

FY 2006 Revised Estimate  
Per the 2/20/2006 Mid Session Forecast

Commonwealth of Virginia/Department of Accounts  
Summary Report on General Fund and Lottery Revenue Collections  
For the Fiscal Years 2005 and 2006  
(Dollars in Thousands)

Revenue	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	FY 2006 Estimate	As a % of Gen Fund Rev & Net Lottery Profits	February FY 2006	February FY 2005	% Change	Year-To-Date FY 2006	Year-To-Date FY 2005	% Change	% Annual Growth Req By Est
<b>Individual Income Tax:</b>									
Withholding	\$7,978,800	52.71	\$667,176	\$618,523	7.9	\$5,273,095	\$4,967,147	6.2	6.2
Tax Dues/Estimated Payments	2,431,500	16.06	48,130	35,420	35.9	1,022,374	853,186	19.8	17.3
<b>Gross Individual Income Tax</b>	<b>\$10,410,300</b>	<b>68.77</b>	<b>\$715,306</b>	<b>\$653,943</b>	<b>9.4</b>	<b>\$6,295,469</b>	<b>\$5,820,333</b>	<b>8.2</b>	<b>8.6</b>
Individual and Fiduciary Income (Refunds)	(1,239,700)	(8.19)	(301,140)	(260,736)	15.5	(449,965)	(466,354)	(3.5)	0.4
<b>Net Individual Income Tax</b>	<b>\$9,170,600</b>	<b>60.58</b>	<b>\$414,166</b>	<b>\$393,207</b>	<b>5.3</b>	<b>\$5,845,504</b>	<b>\$5,353,979</b>	<b>9.2</b>	<b>9.8</b>
<b>Sales and Use Tax</b>	<b>\$2,829,800</b>	<b>18.69</b>	<b>\$195,143</b>	<b>\$207,572</b>	<b>(6.0)</b>	<b>\$1,841,373</b>	<b>\$1,772,579</b>	<b>3.9</b>	<b>(3.9)</b>
<b>Corporations Income Tax</b>	<b>851,500</b>	<b>5.63</b>	<b>17,711</b>	<b>8,589</b>	<b>106.2</b>	<b>521,315</b>	<b>280,456</b>	<b>85.9</b>	<b>38.1</b>
Public Service Corporations	90,600	0.60	8,831	8,266	6.8	55,749	51,903	7.4	2.6
Insurance Premiums	392,500	2.59	8,484	4,764	78.1	166,394	163,361	1.9	5.1
Interest Income (a)	101,400	0.67	22,728	14,242	59.6	78,941	56,852	38.9	20.9
Alcoholic Beverage Sales (b)	143,800	0.95	34,215	31,748	7.8	87,758	82,658	6.2	(0.5)
Tobacco Master Settlement	0	0.00	0	0	-	0	571	(100.0)	(100.0)
All Other Revenues	1,124,700	7.43	62,724	62,529	0.3	709,690	653,297	8.6	4.0
<b>Total General Fund Revenues</b>	<b>\$14,704,900</b>	<b>97.14</b>	<b>\$764,002</b>	<b>\$730,917</b>	<b>4.5</b>	<b>\$9,306,724</b>	<b>\$8,415,656</b>	<b>10.6</b>	<b>7.4</b>
<b>Gross Lottery Revenue</b>	<b>\$1,388,262</b>	<b>9.17</b>	<b>\$118,462</b>	<b>\$110,742</b>	<b>7.0</b>	<b>\$928,896</b>	<b>\$855,089</b>	<b>8.6</b>	<b>4.1</b>
<b>Less: Expenses</b>	<b>(954,762)</b>	<b>(6.31)</b>	<b>(74,355)</b>	<b>(79,942)</b>	<b>(7.0)</b>	<b>(624,692)</b>	<b>(590,149)</b>	<b>5.9</b>	<b>4.9</b>
<b>Net Lottery Profits</b>	<b>\$433,500</b>	<b>2.86</b>	<b>\$44,107</b>	<b>\$30,800</b>	<b>43.2</b>	<b>\$304,204</b>	<b>\$264,940</b>	<b>14.8</b>	<b>2.4</b>
<b>Total General Fund Revenues and Net Lottery Profits</b>	<b>\$15,138,400</b>	<b>100.00</b>	<b>\$808,109</b>	<b>\$761,717</b>	<b>6.1</b>	<b>\$9,610,928</b>	<b>\$8,680,596</b>	<b>10.7</b>	<b>7.3</b>

# Percentage is greater than 1,000%.

(a) Approximately 60% of the interest for the current quarter is due to nongeneral funds and will be transferred in April.

(b) Includes Beer and Beverage Excise Tax and Alcoholic Beverage State Tax.

NOTE: Due to the Department of Taxation's implementation of a new accounting system, there are various estimates within the detailed tax line items listed above. While the total revenue represents the collections for the fiscal year, the classification within line items is largely a result of estimates provided by the Department of Taxation. In addition, the Department of Taxation has processed fewer refunds during this implementation phase, particularly in corporations income tax, which has the effect of reporting higher than normal revenue.

FY 2006 Revised Estimate  
Per the 2/20/2006 Mid Session Forecast

Commonwealth of Virginia/Department of Accounts  
General Fund Statement of Revenue Collections and Estimates  
For the Fiscal Years 2005 and 2006  
(Dollars in Thousands)

Revenue	(1)	(2)	(3) (4)		(5)	(6) (7)		(8)	(9)
	FY 2006 Estimate	As a % of Total Gen Fund Rev	February FY 2006	February FY 2005	% Change	Year-To-Date FY 2006	Year-To-Date FY 2005	% Change	% Annual Growth Req By Est
<b>Taxes:</b>									
Individual Income Tax - Withholding	\$7,978,800	54.26	\$667,176	\$618,523	7.9	\$5,273,095	\$4,967,147	6.2	6.2
Tax Dues/Estimated Payments	2,431,500	16.53	48,130	35,420	35.9	1,022,374	853,186	19.8	17.3
Gross Individual Income Tax	\$10,410,300	70.79	\$715,306	\$653,943	9.4	\$6,295,469	\$5,820,333	8.2	8.6
Individ and Fiduc Income (Refunds)	(1,239,700)	(8.43)	(301,140)	(260,736)	15.5	(449,965)	(466,354)	(3.5)	0.4
Net Individual Income Tax	\$9,170,600	62.36	\$414,166	\$393,207	5.3	\$5,845,504	\$5,353,979	9.2	9.8
Sales and Use Tax	2,829,800	19.24	195,143	207,572	(6.0)	1,841,373	1,772,579	3.9	(3.9)
Corporations Income	851,500	5.79	17,711	8,589	106.2	521,315	280,456	85.9	38.1
Public Service Corporations	90,600	0.62	8,831	8,266	6.8	55,749	51,903	7.4	2.6
Insurance Premiums	392,500	2.67	8,484	4,764	78.1	166,394	163,361	1.9	5.1
Alcoholic Beverage Excise	101,800	0.69	31,259	29,080	7.5	58,633	54,445	7.7	(0.9)
Beer and Beverage Excise	42,000	0.29	2,956	2,668	10.8	29,125	28,213	3.2	0.5
Wills, Suits, Deeds, Contracts	723,000	4.92	40,506	40,758	(0.6)	465,429	349,573	33.1	21.3
Inheritance, Gift, and Estate	144,000	0.98	9,334	3,841	143.0	96,743	109,502	(11.7)	(4.0)
Tobacco Products	0	0.00	0	0	-	0	6,333	(100.0)	(100.0)
Bank Franchise	10,900	0.07	(9)	(131)	93.1	(188)	588	(132.0)	2.8
Other Taxes	4,300	0.03	(199)	1,096	(118.2)	3,031	12,404	(75.6)	(86.2)
<b>Total Taxes</b>	<b>\$14,361,000</b>	<b>97.66</b>	<b>\$728,182</b>	<b>\$699,710</b>	<b>4.1</b>	<b>\$9,083,108</b>	<b>\$8,183,336</b>	<b>11.0</b>	<b>7.9</b>
<b>Rights and Privileges:</b>									
Licenses and Permits	\$4,800	0.03	\$416	\$336	23.8	\$2,993	\$2,900	3.2	3.3
Corp. Franchise and Charters	44,300	0.31	588	572	2.8	15,702	15,481	1.4	2.9
Fees for Practice of Prof	0	0.00	0	0	-	0	0	-	0.0
Fees for Misc. Privileges & Services	13,400	0.09	1,016	433	134.6	7,578	6,984	8.5	0.9
<b>Total Rights and Privileges</b>	<b>\$62,500</b>	<b>0.43</b>	<b>\$2,020</b>	<b>\$1,341</b>	<b>50.6</b>	<b>\$26,273</b>	<b>\$25,365</b>	<b>3.6</b>	<b>2.5</b>
<b>Other Revenues:</b>									
Sales of Property & Commodities	\$5,200	0.04	\$1,113	\$1	#	\$6,939	\$11,329	(38.8)	(55.8)
Assessmts & Rcpts for Support of Special Svcs	400	0.00	44	19	131.6	169	167	1.2	20.1
Institutional Revenue	9,200	0.06	724	722	0.3	6,011	5,427	10.8	0.0
Interest (a)	101,400	0.69	22,728	14,242	59.6	78,941	56,852	38.9	20.9
Dividends and Rent	300	0.00	9	8	12.5	210	193	8.8	22.4
Fines, Forfeitures & Fees	201,100	1.37	13,802	17,769	(22.3)	123,849	140,783	(12.0)	(8.3)
Other Revenue	(6,200)	(0.04)	692	(844)	182.0	4,024	11,034	(63.5)	(144.4)
Excess Fees	(39,500)	(0.27)	(6,226)	(2,890)	(115.4)	(29,464)	(25,258)	(16.7)	(4.2)
Private Donations, Gifts & Cont.	0	0.00	0	0	-	67	0	-	(100.0)
Cities, Counties, and Towns	9,500	0.06	914	839	8.9	6,597	5,857	12.6	0.6
Tobacco Master Settlement	0	0.00	0	0	-	0	571	(100.0)	(100.0)
<b>Total Other Revenues</b>	<b>\$281,400</b>	<b>1.91</b>	<b>\$33,800</b>	<b>\$29,866</b>	<b>13.2</b>	<b>\$197,343</b>	<b>\$206,955</b>	<b>(4.6)</b>	<b>(9.4)</b>
<b>Total General Fund Revenues</b>	<b>\$14,704,900</b>	<b>100.00</b>	<b>\$764,002</b>	<b>\$730,917</b>	<b>4.5</b>	<b>\$9,306,724</b>	<b>\$8,415,656</b>	<b>10.6</b>	<b>7.4</b>

# Percentage is greater than 1,000%.

(a) Approximately 60% of the interest for the current quarter is due to nongeneral funds and will be transferred in April.

NOTE: Due to the Department of Taxation's implementation of a new accounting system, there are various estimates within the detailed tax line items listed above. While the total revenue represents the collections for the fiscal year, the classification within line items is largely a result of estimates provided by the Department of Taxation. In addition, the Department of Taxation has processed fewer refunds during this implementation phase, particularly in corporations income tax, which has the effect of reporting higher than normal revenue.

**Commonwealth of Virginia/Department of Lottery  
Summary Report on Lottery Collections  
For the Fiscal Years 2005 and 2006  
(Dollars in Thousands)**

	<b>FY 2006 Estimate (d)</b>	<b>February</b>			<b>Year-To-Date</b>			<b>% Annual Growth Required By Estimate</b>
		<b>FY 2006</b>	<b>FY 2005</b>	<b>% Change</b>	<b>FY 2006</b>	<b>FY 2005</b>	<b>% Change (b)</b>	
Lottery Collections								
Lotto South	\$65,122	\$4,913	\$5,928	(17.1)	\$44,322	\$44,132	0.4	(2.4)
Cash 5	27,453	2,245	2,277	(1.4)	18,672	18,615	0.3	(2.3)
Pick 4	174,669	13,825	14,377	(3.8)	114,975	110,077	4.4	3.2
Pick 3	254,789	21,345	21,970	(2.8)	173,023	163,331	5.9	0.6
Mega Millions	147,120	18,346	10,367	77.0	113,845	88,527	28.6	7.2
Scratch	719,109	57,788	55,823	3.5	464,059	430,407	7.8	5.8
Gross Lottery Revenue	<u>1,388,262</u>	<u>118,462</u>	<u>110,742</u>	<u>7.0</u>	<u>928,896</u>	<u>855,089</u>	<u>8.6</u>	<u>4.1</u>
Expenses (c)	<u>954,762</u>	<u>74,355 (a)</u>	<u>79,942</u>	<u>(7.0)</u>	<u>624,692 (a)</u>	<u>590,149</u>	<u>5.9</u>	<u>4.9</u>
Net Lottery Ticket Profits	<u>\$433,500</u>	<u>\$44,107 (a)</u>	<u>\$30,800</u>	<u>43.2</u>	<u>\$304,204 (a)</u>	<u>\$264,940</u>	<u>14.8</u>	<u>2.4</u>

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

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

(d) Estimate established in December 2005.

Commonwealth of Virginia/Department of Accounts  
Highway Maintenance and Operating Fund and Transportation Trust Fund Revenues  
Summary Statement of Revenue Estimates & Collections  
For the Fiscal Years 2005 and 2006  
(Dollars in Thousands)

Revenue	FY 2006 Estimate	As a % of Total Fund	February			Year-To-Date			% Annual Growth Required By Estimate
			FY 2006	FY 2005	% Change	FY 2006	FY 2005	% Change	
Motor Fuel Taxes	\$845,800	24.56	\$73,478	\$72,686	1.1	\$521,923	\$508,828	2.6	(0.4)
Priority Transportation Fund	20,000	0.58	2,000	2,000	0.0	12,000	12,000	0.0	0.0
Motor Vehicle Sales and Use Tax	636,600	18.48	43,902	43,398	1.2	413,375	396,790	4.2	3.5
State Sales and Use Tax	474,900	13.79	38,200	33,619	13.6	311,289	290,675	7.1	5.6
Motor Vehicle License Fees	169,200	4.91	12,496	12,092	3.3	107,139	101,426	5.6	2.9
International Registration Plan	58,600	1.70	2,440	6,093	(60.0)	21,726	28,349	(23.4)	(3.5)
Interest Earnings	25,700	0.75	12	1	#	14,231	7,754	83.5	45.7
Misc. Taxes, Fees, and Revenues	22,700	0.66	2,954	3,489	(15.3)	22,364	20,635	8.4	(14.2)
<b>Total State Taxes and Fees</b>	<b>\$2,253,500</b>	<b>65.43</b>	<b>\$175,482</b>	<b>\$173,378</b>	<b>1.2</b>	<b>\$1,424,047</b>	<b>\$1,366,457</b>	<b>4.2</b>	<b>2.3</b>

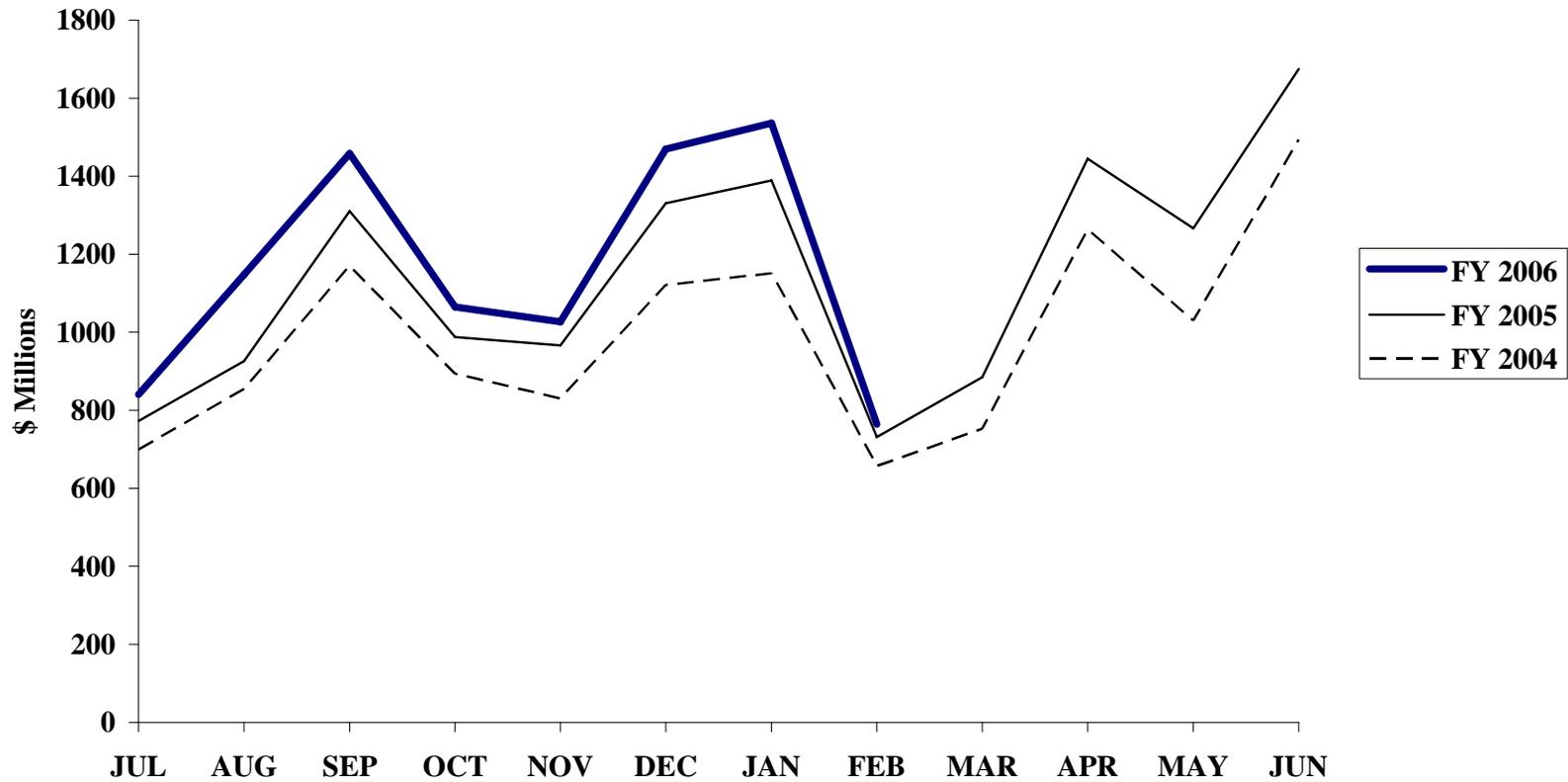
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Commonwealth of Virginia/Department of Accounts  
Highway Maintenance and Operating Fund and Transportation Trust Fund Revenues  
Statement of Revenue Estimates & Collections  
For the Fiscal Years 2005 and 2006  
(Dollars in Thousands)

Revenue	FY 2006 Estimate	As a % of Total Fund	February			Year-To-Date			% Annual Growth Required By Est
			FY 2006	FY 2005	% Change	FY 2006	FY 2005	% Change	
<b>HIGHWAY MAINTENANCE AND OPERATING FUND:</b>									
Motor Fuel Taxes (Includes Road Tax)	\$725,500	21.07	\$64,109	\$62,923	1.9	\$453,724	\$439,767	3.2	(0.7)
Motor Vehicle Sales and Use Tax	395,200	11.47	27,222	27,886	(2.4)	255,612	255,471	0.1	(0.2)
Motor Vehicle License Fees	147,900	4.29	10,894	10,556	3.2	93,830	88,785	5.7	2.8
International Registration Plan	58,600	1.70	2,440	6,093	(60.0)	21,726	28,349	(23.4)	(3.5)
Misc. Taxes, Fees, and Revenues	22,700	0.66	2,954	3,489	(15.3)	22,364	20,635	8.4	(14.2)
<b>Total State Taxes and Fees</b>	<b>\$1,349,900</b>	<b>39.19</b>	<b>\$107,619</b>	<b>\$110,947</b>	<b>(3.0)</b>	<b>\$847,256</b>	<b>\$833,007</b>	<b>1.7</b>	<b>(0.5)</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$0	0.00	\$1,057	\$1,695	(37.6)	\$21,786	\$13,010	67.5	(100.0)
Transfer (to) / from Transportation Trust Fund	186,200	5.41	0	0	-	186,199	194,977	(4.5)	(4.5)
<b>Total Highway Maintenance and Operating Fund</b>	<b>\$1,536,100</b>	<b>44.60</b>	<b>\$108,676</b>	<b>\$112,642</b>	<b>(3.5)</b>	<b>\$1,055,241</b>	<b>\$1,040,994</b>	<b>1.4</b>	<b>(2.9)</b>
<b>TRANSPORTATION TRUST FUND:</b>									
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$120,300	3.49	\$9,369	\$9,763	(4.0)	\$68,199	\$69,061	(1.2)	1.0
Priority Transportation Fund	20,000	0.58	2,000	2,000	0.0	12,000	12,000	0.0	0.0
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	241,400	7.01	16,680	15,512	7.5	157,763	141,319	11.6	10.1
State Sales and Use Tax	474,900	13.79	38,200	33,619	13.6	311,289	290,675	7.1	5.6
Motor Vehicle License Fees	21,300	0.62	1,602	1,536	4.3	13,309	12,641	5.3	3.5
Interest Earnings	25,700	0.75	12	1	#	14,231	7,754	83.5	45.7
<b>Total State Taxes and Fees</b>	<b>\$903,600</b>	<b>26.24</b>	<b>\$67,863</b>	<b>\$62,431</b>	<b>8.7</b>	<b>\$576,791</b>	<b>\$533,450</b>	<b>8.1</b>	<b>6.7</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$1,011,300	29.36	\$29,926	\$20,961	42.8	\$315,550	\$284,170	11.0	121.8
Receipts from Cities/Counties	70,400	2.04	1,511	(2,787)	154.2	33,166	34,655	(4.3)	174.6
Toll Revenues (Includes Route 28)	88,700	2.58	8,915	10,053	(11.3)	73,619	62,541	17.7	(20.5)
Miscellaneous Revenues	20,200	0.59	1,317	3,329	(60.4)	11,041	23,051	(52.1)	(25.7)
<b>Total Other Revenues</b>	<b>\$1,190,600</b>	<b>34.57</b>	<b>\$41,669</b>	<b>\$31,556</b>	<b>32.0</b>	<b>\$433,376</b>	<b>\$404,417</b>	<b>7.2</b>	<b>91.9</b>
Transfer (to) / from Highway Maintenance and Operating Fund	(\$186,200)	(5.41)	\$0	\$0	-	(\$186,199)	(\$194,977)	4.5	4.5
<b>Total Transportation Trust Fund</b>	<b>\$1,908,000</b>	<b>55.40</b>	<b>\$109,532</b>	<b>\$93,987</b>	<b>16.5</b>	<b>\$823,968</b>	<b>\$742,890</b>	<b>10.9</b>	<b>50.0</b>
<b>TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND</b>									
	<b>\$3,444,100</b>	<b>100.00</b>	<b>\$218,208</b>	<b>\$206,629</b>	<b>5.6</b>	<b>\$1,879,209</b>	<b>\$1,783,884</b>	<b>5.3</b>	<b>20.7</b>

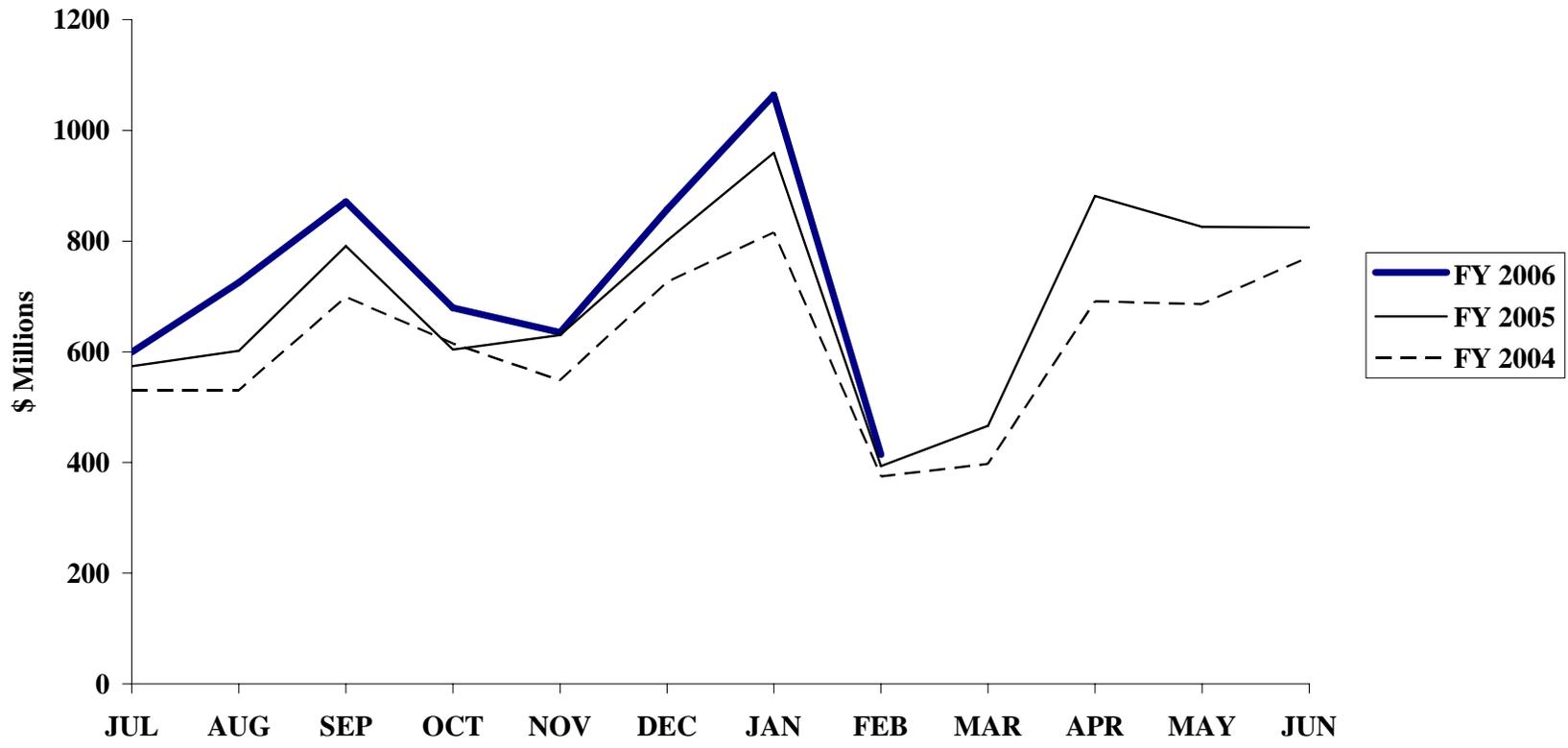
# Percentage is greater than 1,000%.

## Total General Fund Revenues



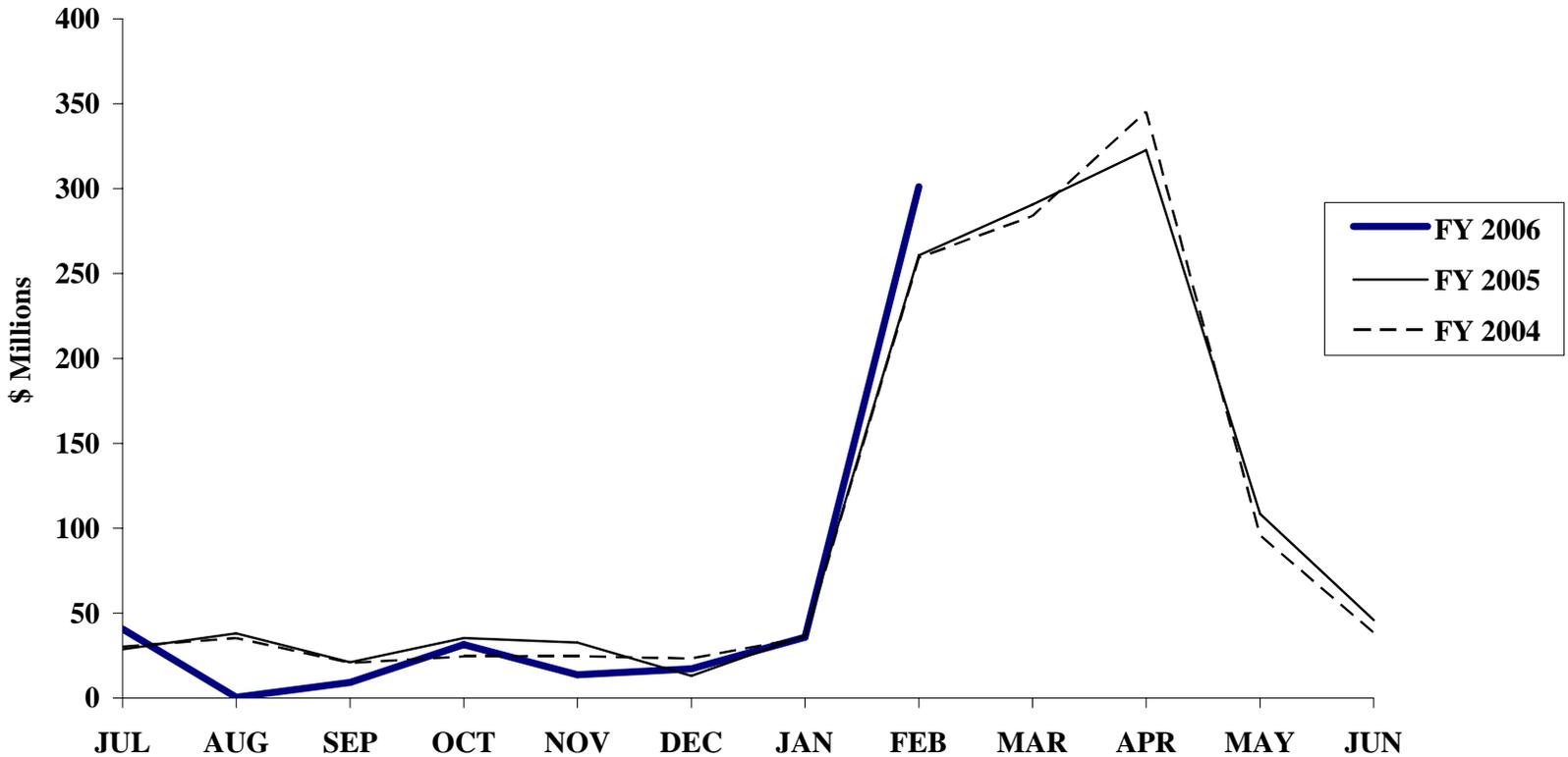
**FY 2004 Actual = \$11,917.8 Million**  
**FY 2005 Actual = \$13,687.3 Million**  
**FY 2006 Estimate = \$14,704.9 Million**

# Net Individual Income Tax



**FY 2004 Actual = \$7,384.8 Million**  
**FY 2005 Actual = \$8,352.4 Million**  
**FY 2006 Estimate = \$9,170.6 Million**

## Individual and Fiduciary Income Tax Refunds



**FY 2004 Actual = \$1,217.2 Million**  
**FY 2005 Actual = \$1,234.2 Million**  
**FY 2006 Estimate = \$1,239.7 Million**

## DEPARTMENT OF THE TREASURY

General Account Investment Portfolio

Monthly Average Balances and Rates

For the Fiscal Year 2006

(Dollars in Millions)

MONTH	PRIMARY LIQUIDITY		EXTERNAL MANAGEMENT EXTENDED DURATION <sup>1, 2, 3</sup>		COMPOSITE <sup>3</sup>	
	Avg. Balance	Yield	Avg. Balance	Annualized Total Return	Avg. Balance	Rate
<b>July, 2005</b>	\$4,108.3	3.13%	\$1,030.1	-9.54%	\$5,138.4	0.59%
<b>August</b>	\$4,049.1	3.29%	\$1,031.9	14.20%	\$5,081.0	5.51%
<b>September</b>	\$4,407.7	3.54%	\$1,033.8	-9.21%	\$5,441.5	1.12%
<b>October</b>	\$4,423.6	3.60%	\$1,027.1	-5.99%	\$5,450.7	1.79%
<b>November</b>	\$4,364.1	3.79%	\$1,026.5	5.00%	\$5,390.6	4.02%
<b>December</b>	\$4,136.2	3.92%	\$1,132.7	8.78%	\$5,268.9	4.97%
<b>January, 2006</b>	\$4,646.4	4.11%	\$1,237.0	0.72%	\$5,883.4	3.40%
<b>February</b>	\$5,077.6	4.46%	\$1,238.7	2.95%	\$6,316.3	4.16%
<b>March</b>						
<b>April</b>						
<b>May</b>						
<b>June</b>						
<b>Year-to-Date Average</b>	\$4,401.6	3.75%	\$1,094.7	1.00%	\$5,496.3	3.21%
<b>Latest 12-month Average</b>	\$4,224.7	3.45%	\$1,055.7	2.82%	\$5,280.4	3.33%

<sup>1</sup> 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.

<sup>2</sup> Unaudited.

<sup>3</sup> Revised External Manager and Composite balances and returns for the months of July, August, September, and October.

**Commonwealth of Virginia/Department of Accounts  
 Report on the Revenue Stabilization Fund  
 For the Fiscal Year 2006  
 (Dollars in Thousands)**

<b>Month</b>	<b>Beginning Balance</b>	<b>Deposits/(Withdrawals)</b>	<b>Interest Allocated (A)</b>	<b>Ending Balance</b>
<b>July</b>	\$482,259	\$0	\$0	\$482,259
<b>August</b>	\$482,259	\$0	\$0	\$482,259
<b>September</b>	\$482,259	\$0	\$0	\$482,259
<b>October</b>	\$482,259	\$0	\$3,947	\$486,206
<b>November</b>	\$486,206	\$0	\$0	\$486,206
<b>December</b>	\$486,206	\$0	\$0	\$486,206
<b>January</b>	\$486,206	\$0	\$3,967	\$490,173
<b>February</b>	\$490,173	\$0	\$0	\$490,173
<b>March</b>				
<b>April</b>				
<b>May</b>				
<b>June</b>				

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.