



**MASSACHUSETTS  
DEPARTMENT OF REVENUE**  
Geoffrey E. Snyder, Commissioner

The Department of Revenue (DOR) report on year-to-date net state tax revenue for the current fiscal year, a projection of net state tax revenue for the remainder of the current fiscal year, and a projection of if, and when, net state tax revenue may exceed allowable state tax revenue for the current fiscal year.  
October 2024 Monthly 62F Report

Mr. Steven T. James, House Clerk  
Office of the Clerk of the House  
State House, Room 145  
Boston, MA 02133

Mr. Michael D. Hurley, Senate Clerk  
Office of the Clerk of the Senate  
State House, Room 335  
Boston, MA 02133

The Honorable Mark J. Cusack, Chair  
Joint Committee on Revenue  
State House, Room 34  
Boston, MA 02133

The Honorable Susan L. Moran, Chair  
Joint Committee on Revenue  
State House, Room 312-D  
Boston, MA 02133

The Honorable Aaron M. Michlewitz, Chair  
House Committee on Ways and Means  
State House, Room 243  
Boston, MA 02133

The Honorable Michael J. Rodrigues, Chair  
Senate Committee on Ways and Means  
State House, Room 212  
Boston, MA 02133

Dear Clerks James and Hurley and Chairs Cusack, Moran, Michlewitz and Rodrigues,

Pursuant to Section 5 of Chapter 62F, as amended by the Acts of 2023, the Department of Revenue (DOR) hereby submits its October, 2024 report on year-to-date net state tax revenue for the current fiscal year, an estimate of net state tax revenue for the remainder of the current fiscal year, and an estimate of if, and when, net state tax revenue may exceed allowable state tax revenue for the current fiscal year.

Based on DOR's estimates of FY25 full fiscal year net state tax revenue and FY25 allowable state tax revenue, the Department currently projects FY25 full fiscal year net state tax revenue will not exceed FY25 allowable state tax revenue. DOR's estimates are based on currently available data and are subject to revisions as additional data becomes available.

Pursuant to subsection (d) of section 2BBBBBB of section 17 of chapter 29, 4% income surtax revenue shall not be subject to the allowable state tax revenue limitations established by chapter 62F.

**Report Highlights**

October 31, 2024	year-to-date net state tax revenue excluding 4% income surtax revenue:	12,401,973,878
	DOR's estimate of full year FY25 total net state tax revenue:	40,676,652,212
	DOR's estimate of FY25 allowable net state revenue:	46,033,423,694
	DOR's estimate of the amount by which net state tax revenue will be above(below) allowable state tax revenue:	(5,356,771,482)

If you have questions, please contact Tim Rooney, DOR CFO (rooneyt@dor.state.ma.us).

Sincerely,

Timothy Rooney  
Chief Financial Officer  
Department of Revenue

cc:

Geoffrey Snyder, Commissioner, Department of Revenue  
Kristin Lindquist, Senior Deputy Commissioner, Department of Revenue  
Matthew Gorzkowicz, Secretary, Executive Office for Administration and Finance  
Sam Gamer, Deputy General Counsel, Executive Office for Administration and Finance  
Dana Sullivan, Chief of Strategy and Operations, Executive Office for Administration and Finance  
Christopher Marino, Assistant Secretary of Budget, Executive Office for Administration and Finance  
John Caljouw, Finance Director, Executive Office for Administration and Finance  
William McNamara, Comptroller, Office of the Comptroller  
Kristin Lacroix, Chief Accounting Officer, Office of the Comptroller

## Summary Statement

DOR Monthly Report on Fiscal Year 2025 Net State Tax Revenue and Allowable State Tax Revenue  
as Defined by Chapter 62F  
October 2024 Monthly 62F Report

### Year-to-Date Net State Tax Revenue

Year-to-date net state tax revenue for FY25, less 4% income surtax revenue as of	October 31, 2024	<sup>(1)</sup> (Exhibit 1)	\$12,401,973,878
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### Full Fiscal Year Net State Tax Revenue and Allowable State Tax Revenue Estimates

Estimate of total net state tax revenue for FY25, less 4% income surtax revenue	<sup>(1)</sup> (Exhibit 4)	\$40,676,652,212
Allowable state tax revenue for FY24	(Exhibit 3)	\$44,130,782,381
Estimate of allowable state tax revenue growth factor for FY25	(Exhibit 2)	1.0431137
Estimate of allowable state tax revenue for FY25	(Exhibit 3)	\$46,033,423,694
Estimate of the amount net state tax revenue will be above/(below) allowable state tax revenue for FY25	<sup>(2)</sup> (Exhibit 4)	<u><u>(\$5,356,771,482)</u></u>

1) Pursuant to subsection (d) of section 2BBBBBB of section 17 of chapter 29, 4% income surtax revenues shall not be subject to the allowable state tax revenue limitations established by chapter 62F.

2) Per M.G.L Chapter 62F, the State Auditor shall annually on or before the third Tuesday of September, independently determine whether net state tax revenues for the immediately preceding fiscal year exceeded the allowable state tax revenues for said fiscal year.

**Exhibit 1**  
**DOR Report: Fiscal Year-to-Date Net State Tax Revenues**

*October 2024 Monthly 62F Report*

Type of State Tax Revenue Collected (By Agency)	Fiscal YTD Net State Tax Revenues as of 10/31/2024
<b>Department of Revenue:</b>	
Alcoholic Beverages	35,288,891
Financial Institutions	5,672,727
Cigarettes	118,401,592
Corporations	987,671,880
Deeds	70,295,127
Estate and Inheritance	171,682,947
Income	7,237,844,885
Insurance	155,994,064
Motor Fuels and International Fuel Tax Agreement	243,178,869
Public Utilities	0
Room Occupancy	223,869,856
Sales and Use	3,287,438,649
Club Alcoholic Beverages	74,606
Motor Vehicle Excise	69,167
Convention Center Surcharges	10,282,798
Community Preservation Trust	16,350,544
Controlled Substances and Marijuana Excise	54,888,948
Satellite	1,476,956
Statewide Car Rental	3,180,433
Electronic Nicotine Delivery System	5,047,063
<b>Department of Revenue Before the Reduction of 62F Payments</b>	<b>12,628,710,005</b>
Pari-Mutual Taxes	337,661
Gaming Revenue Tax	138,641,080
<b>Lottery Commission:</b>	
Beano	145,962
Raffles and Bazaars	222,289
<b>State Athletic Commission</b>	
Boxing Contests	21,948
Boxer's Fund	3,772
<b>Division of Insurance</b>	
Excess and Surplus Lines Insurance	137,711
<b>Secretary of State:</b>	
Deeds Excise Stamp Tax Fees	27,379,743
<b>Department of Unemployment Assistance:</b>	
Workforce Training Contribution	5,571,230
<b>Other Agencies Sub-Total</b>	<b>172,461,395</b>
<b>Total Net State Tax Revenue Before the Reduction of 62F Payments</b>	<b>12,801,171,401</b>
<b>Less:</b>	
Estimate of 4% Income Surtax Revenues <sup>(1) (2)</sup>	(399,197,522)
<b>Total Net State Tax Revenue Less the Estimate of 4% Income Surtax Revenue</b>	<b>12,401,973,878</b>

1) Pursuant to subsection (d) of section 2BBBBBB of section 17 of chapter 29, 4% income surtax revenues shall not be subject to the allowable state tax revenue limitations established by chapter 62F.

2) Pursuant to Section 20 of Chapter 28 of the 2023 Acts, the Department of Revenue (DOR) is required to certify to the State Comptroller, after each quarterly period during the fiscal year, the amount of tax revenues estimated to have been due to the additional 4% income tax levied pursuant to Article XLIV of the Amendments of the Constitution of the Commonwealth. For the purpose of surtax certification, quarterly periods are defined as July 1 to September 30, inclusive, October 1 to January 31, inclusive, February 1 to April 30, inclusive, and May 1 to June 30, inclusive. DOR estimates that the tax revenues collected from the 4% income tax was \$399,197,522 during the period between July 2024 and September 2024. Please note that this amount is subject to revision in future certification periods as DOR further analyzes tax data.

**Exhibit 2**  
**DOR Estimate of the Allowable State Tax Growth Factor**  
**For the Fiscal Year Ending June 30, 2025**  
*October 2024 Monthly 62F Report*

<b>Calendar Year</b>	<b>Massachusetts Wages and Salaries<sup>(1)</sup></b> <b>(in Thousands)</b>	<b>Wages and Salaries</b> <b>Yearly Growth Rate<sup>(2)</sup></b>
2021 Actual	\$312,471,740	
2022 Actual	\$333,155,998	1.0661956
2023 Actual	\$344,029,483	1.0326378
2024 Estimate	\$354,525,007	1.0305076
<b>Estimate of the Sum of 2022 - 2024 calendar year growth increase</b>		<b>3.1293410</b>
<b>Estimate of the allowable state tax growth factor for FY25<sup>(3)</sup></b>		<b>1.0431137</b>

1) Source:

i) Actual: US Department of Commerce, Bureau of Economic Analysis, Regional Income Division, Washington, D.C. (pursuant to Section 2 of Chapter 62F).

ii) Estimate: based on a combination of US Department of Commerce, Bureau of Economic Analysis, Regional Income Division, Washington, D.C. quarterly wage and salary data and wage and salary growth projections provided by S&P Global Market Intelligence and Moody's Analytics.

2) Wage and salary yearly growth rates are calculated by dividing each calendar year's wages and salaries by those of the previous calendar year.

3) The allowable state tax growth factor equals one-third of the sum of the yearly growth rates for each of the three calendar years ending immediately prior to the current fiscal year.

Note Chapter 62F requires that, in calculating the allowable state tax growth factor for any fiscal year, the same total for Massachusetts wages and salaries for a calendar year utilized in prior calculations involving that calendar year shall be utilized in subsequent calculations involving that calendar year, notwithstanding periodic adjustments by the Bureau of Economic Analysis.

**Exhibit 3**  
**DOR Estimate of Allowable State Tax Revenues**  
**for the Fiscal Year Ended June 30, 2025**  
*October 2024 Monthly 62F Report*

Allowable state tax revenue for the FY24 <sup>(1)</sup>	\$44,130,782,381
Estimate of allowable state tax growth factor for the FY25	1.0431137
Estimate of allowable state revenue for the FY25	<u>\$46,033,423,694</u>

1) As defined in Section 2 of Chapter 62F of the Massachusetts General Laws, “allowable state tax revenues” for a fiscal year means the following: beginning after June 30, 1986, an amount equal to the greater of the allowable state tax revenues for the immediately preceding fiscal year multiplied by the allowable state tax growth for the current year, or in any case no less than the allowable state tax revenues for the preceding fiscal year.

Exhibit 4

Estimate of Net State Tax Revenue for Current Fiscal Year and if Net State Tax Revenue Will Exceed Allowable State Tax Revenue for the Current Fiscal Year.

October 2024 Monthly 62F Report

Fiscal Year-to-Date of Net State Tax Revenues		DOR Estimate of Year-to-Date Net State Tax Revenue for the Remainder of Fiscal Year 2025								
Type of State Tax Revenue Collected (By Agency)		Fiscal YTD Net State Tax Revenues as of	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25
		10/31/2024								
<b>Department of Revenue:</b>										
Alcoholic Beverages		35,288,891	43,976,273	53,008,166	62,045,053	67,434,178	74,494,854	83,182,852	89,972,802	99,015,215
Financial Institutions		5,672,727	6,034,656	9,002,853	9,518,631	9,895,058	15,489,721	18,563,449	18,869,920	22,767,893
Cigarettes		118,401,592	144,903,779	173,971,892	202,959,785	225,848,334	248,619,177	275,872,558	302,636,621	330,411,105
Corporations		987,671,880	937,159,274	1,531,632,498	1,634,933,048	1,710,324,231	2,830,828,490	3,446,437,384	3,507,817,842	4,288,507,448
Deeds		70,295,127	92,868,934	112,000,946	133,991,287	147,540,990	160,433,146	177,915,265	198,056,158	239,190,798
Estate and Inheritance		171,682,947	243,866,524	285,401,743	323,467,586	352,128,710	399,153,153	443,850,523	488,978,119	538,924,672
Income		7,237,844,885	8,731,260,930	11,164,469,457	13,700,969,743	14,723,253,336	16,728,280,466	20,836,282,113	22,264,262,842	24,887,357,869
Insurance		155,994,064	164,636,312	235,511,874	247,827,793	256,816,243	390,407,405	463,802,849	471,120,882	564,197,933
Motor Fuels and International Fuel Tax Agreement		243,178,869	306,544,866	368,317,776	429,265,422	487,947,406	543,600,989	603,550,294	663,629,574	729,023,960
Public Utilities		0	0	19,804	23,246	25,757	63,086	83,595	85,639	111,647
Room Occupancy		223,869,856	233,590,701	246,158,570	249,739,625	266,385,094	293,770,929	325,427,828	362,474,260	363,928,715
Sales and Use		3,287,438,649	4,071,516,200	4,963,439,121	5,919,713,141	6,640,590,880	7,386,068,858	8,251,169,508	9,094,498,427	9,975,863,944
Club Alcoholic Beverages		74,606	132,045	197,351	264,198	324,893	382,431	461,167	514,478	605,138
Motor Vehicle Excise		69,167	114,781	166,642	219,726	267,924	313,616	376,142	418,477	490,471
Convention Center Surcharges		10,282,798	10,764,787	11,246,776	11,728,764	12,210,753	12,692,742	13,174,730	13,656,719	14,138,708
Community Preservation Trust		16,350,544	21,625,677	26,121,955	31,304,039	34,655,368	37,648,313	41,716,125	46,385,933	56,809,962
Controlled Substances and Marijuana Excise		54,888,948	66,580,957	79,819,979	93,411,026	105,690,075	117,366,528	133,285,759	144,081,788	162,463,863
Satellite		1,476,956	1,791,151	2,148,380	2,514,035	2,846,035	3,160,773	3,591,460	3,883,077	4,378,987
Statewide Car Rental		3,180,433	4,335,353	5,539,591	6,753,486	7,928,811	9,084,354	10,372,775	11,501,822	12,864,947
Electronic Nicotine Delivery System		5,047,063	6,452,201	8,049,798	9,685,082	11,169,847	12,577,415	14,503,534	15,807,702	18,025,503
<b>Department of Revenue Before the Reduction of 62F Payments</b>		<b>12,628,710,005</b>	<b>15,088,155,401</b>	<b>19,276,225,171</b>	<b>23,070,334,716</b>	<b>25,063,283,924</b>	<b>29,264,436,447</b>	<b>35,143,619,910</b>	<b>37,698,653,084</b>	<b>42,309,078,818</b>
<b>Massachusetts Gaming Commission:</b>										
Pari-Mutuel Taxes		337,661	427,750	517,840	607,929	698,019	788,108	878,197	968,287	1,058,376
Gaming Revenue Tax		138,641,080	183,855,970	229,070,861	274,285,751	319,500,641	364,715,531	409,930,421	455,145,311	500,360,202
<b>Lottery Commission:</b>										
Beano		145,962	174,890	207,781	241,447	272,015	300,993	340,647	367,496	413,155
Raffles and Bazaars		222,289	328,929	451,531	575,637	688,320	796,500	942,679	1,041,656	1,211,327
<b>State Athletic Commission</b>										
Boxing Contests		21,948	66,079	110,211	154,342	198,474	242,605	286,737	330,868	375,000
Boxer's Fund		3,772	12,676	21,579	30,483	39,386	48,290	57,193	66,097	75,000
<b>Division of Insurance</b>										
Excess and Surplus Lines Insurance		137,711	137,970	2,836,626	2,898,356	76,395,375	82,617,708	83,163,073	83,342,808	83,669,809
<b>Secretary of State:</b>										
Deeds Excise Stamp Tax Fees		27,379,743	36,318,521	44,046,371	53,012,760	59,483,227	64,470,321	71,288,496	79,044,099	100,180,516
<b>Department of Unemployment Assistance:</b>										
Workforce Training Contribution		5,571,230	8,270,747	8,506,449	9,038,531	10,817,136	10,992,488	12,471,934	27,109,294	27,382,194
<b>Other Agencies Sub-Total</b>		<b>172,461,395</b>	<b>229,593,533</b>	<b>285,769,247</b>	<b>340,845,235</b>	<b>468,092,592</b>	<b>524,972,545</b>	<b>579,359,378</b>	<b>647,415,917</b>	<b>714,725,580</b>
<b>Total Net State Tax Revenue Before the Reduction of 62F Payments</b>		<b>12,801,171,401</b>	<b>15,317,748,934</b>	<b>19,561,994,419</b>	<b>23,411,179,951</b>	<b>25,531,376,516</b>	<b>29,789,408,991</b>	<b>35,722,979,288</b>	<b>38,346,069,001</b>	<b>43,023,804,397</b>
<b>Less:</b>										
Estimate of 4% Income Surtax Revenues <sup>(1)(2)</sup>		(399,197,522)	(701,989,521)	(833,919,363)	(1,058,962,484)	(1,143,290,567)	(1,250,193,141)	(1,988,847,819)	(2,087,760,662)	(2,347,152,185)
<b>Total Net State Tax Revenue Less the Estimate of 4% Income Surtax Revenue</b>		<b>12,401,973,878</b>	<b>14,615,759,413</b>	<b>18,728,075,055</b>	<b>22,352,217,466</b>	<b>24,388,085,949</b>	<b>28,539,215,851</b>	<b>33,734,131,468</b>	<b>36,258,308,339</b>	<b>40,676,652,212</b>
<b>Estimate of Allowable State Tax Revenues for the Fiscal Year Ended June 30, 2024</b>		<b>46,033,423,694</b>	<b>46,033,423,694</b>	<b>46,033,423,694</b>	<b>46,033,423,694</b>	<b>46,033,423,694</b>	<b>46,033,423,694</b>	<b>46,033,423,694</b>	<b>46,033,423,694</b>	<b>46,033,423,694</b>
<b>Net State Tax Revenues above/(below) of Allowable State Tax Revenues<sup>(3)</sup></b>		<b>(33,631,449,816)</b>	<b>(31,417,664,281)</b>	<b>(27,305,348,638)</b>	<b>(23,681,206,227)</b>	<b>(21,645,337,745)</b>	<b>(17,494,207,843)</b>	<b>(12,299,292,226)</b>	<b>(9,775,115,355)</b>	<b>(5,356,771,482)</b>

1) Pursuant to subsection (d) of section 28B of chapter 29, 4% income surtax revenues shall not be subject to the allowable state tax revenue limitations established by chapter 62F.

2) Pursuant to Section 20 of Chapter 28 of the 2023 Acts, the Department of Revenue (DOR) is required to certify to the State Comptroller, after each quarterly period during the fiscal year, the amount of tax revenues estimated to have been due to the additional 4% income tax levied pursuant to Article XLIV of the Amendments of the Constitution of the Commonwealth. For the purpose of surtax certification, quarterly periods are defined as July 1 to September 30, inclusive, October 1 to January 31, inclusive, February 1 to April 30, inclusive, and May 1 to June 30, inclusive. DOR estimates that the tax revenues collected from the 4% income tax was \$399,197,522 during the period between July 2024 and September 2024. Please note that this amount is subject to revision in future certification periods as DOR further analyzes tax data.

3) Per M.G.L. Chapter 62F, the State Auditor shall annually on or before the third Tuesday of September, independently determine whether net state tax revenues for the immediately preceding fiscal year exceeded the allowable state tax revenues for said fiscal year.