

COMMONWEALTH TRANSPORTATION FUND REVENUE REPORT

December 2025

Summary

Commonwealth Transportation Fund (CTF) revenues increased by 6.1 percent (\$27.6 million) in December compared to the same month last year. This increase is primarily attributable to an increase in Insurance Premiums Tax and Motor Fuels Tax collections. The growth in these collections is slightly offset by decreased collections from the International Registration Plan and Motor Vehicle License Fees.

Motor Fuels Tax

Motor fuels taxes collections increased 3.2 percent in December compared to the same month last year.

The West Texas Intermediate Spot Crude Oil Price average decreased to \$57.97 per barrel in December from \$60.06 in November. The Energy Information Administration's (EIA) forecast for crude oil prices suggests that the price will decrease in 2026 to an average of \$56 per barrel from an average of \$69 per barrel in 2025, a decrease of 19 percent. This reduction will be caused by a planned increase in oil production from the U.S. and OPEC+ countries.

Real average price of a gallon of regular fuel decreased to \$2.90 in December. The EIA estimates that the increased supply of crude oil will drive the average price of a gallon of gas to approximately \$2.89 in Calendar Year 2026, down from \$3.15 average price for 2025.

Motor Vehicle Sales and Use Tax

Motor vehicle sales tax collections decreased by 1.1 percent in December.

Total U.S. light vehicle sales increased to 16.0 million (SAAR) units in December 2025, from 15.6 million (SAAR) in November.

New light-vehicle sales increased 13.8 percent in December month-over-month, with two fewer selling days than October, but decreased 2.3 percent year over year compared to last December. According to Kelly Blue Book, the average transaction price (ATP) for a new vehicle increased 1.1 percent compared to November, and 0.8 percent compared to this month last year. Sales of used vehicles, from franchised and independent dealers, increased 2.0 percent in December compared to November, and grew 2.9 percent compared to this month last year. According to the Manheim Used Vehicle Value Index,

wholesale prices were up 0.1 percent month-over-month in December, which is 0.4 percent increase compared to this month last year.

According to Cox Automotive, 84,294 new electric vehicles were sold during December, which denotes an increase of 14.4 percent from November, but a 38.0 percent year-over-year decrease from this month last year. Used EV sales totaled 28,579 for the month, a 9.7 percent increase from November, and a year-over-year increase of 10.2 percent over December of last year. The average transaction price for a new electric vehicle decreased 0.4 percent this month compared to November, but increased 2.4 percent compared to December 2024. The average transaction price of a used electric vehicle decreased 0.1 percent month-over-month and decreased 1.2 percent year-over-year.

State Retail Sales Tax

The transportation portion of state retail sales tax collections increased by 2.9 percent in December.

Motor Vehicle Licenses

Motor vehicle registration fee collections decreased 6.9 percent in December.

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	December			Year-To-Date			% Annual Growth Required By Estimate
			FY 2026	FY 2025	% Change	FY 2026	FY 2025	% Change	
Motor Fuel Taxes	\$1,660,100	19.73	\$159,475	\$154,554	3.2	\$863,351	\$816,040	5.8	5.4
Insurance Premiums Tax	256,704	3.05	50,007	26,038	92.1	256,704	228,661	12.3	12.3
Motor Vehicle Sales and Use Tax	1,365,400	16.23	105,264	106,441	(1.1)	679,298	670,866	1.3	2.6
State Sales and Use Tax	1,457,400	17.32	121,621	118,194	2.9	745,887	705,648	5.7	3.2
Motor Vehicle License Fees	235,200	2.80	17,821	19,134	(6.9)	112,300	114,890	(2.3)	4.0
Highway Use Fee	96,000	1.13	6,964	6,773	2.8	47,079	41,542	13.3	14.4
International Registration Plan	117,100	1.39	10,295	13,879	(25.8)	52,113	54,293	(4.0)	0.4
Recordation Tax	60,200	0.72	6,685	5,269	26.9	34,748	29,612	17.3	0.5
Interest Earnings	36,700	0.44	64	70	(8.6)	16,029	14,214	12.8	(32.8)
Misc. Taxes, Fees, and Revenues	20,100	0.24	1,692	1,971	(14.2)	11,322	11,490	(1.5)	(10.8)
Total State Taxes and Fees	\$5,304,904	63.05	\$479,888	\$452,323	6.1	\$2,818,831	\$2,687,256	4.9	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)

		As a % of Total Fund	December			Year-To-Date			% Annual Growth Required By Est
Revenue	FY 2026 Estimate		FY 2026	FY 2025	% Change	FY 2026	FY 2025	% Change	
COMMONWEALTH TRANSPORTATION FUND									
Motor Vehicle Fuels Taxes (Includes Aviation & Road Taxes)	\$1,660,100	19.73	\$159,475	\$154,554	3.2	\$863,351	\$816,040	5.8	5.4
Motor Vehicle Sales and Use Tax (Includes Rental Tax)	1,365,400	16.23	105,264	106,441	(1.1)	679,298	670,866	1.3	2.6
State Sales and Use Tax	1,457,400	17.32	121,621	118,194	2.9	745,887	705,648	5.7	3.2
Motor Vehicle License Fees	235,200	2.80	17,821	19,134	(6.9)	112,300	114,890	(2.3)	4.0
Highway Use Fee	96,000	1.13	6,964	6,773	2.8	47,079	41,542	13.3	14.4
International Registration Plan	117,100	1.39	10,295	13,879	(25.8)	52,113	54,293	(4.0)	0.4
Insurance Premiums Tax	256,704	3.05	50,007	26,038	92.1	256,704	228,661	12.3	12.3
Recordation Tax	60,200	0.72	6,685	5,269	26.9	34,748	29,612	17.3	0.5
Total Commonwealth Transportation Fund	\$5,248,104	62.37	\$478,132	\$450,282	6.2	\$2,791,480	\$2,661,552	4.9	4.2
HIGHWAY MAINTENANCE AND OPERATING FUND									
Misc. Taxes, Fees, and Revenues	\$20,100	0.24	\$1,692	\$1,971	(14.2)	\$11,322	\$11,490	(1.5)	(10.8)
Other Miscellaneous Revenues	302,212	3.59	7,493	29,221	(74.4)	334,010	365,613	(8.6)	(38.8)
Federal Grants and Contracts	0	0.00	451	5,029	(91.0)	19,153	25,221	(24.1)	(100.0)
Transfer (to) / from Transportation Trust Fund	532,639	6.33	133,000	127,000	4.7	266,000	254,000	4.7	1.1
Total Highway Maintenance and Operating Fund	\$854,951	10.16	\$142,636	\$163,221	(12.6)	\$630,485	\$656,324	(3.9)	(22.8)
TRANSPORTATION TRUST FUND									
Interest Earnings	\$36,700	0.44	\$64	\$70	(8.6)	\$16,029	\$14,214	12.8	(32.8)
Federal Grants and Contracts	1,657,155	19.69	75,783	64,828	16.9	1,041,698	895,923	16.3	21.7
Receipts from Cities/Counties	1,044,700	12.41	53,622	55,634	(3.6)	376,176	267,197	40.8	77.6
Toll Revenues	92,526	1.10	4,245	4,337	(2.1)	27,633	28,440	(2.8)	42.2
Miscellaneous Revenues	13,467	0.16	2,266	1,841	23.1	198,336	224,689	(11.7)	(96.6)
Transfer (to) / from Highway Maintenance and Operating Fund	(532,639)	(6.33)	(133,000)	(127,000)	(4.7)	(266,000)	(254,000)	(4.7)	(1.1)
Total Transportation Trust Fund	\$2,311,909	27.47	\$2,980	(\$290)	#	\$1,393,872	\$1,176,463	18.5	19.3
TOTAL COMMONWEALTH TRANSPORTATION FUND, HIGHWAY MAINTENANCE AND OPERATING FUND, AND TRANSPORTATION TRUST FUND									
	\$8,414,964	100.00	\$623,748	\$613,213	1.7	\$4,815,837	\$4,494,339	7.2	4.1

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