



DATE: March 10, 2025

TO: Governor Tim Walz
Lt. Governor Peggy Flanagan

FROM: Erin Campbell, Commissioner *EC*

SUBJECT: February Revenue Review

Net general fund revenues totaled \$1.279 billion for the month of February, \$116 million (10.0 percent) more than forecast. Net receipts from individual income, corporate franchise, and other taxes for the month were higher than forecast, and net sales tax revenues were less than forecast. For fiscal year 2025, year-to-date receipts are now \$20.122 billion. Because forecast receipts are now updated to reflect the February 2025 *Budget and Economic Forecast*, the fiscal year-to-date variance is the same dollar amount as the monthly variance, \$116 million more than the forecast; this is 0.6 percent of fiscal year-to-date revenues.

Monthly Receipts for February 2025

(\$ in millions)	February 2025		
	Forecast	Actual	\$ Difference
Individual Income Tax	\$294	\$393	\$99
General Sales Tax	553	544	(9)
Corporate Franchise Tax	50	72	22
Other Revenues	266	270	4
Total Revenues¹	\$1,164	\$1,279	\$116

1. Totals may not add due to rounding.

All results are preliminary and subject to revision. Monthly revenue variances (differences between forecasted and actual values) should be interpreted with great caution. Large variances are often caused by variations in the rate at which receipts are received and processed and differences in the rate at which refunds are issued. Other revenues often include unallocated accounts receivable which will be added to receipts for the appropriate tax when identified. A more detailed report covering the January, February, and March receipts will be issued as part of Minnesota Management and Budget's *April Revenue and Economic Update*.

cc: Senator Erin Murphy, Majority Leader
Senator Mark Johnson, Minority Leader
Representative Lisa Demuth, Speaker of the House
Representative Harry Niska, Majority Leader
Representative Melissa Hortman, Speaker Emerita, DFL Leader
Representative Jamie Long, DFL Floor Leader