

COMMONWEALTH TRANSPORTATION FUND REVENUE REPORT

July 2026

Summary

Commonwealth Transportation Fund (CTF) revenues increased by 4.1 percent (\$20.2 million) in July compared to the same month last year. The overall growth is primarily attributable to increased State Retail Sales and Use Tax and Insurance Premiums Tax collections. These gains are offset by decreases in Motor Fuels Taxes and International Registration Plan fee collections.

Motor Fuels Tax

Motor fuels taxes collections decreased 8.3 percent (\$13.8 million) in July compared to the same month last year.

The Brent Crude Oil Spot Price average decreased to \$83.77 per barrel in July from \$84.81 in June. The Energy Information Administration's (EIA) most recent forecast for the Brent Crude Oil Spot Price suggests that the price of oil will increase in 2026 to an average of \$86.81 per barrel from an average of \$69.04 per barrel in 2025, an increase of 25.7 percent.

The real average retail price of a gallon of regular gasoline decreased to \$3.93 in July. The EIA estimates that the price shocks from supply chain disruptions originating from the war in the Middle East will drive the price of a gallon of gasoline to an average of approximately \$3.78 in Calendar Year 2026, an increase from the \$3.10 average price in 2025, which equates to about 21.9 percent price growth.

Motor Vehicle Sales and Use Tax

Motor vehicle sales tax collections decreased 1.3 percent (\$1.7 million) in July.

Total U.S. light vehicle sales decreased to 16.3 million (SAAR) units in July 2026, from 16.6 million (SAAR) in June.

New vehicle sales volume decreased approximately 0.2 percent month-over-month in July which denotes a 1.8 percent decrease year-over-year. According to Kelly Blue Book, the average transaction price (ATP) for a new vehicle increased 0.2 percent in July compared to June, rising to an average of \$49,855, which is a 1.9 percent increase compared to July of last year. The used-vehicle retails sales pace increased approximately 0.6 percent in July month-over-month but decreased 2.2 percent year-over-year. According to the Manheim Used Vehicle Value Index, wholesale prices

decreased 1.4 percent month-over-month in July and decreased 1.3 percent compared to this month last year.

According to Cox Automotive, 77,266 new electric vehicles (EV) were sold during July, which denotes an increase of 3.2 percent from June, but a 41.5 percent decrease from this month last year. Used EV sales totaled 36,810 for the month, a 7.9 percent increase from June, and a year-over-year increase of 10.1 percent. The average transaction price for a new electric vehicle increased 1.2 percent month-over-month from June to about \$56,126, which is an increase of 1.6 percent compared to July 2025. The average transaction price of a used electric vehicle decreased 1.2 percent month-over-month to about \$37,832, which is an increase of 8.3 percent year-over-year.

State Retail Sales Tax

The transportation portion of state retail sales tax collections increased by 13.6 percent (\$17.1 million) in July.

Motor Vehicle Licenses

Motor vehicle registration fee collections increased 22.1 percent (\$5.3 million) in July.

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			Year-To-Date			% Annual Growth Required By Estimate
			FY 2027	FY 2026	% Change	FY 2027	FY 2026	% Change	
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)

		As a %	July			Year-To-Date			% Annual
Revenue	FY 2027	of Total			%			%	Growth
	Estimate	Fund	FY 2027	FY 2026	Change	FY 2027	FY 2026	Change	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%.