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.
July 2026 Monthly 62F Report

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

The Honorable James B. Eldridge, Chair
Joint Committee on Revenue
State House, Room 511-C
Boston, MA 02133

The Honorable Aaron M. Michlewitz, Chair
House Committee on Ways and Means
State House, Room 243
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 Adrian C. Madaro, Chair
Joint Committee on Revenue
State House, Room 33
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 July, 2026 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 FY27 full fiscal year net state tax revenue and FY27 allowable state tax revenue, the Department currently projects FY27 full fiscal year net state tax revenue will not exceed FY27 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

July 31, 2026 year-to-date net state tax revenue excluding 4% income surtax revenue:	3,106,730,192
DOR's estimate of full year FY27 total net state tax revenue:	43,417,806,951
DOR's estimate of FY27 allowable net state revenue:	50,100,236,204
DOR's estimate of the amount by which net state tax revenue will be above(below) allowable state tax revenue:	(6,682,429,252)

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
Laura Taronas, 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 2027 Net State Tax Revenue and Allowable State Tax Revenue as Defined by Chapter 62F

July 2026 Monthly 62F Report

Year-to-Date Net State Tax Revenue

Year-to-date net state tax revenue for FY27, less 4% income surtax revenue as of	**July 31, 2026**	[(1)] *(Exhibit 1)*	**$3,106,730,192**

Full Fiscal Year Net State Tax Revenue and Allowable State Tax Revenue Estimates

Estimate of total net state tax revenue for FY27, less 4% income surtax revenue [(1)] *(Exhibit 4)*	**$43,417,806,951**
Allowable state tax revenue for FY26 *(Exhibit 3)*	$48,266,193,259
Estimate of allowable state tax revenue growth factor for FY27 *(Exhibit 2)*	1.0379985
Estimate of allowable state tax revenue for FY27 *(Exhibit 3)*	**$50,100,236,204**
Estimate of the amount net state tax revenue will be above/(below) allowable state tax revenue for FY27 [(2)] *(Exhibit 4)*	**($6,682,429,252)**

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

July 2026 Monthly 62F Report

Type of State Tax Revenue Collected (By Agency)	Fiscal YTD Net State Tax Revenues as of 7/31/2026
Department of Revenue:	
Alcoholic Beverages	11,070,153
Financial Institutions	2,052,752
Cigarettes	31,948,301
Corporations	171,147,340
Deeds	12,995,702
Estate and Inheritance	45,355,277
Income	1,767,158,315
Insurance	613,052
Motor Fuels and International Fuel Tax Agreement	60,694,849
Public Utilities	0
Room Occupancy	88,363,003
Sales and Use	916,595,631
Club Alcoholic Beverages	10,327
Motor Vehicle Excise	32,874
Convention Center Surcharges	4,658,313
Community Preservation Trust	1,147,325
Controlled Substances and Marijuana Excise	6,789,779
Satellite	301,195
Statewide Car Rental	1,744,444
Electronic Nicotine Delivery System	1,619,459
Department of Revenue Before the Reduction of 62F Payments	**3,124,298,089**
Pari-Mutual Taxes	64,430
Gaming Revenue Tax	34,678,786
Lottery Commission:	
Beano	36,140
Raffles and Bazaars	33,516
State Athletic Commission	
Boxing Contests	4,843
Boxer’s Fund	1,161
Division of Insurance	
Excess and Surplus Lines Insurance	278,886
Secretary of State:	
Deeds Excise Stamp Tax Fees	12,258,251
Department of Unemployment Assistance:	
Workforce Training Contribution	1,422,305
Other Agencies Sub-Total	**48,778,317**
Total Net State Tax Revenue Before the Reduction of 62F Payments	**3,173,076,406**
Less:	
Estimate of 4% Income Surtax Revenues [(1) (2)]	(66,346,214)
Total Net State Tax Revenue Less the Estimate of 4% Income Surtax Revenue	**3,106,730,192**

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 $66,346,214 for the month of July 2026. This is not a certified estimate and 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, 2027

July 2026 Monthly 62F Report

Calendar Year	Massachusetts Wages and Salaries[1] (in Thousands)	Wages and Salaries Yearly Growth Rate[2]
2023 Actual	$344,029,483	
2024 Actual	$362,741,160	1.0543897
2025 Actual	$375,313,250	1.0346586
2026 Estimate	$384,676,298	1.0249473
Estimate of the Sum of 2024 - 2026 calendar year growth increase		**3.1139956**
Estimate of the allowable state tax growth factor for FY27 [3]		**1.0379985**

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 slaray 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, 2027
July 2026 Monthly 62F Report

Allowable state tax revenue for the FY26[1]	$48,266,193,259
Estimate of allowable state tax growth factor for the FY27	1.0379985
Estimate of allowable state revenue for the FY27	$50,100,236,204

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

July 2026 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 2027										
Type of State Tax Revenue Collected (By Agency)	**Fiscal YTD Net State Tax Revenues as of 7/31/2026**	**Aug-26**	**Sep-26**	**Oct-26**	**Nov-26**	**Dec-26**	**Jan-27**	**Feb-27**	**Mar-27**	**Apr-27**	**May-27**	**Jun-27**
Department of Revenue:												
Alcoholic Beverages	11,070,153	19,058,012	27,491,689	35,466,080	44,440,280	51,743,562	61,730,271	66,689,503	72,370,210	81,012,064	88,518,573	96,510,108
Financial Institutions	2,052,752	2,372,790	5,415,509	5,766,685	6,004,889	8,355,793	8,771,045	8,914,942	14,127,100	16,303,998	16,433,759	20,007,953
Cigarettes	31,948,301	54,207,104	77,403,426	106,285,766	127,071,898	150,171,938	174,835,469	191,982,808	211,546,637	236,486,513	257,352,378	279,531,015
Corporations	171,147,340	230,074,680	790,319,071	854,979,775	898,839,413	1,331,702,343	1,408,161,215	1,434,656,299	2,394,351,271	2,795,175,261	2,819,067,572	3,477,170,401
Deeds	12,995,702	41,388,932	63,665,418	86,057,736	110,511,705	130,848,880	152,602,113	167,831,102	178,901,236	196,126,656	214,219,543	251,411,431
Estate and Inheritance	45,355,277	168,262,109	231,392,635	304,057,966	373,077,485	430,970,792	466,602,499	507,954,917	548,365,310	598,214,596	659,633,676	718,906,016
Income	1,767,158,315	3,669,532,082	6,556,649,911	8,143,153,972	9,821,548,136	12,465,495,832	15,568,330,744	16,915,179,753	19,235,246,739	24,256,868,482	25,852,480,962	28,703,768,138
Insurance	613,052	10,994,041	109,690,009	121,081,022	128,807,595	205,063,291	218,532,739	223,200,270	392,265,818	462,877,345	467,086,355	583,021,646
Motor Fuels and International Fuel Tax Agreement	60,694,849	121,649,413	183,553,694	241,228,030	302,281,573	359,294,284	418,668,234	474,540,195	525,631,088	582,394,080	638,301,333	697,828,123
Public Utilities	0	0	0	0	0	0	0	0	0	0	0	0
Room Occupancy	88,363,003	177,420,054	219,735,874	244,260,949	267,674,746	281,690,629	292,673,715	323,589,420	344,006,464	380,619,825	418,063,716	429,428,874
Sales and Use	916,595,631	1,771,194,668	2,554,548,728	3,375,447,990	4,172,405,891	4,993,339,838	5,816,061,047	6,513,325,067	7,196,553,103	8,059,409,290	8,879,772,343	9,793,310,999
Club Alcoholic Beverages	10,327	82,615	161,653	238,799	303,504	385,489	455,463	527,836	598,654	678,854	741,097	856,928
Motor Vehicle Excise	32,874	78,801	129,017	178,031	219,141	271,229	315,686	361,667	406,661	457,615	497,160	570,752
Convention Center Surcharges	4,658,313	5,743,959	6,829,605	7,915,251	9,000,897	10,086,543	11,172,189	12,257,835	13,343,481	14,429,127	15,514,773	16,600,419
Community Preservation Trust	1,147,325	5,472,157	9,796,989	14,121,821	18,446,654	22,771,486	27,096,318	31,421,150	35,745,982	40,070,814	44,395,646	48,720,479
Controlled Substances and Marijuana Excise	6,789,779	22,164,798	38,985,758	55,449,357	69,278,281	86,812,237	101,741,734	117,178,351	132,273,886	149,329,696	162,600,672	187,247,223
Satellite	301,195	636,719	985,235	1,325,410	1,610,723	1,972,233	2,280,784	2,599,907	2,912,178	3,265,818	3,540,278	4,051,032
Statewide Car Rental	1,744,444	3,488,887	3,863,942	4,238,998	4,614,053	4,989,108	5,364,164	5,739,219	6,114,275	6,489,330	6,864,385	7,239,441
Electronic Nicotine Delivery System	1,619,459	2,847,247	3,652,716	4,438,910	5,098,308	5,933,809	6,646,915	7,384,454	8,106,156	8,923,470	9,557,786	10,738,209
Department of Revenue Before the Reduction of 62F Payments	**3,124,298,089**	**6,306,669,069**	**10,884,270,879**	**13,605,692,550**	**16,361,235,173**	**20,541,899,316**	**24,742,042,345**	**27,005,334,693**	**31,312,866,248**	**37,889,132,836**	**40,554,642,010**	**45,326,919,188**
Massachusetts Gaming Commission:												
Pari-Mutuel Taxes	64,430	108,300	152,171	196,041	239,912	283,782	327,653	371,523	415,394	459,264	503,135	547,005
Gaming Revenue Tax	34,678,786	77,622,597	120,566,408	163,510,219	206,454,030	249,397,841	292,341,652	335,285,463	378,229,275	421,173,086	464,116,897	507,060,708
Lottery Commission:												
Beano	36,140	75,008	117,507	158,988	193,779	237,862	275,487	314,401	352,480	395,603	429,071	491,353
Raffles and Bazaars	33,516	111,721	179,818	257,797	322,405	396,683	471,874	540,143	605,684	694,246	754,212	857,007
State Athletic Commission												
Boxing Contests	4,843	11,239	17,635	24,031	30,427	36,824	43,220	49,616	56,012	62,408	68,804	75,200
Boxer's Fund	1,161	2,692	4,222	5,753	7,284	8,815	10,346	11,877	13,407	14,938	16,469	18,000
Division of Insurance												
Excess and Surplus Lines Insurance	278,886	557,771	559,881	561,564	561,938	568,061	571,641	86,366,174	116,155,546	117,595,335	119,542,843	119,256,502
Secretary of State:												
Deeds Excise Stamp Tax Fees	12,258,251	24,516,502	35,371,904	45,819,990	57,396,765	67,109,255	78,537,255	85,942,932	92,771,106	101,221,071	110,748,614	135,395,403
Department of Unemployment Assistance:												
Workforce Training Contribution	1,422,305	4,862,944	5,021,435	5,825,963	7,977,583	8,121,092	8,697,536	10,382,156	10,536,894	13,286,675	26,855,846	27,186,585
Other Agencies Sub-Total	**48,778,317**	**107,868,775**	**161,990,980**	**216,360,347**	**273,184,123**	**326,160,215**	**381,276,663**	**519,264,284**	**599,135,797**	**654,902,626**	**723,035,890**	**790,887,764**
Total Net State Tax Revenue Before the Reduction of 62F Payments	**3,173,076,406**	**6,414,537,843**	**11,046,261,860**	**13,822,052,897**	**16,634,419,296**	**20,868,059,532**	**25,123,319,008**	**27,524,598,977**	**31,912,002,045**	**38,544,035,462**	**41,277,677,900**	**46,117,806,951**
Less:												
Estimate of 4% Income Surtax Revenues (1) (2)	(66,346,214)	(132,105,487)	(407,767,807)	(531,977,598)	(600,042,740)	(714,562,726)	(1,046,217,921)	(1,105,801,541)	(1,207,423,842)	(2,316,752,308)	(2,397,313,185)	(2,700,000,000)
Total Net State Tax Revenue Less the Estimate of 4% Income Surtax Revenue	**3,106,730,192**	**6,282,432,356**	**10,638,494,053**	**13,290,075,300**	**16,034,376,557**	**20,153,496,806**	**24,077,101,087**	**26,418,797,435**	**30,704,578,203**	**36,227,283,154**	**38,880,364,714**	**43,417,806,951**
Estimate of Allowable State Tax Revenues for the Fiscal Year Ended June 30, 2024	**50,100,236,204**	**50,100,236,204**	**50,100,236,204**	**50,100,236,204**	**50,100,236,204**	**50,100,236,204**	**50,100,236,204**	**50,100,236,204**	**50,100,236,204**	**50,100,236,204**	**50,100,236,204**	**50,100,236,204**
Net State Tax Revenues above/(below) of Allowable State Tax Revenues (3)	**(46,993,506,011)**	**(43,817,803,847)**	**(39,461,742,151)**	**(36,810,160,904)**	**(34,065,859,647)**	**(29,946,739,398)**	**(26,023,135,117)**	**(23,681,438,768)**	**(19,395,658,000)**	**(13,872,953,049)**	**(11,219,871,489)**	**(6,682,429,252)**

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.

3) 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 $66,346,214 for the month of July 2026. This is not a certified estimate and 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.