

## COMMONWEALTH TRANSPORTATION FUND REVENUE REPORT June 2009

### Summary

Commonwealth Transportation Fund (CTF) revenues dropped by 4.3 percent in June and are down 2.7 percent year-to-date, behind the annual forecast of a 1.5 percent decline. However, adjusting for the new revenue streams resulting from House Bill 3202 (2007), base CTF collections were down 9.8 percent for the year, more than double the largest annual decline over the last twenty years.

### Motor Fuels Tax

Motor fuels tax collections increased by 2.2 percent in June and are down 2.7 percent on an annual basis, slightly behind the official forecast of a 2.4 percent decline. Motor fuels tax collections are tracking towards the largest annual decline over the last twenty years, far surpassing the 1.3 percent declines in fiscal years 1991 and 2007.

### Motor Vehicle Sales and Use Tax

Motor vehicle sales tax collections fell by 15.7 percent in June, the fourteenth consecutive double-digit monthly decline. Year-to-date, collections were down 22.8 percent, slightly behind the forecast of a 19.7 percent decline. The year-to-date decline in motor vehicle sales tax is significantly worse than that seen during the fiscal year 1991 recession.

### State Retail Sales Tax

The transportation portion of the state retail sales tax fell by 9.4 percent in June. Year-to-date sales tax collections are down 4.9 percent, lagging well behind the official forecast of a 2.0 percent decline.

### Motor Vehicle Licenses

Motor vehicle registration fee collections increased by 8.5 percent in June. The yearly decline was 0.2 percent, slightly ahead of the forecast of a 1.2 percent decline.

**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 2008 and 2009**  
(Dollars in Thousands)

Revenue	FY 2009 Estimate	As a % of Total Fund	June			Year-To-Date			% Annual Growth Required By Estimate
			FY 2009	FY 2008	% Change	FY 2009	FY 2008	% Change	
Motor Fuel Taxes	\$842,300	23.84	\$137,168	\$134,175	2.2	\$839,513	\$863,024	(2.7)	(2.4)
Priority Transportation Fund (PTF) (a)	152,300	4.31	2,000	2,000	0.0	152,286	20,000	661.4	-
Motor Vehicle Sales and Use Tax	460,300	13.03	43,324	51,393	(15.7)	442,309	573,000	(22.8)	(19.7)
State Sales and Use Tax	514,500	14.56	39,900	44,029	(9.4)	499,366	524,901	(4.9)	(2.0)
Motor Vehicle License Fees	239,200	6.78	23,181	21,366	8.5	241,636	242,128	(0.2)	(1.2)
International Registration Plan	51,400	1.46	9,424	6,090	54.7	58,833	74,120	(20.6)	(30.7)
Recordation Tax (b)	35,400	1.00	3,703	0	-	35,703	0	-	-
Interest Earnings	30,700	0.87	1,026	12,913	(92.1)	27,749	62,111	(55.3)	(50.6)
Misc. Taxes, Fees, and Revenues	13,200	0.37	1,502	1,115	34.7	12,934	14,903	(13.2)	(11.4)
<b>Total State Taxes and Fees</b>	<b>\$2,339,300</b>	<b>66.22</b>	<b>\$261,228</b>	<b>\$273,081</b>	<b>(4.3)</b>	<b>\$2,310,329</b>	<b>\$2,374,187</b>	<b>(2.7)</b>	<b>(1.5)</b>

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

(a) A new revenue stream, Insurance Premiums Tax, is included in the Fiscal Year 2009 Transportation Trust Fund Revenue Forecast. As there were no collections for insurance premiums tax recorded in the Transportation Trust Fund during Fiscal Year 2008, a comparison of the total "Priority Transportation Fund (PTF)" between Fiscal Years 2008 and 2009 may not be appropriate. Refer to the "PTF Motor Fuels" and "PTF Insurance Premiums Tax" line items on page 5 for the detailed information pertaining to the "Priority Transportation Trust Fund (PTF)" line item.

(b) New revenue streams for Recordation Tax are included in the Fiscal Year 2009 Highway Maintenance and Operating Fund and the Transportation Trust Fund Revenue Estimates, respectively. As there were no collections for recordation taxes recorded in these funds during Fiscal Year 2008, a comparison between Fiscal Years 2008 and 2009 may not be appropriate. Refer to the "Recordation Tax (1 cent)" and "Recordation Tax (2 cents)" line items on page 5 for the detailed information pertaining to the "Recordation Tax" line item.

**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 2008 and 2009**  
(Dollars in Thousands)

Revenue	FY 2009 Estimate	As a % of Total Fund	June			Year-To-Date			% Annual Growth Required By Est
			FY 2009	FY 2008	% Change	FY 2009	FY 2008	% Change	
<b>HIGHWAY MAINTENANCE AND OPERATING FUND:</b>									
Motor Fuel Taxes (Includes Road Tax)	\$725,300	20.53	\$119,617	\$114,305	4.6	\$722,709	\$740,662	(2.4)	(2.1)
Motor Vehicle Sales and Use Tax	277,900	7.87	26,839	31,974	(16.1)	269,731	355,051	(24.0)	(21.7)
Motor Vehicle License Fees	218,500	6.19	21,130	19,464	8.6	220,035	220,779	(0.3)	(1.0)
International Registration Plan	51,400	1.46	9,424	6,090	54.7	58,833	74,120	(20.6)	(30.7)
Recordation Tax (1 cent) (a)	11,800	0.33	1,234	0	-	11,901	0	-	-
Misc. Taxes, Fees, and Revenues	13,200	0.37	1,502	1,115	34.7	12,934	14,903	(13.2)	(11.4)
<b>Total State Taxes and Fees</b>	<b>\$1,298,100</b>	<b>36.75</b>	<b>\$179,746</b>	<b>\$172,948</b>	<b>3.9</b>	<b>\$1,296,143</b>	<b>\$1,405,515</b>	<b>(7.8)</b>	<b>(7.6)</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$0	0.00	\$3,255	\$377	763.4	\$20,341	\$27,864	(27.0)	(100.0)
Miscellaneous Revenues	19,605	0.55	893	1,436	(37.8)	13,842	16,851	(17.9)	16.3
Transfer (to) / from Transportation Trust Fund	384,970	10.90	0	0	-	364,831	265,543	37.4	45.0
<b>Total Highway Maintenance and Operating Fund</b>	<b>\$1,702,675</b>	<b>48.20</b>	<b>\$183,894</b>	<b>\$174,761</b>	<b>5.2</b>	<b>\$1,695,157</b>	<b>\$1,715,773</b>	<b>(1.2)</b>	<b>(0.8)</b>
<b>TRANSPORTATION TRUST FUND:</b>									
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$117,000	3.31	\$17,551	\$19,870	(11.7)	\$116,804	\$122,362	(4.5)	(4.4)
PTF Motor Fuels	20,000	0.57	2,000	2,000	0.0	20,000	20,000	0.0	0.0
PTF Insurance Premiums Tax (a)	132,300	3.74	0	0	-	132,286	0	-	-
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	182,400	5.16	16,485	19,419	(15.1)	172,578	217,949	(20.8)	(16.3)
State Sales and Use Tax	514,500	14.56	39,900	44,029	(9.4)	499,366	524,901	(4.9)	(2.0)
Motor Vehicle License Fees	20,700	0.59	2,051	1,902	7.8	21,601	21,349	1.2	(3.0)
Recordation Tax (2 cents) (a)	23,600	0.67	2,469	0	-	23,802	0	-	-
Interest Earnings	30,700	0.87	1,026	12,913	(92.1)	27,749	62,111	(55.3)	(50.6)
<b>Total State Taxes and Fees</b>	<b>\$1,041,200</b>	<b>29.47</b>	<b>\$81,482</b>	<b>\$100,133</b>	<b>(18.6)</b>	<b>\$1,014,186</b>	<b>\$968,672</b>	<b>4.7</b>	<b>7.5</b>
<b>Other Revenues:</b>									
Federal Grants and Contracts	\$938,474	26.57	\$37,159	\$88,535	(58.0)	\$789,086	\$855,765	(7.8)	9.7
Receipts from Cities/Counties	97,299	2.76	3,790	4,591	(17.4)	46,810	45,381	3.1	114.4
Toll Revenues (Includes Route 28) (b)	106,041	3.00	7,817	7,163	9.1	77,947	129,727	(39.9)	(18.3)
Miscellaneous Revenues	31,806	0.90	2,569	854	200.8	18,328	14,789	23.9	115.1
<b>Total Other Revenues</b>	<b>\$1,173,620</b>	<b>33.23</b>	<b>\$51,335</b>	<b>\$101,143</b>	<b>(49.2)</b>	<b>\$932,171</b>	<b>\$1,045,662</b>	<b>(10.9)</b>	<b>12.2</b>
Transfer (to) / from Highway Maintenance and Operating Fund	(\$384,970)	(10.90)	\$0	\$0	-	(\$364,831)	(\$265,543)	(37.4)	(45.0)
<b>Total Transportation Trust Fund</b>	<b>\$1,829,850</b>	<b>51.80</b>	<b>\$132,817</b>	<b>\$201,276</b>	<b>(34.0)</b>	<b>\$1,581,526</b>	<b>\$1,748,791</b>	<b>(9.6)</b>	<b>4.6</b>
<b>TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND</b>	<b>\$3,532,525</b>	<b>100.00</b>	<b>\$316,711</b>	<b>\$376,037</b>	<b>(15.8)</b>	<b>\$3,276,683</b>	<b>\$3,464,564</b>	<b>(5.4)</b>	<b>2.0</b>

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

(a) These line items were added to the Fiscal Year 2009 Revenue Forecast. Since there were no collections for these line items during Fiscal Year 2008, the Monthly and Year-To-Date % Change columns do not provide comparable data.

(b) The Dulles Toll Road was transferred to the Metropolitan Washington Airport Authority effective November 1, 2008. No toll revenues will be recorded for the Dulles Toll Road after November 1, 2008.