Review of General Fund Revenues and the Virginia Economy for Fiscal Year 2026

A presentation to the House Appropriations, Senate Finance & Appropriations, and House Finance Committees

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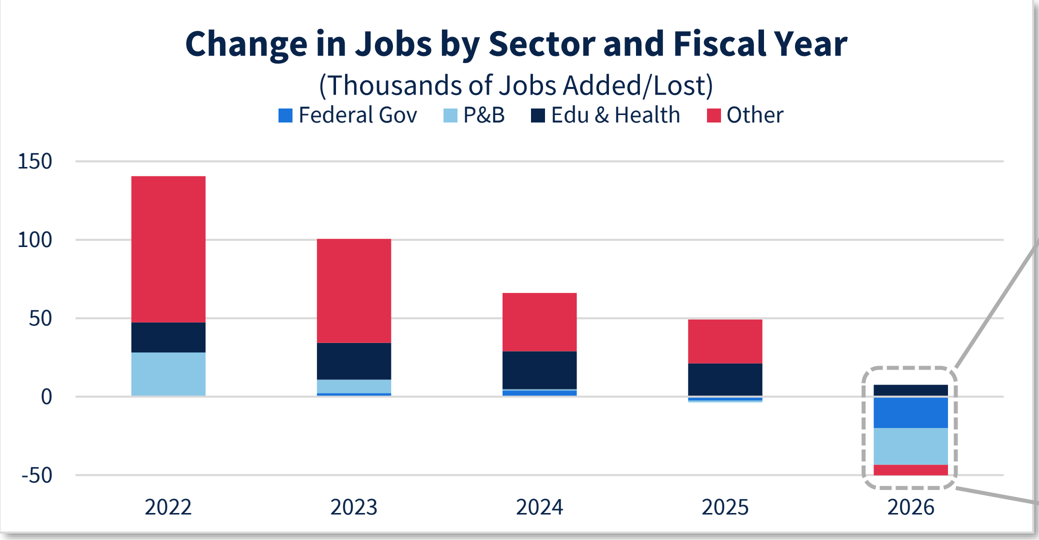
Fiscal Year 2026 GF Revenues in Review

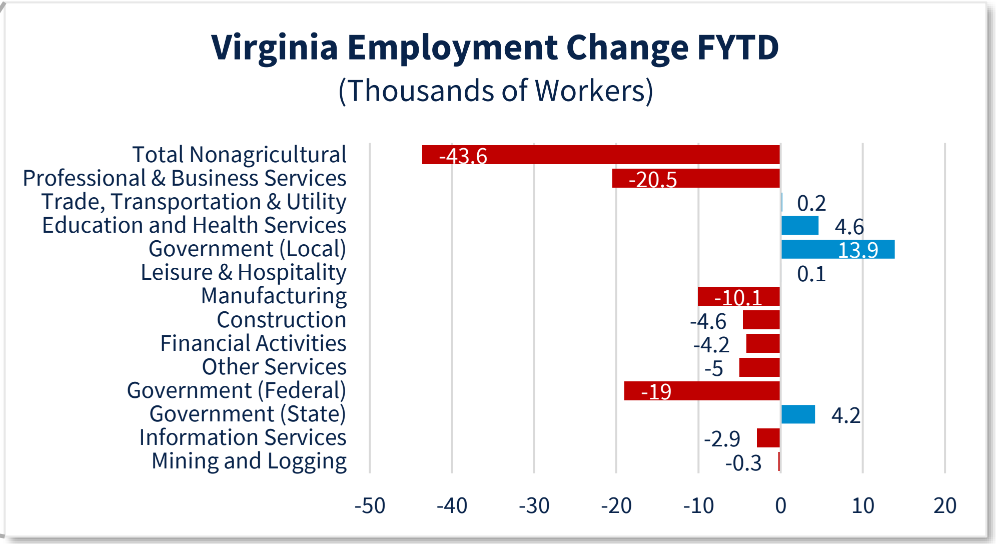
SOURCE, $ Mil	Year-Over-Year Growth FY 25	FY 26	Change $	Change %	Forecast Variance FY26 Actuals	Projected	Variance $	Variance %
Withholding	$17,561.2	$18,633.7	$1,072.5	6.1%	$18,633.7	$18,450.3	183.4	1.0%
Non-withholding	7,518.7	8,028.6	509.9	6.8%	8,028.6	7,681.5	347.0	4.5%
IIT Refunds	(3,187.4)	(2,937.6)	249.8	-7.8%	(2,937.6)	(3,223.7)	286.0	-8.9%
Net Individual Income	$21,892.4	$23,724.6	$1,832.2	8.4%	$23,724.6	$22,908.2	$816.4	3.6%
Sales & Use Tax	4,812.7	5,124.9	312.1	6.5%	5,124.9	4,967.6	157.2	3.2%
Corporate Income Tax	1,878.6	1,904.8	26.2	1.4%	1,904.8	1,974.3	(69.5)	-3.5%
Insurance	541.5	514.7	(26.7)	-4.9%	514.7	536.9	(22.2)	-4.1%
Wills, Suits, Deeds	471.2	540.0	68.9	14.6%	540.0	474.1	65.9	13.9%
Interest Income	593.8	530.9	(62.9)	-10.6%	530.9	540.7	(9.8)	-1.8%
All Other	1,042.9	982.7	(60.2)	-5.8%	982.7	981.9	0.8	0.1%
Total GF Revenues	**$31,233.0**	**$33,322.6**	**$2,089.5**	**6.7%**	**$33,322.6**	**$32,383.7**	**$938.8**	**2.9%**

- General Fund revenues grew $2.1 billion. Unsurprisingly, the largest sources are responsible for most growth. Individual income tax grew $1.8 billion with over half coming from withholding.
- Variance to forecast for Fiscal Year 2026 was $938.8 million, with the majority of the overperformance concentrated in nonwithholding and refunds.

Withholding and the Labor Market



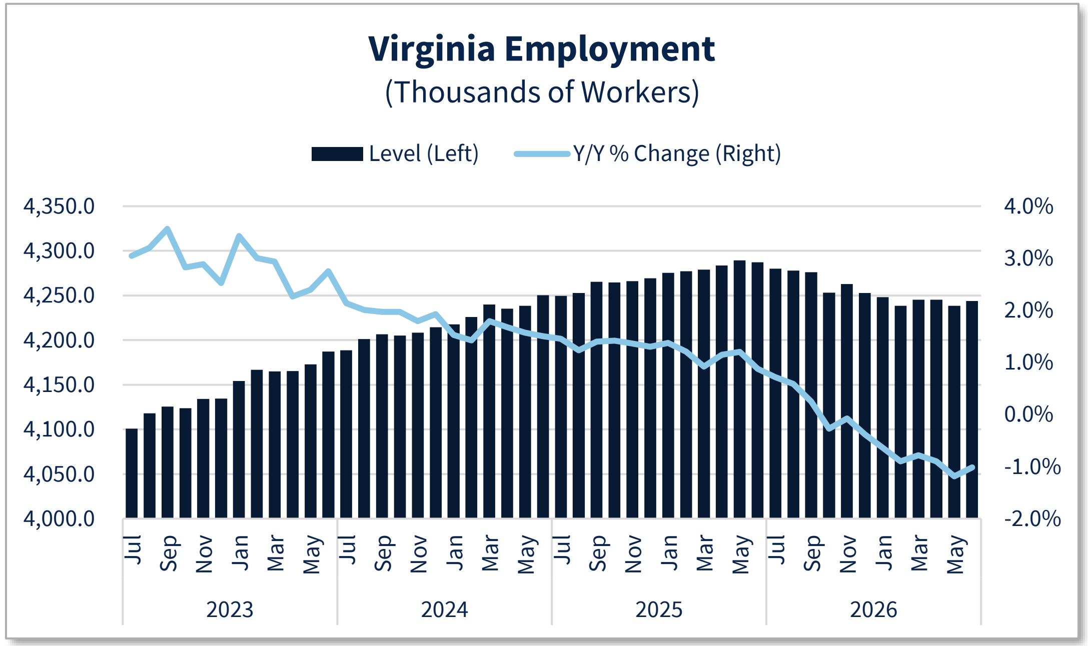
Source: U.S. Bureau of Labor Statistics



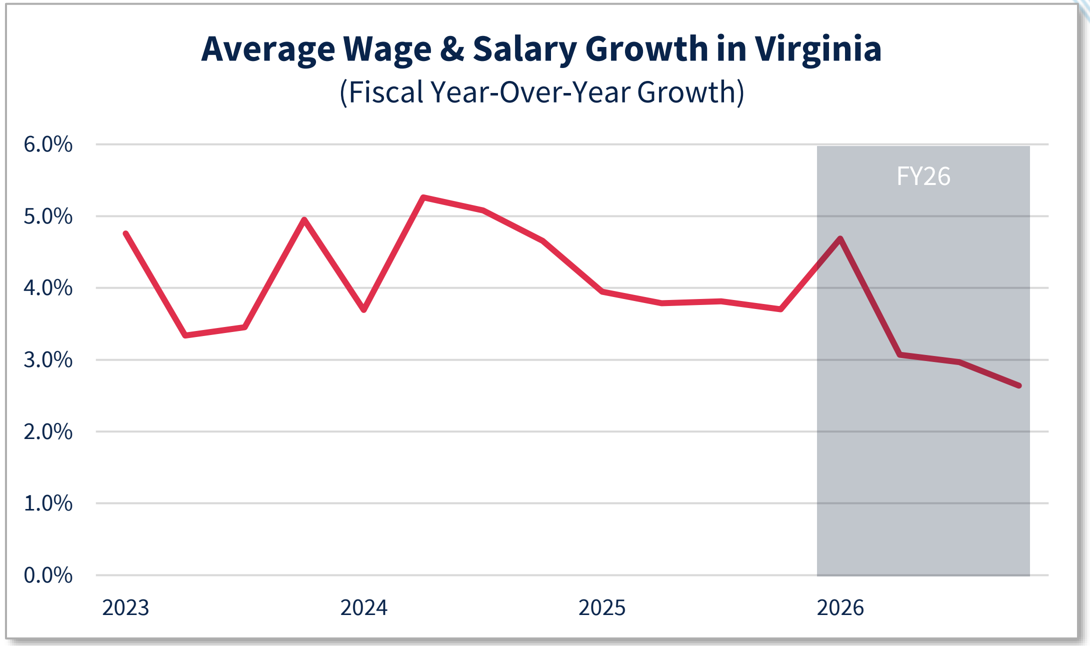
Source: U.S. Bureau of Labor Statistics

- The Commonwealth experienced significant job losses in key sectors. Federal Government and Professional & Business Services both shed approximately 20,000 jobs.
- Overall, Virginia ended Fiscal Year 2026 with 43,600 fewer jobs than it started.
- Growth in withholding revenues may seem incongruous with these job losses, but some counteracting forces are helping to maintain withholding revenue growth.

Fiscal Year 2026 GF Revenues in Review



Source: U.S. Bureau of Labor Statistics

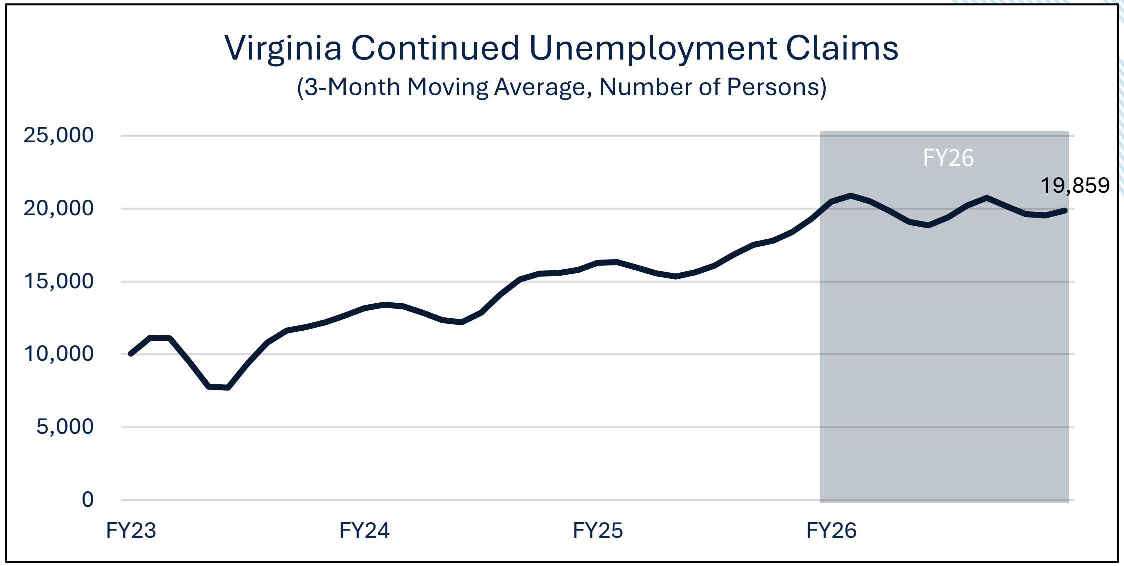


Source: U.S. Bureau of Labor Statistics

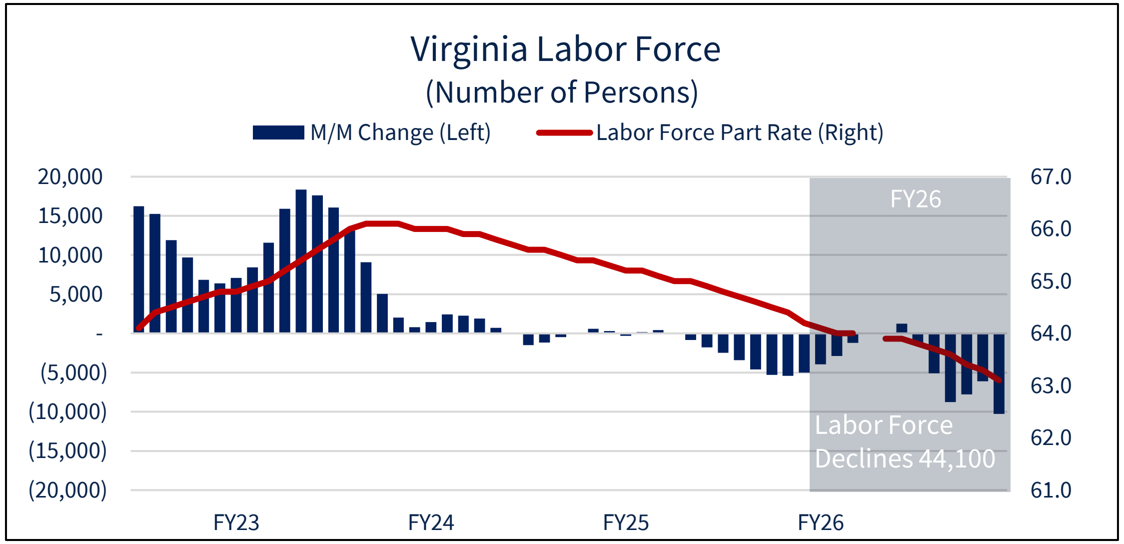
- The loss of 43,600 jobs is deeply troubling but only represents an approximate 1% decline in total Virginia employment.
- Meanwhile, average wage growth averaged approximately 3.3% throughout the fiscal year. This counteracts job losses and leads to a net increase in withholding

Retirement Income

- Many job losses may be manifesting as retirements.
- This is evidenced by stable continued unemployment claims and a drop in the total size of the labor force of approximately 44,100.
- Retirees still pay income taxes on much of their retirement income. Thus, withholding and nonwithholding revenues will continue to benefit from this population.



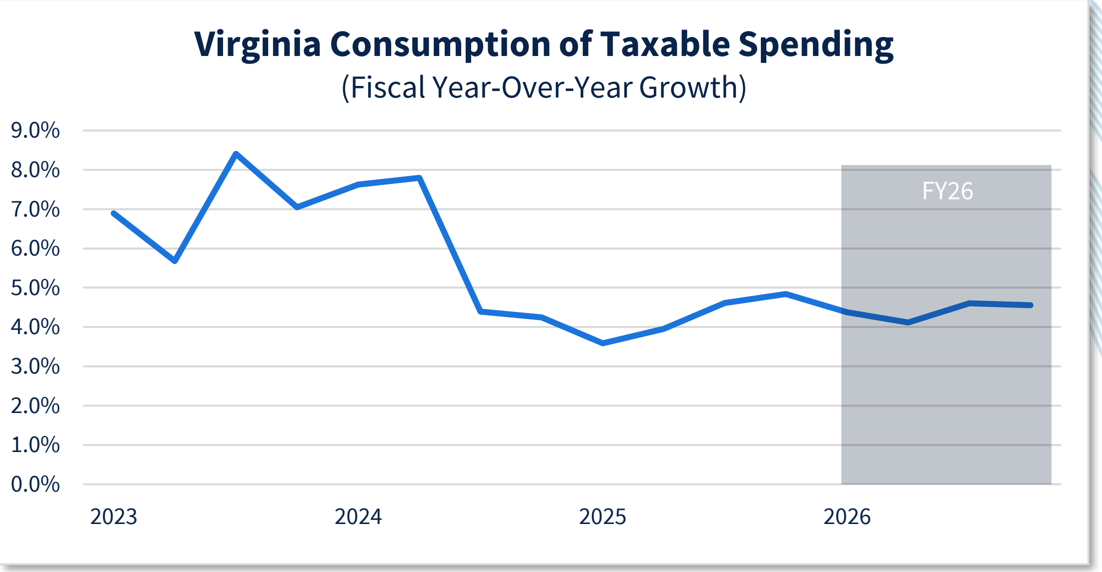
Source: U.S. Bureau of Labor Statistics



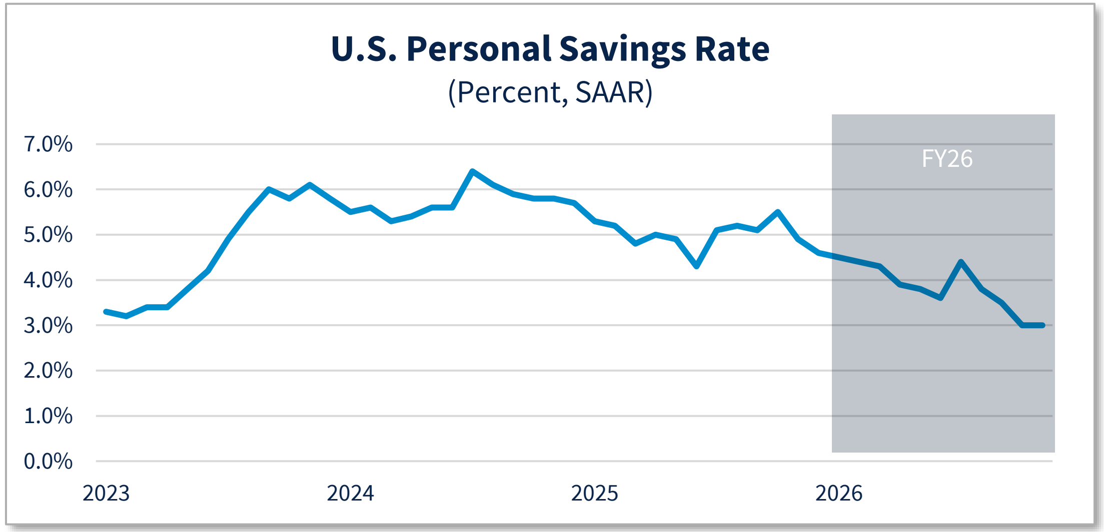
Source: U.S. Bureau of Labor Statistics

Consumption and Sales Tax

- Sales Tax collections grew 6.5% in Fiscal Year 2026.
- Personal consumption accounted for approximately 4.4 percentage points of that growth.
- Slightly lower sales and use tax refunds accounts for another 0.8 percentage points.
- The remainder is likely from increased taxable business spending.
- One worrying trend for future consumption is the slipping personal savings rate.



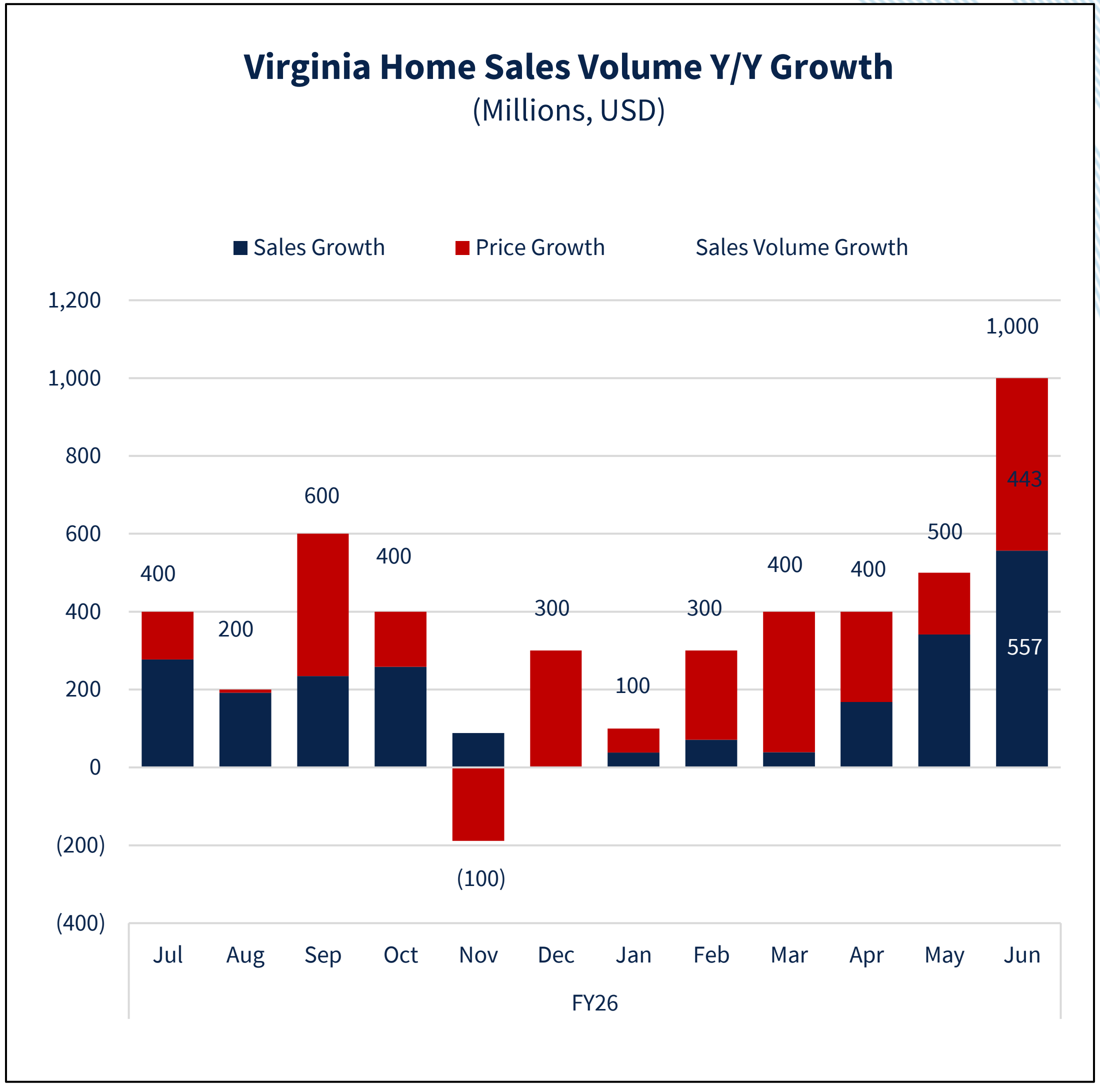
Source: U.S. Bureau of Economic Analysis



Source: U.S. Bureau of Economic Analysis

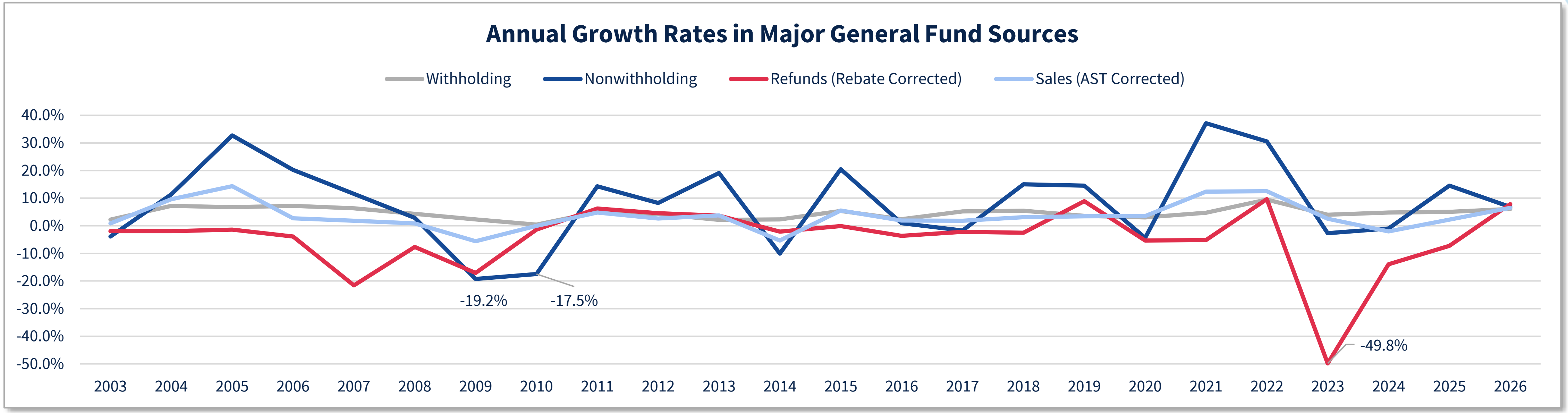
Virginia Home Sales

- The revenue source wills, suits, & deeds is a relatively small portion of the General Fund, however, this past year it grew 14.6 percent.
- Going into Fiscal Year 2026, interest rates were expected to move very little and so this source which is driven by home sales was expected to stay stable.
- Instead, total homes sales volume, according the Virginia REALTORS data, increased about $1.0 billion or 8.4 percent.
- About $557 million (4.7%) of that increase was from an increase in the number of sales while $443 million (3.7%) was driven by higher prices.



Source: Virginia REALTORS ®

Virginia's Cautious Approach to Volatile Sources

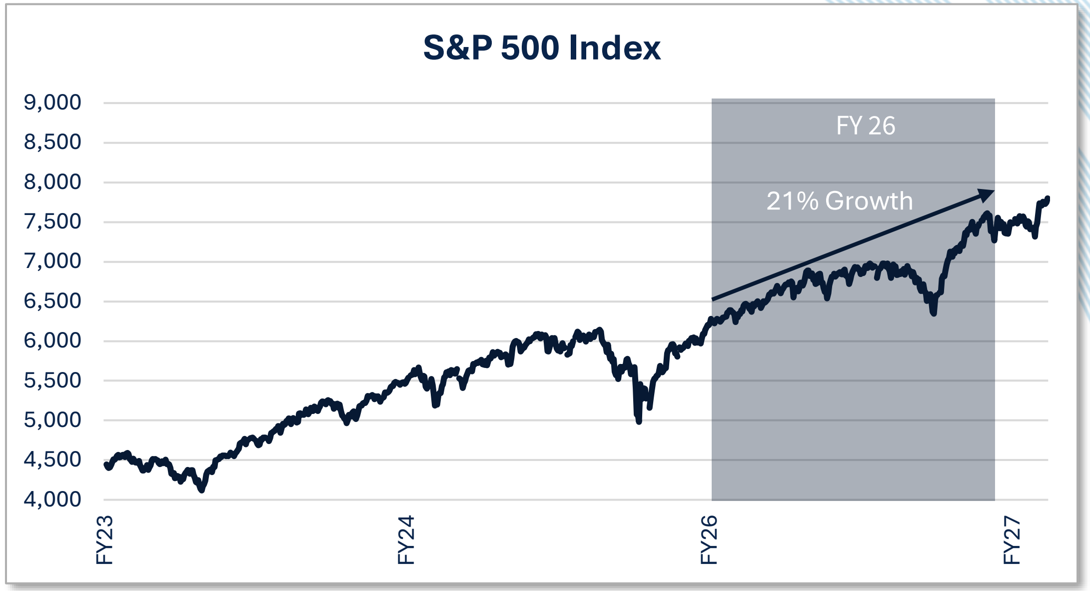


Source: Virginia Department of Taxation

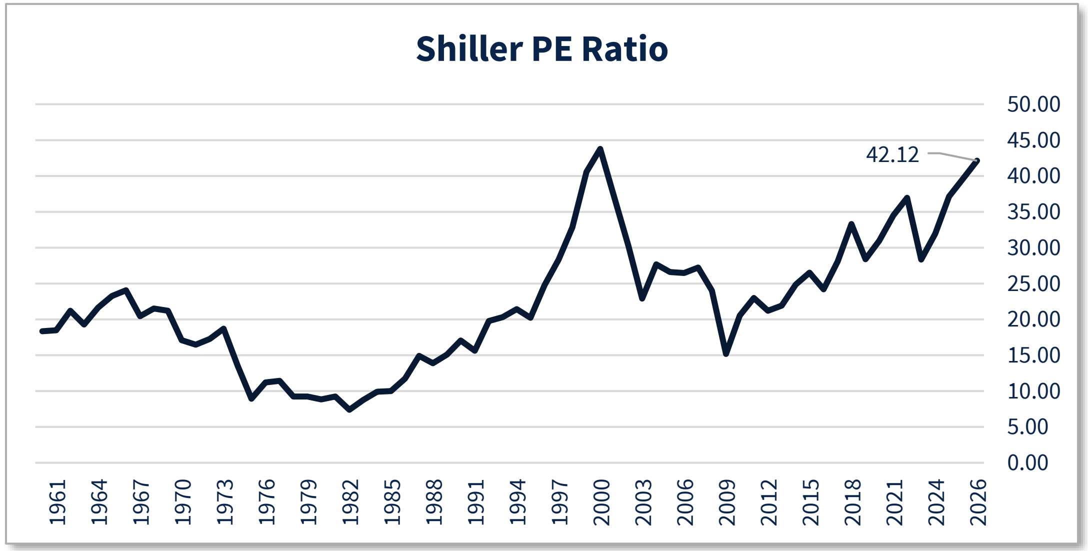
- Sources like withholding and sales taxes have a fairly narrow band of reasonable growth rates.
- Sources like nonwithholding and refunds however are capable of extreme growth or decline.
- Thus, Virginia approaches these large and volatile sources with an abundance of caution.
- It is always better to be surprised with a positive variance than the inverse.

Nonwithholding and the Stock Market

- Nonwithholding revenue grew by more than $500 million in Fiscal Year 2026.
- This exceeded forecast by $347.0 million.
- Despite the past several years growing so aggressively, planning for 20%+ growth rates is not wise.
- The Shiller PE Ratio of the S&P 500, has reached extreme heights and could reflect an overvalued equities market.
- Therefore, the Commonwealth should continue to assume modest growth in this source to avoid unnecessary risk.

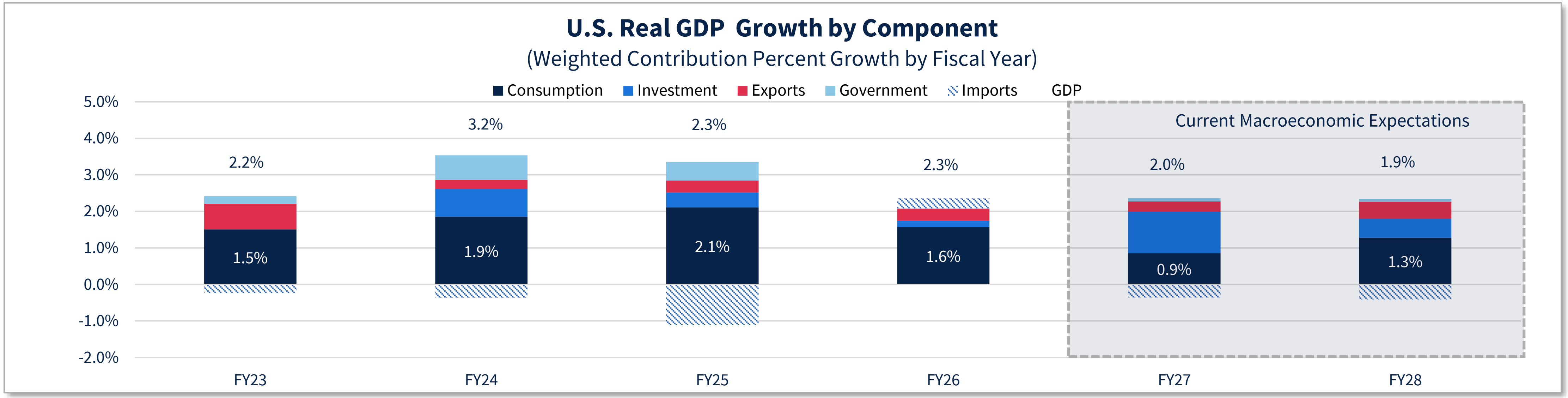


Source: S&P Dow Jones Indices LLC



Source: S&P Dow Jones Indices LLC; Multpl

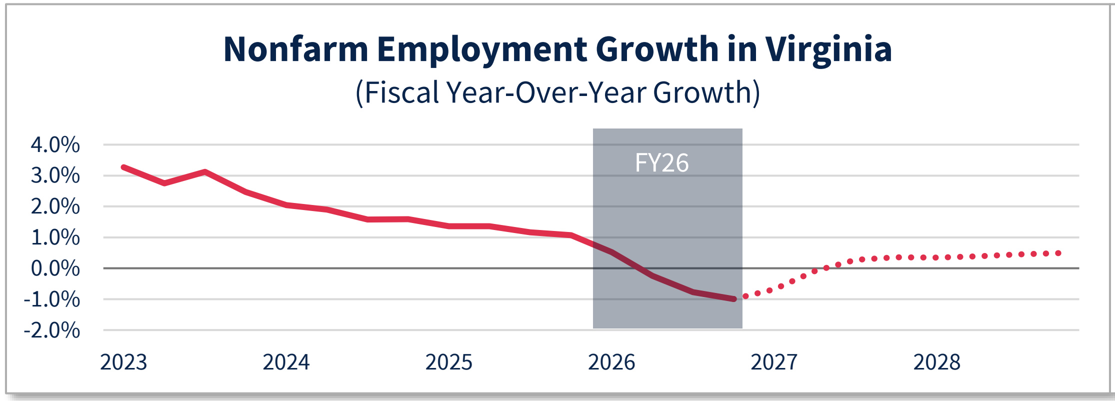
Recent and Future U.S. GDP Expectations



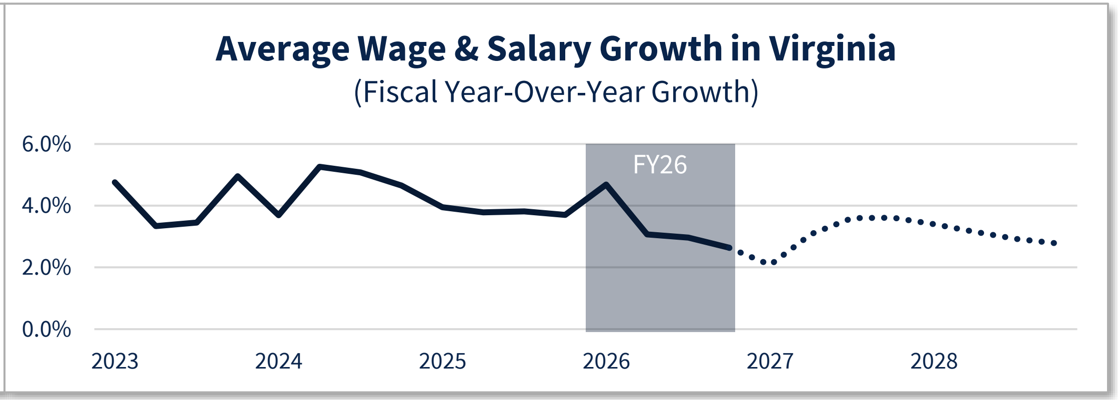
Source: Bureau of Economic Analysis: Moody's Analytics

- In Fiscal Year 2026, U.S. Real GDP grew 2.3%.
- Recent macroeconomic forecasts expect the GDP to slow to 2.0% and 1.9% in Fiscal Year 2027 and 2028.
- The only reason Fiscal Year 2027 expectations are not lower is anticipated investment growth, primarily in data centers.
- Most of the U.S. economy centers around consumption, so a forecast for lower overall consumption is concerning.

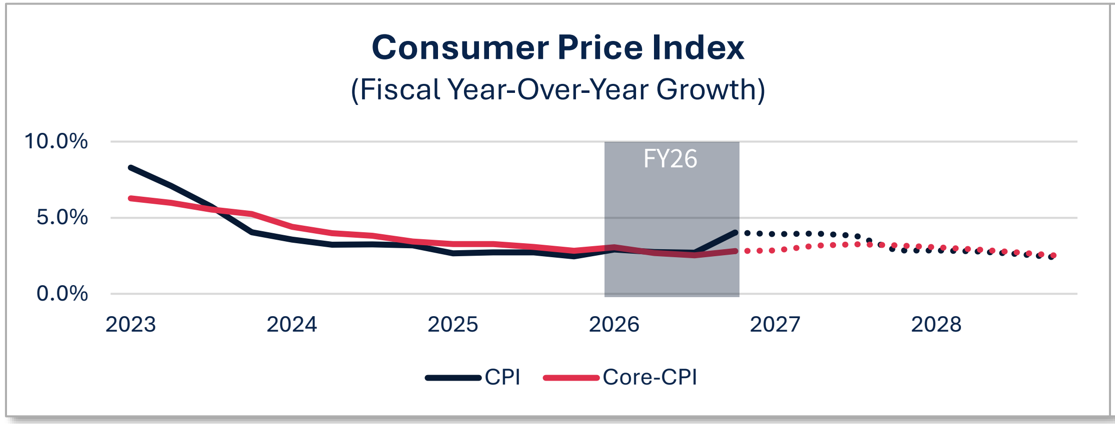
Expectations for Key Virginia Economic Drivers



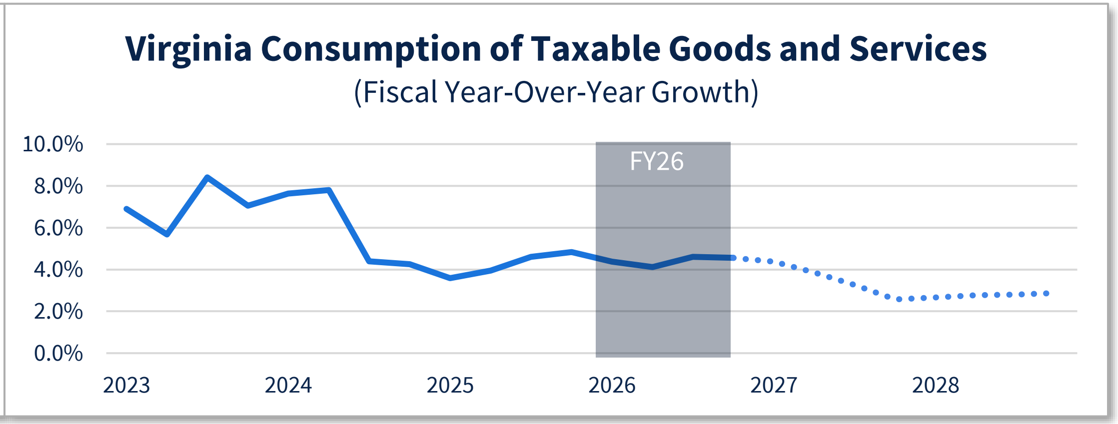
Source: U.S. Bureau of Labor Statistics



Source: U.S. Bureau of Labor Statistics



Source: U.S. Bureau of Labor Statistics



Source: U.S. Bureau of Economic Analysis

Chapter 1 Budget for Fiscal Years 2027 & 2028

SOURCE ($ Millions)	Actuals FY 2026	Chapter 1 FY 2027	FY 2027 Growth	FY 2028	FY 2028 Growth
Withholding	$ 18,633.7	19,330.7	3.7	20,019.6	3.6
Nonwithholding	8,028.6	8,034.6	0.1	7,965.6	(0.9)
Refunds	(2,937.6)	(3,034.7)	3.3	(3,093.9)	2.0
Net IIT	$ 23,724.6	24,330.6	2.6	24,891.3	2.3
Sales and Use Tax	5,124.9	5,151.3	0.5	5,302.2	2.9
Corporate Income	1,904.8	1,964.2	3.1	2,081.8	6.0
Data Center Consumption Tax	-	600.0	-	600.0	-
Insurance Company Premiums	514.7	563.9	9.6	578.0	2.5
Wills, Suits, Deeds	540.0	549.9	1.8	618.1	12.4
Interest Income	530.9	521.8	(1.7)	499.5	(4.3)
Alcohol	298.0	302.9	1.7	300.3	(0.9)
All Other	684.7	711.2	3.9	777.3	9.3
Total General Fund Revenues	**$ 33,322.6**	**34,695.9**	**4.1**	**35,648.6**	**2.7**
Transfers	1,957.2	1,112.8	(43.1)	920.5	(17.3)
Total General Fund	**$ 35,279.7**	**35,808.7**	**1.5**	**36,569.1**	**2.1**

- Revenues must grow by 4.1% to meet forecast this Fiscal Year. However, this includes $600 million in new revenue from the Data Center Consumption Tax.
- Not including the Data Center Consumption Tax, all other revenues need only grow 2.3%.

Revenue Impact of Recently Adopted Policies

	Policy ($ Millions)	2027	2028
HR 1:	**Tax Implications**	**$ 156.1**	**$ 118.3**
	0.5% floor on charitable contributions	$ 40.4	$ 42.5
	1% floor on charitable contributions	$ 7.7	$ 9.2
	Conform to IRC section 163(j) and reduce Virginia deduction from 50% to 20%	$ 72.4	$ 72.9
	Miscellaneous business and international provisions	$ 15.1	$ 23.9
	Miscellaneous individual provisions	$ (2.4)	$ (3.2)
	Restructure of opportunity zones program	$ 22.9	$ (27.0)
Data Center Consumption Tax		**$ 600.0**	**$ 600.0**
Cannabis Sales Tax			**$ 35.0**
Standard Deduction Increase		**$ (51.0)**	**$ (120.0)**
Total		**$ 705.1**	**$ 633.3**

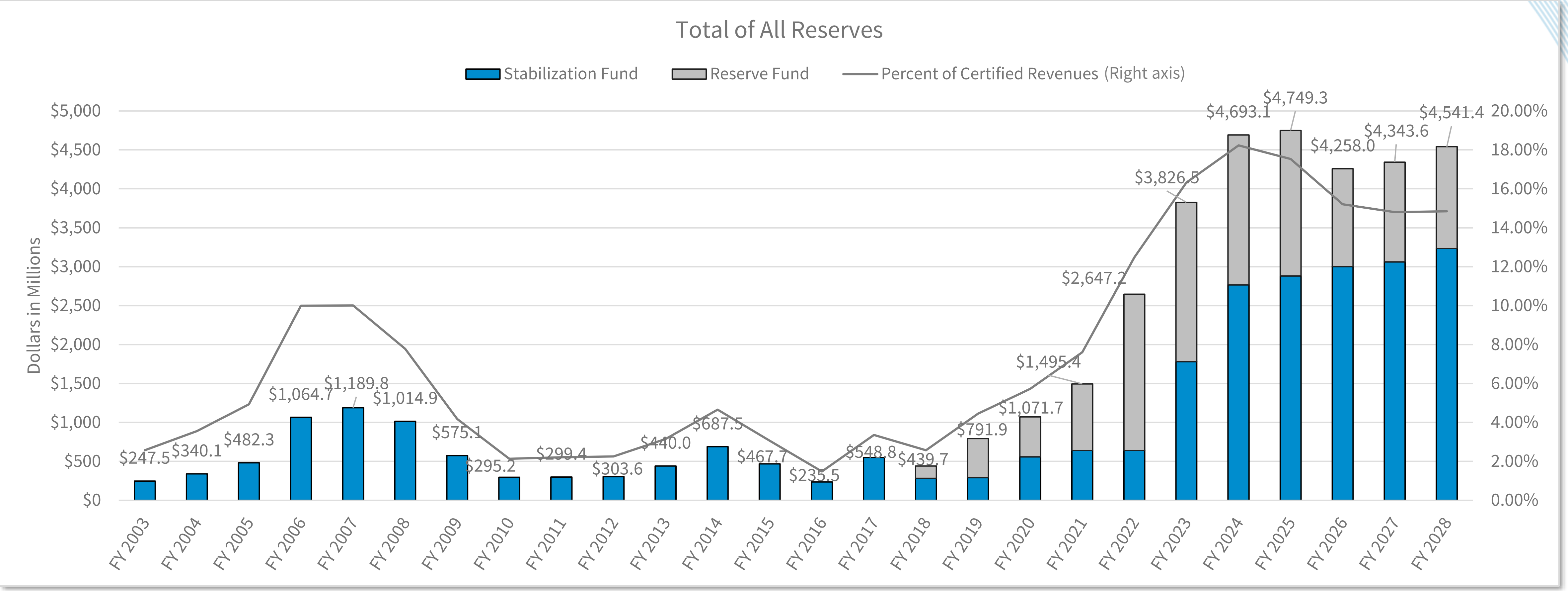
Preliminary General Fund Balance Sheet

($ in Thousands)	
Assets Less Liabilities	**$14,843,779**
Restricted Fund Balance:	
Revenue Stabilization Fund Balance	$3,000,618
Revenue Stabilization Fund Mandatory Deposit	$110,526
Lottery Proceeds Fund	$14,115
Water Supply Assistance Grant Fund	$28,139
Total Restricted Fund Balance	**$3,153,398**
Committed Fund Balance:	
Excess Revenue Reserved for FY 2027 Balances (Item 471 J.1)	$585,500
Supplant of Bond-Funds ((Item 471 J.2)	$242,787
Virginia Water Quality Improvement Fund Balance	$614,327
Virginia Water Quality Improvement Fund - Part A (2025 Calculation)	$55,200
Virginia Water Quality Improvement Fund - Part B (2025 Calculation)	$52,695
Virginia Water Quality Improvement Fund - Part B (2026 Calculation)	$40,559
Revenue Reserve Fund Balance	$1,257,430
Reappropriation of GF Capital Outlay	$2,321,786
Operating Mandatory Reappropriation	$1,275,749
Other Commitments	$2,422,645
Total Committed Fund Balance	**$8,868,677**
Assigned Fund Balance:	
Balance Required by Chapter 7	$2,316,399
Other Assignments	$505,305
Total Assigned Fund Balance	**$2,821,704**

$938.8 million. Full commitment of excess FY 2026 revenue collections required by Par. J of Item 471, CH 7 in addition to required Revenue Stabilization Fund Deposit calculation.

$40.6 million. Additional Water Quality Improvement Fund calculation over existing planned deposits.

Reserves Remain Near 15% of Average Revenues



Source: Virginia Department of Planning and Budget

Fiscal Year 2027 Revenues Started Strong in July

	July Revenues Year-Over-Year				Forecast Variance FYTD			
SOURCE, $ Mil	Jul 25	Jul 26	Change $	Change %	Actuals	Projected	Variance $	Variance %
Withholding	$1,569.0	$1,665.5	$96.5	6.2%	$1,665.5	$1,637.7	27.7	1.7%
Non-withholding	137.7	136.6	(1.2)	-0.8%	136.6	132.6	4.0	3.0%
IIT Refunds	(100.1)	(111.8)	(11.7)	11.6%	(111.8)	(99.3)	(12.5)	12.6%
Net Individual Income	$1,606.5	$1,690.2	$83.7	5.2%	$1,690.2	$1,671.0	$19.2	1.2%
Sales & Use Tax	424.1	484.4	60.3	14.2%	484.4	455.1	29.3	6.4%
Corporate Income Tax	47.8	96.7	48.9	102.3%	96.7	64.1	32.5	50.7%
Insurance	-	-	-	0.0%	-	-	-	0.0%
Wills, Suits, Deeds	45.3	50.9	5.6	12.4%	50.9	51.2	(0.3)	-0.6%
Interest Income	107.7	85.2	(22.5)	-20.9%	85.2	87.0	(1.7)	-2.0%
All Other	43.4	46.0	2.6	6.0%	46.0	46.7	(0.7)	-1.6%
Total GF Revenues	$2,274.9	$2,453.4	$178.5	7.8%	$2,453.4	$2,375.1	$78.2	3.3%

- July revenues grew $178.5 million (7.8%) year-over-year. Compared to forecast, revenues are 78.2 million (3.3%) ahead.
- Sales and corporate were the largest sources of variance.
- Corporate variance is not meaningful because July is not an estimated payment month and so variances are typically large.
- While sales tax collections have been strong over the past year, this month's particular strong performance is primarily attributable to a small number of unusually large payments.

Budget Roadmap

October	• The Joint Advisory Board of Economists (JABE) meets. • Discuss and update macroeconomic assumptions.
November	• The Governor's Advisory Council on Revenue Estimates (GACRE) meets. • Unveil, and discuss revenue estimates resulting from JABE analysis.
December	• Governor introduces budget priorities.
January	• Governor and General Assembly coordinate on shared priorities and consider any needed amendments in light of new information.

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APPENDIX

- Fiscal Year 2026 Actual Revenues Compared to the Official Forecast
- The Official General Fund Forecast for Fiscal Year 2027 and 2028
- Commonwealth Transportation Fund Actual Collections Compared to the Official Forecast for Fiscal Year 2026
- The December and Official Commonwealth Transportation Fund Forecast for Fiscal Year 2027 and 2028
- Growth in Total General Fund Revenues, Fiscal Years 1961 to 2026
- June 2026 Revenue Report
- July 2026 Revenue Report

Note: General Fund Preliminary Annual Report is available at the Department of Accounts web site (www.doa.virginia.gov).

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Fiscal Year 2026 Actual Revenues Compared to the Official Forecast

(Revenues in Millions)

	Fiscal Year 2025		Fiscal Year 2026		Forecast Variance	
	Actuals	% Growth Over FY 24	Official Forecast	Actuals	Dollars	Percent
MAJOR TAX SOURCES						
Corporate Income	$ 1,878.6	(1.5) %	$ 1,974.3	1,904.8	$ (69.5)	(3.5) %
Individual Income						
Withholding	17,561.2	5.0	18,450.3	18,633.7	183.4	1.0
Nonwithholding	7,518.7	14.5	7,681.6	8,028.6	347.0	4.5
Gross	25,079.8	7.7	26,131.8	26,662.2	530.4	2.0
Refunds	(3,187.4)	7.3	(3,223.7)	(2,937.6)	286.0	(8.9)
Net	21,892.4	7.8	22,908.2	23,724.6	816.4	3.6
Data Center Consumption Tax	-	-	-	-	-	-
Insurance Company Premiums	541.5	15.6	536.9	514.7	(22.2)	(4.1)
State Sales & Use Tax	4,812.7	2.2	4,967.6	5,124.9	157.2	3.2
Wills, Suits, Deeds	471.2	15.9	474.1	540.0	65.9	13.9
Total Major Tax Sources	**$ 29,596.4**	**6.5 %**	**$ 30,861.2**	**31,809.0**	**$ 947.8**	**3.1 %**
MISCELLANEOUS TAXES AND OTHER REVENUES						
Alcoholic Beverage State Tax	$ 272.2	(1.4) %	$ 269.7	263.7	$ (6.0)	(2.2) %
Bank Franchise Tax	38.1	46.5	33.2	31.9	(1.3)	(4.0)
Beer & Beverage Excise Tax	36.3	(4.6)	36.0	34.3	(1.6)	(4.6)
Corporate Franchise & Charter Fees	88.2	17.9	93.7	68.6	(25.2)	(26.9)
Interest & Rents	593.9	(15.1)	540.9	531.0	(9.9)	(1.8)
Miscellaneous Taxes and Penalties	237.1	(3.3)	247.6	277.3	29.7	12.0
Other Miscellaneous Revenues	155.6	53.3	71.4	70.6	(0.8)	(1.2)
Public Service GR / Consumption Tax	114.5	7.1	117.9	120.2	2.3	2.0
Sports Betting Taxes	100.8	28.3	112.1	115.9	3.8	3.4
Total Misc. Taxes and Other Revenues	1,636.6	(0.6)	1,522.6	1,513.6	(9.0)	(0.6)
Total General Fund Revenues	**$ 31,233.0**	**6.1 %**	**$ 32,383.7**	**33,322.6**	**$ 938.8**	**2.9 %**
TRANSFERS						
A.B.C. Profits	$ 170.9	0.5 %	$ 160.9	161.0	$ 0.1	0.1 %
Sales Tax (0.375%)	587.9	2.5	606.9	625.1	18.2	3.0
Transfers Per Appropriations	742.5	***	1,167.9	1,171.1	3.1	0.3
Total Transfers	**$ 1,501.3**	***** %**	**$ 1,935.7**	**1,957.2**	**$ 21.4**	**1.1 %**
TOTAL GENERAL FUND	**$ 32,734.3**	**11.1 %**	**$ 34,319.5**	**35,279.7**	**$ 960.2**	**2.8 %**

*** Growth rate greater than ± 100%

Sums may not compute due to rounding.

Wednesday, August 19, 2026

The Official General Fund Forecast for Fiscal Years 2027 and 2028

(Revenues in Millions)

	Fiscal Year 2026		Fiscal Year 2027		Fiscal Year 2028		Fiscal Years 2027 - 2028 Biennium	
	Actuals	**% Growth Over FY 25**	**Official Forecast**	**% Growth Over FY 26**	**Official Forecast**	**% Growth Over FY 27**	**Official Forecast**	**% Growth Over FY 25-26 Biennium**
MAJOR TAX SOURCES								
Corporate Income	$ 1,904.8	1.4 %	$ 1,964.2	3.1 %	$ 2,081.8	6.0 %	$ 4,046.0	6.9 %
Individual Income								
Withholding	18,633.7	6.1	19,330.7	3.7	20,019.6	3.6	39,350.3	8.7
Nonwithholding	8,028.6	6.8	8,034.6	0.1	7,965.6	(0.9)	16,000.1	2.9
Gross	26,662.2	6.3	27,365.3	2.6	27,985.2	2.3	55,350.4	7.0
Refunds	(2,937.6)	(7.8)	(3,034.7)	3.3	(3,093.9)	2.0	(6,128.5)	0.1
Net	23,724.6	8.4	24,330.6	2.6	24,891.3	2.3	49,221.9	7.9
Data Center Consumption Tax	-	-	600.0	***	600.0	-	1,200.0	***
Insurance Company Premiums	514.7	(4.9)	563.9	9.6	578.0	2.5	1,141.9	8.1
State Sales & Use Tax	5,124.9	6.5	5,151.3	0.5	5,302.2	2.9	10,453.5	5.2
Wills, Suits, Deeds	540.0	14.6	549.9	1.8	618.1	12.4	1,168.0	15.5
Total Major Tax Sources	**$ 31,809.0**	**7.5 %**	**$ 33,159.9**	**4.2 %**	**$ 34,071.5**	**2.7 %**	**$ 67,231.4**	**9.5 %**
MISCELLANEOUS TAXES AND OTHER REVENUES								
Alcoholic Beverage State Tax	$ 263.7	(3.1) %	$ 267.3	1.4 %	$ 265.0	(0.9) %	$ 532.3	(0.7) %
Bank Franchise Tax	31.9	(16.3)	35.9	12.5	36.5	1.7	72.4	3.4
Beer & Beverage Excise Tax	34.3	(5.4)	35.6	3.8	35.3	(0.8)	71.0	0.5
Corporate Franchise & Charter Fees	68.6	(22.2)	98.2	43.2	102.9	4.8	201.1	28.3
Interest & Rents	531.0	(10.6)	522.0	(1.7)	499.6	(4.3)	1,021.6	(9.2)
Miscellaneous Taxes and Penalties	277.3	17.0	263.3	(5.1)	270.7	2.8	534.0	3.8
Other Miscellaneous Revenues	70.6	(54.6)	62.3	(11.8)	109.8	76.3	172.0	(24.0)
Public Service GR / Consumption Tax	120.2	5.0	121.4	1.0	122.3	0.7	243.7	3.8
Sports Betting Taxes	115.9	15.0	130.0	12.1	135.0	3.8	265.0	22.3
Total Misc. Taxes and Other Revenues	1,513.6	(7.5)	1,536.0	1.5	1,577.1	2.7	3,113.1	(1.2)
Total General Fund Revenues	**$ 33,322.6**	**6.7 %**	**$ 34,695.9**	**4.1 %**	**$ 35,648.6**	**2.7 %**	**$ 70,344.5**	**9.0 %**
TRANSFERS								
A.B.C. Profits	$ 161.0	(5.8) %	$ 146.3	(9.1) %	$ 133.3	(8.9) %	$ 279.6	(15.8) %
Sales Tax (0.375%)	625.1	6.3	627.9	0.4	644.0	2.6	1,271.9	4.9
Transfers Per Appropriations	1,171.1	57.7	338.6	(71.1)	143.2	(57.7)	481.8	(74.8)
Total Transfers	**$ 1,957.2**	**30.4 %**	**$ 1,112.8**	**(43.1) %**	**$ 920.5**	**(17.3) %**	**$ 2,033.3**	**(41.2) %**
TOTAL GENERAL FUND	**$ 35,279.7**	**7.8 %**	**$ 35,808.7**	**1.5 %**	**$ 36,569.1**	**2.1 %**	**$ 72,377.8**	**6.4 %**

*** Growth rate greater than ± 100%
Sums may not compute due to rounding.

Commonwealth Transportation Fund
Actual Collections Compared to the Official Forecast for Fiscal Year 2026
(Millions of Dollars)

Revenue Sources	FY2025 Actual	FY2026 Actual	FY2026 Forecast	Percent Change 2025-2026 Actual	Percent Change 2025-2026 Forecast	Forecast Variance Amount	Forecast Variance Percent
Motor Fuels Tax	1,490.7	1,575.9	1,575.8	5.7	5.7	0.1	0.0
Road Use Tax	82.5	84.3	82.3	2.1	(0.2)	1.9	2.3
Vehicle Sales Tax	1,275.4	1,284.0	1,308.4	0.7	2.6	(24.4)	(1.9)
Vehicle Licenses	226.1	223.3	235.2	(1.2)	4.1	(11.9)	(5.1)
Highway User Fee	83.9	94.4	96.0	12.5	14.5	(1.7)	(1.7)
State Sales Tax	1,412.4	1,500.8	1,457.4	6.3	3.2	43.5	3.0
Recordation Tax	59.9	69.4	60.2	15.8	0.6	9.1	15.2
Insurance Premiums Tax	228.7	256.7	256.7	12.3	12.3	0.0	0.0
Int'l Registration Plan	116.6	121.3	117.1	4.0	0.4	4.1	3.5
Interest Earnings	54.7	56.2	36.7	2.9	(32.9)	19.6	53.3
Rental Tax	55.9	57.3	57.0	2.5	2.0	0.3	0.4
Aviation Fuels Tax	2.2	2.4	2.0	9.7	(9.5)	0.4	21.1
Miscellaneous	22.5	24.0	20.1	6.4	(10.8)	3.9	19.3
TOTAL	**$5,111.4**	**$5,349.9**	**$5,305.0**	**4.7**	**3.8**	**44.9**	**0.8**

As required by Section 33.1-23.03:8A(2) of the Code of Virginia, all revenues that exceed the official forecast are deposited into the Priority Transportation Fund.

The December and Official Commonwealth Transportation Fund Forecast for Fiscal Year 2027
(Dollars in Millions)

August 1, 2026

	Fiscal Year 2026		Fiscal Year 2027				
			December	Official		% Growth over FY 26	
	Actuals	% Growth	Forecast	Forecast	Change	December	Official
Commonwealth Transportation Fund							
Motor Fuels Tax	$ 1,575.9	5.7 %	$ 1,639.4	$ 1,636.5	$ (2.9)	4.0 %	3.8 %
Road Tax	84.3	2.1	84.5	86.5	2.0	0.3	2.7
Aviation Fuels Tax	2.4	10.1	2.0	2.4	0.4	(17.5)	(0.0)
Motor Vehicle Sales and Use Tax	1,284.0	0.7	1,361.2	1,335.8	(25.4)	6.0	4.0
Motor Vehicle Rental Tax(1)	57.3	2.5	58.0	58.2	0.3	1.2	1.7
Motor Vehicle License Fees	223.3	(1.2)	232.5	220.7	(11.8)	4.1	(1.2)
Highway User Fee	94.4	12.5	103.4	101.7	(1.7)	9.6	7.8
International Registration Plan	121.3	4.0	117.8	122.0	4.2	(2.8)	0.6
Retail Sales and Use Tax	1,500.8	6.3	1,490.1	1,534.5	44.4	(0.7)	2.2
Recordation Tax (3 cents)	69.4	15.8	67.1	77.3	10.2	(3.3)	11.4
Insurance Premiums Tax (1/3)	256.7	12.2	264.5	257.2	(7.4)	3.1	0.2
Interest Earnings	56.2	3.0	35.7	54.7	19.0	(36.6)	(2.7)
Miscellaneous	24.0	6.1	20.1	24.0	3.9	(16.2)	0.0
Total State Taxes and Fees	**$ 5,349.9**	**4.7 %**	**$ 5,476.3**	**$ 5,511.5**	**$ 35.2**	**2.4 %**	**3.0 %**

The December forecast is based on the October Moody's Analytics October 2025 baseline forecast adapted based on recommendations of the Joint Advisory Board of Economists and the Governor's Advisory Council on Revenue Estimates.
The Official forecast is based on the October Moody's Analytics October 2025 baseline scenario and adjusted for the actual revenue collections in FY26 and actions of the 2026 session of the General Assembly.
(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 December and Official Commonwealth Transportation Fund Forecast for Fiscal Year 2028
(Dollars in Millions)

August 1, 2026

	Fiscal Year 2028				
	December Forecast	Official Forecast	Change	% Growth over FY 27 December	% Growth over FY 27 Official
Commonwealth Transportation Fund					
Motor Fuels Tax	$ 1,703.8	$ 1,700.8	$ (3.1)	3.9 %	3.9 %
Road Tax	84.4	86.4	2.0	(0.1)	(0.1)
Aviation Fuels Tax	2.0	2.4	0.4	0.0	0.0
Motor Vehicle Sales and Use Tax	1,377.4	1,351.7	(25.7)	1.2	1.2
Motor Vehicle Rental Tax(1)	58.9	59.2	0.3	1.6	1.6
Motor Vehicle License Fees	234.0	222.2	(11.8)	0.6	0.6
Highway User Fee	119.3	117.3	(2.0)	15.4	15.3
International Registration Plan	119.2	123.4	4.2	1.2	1.2
Retail Sales and Use Tax	1,528.3	1,573.8	45.6	2.6	2.6
Recordation Tax (3 cents)	77.4	89.1	11.7	15.4	15.3
Insurance Premiums Tax (1/3)	271.2	263.6	(7.6)	2.5	2.5
Interest Earnings	34.1	52.3	18.2	(4.3)	(4.3)
Miscellaneous	20.1	24.0	3.9	0.0	0.0
Total State Taxes and Fees	**$ 5,630.2**	**$ 5,666.3**	**$ 36.1**	**2.8 %**	**2.8 %**

The December forecast is based on the October Moody's Analytics October 2025 baseline forecast adapted based on recommendations of the Joint Advisory Board of Economists and the Governor's Advisory Council on Revenue Estimates.
The Official forecast is based on the October Moody's Analytics October 2025 baseline scenario and adjusted for the actual revenue collections in FY26 and actions of the 2026 session of the General Assembly.
(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.

Growth in Total General Fund Revenues

Fiscal Year 1961 - Fiscal Year 2028

(Nominal - Actual Dollars)

FY	Total Revenues	Growth	FY	Total Revenues	Growth
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	29,448,224,000	5.5%
91	5,471,879,000	-0.4%	25	31,233,034,000	6.1%
92	5,623,213,000	2.8%	26	33,322,559,000	6.7%
93	6,133,637,000	9.1%	27*	34,695,918,516	4.1%
94	6,503,368,000	6.0%	28*	35,648,556,043	2.7%

* Official Forecast (Excludes Transfers)

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

FY 2026 Revised Estimate
Per Chapter 7

Commonwealth of Virginia/Department of Accounts
Summary Report on General Fund Revenue Collections
For the Fiscal Years 2025 and 2026
(Dollars in Thousands)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
			June			Year-To-Date			% Annual Growth Req By Est
Revenue	FY 2026 Estimate	As a % of Gen Fund Rev	FY 2026	FY 2025	% Change	FY 2026	FY 2025	% Change	
Individual Income Tax:									
Withholding	$18,450,300	56.97	$1,451,110	$1,351,587	7.4	$18,633,663	$17,561,164	6.1	5.1
Tax Dues/Estimated Payments	7,681,600	23.72	925,063	820,776	12.7	8,028,561	7,518,680	6.8	2.2
Gross Individual Income Tax	$26,131,900	80.69	$2,376,173	$2,172,363	9.4	$26,662,224	$25,079,844	6.3	4.2
Individual and Fiduciary Income (Refunds)	(3,223,700)	(9.95)	(134,824)	(114,543)	17.7	(2,937,625)	(3,187,402)	(7.8)	1.1
Net Individual Income Tax	$22,908,200	70.74	$2,241,349	$2,057,820	8.9	$23,724,599	$21,892,442	8.4	4.6
Sales and Use Tax	$4,967,600	15.34	$456,111	$426,862	6.9	$5,124,858	$4,812,737	6.5	3.2
Corporations Income Tax	1,974,300	6.10	367,838	317,552	15.8	1,904,762	1,878,586	1.4	5.1
Wills, Suits, Deeds, Contracts	474,100	1.46	55,805	47,812	16.7	540,027	471,176	14.6	0.6
Insurance Premiums	536,900	1.66	158,458	156,666	1.1	514,747	541,452	(4.9)	(0.8)
Interest Income (a)	540,700	1.67	(41,395)	(59,850)	30.8	530,873	593,757	(10.6)	(8.9)
Alcoholic Beverage Sales (b)	305,700	0.94	67,895	71,371	(4.9)	297,999	308,440	(3.4)	(0.9)
All Other Revenues	676,200	2.09	124,162	159,999	(22.4)	684,694	734,444	(6.8)	(7.9)
Total General Fund Revenues	$32,383,700	100.00	$3,430,223	$3,178,232	7.9	$33,322,559	$31,233,034	6.7	3.7

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

(a) Interest Income for the April - June quarter attributable to nongeneral funds was transferred this month, resulting in negative Interest Income for the month of June.
(b) Includes Beer and Beverage Excise Tax and Alcoholic Beverage State Tax.

FY 2026 Revised Estimate
Per Chapter 7

Commonwealth of Virginia/Department of Accounts
General Fund Statement of Revenue Collections and Estimates
For the Fiscal Years 2025 and 2026
(Dollars in Thousands)

Revenue	(1) FY 2026 Estimate	(2) As a % of Total Gen Fund Rev	(3) June FY 2026	(4) June FY 2025	(5) June % Change	(6) Year-To-Date FY 2026	(7) Year-To-Date FY 2025	(8) Year-To-Date % Change	(9) % Annual Growth Req By Est
Taxes:									
Individual Income Tax - Withholding	$18,450,300	56.97	$1,451,110	$1,351,587	7.4	$18,633,663	$17,561,164	6.1	5.1
Tax Dues/Estimated Payments	7,681,600	23.72	925,063	820,776	12.7	8,028,561	7,518,680	6.8	2.2
Gross Individual Income Tax	$26,131,900	80.69	$2,376,173	$2,172,363	9.4	$26,662,224	$25,079,844	6.3	4.2
Individ and Fiduc Income (Refunds)	(3,223,700)	(9.95)	(134,824)	(114,543)	17.7	(2,937,625)	(3,187,402)	(7.8)	1.1
Net Individual Income Tax	$22,908,200	70.74	$2,241,349	$2,057,820	8.9	$23,724,599	$21,892,442	8.4	4.6
Sales and Use Tax	4,967,600	15.34	456,111	426,862	6.9	5,124,858	4,812,737	6.5	3.2
Corporations Income	1,974,300	6.10	367,838	317,552	15.8	1,904,762	1,878,586	1.4	5.1
Public Service Corporations	117,900	0.36	16,373	6,629	147.0	120,227	114,467	5.0	3.0
Insurance Premiums	536,900	1.66	158,458	156,666	1.1	514,747	541,452	(4.9)	(0.8)
Alcoholic Beverage Excise	269,700	0.83	62,100	65,000	(4.5)	263,676	272,155	(3.1)	(0.9)
Beer and Beverage Excise	36,000	0.11	5,795	6,371	(9.0)	34,323	36,285	(5.4)	(0.8)
Wills, Suits, Deeds, Contracts	474,100	1.46	55,805	47,812	16.7	540,027	471,176	14.6	0.6
Inheritance, Gift, and Estate	0	0.00	0	0	-	20	990	(98.0)	(100.0)
Bank Franchise	33,200	0.10	3,299	6,319	(47.8)	31,896	38,104	(16.3)	(12.9)
Other Taxes	100,100	0.32	10,431	10,269	1.6	113,669	77,812	46.1	28.6
Total Taxes	$31,418,000	97.02	$3,377,559	$3,101,300	8.9	$32,372,804	$30,136,206	7.4	4.3
Rights and Privileges:									
Licenses and Permits	$3,900	0.01	$266	$517	(48.5)	$3,663	$3,972	(7.8)	(1.8)
Corp. Franchise and Charters	93,700	0.29	48,925	69,004	(29.1)	68,552	88,168	(22.2)	6.3
Fees for Misc. Privileges & Services	26,200	0.08	5,383	5,292	1.7	23,350	23,070	1.2	13.6
Total Rights and Privileges	$123,800	0.38	$54,574	$74,813	(27.1)	$95,565	$115,210	(17.1)	7.5
Other Revenues:									
Sales of Property & Commodities	$8,900	0.03	$142	$0	-	$473	$3,066	(84.6)	190.3
Assessmts & Rcpts for Support of Special Svcs	300	0.00	208	15	#	483	291	66.0	3.1
Institutional Revenue	3,700	0.01	84	134	(37.3)	5,425	3,602	50.6	2.7
Interest (a)	540,700	1.67	(41,395)	(59,850)	30.8	530,873	593,757	(10.6)	(8.9)
Dividends and Rent	200	0.00	12	(7)	271.4	166	143	16.1	39.9
Fines, Forfeitures & Fees	259,700	0.80	23,813	22,417	6.2	279,572	259,128	7.9	0.2
Other Revenue	27,200	0.08	15,605	39,479	(60.5)	35,024	120,746	(71.0)	(77.5)
Excess Fees	(4,700)	(0.01)	(940)	(594)	(58.2)	(3,917)	(4,595)	14.8	(2.3)
Private Donations, Gifts & Cont.	0	0.00	1	1	0.0	2	1	100.0	(100.0)
Cities, Counties, and Towns	5,900	0.02	560	524	6.9	6,089	5,479	11.1	7.7
Total Other Revenues	$841,900	2.60	($1,910)	$2,119	(190.1)	$854,190	$981,618	(13.0)	(14.2)
Total General Fund Revenues	$32,383,700	100.00	$3,430,223	$3,178,232	7.9	$33,322,559	$31,233,034	6.7	3.7

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

(a) Interest Income for the April - June quarter attributable to nongeneral funds was transferred this month, resulting in negative Interest Income for the month of June.

Commonwealth of Virginia/Department of Lottery
Summary Report on Lottery Collections
For the Fiscal Years 2025 and 2026
(Dollars in Thousands)

	FY 2026 Estimate	(b)	June FY 2026	(c)	June FY 2025	June % Change	Year-To-Date FY 2026	(c)	Year-To-Date FY 2025	Year-To-Date % Change	% Annual Growth Required By Estimate
Lottery Collections (a)											
Total Lottery Sales	$6,475,663		$492,056		$486,908	1.1	$6,358,933		$5,770,640	10.2	12.2
Other Income	9,000		446		335	33.1	9,127		8,780	4.0	2.5
Total Income	$6,484,663		$492,502		$487,243	1.1	$6,368,060		$5,779,420	10.2	12.2
Less:											
Prize Expenses	$5,176,939		$387,589		$396,062	(2.1)	$5,077,152		$4,521,838	12.3	14.5
Retailer Commissions	135,657		9,710		9,332	4.1	128,181		127,911	0.2	6.1
Operating Expenses	281,745		21,685		23,963	(9.5)	248,390		228,143	8.9	23.5
Total Expenses	$5,594,341		$418,984		$429,357	(2.4)	$5,453,723		$4,877,892	11.8	14.7
Net Proceeds from Operations											
Net Lottery Ticket Profits	$890,322		$73,518		$57,886	27.0	$914,337	**(d)**	$901,528	1.4	(1.2)
Prior Year Residual Profit Transfer	33,305		0		0	-	33,305		75,601	(55.9)	-
Available to Lottery Proceeds Fund	$923,627		$73,518		$57,886	27.0	$947,642		$977,129	(3.0)	(5.5)

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

(a) Amounts represent the activity associated with profit transfers to the Lottery Proceeds Fund. These amounts do not include revenues related to sports betting and casino gaming licensing fees per Chapters 1197 and 1256, 2020 Virginia Acts of Assembly.

(b) Estimate established by Chapter 7, 2026 Virginia Acts of Assembly. The Prior Year Residual Profit Transfer of $33,305,240 was transferred on August 14, 2025, and is included in the total estimate.

(c) Amounts reported are accrual-based estimates (unaudited closing).

(d) This amount represents estimated net profits for FY 2026. In accordance with Chapter 7, 2026 Virginia Acts of Assembly, §3-1.01 G, $923,626,865 was transferred to the Lottery Proceeds Fund during FY 2026. Final FY 2026 audited net profit will be determined in August 2026. The amount of audited profit that exceeds the FY 2026 profit transfers to the Lottery Proceeds Fund will be included in the Residual Profit Transfer to the Lottery Proceeds Fund in August 2026 (FY 2027).

Commonwealth of Virginia/Department of Accounts

Commonwealth Transportation Fund

Summary Statement of Selected Revenue Estimates & Collections

For the Fiscal Years 2025 and 2026

(Dollars in Thousands)

Revenue	FY 2026 Estimate	As a % of Total Fund	June FY 2026	June FY 2025	June % Change	Year-To-Date FY 2026	Year-To-Date FY 2025	Year-To-Date % Change	% Annual Growth Required By Estimate
Motor Fuel Taxes	$1,660,100	19.73	$137,389	$123,716	11.1	$1,662,559	$1,575,436	5.5	5.4
Insurance Premiums Tax	256,704	3.05	0	0	-	256,704	228,661	12.3	12.3
Motor Vehicle Sales and Use Tax	1,365,400	16.23	112,018	98,184	14.1	1,341,289	1,331,242	0.8	2.6
State Sales and Use Tax	1,457,400	17.32	133,369	122,895	8.5	1,500,911	1,412,430	6.3	3.2
Motor Vehicle License Fees	235,200	2.80	15,566	16,165	(3.7)	223,297	226,053	(1.2)	4.0
Highway Use Fee	96,000	1.13	8,170	6,481	26.1	94,367	83,891	12.5	14.4
International Registration Plan	117,100	1.39	8,893	5,398	64.7	121,254	116,620	4.0	0.4
Recordation Tax	60,200	0.72	6,836	5,938	15.1	69,366	59,889	15.8	0.5
Interest Earnings	36,700	0.44	11,733	12,258	(4.3)	56,238	54,643	2.9	(32.8)
Misc. Taxes, Fees, and Revenues	20,100	0.24	2,293	1,796	27.7	23,986	22,542	6.4	(10.8)
Total State Taxes and Fees	$5,304,904	63.05	$436,267	$392,831	11.1	$5,349,971	$5,111,407	4.7	3.8

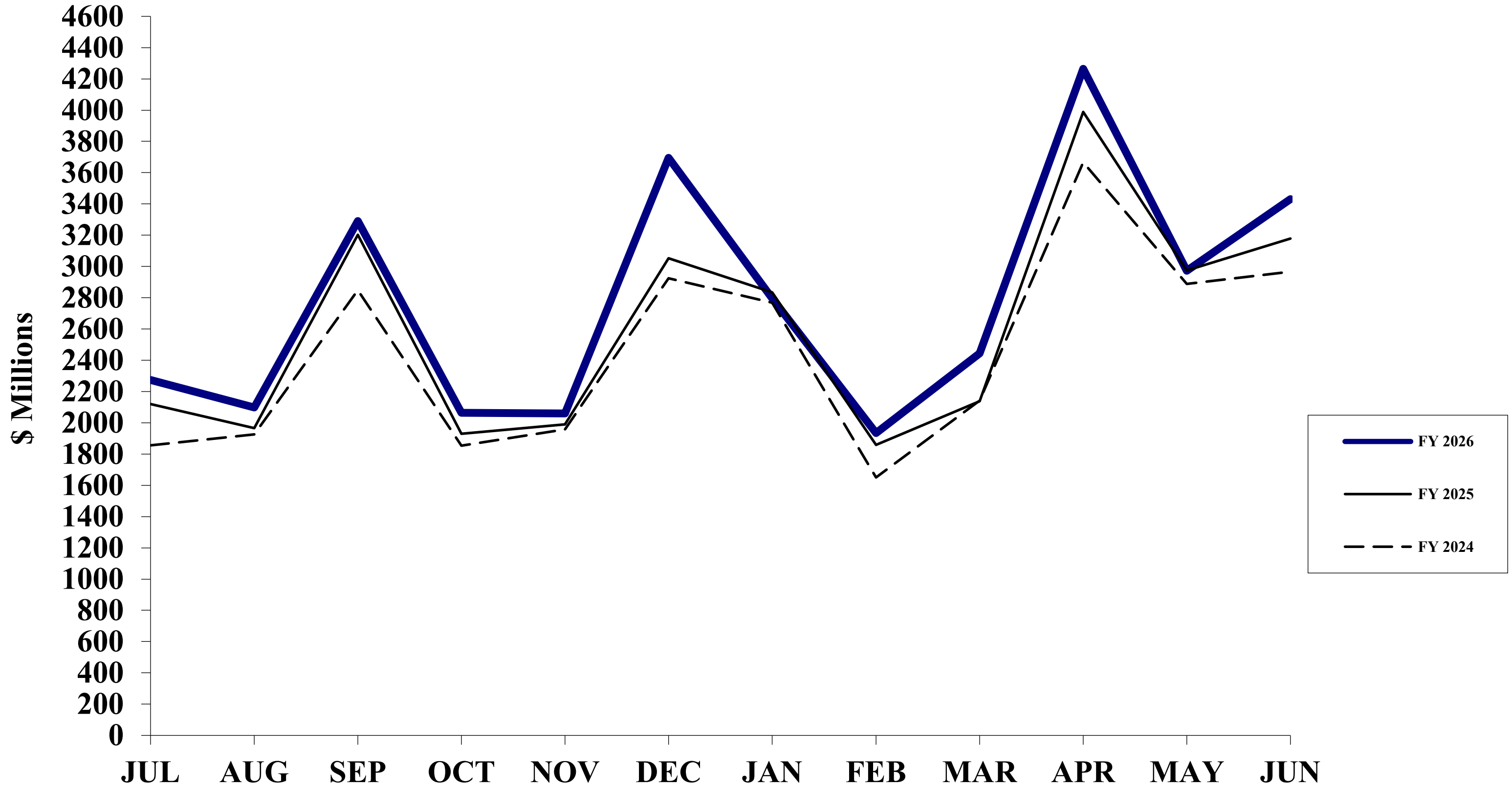
 # Percentage is greater than or equal to 1,000%.

Commonwealth of Virginia/Department of Accounts
Commonwealth Transportation Fund
Statement of Revenue Estimates & Collections
For the Fiscal Years 2025 and 2026
(Dollars in Thousands)

Revenue	FY 2026 Estimate	As a % of Total Fund	June FY 2026	June FY 2025	June % Change	Year-To-Date FY 2026	Year-To-Date FY 2025	Year-To-Date % Change	% Annual Growth Required By Est
COMMONWEALTH TRANSPORTATION FUND									
Motor Vehicle Fuels Taxes									
(Includes Aviation & Road Taxes)	$1,660,100	19.73	$137,389	$123,716	11.1	$1,662,559	$1,575,436	5.5	5.4
Motor Vehicle Sales and Use Tax									
(Includes Rental Tax)	1,365,400	16.23	112,018	98,184	14.1	1,341,289	1,331,242	0.8	2.6
State Sales and Use Tax	1,457,400	17.32	133,369	122,895	8.5	1,500,911	1,412,430	6.3	3.2
Motor Vehicle License Fees	235,200	2.80	15,566	16,165	(3.7)	223,297	226,053	(1.2)	4.0
Highway Use Fee	96,000	1.13	8,170	6,481	26.1	94,367	83,891	12.5	14.4
International Registration Plan	117,100	1.39	8,893	5,398	64.7	121,254	116,620	4.0	0.4
Insurance Premiums Tax	256,704	3.05	0	0	-	256,704	228,661	12.3	12.3
Recordation Tax	60,200	0.72	6,836	5,938	15.1	69,366	59,889	15.8	0.5
Total Commonwealth Transportation Fund	$5,248,104	62.37	$422,241	$378,777	11.5	$5,269,747	$5,034,222	4.7	4.2
HIGHWAY MAINTENANCE AND OPERATING FUND									
Misc. Taxes, Fees, and Revenues	$20,100	0.24	$2,293	$1,796	27.7	$23,986	$22,542	6.4	(10.8)
Other Miscellaneous Revenues	302,212	3.59	21,065	5,283	298.7	399,510	493,862	(19.1)	(38.8)
Federal Grants and Contracts	0	0.00	79,014	4,302	#	122,722	64,702	89.7	(100.0)
Transfer (to) / from Transportation Trust Fund	532,639	6.33	269,431	145,783	84.8	650,267	526,783	23.4	1.1
Total Highway Maintenance and Operating Fund	$854,951	10.16	$371,803	$157,164	136.6	$1,196,485	$1,107,889	8.0	(22.8)
TRANSPORTATION TRUST FUND									
Interest Earnings	$36,700	0.44	$11,733	$12,258	(4.3)	$56,238	$54,643	2.9	(32.8)
Federal Grants and Contracts	1,657,155	19.69	10,789	74,461	(85.5)	1,469,391	1,361,842	7.9	21.7
Receipts from Cities/Counties	1,044,700	12.41	62,189	70,278	(11.5)	723,218	588,250	22.9	77.6
Toll Revenues	92,526	1.10	5,055	4,994	1.2	63,216	65,089	(2.9)	42.2
Miscellaneous Revenues	13,467	0.16	54,287	142,822	(62.0)	297,988	394,892	(24.5)	(96.6)
Transfer (to) / from Highway Maintenance and Operating Fund	(532,639)	(6.33)	(269,431)	(145,783)	(84.8)	(650,267)	(526,783)	(23.4)	(1.1)
Total Transportation Trust Fund	$2,311,909	27.47	($125,378)	$159,030	(178.8)	$1,959,784	$1,937,933	1.1	19.3
TOTAL COMMONWEALTH TRANSPORTATION FUND, HIGHWAY MAINTENANCE AND OPERATING FUND, AND TRANSPORTATION TRUST FUND	$8,414,964	100.00	$668,666	$694,971	(3.8)	$8,426,016	$8,080,044	4.3	4.1

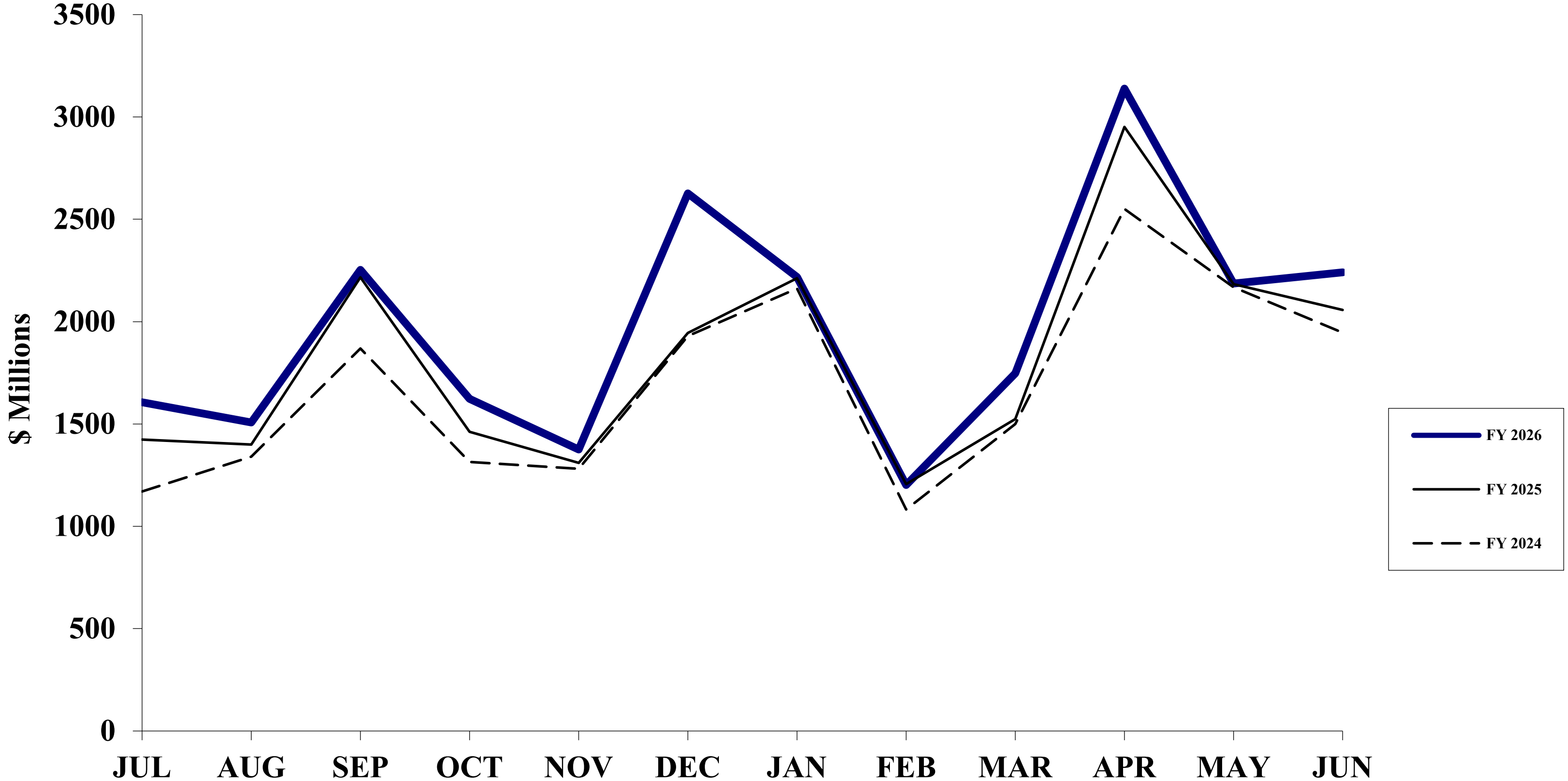
 # Percentage is greater than or equal to 1,000%.

Total General Fund Revenues



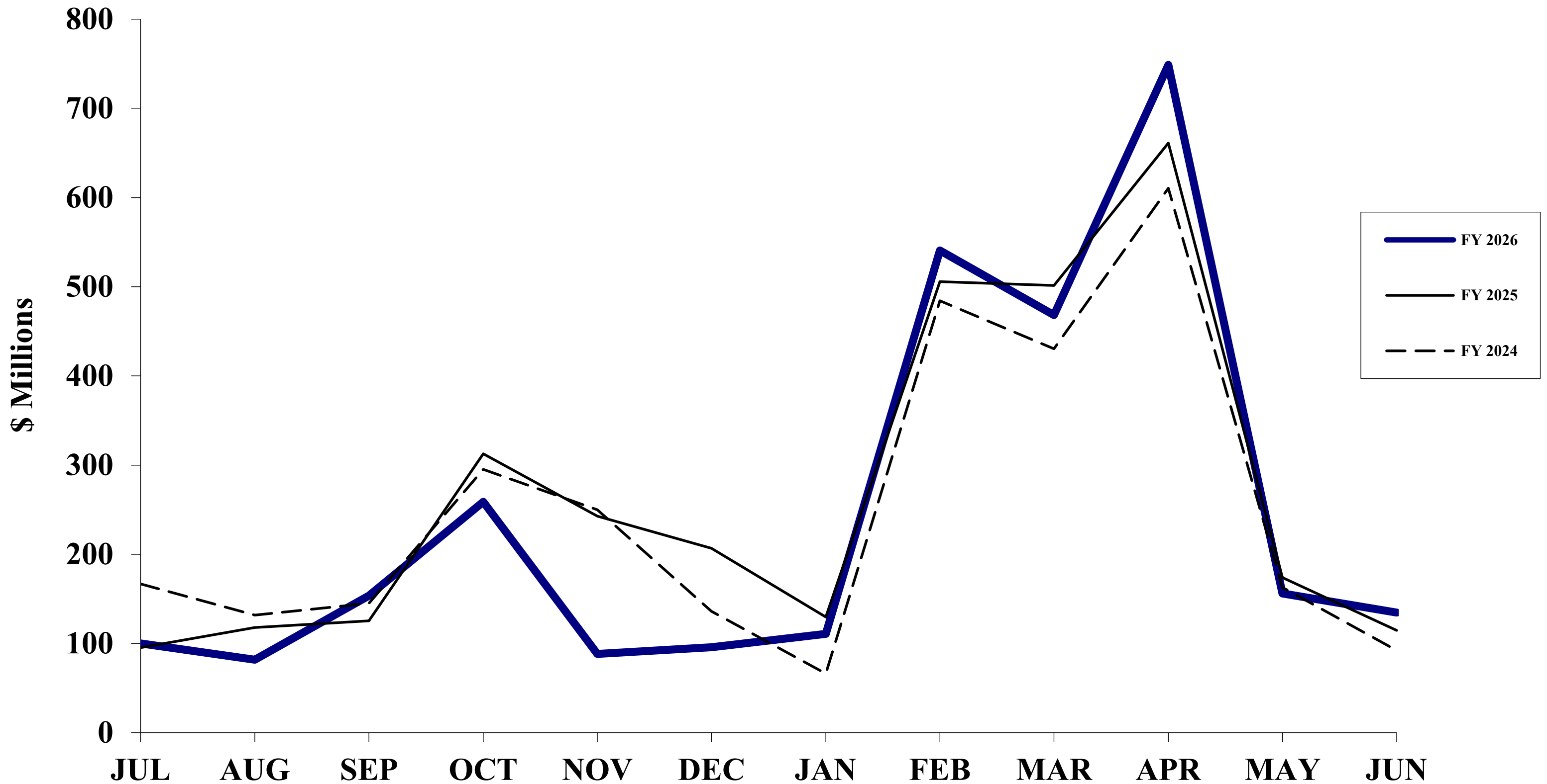
FY 2024 Actual = $29,448.2 Million
FY 2025 Actual = $31,233.0 Million
FY 2026 Actual = $33,322.6 Million

Net Individual Income Tax



FY 2024 Actual = $20,310.4 Million
FY 2025 Actual = $21,892.4 Million
FY 2026 Actual = $23,724.6 Million

Individual and Fiduciary Income Tax Refunds



FY 2024 Actual = $2,971.5 Million
FY 2025 Actual = $3,187.4 Million
FY 2026 Actual = $2,937.6 Million

DEPARTMENT OF THE TREASURY

General Account Investment Portfolio

Monthly Average Balances and Rates

For the Fiscal Year 2026

(Dollars in Millions)

MONTH	PRIMARY LIQUIDITY		9 Month Rolling Avg. TREASURY 1 YR. CONSTANT MATURITY[1]	EXTERNAL MANAGEMENT EXTENDED DURATION			COMPOSITE		
	Avg. Balance	Yield	Yield	Avg. Balance	Annualized Total Return	YTM[2]	Avg. Balance	Rate[3]	YTM[4]
July, 2025	$17,394.0	4.10%	4.13%	$12,518.8	-0.57%	4.55%	$29,912.8	2.15%	4.29%
August	$15,886.1	4.12%	4.08%	$12,832.4 [5]	12.85%	4.32% [5]	$28,718.5 [5]	8.02% [5]	4.21%
September	$16,109.1	4.14%	4.02%	$13,067.2 [5]	7.86% [5]	4.27%	$29,176.3 [5]	5.80% [5]	4.19%
October	$16,123.1	4.04%	3.95%	$13,141.2	5.80%	4.25%	$29,264.3	4.83%	4.13%
November	$15,326.3	3.96%	3.90%	$13,211.6	7.27%	4.17%	$28,537.9	5.49%	4.04%
December	$15,104.2	3.84%	3.84%	$13,258.3	1.36%	4.17%	$28,362.5	2.68%	3.98%
January, 2026	$15,107.6	3.78%	3.79%	$13,281.0	2.87%	4.18%	$28,388.6	3.35%	3.94%
February	$14,787.6	3.77%	3.72%	$13,370.4	13.54%	4.03%	$28,158.0	8.41%	3.88%
March	$14,297.3	3.73%	3.68%	$13,370.3	-13.49%	4.43%	$27,667.6	-4.59%	4.00%
April	$14,679.8	3.76%	3.63%	$13,305.9	2.36%	4.48%	$27,985.7	3.09%	4.03%
May	$15,735.6	3.74%	3.62%	$13,333.4	2.81%	4.53%	$29,069.0	3.31%	4.03%
June	$15,394.3	3.81%	3.65%	$13,360.8	2.32%	4.64%	$28,755.1	3.12%	4.13%
Year-to-Date Average	$15,495.4	3.91 %	3.83%	$13,170.9	3.63%	4.33%	$28,666.3	3.78%	4.07%

▪ 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.

5 Revised External Manager Avg. Balance and Annualized Total Return.

Commonwealth of Virginia/Department of Accounts
Report on the Revenue Stabilization Fund
For the Fiscal Year 2026

Month	Beginning Balance	Deposits	Withdrawals	Interest Allocated (A)	Ending Balance
July	$2,882,212,903	$0	$0	$0	$2,882,212,903
August	$2,882,212,903	$0	$0	$0	$2,882,212,903
September	$2,882,212,903	$0	$0	$0	$2,882,212,903
October	$2,882,212,903	$0	$0	$34,116,530	$2,916,329,433
November	$2,916,329,433	$0	$0	$0	$2,916,329,433
December	$2,916,329,433	$0	$0	$0	$2,916,329,433
January	$2,916,329,433	$0	$0	$29,182,018	$2,945,511,451
February	$2,945,511,451	$0	$0	$0	$2,945,511,451
March	$2,945,511,451	$0	$0	$0	$2,945,511,451
April	$2,945,511,451	$0	$0	$29,895,735	$2,975,407,186
May	$2,975,407,186	$0	$0	$0	$2,975,407,186
June	$2,975,407,186	$0	$0	$25,210,825	$3,000,618,011

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

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FY 2027 Estimate
Per Chapter 1

Commonwealth of Virginia/Department of Accounts
Summary Report on General Fund Revenue Collections
For the Fiscal Years 2026 and 2027
(Dollars in Thousands)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
			July			Year-To-Date			% Annual Growth Req By Est
Revenue	FY 2027 Estimate	As a % of Gen Fund Rev	FY 2027	FY 2026	% Change	FY 2027	FY 2026	% Change	
Individual Income Tax:									
Withholding	$19,330,700	55.71	$1,665,462	$1,568,954	6.2	$1,665,462	$1,568,954	6.2	3.7
Tax Dues/Estimated Payments	8,034,600	23.16	136,581	137,741	(0.8)	136,581	137,741	(0.8)	0.1
Gross Individual Income Tax	$27,365,300	78.87	$1,802,043	$1,706,695	5.6	$1,802,043	$1,706,695	5.6	2.6
Individual and Fiduciary Income (Refunds)	(3,034,700)	(8.74)	(111,816)	(100,149)	11.6	(111,816)	(100,149)	11.6	3.3
Net Individual Income Tax	$24,330,600	70.13	$1,690,227	$1,606,546	5.2	$1,690,227	$1,606,546	5.2	2.6
Sales and Use Tax	$5,151,400	14.85	$484,387	$424,108	14.2	$484,387	$424,108	14.2	0.5
Corporations Income Tax	1,964,200	5.66	96,650	47,784	102.3	96,650	47,784	102.3	3.1
Data Center Consumption Tax	600,000	1.73	0	0	-	0	0	-	-
Wills, Suits, Deeds, Contracts	549,900	1.58	50,877	45,281	12.4	50,877	45,281	12.4	1.8
Insurance Premiums	563,900	1.63	0	0	-	0	0	-	9.5
Interest Income (a)	521,800	1.50	85,225	107,743	(20.9)	85,225	107,743	(20.9)	(1.7)
Alcoholic Beverage Sales (b)	302,900	0.87	3,262	205	#	3,262	205	#	1.6
All Other Revenues	711,200	2.05	42,728	43,200	(1.1)	42,728	43,200	(1.1)	3.9
Total General Fund Revenues	$34,695,900	100.00	$2,453,356	$2,274,867	7.8	$2,453,356	$2,274,867	7.8	4.1

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 2027 Estimate
Per Chapter 1

Commonwealth of Virginia/Department of Accounts
General Fund Statement of Revenue Collections and Estimates
For the Fiscal Years 2026 and 2027
(Dollars in Thousands)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
		As a %	July			Year-To-Date			% Annual
	FY 2027	of Total			%			%	Growth
Revenue	Estimate	Gen Fund Rev	FY 2027	FY 2026	Change	FY 2027	FY 2026	Change	Req By Est
Taxes:									
Individual Income Tax - Withholding	$19,330,700	55.71	$1,665,462	$1,568,954	6.2	$1,665,462	$1,568,954	6.2	3.7
Tax Dues/Estimated Payments	8,034,600	23.16	136,581	137,741	(0.8)	136,581	137,741	(0.8)	0.1
Gross Individual Income Tax	$27,365,300	78.87	$1,802,043	$1,706,695	5.6	$1,802,043	$1,706,695	5.6	2.6
Individ and Fiduc Income (Refunds)	(3,034,700)	(8.74)	(111,816)	(100,149)	11.6	(111,816)	(100,149)	11.6	3.3
Net Individual Income Tax	$24,330,600	70.13	$1,690,227	$1,606,546	5.2	$1,690,227	$1,606,546	5.2	2.6
Sales and Use Tax	5,151,400	14.85	484,387	424,108	14.2	484,387	424,108	14.2	0.5
Corporations Income	1,964,200	5.66	96,650	47,784	102.3	96,650	47,784	102.3	3.1
Data Center Consumption Tax	600,000	1.73	0	0	-	0	0	-	-
Public Service Corporations	121,400	0.35	8,114	8,608	(5.7)	8,114	8,608	(5.7)	1.0
Insurance Premiums	563,900	1.63	0	0	-	0	0	-	9.5
Alcoholic Beverage Excise	267,300	0.77	0	0	-	0	0	-	1.4
Beer and Beverage Excise	35,600	0.10	3,262	205	#	3,262	205	#	3.7
Wills, Suits, Deeds, Contracts	549,900	1.58	50,877	45,281	12.4	50,877	45,281	12.4	1.8
Inheritance, Gift, and Estate	0	0.00	0	0	-	0	0	-	(100.0)
Bank Franchise	35,900	0.10	529	23	#	529	23	#	12.6
Other Taxes	102,300	0.29	9,390	6,560	43.1	9,390	6,560	43.1	(10.0)
Total Taxes	$33,722,500	97.19	$2,343,436	$2,139,115	9.6	$2,343,436	$2,139,115	9.6	4.2
Rights and Privileges:									
Licenses and Permits	$3,900	0.01	$157	$166	(5.4)	$157	$166	(5.4)	6.5
Corp. Franchise and Charters	98,200	0.28	752	792	(5.1)	752	792	(5.1)	43.2
Fees for Misc. Privileges & Services	24,200	0.07	312	347	(10.1)	312	347	(10.1)	3.6
Total Rights and Privileges	$126,300	0.36	$1,221	$1,305	(6.4)	$1,221	$1,305	(6.4)	32.2
Other Revenues:									
Sales of Property & Commodities	$0	0.00	$0	$259	(100.0)	$0	$259	(100.0)	(100.0)
Assessmts & Rcpts for Support of Special Svcs	400	0.00	180	25	620.0	180	25	620.0	(17.2)
Institutional Revenue	4,800	0.01	86	100	(14.0)	86	100	(14.0)	(11.5)
Interest (a)	521,800	1.50	85,225	107,743	(20.9)	85,225	107,743	(20.9)	(1.7)
Dividends and Rent	100	0.00	15	13	15.4	15	13	15.4	(39.8)
Fines, Forfeitures & Fees	291,000	0.84	21,141	21,266	(0.6)	21,141	21,266	(0.6)	4.1
Other Revenue	27,500	0.09	1,635	4,579	(64.3)	1,635	4,579	(64.3)	(21.5)
Excess Fees	(4,600)	(0.01)	0	0	-	0	0	-	(17.4)
Private Donations, Gifts & Cont.	0	0.00	0	0	-	0	0	-	(100.0)
Cities, Counties, and Towns	6,100	0.02	417	462	(9.7)	417	462	(9.7)	0.2
Total Other Revenues	$847,100	2.45	$108,699	$134,447	(19.2)	$108,699	$134,447	(19.2)	(0.8)
Total General Fund Revenues	$34,695,900	100.00	$2,453,356	$2,274,867	7.8	$2,453,356	$2,274,867	7.8	4.1

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 2026 and 2027
(Dollars in Thousands)

	FY 2027 Estimate (b)	July FY 2027 (c)	July FY 2026	July % Change	Year-To-Date FY 2027 (c)	Year-To-Date FY 2026	Year-To-Date % Change (d)	% Annual Growth Required By Estimate
Lottery Collections (a)								
Total Lottery Sales	$6,271,508	$512,809	$505,083	1.5	$512,809	$505,083	1.5	(1.4)
Other Income	9,000	400	327	22.3	400	327	22.3	(1.4)
Total Income	$6,280,508	$513,209	$505,410	1.5	$513,209	$505,410	1.5	(1.4)
Less:								
Prize Expenses	$5,019,799	$399,804	$409,980	(2.5)	$399,804	$409,980	(2.5)	(1.1)
Retailer Commissions	121,791	10,478	10,450	0.3	10,478	10,450	0.3	(5.0)
Operating Expenses	251,193	21,302	20,557	3.6	21,302	20,557	3.6	1.1
Total Expenses	$5,392,783	$431,584	$440,987	(2.1)	$431,584	$440,987	(2.1)	(1.1)
Net Proceeds from Operations								
Net Lottery Ticket Profits	$887,725	$81,625	$64,423	26.7	$81,625	$64,423	26.7	(2.9)
Prior Year Residual Profit Transfer	0	0	0	-	0	0	-	-
Available to Lottery Proceeds Fund	$887,725	$81,625	$64,423	26.7	$81,625	$64,423	26.7	(6.3)

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

(a) Amounts represent the activity associated with profit transfers to the Lottery Proceeds Fund. These amounts do not include revenues related to sports betting and casino gaming licensing fees per Chapters 1197 and 1256, 2020 Virginia Acts of Assembly.

(b) Estimate established by Chapter 1, 2026 Virginia Acts of Assembly. The Prior Year Residual Profit Transfer will be reflected after the final APA audit is complete and the transfer is made in August. The FY 2027 estimate will be revisited as part of the state revenue forecast process and will include an updated estimate of FY 2027 sales and profits, as well as the residual transfer from FY 2026.

(c) Amounts reported are accrual-based estimates (unaudited closing).

(d) 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

Commonwealth Transportation Fund

Summary Statement of Selected Revenue Estimates & Collections

For the Fiscal Years 2026 and 2027

(Dollars in Thousands)

Revenue	FY 2027 Estimate	As a % of Total Fund	July FY 2027	July FY 2026	July % Change	Year-To-Date FY 2027	Year-To-Date FY 2026	Year-To-Date % Change	% Annual Growth Required By Estimate
Motor Fuel Taxes	$1,725,939	21.29	$152,589	$166,341	(8.3)	$152,589	$166,341	(8.3)	3.8
Insurance Premiums Tax	257,151	3.17	29,215	14,420	102.6	29,215	14,420	102.6	0.2
Motor Vehicle Sales and Use Tax	1,419,183	17.51	134,122	135,840	(1.3)	134,122	135,840	(1.3)	5.8
State Sales and Use Tax	1,490,058	18.38	142,266	125,209	13.6	142,266	125,209	13.6	(0.7)
Motor Vehicle License Fees	232,500	2.88	29,045	23,790	22.1	29,045	23,790	22.1	4.1
Highway Use Fee	103,400	1.28	10,900	8,872	22.9	10,900	8,872	22.9	9.6
International Registration Plan	117,800	1.45	7,747	11,577	(33.1)	7,747	11,577	(33.1)	(2.8)
Recordation Tax	67,100	0.83	6,230	6,029	3.3	6,230	6,029	3.3	(3.3)
Interest Earnings	35,680	0.44	0	3	(100.0)	0	3	(100.0)	(36.6)
Misc. Taxes, Fees, and Revenues	20,100	0.25	2,097	1,966	6.7	2,097	1,966	6.7	(16.2)
Total State Taxes and Fees	$5,468,911	67.48	$514,211	$494,047	4.1	$514,211	$494,047	4.1	2.2

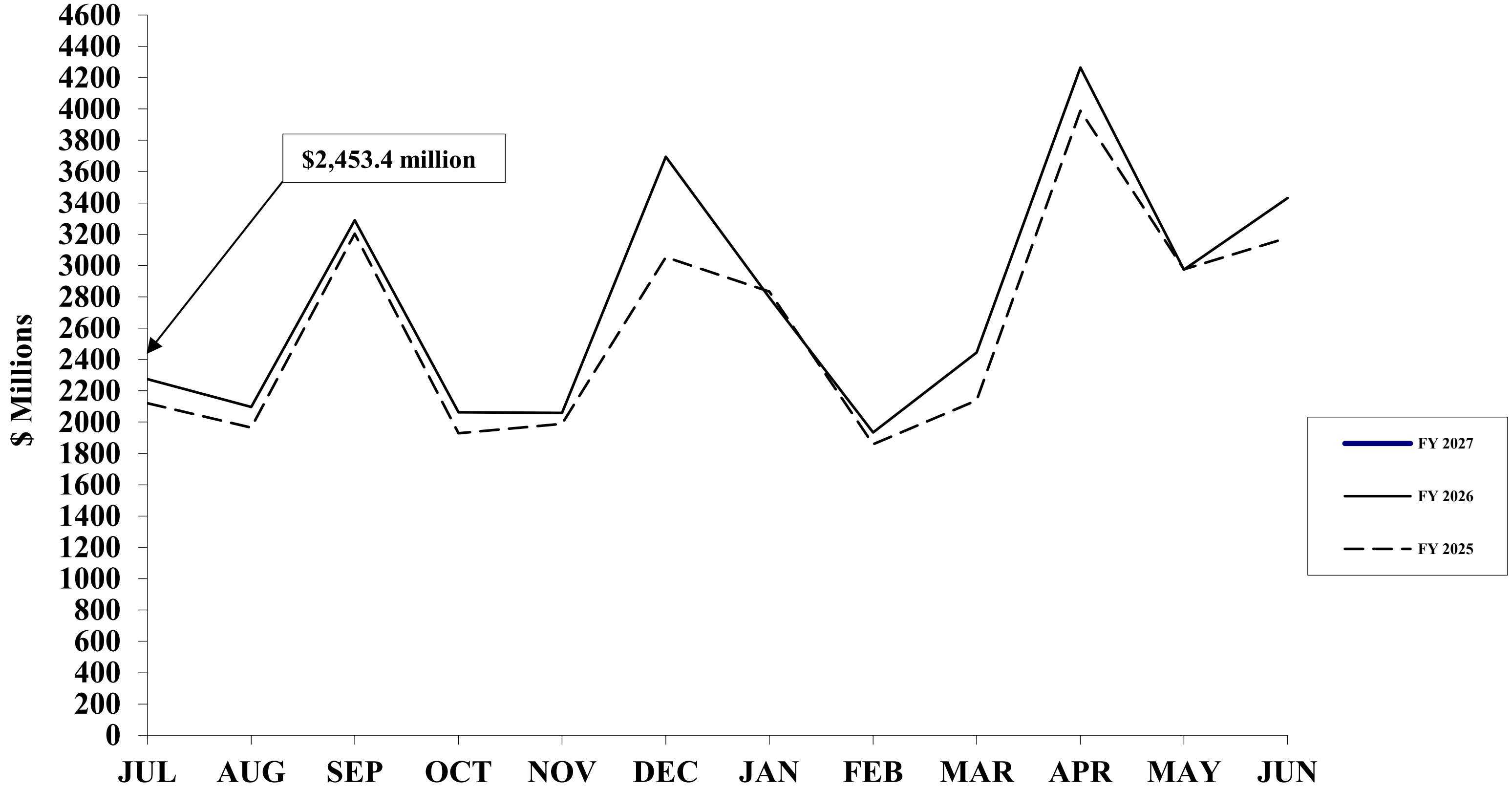
 # Percentage is greater than or equal to 1,000%.

Commonwealth of Virginia/Department of Accounts
Commonwealth Transportation Fund
Statement of Revenue Estimates & Collections
For the Fiscal Years 2026 and 2027
(Dollars in Thousands)

Revenue	FY 2027 Estimate	As a % of Total Fund	July FY 2027	July FY 2026	July % Change	Year-To-Date FY 2027	Year-To-Date FY 2026	Year-To-Date % Change	% Annual Growth Required By Est
COMMONWEALTH TRANSPORTATION FUND									
Motor Vehicle Fuels Taxes									
(Includes Aviation & Road Taxes)	$1,725,939	21.29	$152,589	$166,341	(8.3)	$152,589	$166,341	(8.3)	3.8
Motor Vehicle Sales and Use Tax									
(Includes Rental Tax)	1,419,183	17.51	134,122	135,840	(1.3)	134,122	135,840	(1.3)	5.8
State Sales and Use Tax	1,490,058	18.38	142,266	125,209	13.6	142,266	125,209	13.6	(0.7)
Motor Vehicle License Fees	232,500	2.88	29,045	23,790	22.1	29,045	23,790	22.1	4.1
Highway Use Fee	103,400	1.28	10,900	8,872	22.9	10,900	8,872	22.9	9.6
International Registration Plan	117,800	1.45	7,747	11,577	(33.1)	7,747	11,577	(33.1)	(2.8)
Insurance Premiums Tax	257,151	3.17	29,215	14,420	102.6	29,215	14,420	102.6	0.2
Recordation Tax	67,100	0.83	6,230	6,029	3.3	6,230	6,029	3.3	(3.3)
Total Commonwealth Transportation Fund	$5,413,131	66.79	$512,114	$492,078	4.1	$512,114	$492,078	4.1	2.7
HIGHWAY MAINTENANCE AND OPERATING FUND									
Misc. Taxes, Fees, and Revenues	$20,100	0.25	$2,097	$1,966	6.7	$2,097	$1,966	6.7	(16.2)
Other Miscellaneous Revenues	38,755	0.48	63,894	14,126	352.3	63,894	14,126	352.3	(90.3)
Federal Grants and Contracts	0	0.00	3,026	3,527	(14.2)	3,026	3,527	(14.2)	(100.0)
Transfer (to) / from Transportation									
Trust Fund	366,749	4.52	0	0	-	0	0	-	(43.6)
Total Highway Maintenance and Operating Fund	$425,604	5.25	$69,017	$19,619	251.8	$69,017	$19,619	251.8	(64.4)
TRANSPORTATION TRUST FUND									
Interest Earnings	$35,680	0.44	$0	$3	(100.0)	$0	$3	(100.0)	(36.6)
Federal Grants and Contracts	1,638,738	20.22	162,365	103,125	57.4	162,365	103,125	57.4	11.5
Receipts from Cities/Counties	836,975	10.33	13,704	87,956	(84.4)	13,704	87,956	(84.4)	15.7
Toll Revenues	114,260	1.40	4,555	3,906	16.6	4,555	3,906	16.6	80.7
Miscellaneous Revenues	7,420	0.09	54,366	34,855	56.0	54,366	34,855	56.0	(97.5)
Transfer (to) / from Highway									
Maintenance and Operating Fund	(366,749)	(4.52)	0	0	-	0	0	-	43.6
Total Transportation Trust Fund	$2,266,324	27.96	$234,990	$229,845	2.2	$234,990	$229,845	2.2	15.6
TOTAL COMMONWEALTH TRANSPORTATION FUND, HIGHWAY MAINTENANCE AND OPERATING FUND, AND TRANSPORTATION TRUST FUND	$8,105,059	100.00	$816,121	$741,542	10.1	$816,121	$741,542	10.1	(3.8)

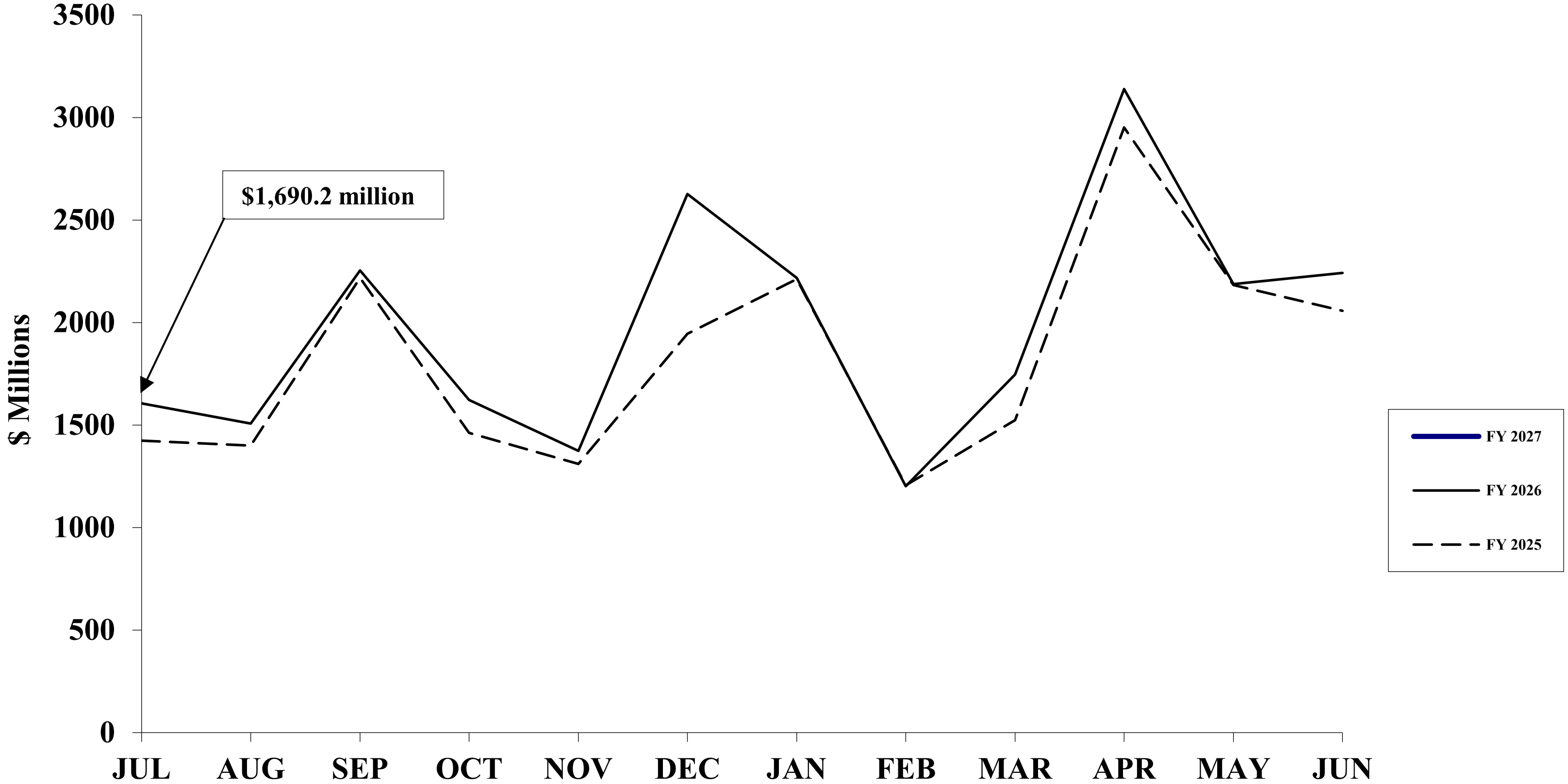
 # Percentage is greater than or equal to 1,000%.

Total General Fund Revenues



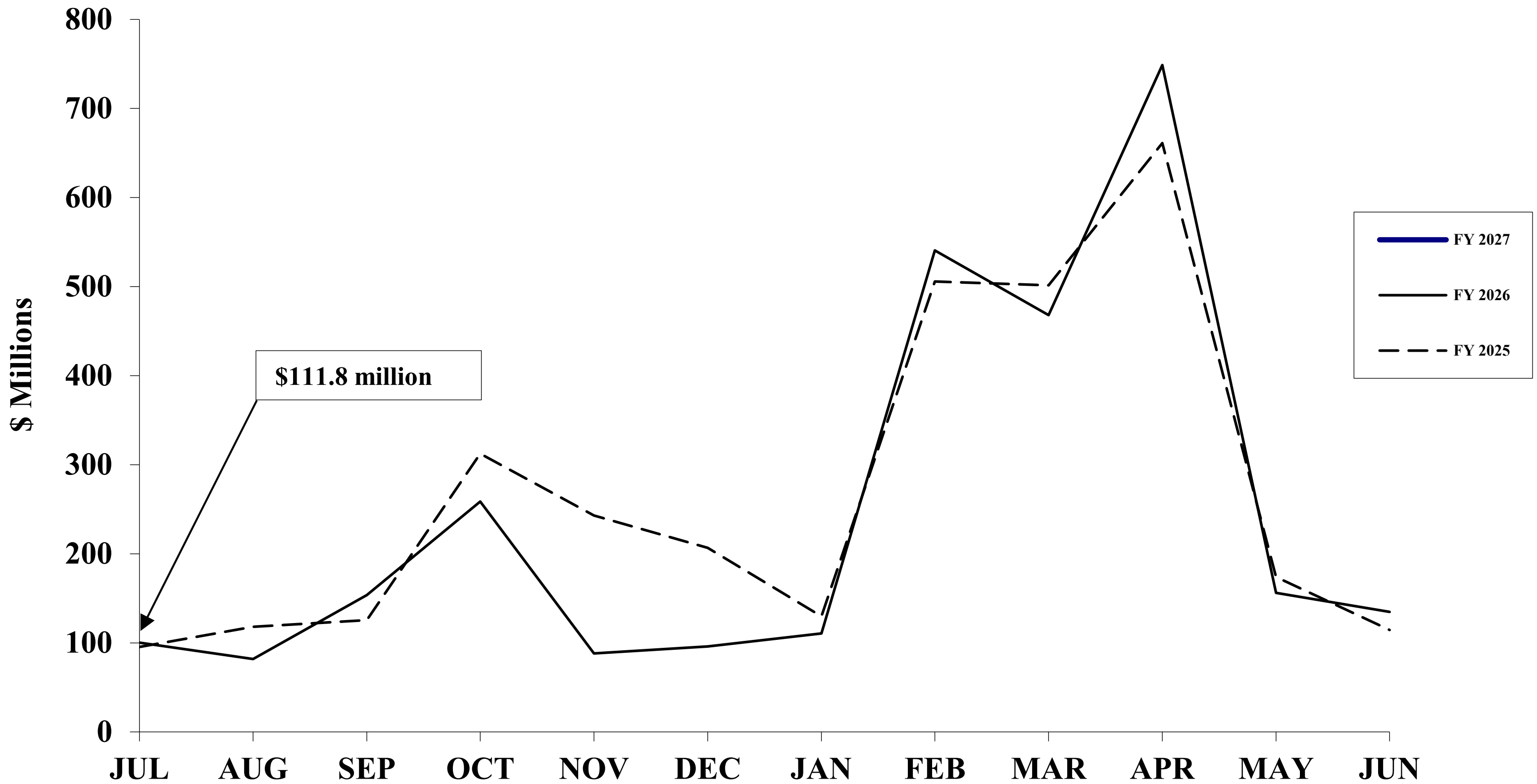
FY 2025 Actual = $31,233.0 Million
FY 2026 Actual = $33,322.6 Million
FY 2027 Estimate = $34,695.9 Million

Net Individual Income Tax



FY 2025 Actual = $21,892.4 Million
FY 2026 Actual = $23,724.6 Million
FY 2027 Estimate = $24,330.6 Million

Individual and Fiduciary Income Tax Refunds



FY 2025 Actual = $3,187.4 Million
FY 2026 Actual = $2,937.6 Million
FY 2027 Estimate = $3,034.7 Million

DEPARTMENT OF THE TREASURY

General Account Investment Portfolio

Monthly Average Balances and Rates

For the Fiscal Year 2027

(Dollars in Millions)

MONTH	PRIMARY LIQUIDITY		9 Month Rolling Avg. TREASURY 1 YR. CONSTANT MATURITY[1]	EXTERNAL MANAGEMENT EXTENDED DURATION			COMPOSITE		
	Avg. Balance	Yield	Yield	Avg. Balance	Annualized Total Return	YTM[2]	Avg. Balance	Rate[3]	YTM[4]
July, 2026	$15,488.4	3.82%	3.70%	$13,346.9	-6.45%	4.98%	$28,835.3	-0.93%	4.31%
August									
September									
October									
November									
December									
January, 2027									
February									
March									
April									
May									
June									
Year-to-Date Average	$15,488.4	3.82 %	3.70%	$13,346.9	-6.45%	4.98%	$28,835.3	-0.93%	4.31%

▪ 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 2027

Month	Beginning Balance	Deposits	Withdrawals	Interest Allocated (A)	Ending Balance
July	$3,000,618,011	$0	$0	$0	$3,000,618,011
August					
September					
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.