



**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.  
February 2025 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 James B. Eldridge, Chair  
Joint Committee on Revenue  
State House, Room 511-C  
Boston, MA 02133

The Honorable Adrian C. Madaro, Chair  
Joint Committee on Revenue  
State House, Room 33  
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 Eldridge, Madaro, 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 February, 2025 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**

February 28, 2025	year-to-date net state tax revenue excluding 4% income surtax revenue:	25,082,570,987
DOR's estimate of full year FY25 total net state tax revenue:		41,345,519,791
DOR's estimate of FY25 allowable net state revenue:		45,955,400,471
DOR's estimate of the amount by which net state tax revenue will be above(below) allowable state tax revenue:		(4,609,880,679)

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

Sincerely,

*Timothy Rooney*

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  
February 2025 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	February 28, 2025 <sup>(1)</sup> (Exhibit 1)	\$25,082,570,987
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)		\$41,345,519,791
Allowable state tax revenue for FY24 (Exhibit 3)		\$44,130,782,381
Estimate of allowable state tax revenue growth factor for FY25 (Exhibit 2)		1.0413457
Estimate of allowable state tax revenue for FY25 (Exhibit 3)		\$45,955,400,471
Estimate of the amount net state tax revenue will be above/(below) allowable state tax revenue for FY25 <sup>(2)</sup> (Exhibit 4)		(\$4,609,880,679)

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**

*February 2025 Monthly 62F Report*

Type of State Tax Revenue Collected (By Agency)	Fiscal YTD Net State Tax Revenues as of 2/28/2025
<b>Department of Revenue:</b>	
Alcoholic Beverages	66,529,437
Financial Institutions	7,207,793
Cigarettes	216,114,463
Corporations	1,713,934,008
Deeds	150,150,937
Estate and Inheritance	496,748,976
Income	15,279,318,621
Insurance	217,345,503
Motor Fuels and International Fuel Tax Agreement	477,748,691
Public Utilities	0
Room Occupancy	306,045,930
Sales and Use	6,547,987,829
Club Alcoholic Beverages	390,898
Motor Vehicle Excise	544,358
Convention Center Surcharges	14,244,838
Community Preservation Trust	30,725,019
Controlled Substances and Marijuana Excise	114,043,802
Satellite	2,945,695
Statewide Car Rental	4,598,682
Electronic Nicotine Delivery System	9,201,295
<b>Department of Revenue Before the Reduction of 62F Payments</b>	<b>25,655,826,778</b>
Pari-Mutual Taxes	659,562
Gaming Revenue Tax	307,366,993
<b>Lottery Commission:</b>	
Beano	297,835
Raffles and Bazaars	622,582
<b>State Athletic Commission</b>	
Boxing Contests	50,896
Boxer's Fund	11,217
<b>Division of Insurance</b>	
Excess and Surplus Lines Insurance	117,591,416
<b>Secretary of State:</b>	
Deeds Excise Stamp Tax Fees	60,488,467
<b>Department of Unemployment Assistance:</b>	
Workforce Training Contribution	10,215,435
<b>Other Agencies Sub-Total</b>	<b>497,304,402</b>
<b>Total Net State Tax Revenue Before the Reduction of 62F Payments</b>	<b>26,153,131,179</b>
<b>Less:</b>	
Estimate of 4% Income Surtax Revenues <sup>(1) (2)</sup>	(1,070,560,192)
<b>Total Net State Tax Revenue Less the Estimate of 4% Income Surtax Revenue</b>	<b>25,082,570,987</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 \$1,070,560,192 during the period between July 2024 and January 2025. 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**  
*February 2025 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	\$352,700,255	1.0252036
<b>Estimate of the Sum of 2022 - 2024 calendar year growth increase</b>		<b>3.1240370</b>
<b>Estimate of the allowable state tax growth factor for FY25<sup>(3)</sup></b>		<b>1.0413457</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**  
*February 2025 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	1.0413457
Estimate of allowable state revenue for the FY25	<u>\$45,955,400,471</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.

February 2025 Monthly 62F Report

Fiscal Year-to-Date of Net State Tax Revenues Type of State Tax Revenue Collected (By Agency)		DOR Estimate of Year-to-Date Net State Tax Revenue for the Remainder of Fiscal Year 2025				
	Fiscal YTD Net State Tax Revenues as of					
	2/28/2025	Mar-25	Apr-25	May-25	Jun-25	
<b>Department of Revenue:</b>						
Alcoholic Beverages	66,529,437	73,664,186	82,443,331	89,304,515	98,441,792	
Financial Institutions	7,207,793	12,861,150	15,967,124	16,276,811	20,215,678	
Cigarettes	216,114,463	239,208,024	266,847,651	293,991,026	322,159,141	
Corporations	1,713,934,008	2,846,193,530	3,468,260,806	3,530,285,210	4,319,165,067	
Deeds	150,150,937	163,178,345	180,843,870	201,196,061	242,762,247	
Estate and Inheritance	496,748,976	544,266,756	589,433,048	635,034,079	685,504,624	
Income	15,279,318,621	17,305,536,090	21,456,953,581	22,900,026,073	25,550,843,554	
Insurance	217,345,503	352,338,177	426,503,616	433,898,422	527,951,949	
Motor Fuels and International Fuel Tax Agreement	477,748,691	533,986,140	594,564,375	655,273,950	721,354,392	
Public Utilities	0	37,720	58,444	60,510	86,791	
Room Occupancy	306,045,930	336,968,898	372,714,578	414,545,900	416,188,210	
Sales and Use	6,547,987,829	7,301,252,682	8,175,389,722	9,027,527,615	9,918,099,417	
Club Alcoholic Beverages	390,898	449,040	528,602	582,473	674,083	
Motor Vehicle Excise	544,358	590,530	653,711	696,491	769,240	
Convention Center Surcharges	14,244,838	14,218,306	14,191,773	14,165,240	14,138,708	
Community Preservation Trust	30,725,019	33,352,713	36,924,040	41,023,997	50,170,143	
Controlled Substances and Marijuana Excise	114,043,802	125,842,753	141,928,993	152,838,284	171,413,206	
Satellite	2,945,695	3,263,735	3,698,941	3,993,617	4,494,729	
Statewide Car Rental	4,598,682	5,537,863	6,611,317	7,523,724	8,672,706	
Electronic Nicotine Delivery System	9,201,295	10,623,630	12,569,956	13,887,806	16,128,874	
<b>Department of Revenue Before the Reduction of 62F Payments</b>	<b>25,655,826,778</b>	<b>29,903,370,267</b>	<b>35,847,087,479</b>	<b>38,432,131,805</b>	<b>43,089,234,551</b>	
<b>Massachusetts Gaming Commission:</b>						
Pari-Mutuel Taxes	659,562	759,266	858,969	958,673	1,058,376	
Gaming Revenue Tax	307,366,993	355,615,295	403,863,597	452,111,899	500,360,202	
<b>Lottery Commission:</b>						
Beano	297,835	326,813	366,467	393,316	438,975	
Raffles and Bazaars	622,582	730,762	876,941	975,918	1,145,589	
<b>State Athletic Commission</b>						
Boxing Contests	50,896	131,922	212,948	293,974	375,000	
Boxer's Fund	11,217	27,163	43,108	59,054	75,000	
<b>Division of Insurance</b>						
Excess and Surplus Lines Insurance	117,591,416	123,813,749	124,359,114	124,538,849	124,865,850	
<b>Secretary of State:</b>						
Deeds Excise Stamp Tax Fees	60,488,467	65,475,561	72,293,735	80,049,339	101,185,756	
<b>Department of Unemployment Assistance:</b>						
Workforce Training Contribution	10,215,435	10,390,788	11,870,234	26,507,593	26,780,493	
<b>Other Agencies Sub-Total</b>	<b>497,304,402</b>	<b>557,271,317</b>	<b>614,745,113</b>	<b>685,888,616</b>	<b>756,285,241</b>	
<b>Total Net State Tax Revenue Before the Reduction of 62F Payments</b>	<b>26,153,131,179</b>	<b>30,460,641,584</b>	<b>36,461,832,592</b>	<b>39,118,020,420</b>	<b>43,845,519,791</b>	
<b>Less:</b>						
Estimate of 4% Income Surtax Revenues <sup>(1) (2)</sup>	(1,070,560,192)	(1,282,759,306)	(2,102,407,531)	(2,212,166,175)	(2,500,000,000)	
<b>Total Net State Tax Revenue Less the Estimate of 4% Income Surtax Revenue</b>	<b>25,082,570,987</b>	<b>29,177,882,279</b>	<b>34,359,425,061</b>	<b>36,905,854,245</b>	<b>41,345,519,791</b>	
<b>Estimate of Allowable State Tax Revenues for the Fiscal Year Ended June 30, 2024</b>	<b>45,955,400,471</b>	<b>45,955,400,471</b>	<b>45,955,400,471</b>	<b>45,955,400,471</b>	<b>45,955,400,471</b>	
<b>Net State Tax Revenues above/(below) of Allowable State Tax Revenues <sup>(4)</sup></b>	<b>(20,872,829,483)</b>	<b>(16,777,518,192)</b>	<b>(11,595,975,410)</b>	<b>(9,049,546,226)</b>	<b>(4,609,880,679)</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
- 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 \$1,070,560,192 during the period between July 2024 and January 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.