

COMMONWEALTH TRANSPORTATION FUND REVENUE REPORT June 2012

Summary

Commonwealth Transportation Fund (CTF) revenues were flat in June. For fiscal year 2012, collections increased by 2.9 percent, slightly ahead of the annual estimate of 2.2 percent growth.

Motor Fuels Tax

Motor fuel taxes declined by 3.2 percent in June. Year-to-date, collections have declined by 1.3 percent, slightly ahead of the annual estimate of a 1.4 percent decline.

The average regular gasoline retail price forecast for the 2012 April-through-September summer driving season has been lowered to \$3.60 per gallon from \$3.79 per gallon in last month's estimate. The regular gasoline retail price, which averaged \$3.53 per gallon in 2011, is expected to average \$3.56 per gallon in 2012 and \$3.51 per gallon in 2013.

Motor Vehicle Sales and Use Tax

Motor vehicle sales tax collections increased by 11.0 percent in June, bringing annual growth to 9.1 percent, well ahead of the annual estimate of 4.2 percent.

Among the factors that are driving vehicle sales are the release of pent-up demand; better access to credit for consumers with less than stellar credit; rising gasoline prices, which are inducing some consumers to trade in their aging and gas-guzzling vehicles for the many new more fuel-efficient models; an improving employment situation and confidence in the recovery; and healthy profits, which are supporting business purchases of vehicles.

State Retail Sales Tax

The transportation portion of the state retail sales tax increased by 8.2 percent in June. Year-to-date growth was 5.4 percent, slightly lagging the annual estimate of 5.8 percent growth.

Motor Vehicle Licenses

Motor vehicle registration fee collections declined by 8.9 percent in June.

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 2011 and 2012
(Dollars in Thousands)

Revenue	FY 2012 Estimate	As a % of Total Fund	June			Year-To-Date			% Annual Growth Required By Estimate
			FY 2012	FY 2011	% Change	FY 2012	FY 2011	% Change	
Motor Fuel Taxes	\$832,900	23.23	\$134,491	\$138,930	(3.2)	\$833,200	\$844,377	(1.3)	(1.4)
Priority Transportation Fund (PTF)	157,300	4.39	2,000	2,000	0.0	157,297	150,327	4.6	4.6
Motor Vehicle Sales and Use Tax	554,600	15.47	53,122	47,873	11.0	580,526	532,178	9.1	4.2
State Sales and Use Tax	504,800	14.09	46,384	42,852	8.2	503,070	477,329	5.4	5.8
Motor Vehicle License Fees	239,200	6.67	19,299	21,191	(8.9)	235,604	237,860	(0.9)	0.6
International Registration Plan	62,000	1.72	5,109	5,210	(1.9)	62,566	61,053	2.5	1.6
Recordation Tax	38,400	1.07	3,857	3,581	7.7	39,140	34,984	11.9	9.8
Interest Earnings	19,400	0.54	2,525	5,012	(49.6)	13,982	18,268	(23.5)	6.2
Misc. Taxes, Fees, and Revenues	12,800	0.36	933	1,077	(13.4)	12,349	12,892	(4.2)	(0.7)
Total State Taxes and Fees	<u>\$2,421,400</u>	<u>67.54</u>	<u>\$267,720</u>	<u>\$267,726</u>	<u>0.0</u>	<u>\$2,437,734</u>	<u>\$2,369,268</u>	<u>2.9</u>	<u>2.2</u>

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 2011 and 2012
(Dollars in Thousands)

Revenue	FY 2012 Estimate	As a % of Total Fund	June			Year-To-Date			% Annual Growth Required By Est
			FY 2012	FY 2011	% Change	FY 2012	FY 2011	% Change	
HIGHWAY MAINTENANCE AND OPERATING FUND:									
Motor Fuel Taxes (Includes Road Tax)	\$718,000	20.03	\$116,486	\$119,915	(2.9)	\$717,638	\$726,729	(1.3)	(1.2)
Motor Vehicle Sales and Use Tax	340,900	9.51	32,033	29,465	8.7	357,425	324,836	10.0	4.9
Motor Vehicle License Fees	217,900	6.08	17,514	19,316	(9.3)	214,470	216,655	(1.0)	0.6
International Registration Plan	62,000	1.72	5,109	5,210	(1.9)	62,566	61,053	2.5	1.6
Recordation Tax (1 cent)	12,800	0.36	1,286	1,194	7.7	13,047	11,661	11.9	9.8
Misc. Taxes, Fees, and Revenues	12,800	0.36	933	1,077	(13.4)	12,349	12,892	(4.2)	(0.7)
Total State Taxes and Fees	\$1,364,400	38.06	\$173,361	\$176,177	(1.6)	\$1,377,495	\$1,353,826	1.7	0.8
Other Revenues:									
Federal Grants and Contracts	\$0	0.00	\$3,082	\$3,032	1.6	\$24,967	\$21,254	17.5	(100.0)
Miscellaneous Revenues	11,479	0.32	343	1,078	(68.2)	18,124	15,143	19.7	(24.2)
Transfer (to) / from Transportation Trust Fund	447,767	12.49	140,921	100,000	40.9	441,941	462,938	(4.5)	(3.3)
Total Highway Maintenance and Operating Fund	\$1,823,646	50.87	\$317,707	\$280,287	13.4	\$1,862,527	\$1,853,161	0.5	(1.6)
TRANSPORTATION TRUST FUND:									
Motor Fuel Taxes (Includes Aviation & Road Taxes)	\$114,900	3.20	\$18,005	\$19,015	(5.3)	\$115,562	\$117,648	(1.8)	(2.3)
PTF Motor Fuels	20,000	0.56	2,000	2,000	0.0	20,000	20,000	0.0	0.0
PTF Insurance Premiums Tax	137,300	3.83	0	0	-	137,297	130,327	5.3	5.4
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	213,700	5.96	21,089	18,408	14.6	223,101	207,342	7.6	3.1
State Sales and Use Tax	504,800	14.09	46,384	42,852	8.2	503,070	477,329	5.4	5.8
Motor Vehicle License Fees	21,300	0.59	1,785	1,875	(4.8)	21,134	21,205	(0.3)	0.4
Recordation Tax (2 cents)	25,600	0.71	2,571	2,387	7.7	26,093	23,323	11.9	9.8
Interest Earnings	19,400	0.54	2,525	5,012	(49.6)	13,982	18,268	(23.5)	6.2
Total State Taxes and Fees	\$1,057,000	29.48	\$94,359	\$91,549	3.1	\$1,060,239	\$1,015,442	4.4	4.1
Other Revenues:									
Federal Grants and Contracts	\$1,006,822	28.08	\$93,627	\$114,618	(18.3)	\$962,593	\$894,677	7.6	12.5
Receipts from Cities/Counties	102,383	2.85	1,589	4,478	(64.5)	20,717	43,526	(52.4)	135.2
Toll Revenues (Includes Route 28)	28,949	0.81	951	1,003	(5.2)	18,024	20,142	(10.5)	43.7
Miscellaneous Revenues	14,219	0.40	4,406	4,138	6.5	36,971	54,665	(32.4)	(74.0)
Total Other Revenues	\$1,152,373	32.14	\$100,573	\$124,237	(19.0)	\$1,038,305	\$1,013,010	2.5	13.8
Transfer (to) / from Highway Maintenance and Operating Fund	(\$447,767)	(12.49)	(\$140,921)	(\$100,000)	(40.9)	(\$441,941)	(\$462,938)	4.5	3.3
Total Transportation Trust Fund	\$1,761,606	49.13	\$54,011	\$115,786	(53.4)	\$1,656,603	\$1,565,514	5.8	12.5
TOTAL HIGHWAY MAINTENANCE AND OPERATING AND TRANSPORTATION TRUST FUND									
	\$3,585,252	100.00	\$371,718	\$396,073	(6.1)	\$3,519,130	\$3,418,675	2.9	4.9

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