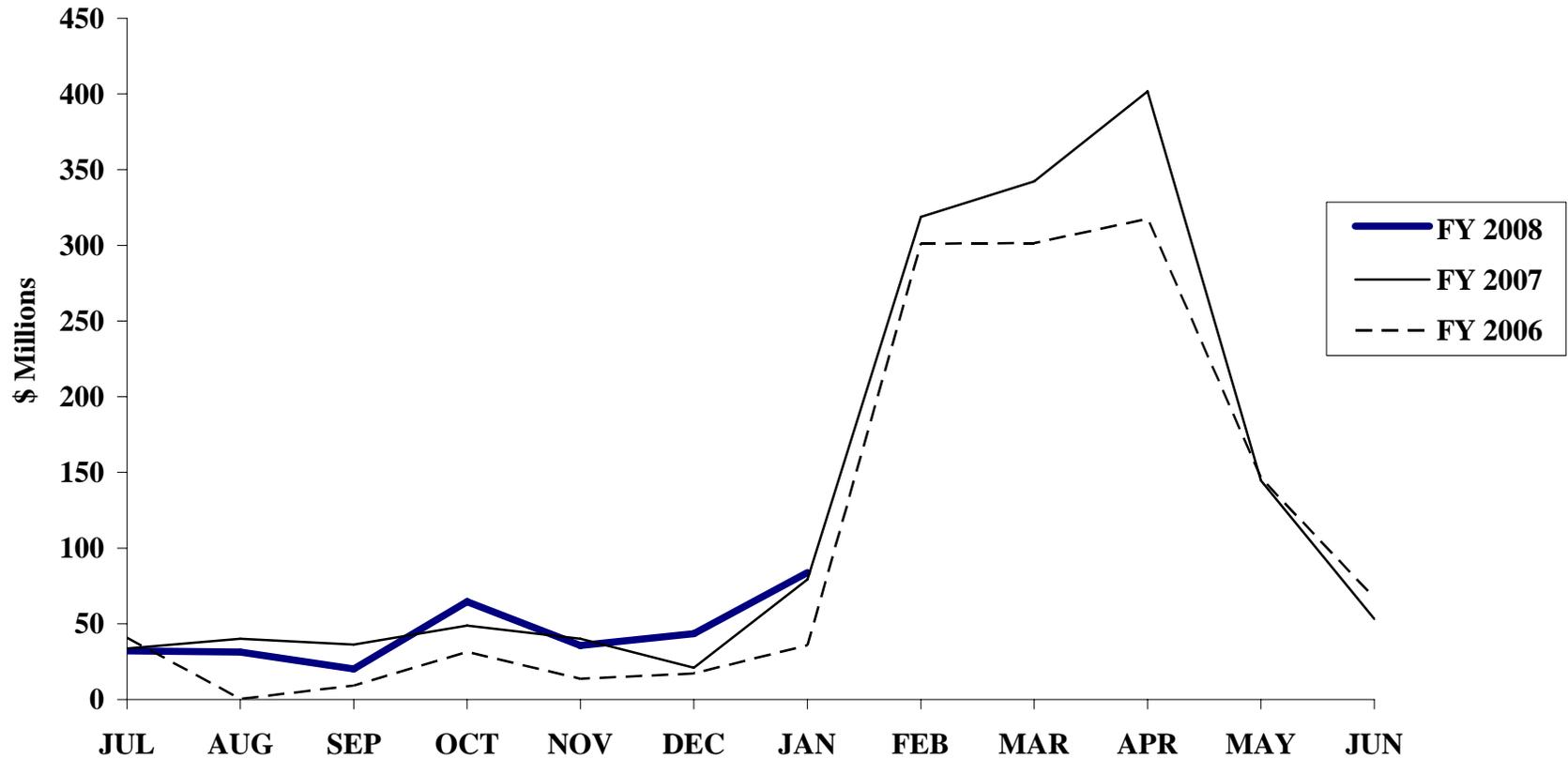
**FY 2006 Actual = \$14,834.3 Million**  
**FY 2007 Actual = \$15,565.8 Million**  
**FY 2008 Estimate = \$16,087.3 Million**

# Net Individual Income Tax



**FY 2006 Actual = \$9,308.6 Million**  
**FY 2007 Actual = \$9,787.6 Million**  
**FY 2008 Estimate = \$10,421.1 Million**

## Individual and Fiduciary Income Tax Refunds



**FY 2006 Actual = \$1,282.6 Million**  
**FY 2007 Actual = \$1,559.8 Million**  
**FY 2008 Estimate = \$1,680.6 Million**

## DEPARTMENT OF THE TREASURY

General Account Investment Portfolio

Monthly Average Balances and Rates

For the Fiscal Year 2008

(Dollars in Millions)

MONTH	PRIMARY LIQUIDITY		EXTERNAL MANAGEMENT EXTENDED DURATION		COMPOSITE	
	Avg. Balance	Yield	Avg. Balance	Annualized Total Return	Avg. Balance	Rate
<b>July, 2007</b>	\$5,727.9	5.35%	\$1,723.0	9.69%	\$7,450.9	6.35%
<b>August</b>	\$5,110.8	5.45%	\$1,737.9	11.29%	\$6,848.7	6.93%
<b>September</b>	\$5,243.4	5.58%	\$1,752.3	8.79%	\$6,995.7	6.38%
<b>October</b>	\$5,492.7	5.47%	\$1,764.6	8.48%	\$7,257.3	6.20%
<b>November</b>	\$5,180.7	5.48%	\$1,783.7	17.87%	\$6,964.4	8.65%
<b>December</b>	\$4,958.2	5.28%	\$1,798.6	2.57% <sup>1</sup>	\$6,756.8	4.56% <sup>1</sup>
<b>January, 2008</b>	\$5,283.2	5.06%	\$1,814.3	18.84%	\$7,097.5	8.58%
<b>February</b>						
<b>March</b>						
<b>April</b>						
<b>May</b>						
<b>June</b>						
<b>Year-to-Date Average</b>	\$5,285.3	5.38%	\$1,767.8	11.07%	\$7,053.1	6.81%

- Performance on the extended duration portion of the General Account is now 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> Revised External Manager Annualized Total Return and Composite Rate for December 2007.

**Commonwealth of Virginia/Department of Accounts  
Report on the Revenue Stabilization Fund  
For the Fiscal Year 2008**

<u>Month</u>	<u>Beginning Balance</u>	<u>Deposits</u>	<u>Withdrawals</u>	<u>Interest Allocated (A)</u>	<u>Ending Balance</u>
July	\$1,189,834,417	\$0	\$0	\$0	\$1,189,834,417
August	\$1,189,834,417	\$0	\$0	\$0	\$1,189,834,417
September	\$1,189,834,417	\$0	\$0	\$0	\$1,189,834,417
October	\$1,189,834,417	\$0	\$0	\$15,138,454	\$1,204,972,871
November	\$1,204,972,871	\$0	\$0	\$0	\$1,204,972,871
December	\$1,204,972,871	\$0	\$0	\$0	\$1,204,972,871
January	\$1,204,972,871	\$0	\$0	\$17,925,393	\$1,222,898,264
February					
March					
April					
May					
June					

Notes: (A) Interest is earned monthly but credited to nongeneral funds on a quarterly basis and will appear on this report in the months of October, January, April, and final June.