



STATE OF MICHIGAN  
STATE BUDGET OFFICE  
LANSING

GRETCHEN WHITMER  
GOVERNOR

JENNIFER L. FLOOD  
DIRECTOR

November 26, 2025

The Honorable Sarah Anthony, Chair  
Senate Appropriations Committee  
Michigan State Senate  
State Capitol  
Lansing, Michigan 48909

The Honorable Ann Bollin, Chair  
House Appropriations Committee  
Michigan House of Representatives  
State Capitol  
Lansing, Michigan 48909

Dear Legislators:

Attached is the monthly financial report for the month ending October 31, 2025. This report is submitted pursuant to MCL 18.1386. This report can also be found on the Internet at the following address:

[www.michigan.gov/budget](http://www.michigan.gov/budget) under "Spending and Revenue Reports".

If you have questions concerning the information in this report, please contact this office.

Sincerely,

Jennifer L. Flood  
State Budget Director

Attachment

cc: Winnie Brinks, Senate Maj. Leader  
Aric Nesbitt, Senate Min. Leader  
Matt Hall, Speaker of the House  
Ranjeev Puri, House Min. Leader  
Senate Appropriations Committee  
House Appropriations Committee  
Senate Fiscal Agency  
House Fiscal Agency  
Mary Cavanagh, Chair, Senate Finance,  
Insurance, & Consumer Protection Com.

Mark Tisdell, Chair, House Finance Committee  
JoAnne Huls, Executive Office  
Tricia Foster, Executive Office  
Zack Pohl, Executive Office  
Rachael Eubanks, State Treasurer  
Kyle Guerrant, Deputy State Budget Director  
Heather Boyd, Office of Financial Mgmt.  
Internal State Budget Office Distribution

**GENERAL FUND, GENERAL PURPOSE**  
**Fiscal Year 2026**  
**Projected Revenues and Expenditures**  
**October 31, 2025**  
(\$ in millions)

	<b>FISCAL 2026</b>
<b>Beginning Balance</b>	<b>\$ 986.8</b> <sup>1</sup>
<b>Revenues</b>	
<b>Ongoing:</b>	
May 2025 Consensus Revenue	\$ 15,114.6
Research and Development Tax Credit	\$ (100.0)
Estimated Impact of Tax Changes	\$ (495.8)
Local Government Program Payments	\$ (677.2)
<b>Subtotal Ongoing Revenue</b>	<b>\$ 13,841.6</b>
<b>One-Time:</b>	
Estimated Impact of Tax Changes	\$ (241.6)
One-time Revenue Adjustments	\$ (2.7)
<b>Subtotal One-Time Revenue</b>	<b>\$ (244.3)</b>
<b>Total Revenue</b>	<b>\$ 13,597.3</b> <sup>2</sup>
<b>Expenditures</b>	
<b>Ongoing:</b>	
Public Acts 15 and 22 of 2025	\$ 13,588.1
<b>Subtotal Ongoing Expenditures</b>	<b>\$ 13,588.1</b>
<b>One-Time:</b>	
Public Acts 15 and 22 of 2025	\$ 526.5
<b>Subtotal One-Time Expenditures</b>	<b>\$ 526.5</b>
<b>Total Expenditures</b>	<b>\$ 14,114.6</b>
<b>Ending Balance</b>	<b>\$ 469.5</b>

<sup>1</sup> This report does not reflect final revenue and expenditure data for the fiscal year ending September 30, 2025. Final year-end activity will be reflected in the fiscal year 2025 Annual Comprehensive Financial Report.

<sup>2</sup> Revenue totals are adjusted for estimated impacts of recently enacted tax changes.

**SCHOOL AID FUND**  
**Fiscal Year 2026**  
**Projected Revenues and Expenditures**  
**October 31, 2025**  
(\$ in millions)

	<b>FISCAL 2026</b>
<b>Beginning Balance</b>	<b>\$ 1,198.7</b> <sup>1</sup>
<b>Revenues</b>	
<b>Ongoing:</b>	
May 2025 Consensus Forecast	\$ 18,934.3
General Fund	\$ 46.2
Federal Revenue	\$ 2,407.7
<b>Subtotal Ongoing Revenue</b>	<b>\$ 21,388.2</b>
<b>One-Time:</b>	
General Fund	\$ 27.0
Enrollment Stability Reserve Fund - Public Act 15 of 2025	\$ 71.0
Transportation Reserve Fund - Public Act 15 of 2025	\$ 125.0
Great Start Readiness Reserve Fund - Public Act 15 of 2025	\$ 18.0
School Consolidation and Infrastructure Fund - Public Act 15 of 2025	\$ 100.0
Educator Fellowship Fund - Public Act 15 of 2025	\$ 30.0
State School Aid Pupil Support Reserve Fund	\$ 97.0
General Pupil Support Reserve Fund	\$ 0.6
Revenue Deposits - Public Act 15 of 2025	\$ (457.9)
Deposit from Consolidation and Infrastructure Fund - Sec. 11x	\$ 83.4
<b>Subtotal One-Time Revenue</b>	<b>\$ 94.1</b>
<b>Total Revenue</b>	<b>\$ 21,482.3</b>
<b>Expenditures</b>	
<b>Ongoing:</b>	
School Aid - Public Act 15 of 2025	\$ 20,044.5
Community Colleges - Public Act 15 of 2025	\$ 482.1
Universities - Public Act 15 of 2025	\$ 851.1
<b>Subtotal Ongoing Expenditures</b>	<b>\$ 21,377.7</b>
<b>One-Time:</b>	
School Aid - Public Act 15 of 2025	\$ 1,248.3
Community Colleges - Public Act 15 of 2025	\$ 11.0
<b>Subtotal One-Time Expenditures</b>	<b>\$ 1,259.3</b>
<b>Total Expenditures</b>	<b>\$ 22,637.0</b>
<b>Ending Balance</b>	<b>\$ 44.0</b>

<sup>1</sup> This report does not reflect final revenue and expenditure data for the fiscal year ending September 30, 2025. Final year-end activity will be reflected in the fiscal year 2025 Annual Comprehensive Financial Report.

**SUMMARY OF EXPENDITURES AND ENCUMBRANCES  
GENERAL FUND - ALL PURPOSE**

October 31, 2025

(\$ in millions)

Fiscal Year 2025			Fiscal Year 2026				
Expenditures & Encumbrances Year to Date FY 2025	Expenditures & Encumbrances Fiscal Year End SEP 30, 2025	Department	Initial Appropriations (1)	Executive Orders & Supplemental Appropriations (1)	Encumbrance, Work Project & Capital Outlay Carry Forwards (2)	Total Authorization	Expenditures & Encumbrances Year to Date FY 2026
7.2	182.3	Agriculture and Rural Development	145.9	5.2	172.8	306.7	9.9
9.3	131.5	Attorney General	122.9	3.0	47.0	172.7	8.8
82.7	745.4	Capital Outlay (3)	370.2	3.2	3,507.1	4,168.4	57.9
1.7	29.7	Civil Rights	28.4	2.0	15.5	45.6	1.9
127.0	2,125.5	Colleges and Universities	1,486.1	300.0	184.4	1,969.9	112.7
314.2	2,156.0	Corrections	2,153.7	0.0	685.4	2,821.3	208.8
31.5	267.2	Education	229.5	0.0	824.8	1,053.1	17.3
59.8	1,014.8	Environment, Great Lakes, and Energy	905.1	0.0	4,477.4	5,306.8	17.7
1.1	9.3	Executive Office	9.6	0.0	0.2	9.6	1.1
3,629.9	35,411.0	Health and Human Services	29,933.4	0.0	4,940.2	34,842.5	3,254.2
6.6	72.5	Insurance and Financial Services	79.4	0.0	0.8	79.4	5.6
23.2	367.8	Judiciary	383.6	0.0	178.0	556.5	22.8
52.1	1,647.7	Labor and Economic Opportunity	867.1	53.5	5,270.8	6,024.2	49.1
2.1	29.5	Legislative Auditor General	31.7	0.0	17.2	48.9	2.3
14.5	186.1	Legislature	196.8	0.0	249.5	446.1	14.7
79.4	541.0	Licensing and Regulatory Affairs	585.2	120.0	231.4	862.7	25.4
42.9	693.7	Lifelong Education, Advancement, and Potential	669.3	0.0	160.6	826.9	45.0
0.0	0.0	Marshall Plan for Talent	0.0	0.0	30.3	30.3	0.0
198.3	250.1	Michigan Strategic Fund	65.4	0.0	0.0	65.4	7.3
47.0	47.0	Michigan Veterans' Facility Authority	47.9	4.9	0.0	52.7	47.9
23.0	133.3	Military and Veterans Affairs	120.2	9.5	15.8	139.6	14.2
9.2	221.4	Natural Resources	161.4	1.8	130.8	243.9	8.7
29.9	283.4	State	295.0	10.2	139.0	439.5	41.0
0.0	0.0	State Land Bank Authority	2.0	0.0	0.0	2.0	0.0
76.1	1,408.9	State Police	962.3	0.0	851.9	1,804.5	70.0
39.7	849.9	Technology, Management and Budget (4)	550.3	260.0	908.0	1,706.6	68.9
3.5	37.0	Transportation	0.0	0.0	70.4	70.4	0.7
446.0	2,576.2	Treasury	2,555.6	159.1	548.7	3,255.2	403.2
<b>\$5,357.7</b>	<b>\$51,418.3</b>		<b>\$42,958.2</b>	<b>\$932.2</b>	<b>\$23,461.2</b>	<b>\$67,351.5</b>	<b>\$4,517.4</b>

(1) Includes boilerplate appropriations.

(2) Carryforward amounts do not include authorization related to amounts appropriated for the fiscal year 2025. Entry of these amounts is expected in November and December 2025.

(3) Includes all capital outlay activity regardless of agency.

(4) Includes Civil Service Commission.

**ESTIMATED BALANCE OF STATE PAYMENTS  
TO LOCAL UNITS OF GOVERNMENT  
Fiscal Year 2026  
October 31, 2025  
(\$ in millions)**

	<b>INITIAL APPROPRIATIONS</b>	<b>EXEC. ORDER and SUPPLEMENTALS</b>	<b>TOTAL APPROPRIATIONS YEAR-TO-DATE</b>
Payments to local units of government	26,247.5	0.0	26,247.5
Total state spending from state resources	45,929.2	0.0	45,929.2
Percentage of state spending from state resources paid to local units	57.15%	0.00%	57.15%
Required payments to local units (48.97%)	22,491.5	0.0	22,491.5
<b>Surplus/(deficit)</b>	<b>\$3,756.0</b>	<b>\$0.0</b>	<b>\$3,756.0</b>

**STATE OF MICHIGAN**  
**YEAR-TO-DATE BALANCE SHEET**  
**COUNTER - CYCLICAL BUDGET AND ECONOMIC STABILIZATION FUND**  
October 31, 2025  
(\$ in thousands)

**ASSETS**

Current Assets:	
Equity in common cash	<u>\$ 2,157,367</u>
Total Assets	<u><u>\$ 2,157,367</u></u>

**LIABILITIES**

Current Liabilities:	
Total Current Liabilities	<u>\$ -</u>
Total Liabilities	<u>-</u>

**FUND BALANCES**

Committed	<u>2,157,367</u>
Total Fund Balances	<u>2,157,367</u>
Total Liabilities and Fund Balances	<u><u>\$ 2,157,367</u></u>

**STATE OF MICHIGAN**  
**YEAR-TO-DATE STATEMENT OF REVENUES AND EXPENDITURES**  
**COUNTER - CYCLICAL BUDGET AND ECONOMIC STABILIZATION FUND**  
 October 1, 2025 through October 31, 2025  
 (\$ in thousands)

**REVENUES**

Miscellaneous		\$	-
			<u>          </u>
Total Revenues			<u>          -</u>

**EXPENDITURES**

Current:			
General government			-
			<u>          </u>
Total Expenditures			<u>          -</u>
Excess of Revenues over (under)			
Expenditures			<u>          -</u>

**OTHER FINANCING SOURCES (USES)**

Transfers from other funds			-
Transfers to other funds			-
			<u>          </u>
Total Other Financing Sources (Uses)			<u>          -</u>
Excess of Revenues and Other Sources			
over (under) Expenditures and			
Other Uses		\$	<u>          -</u> <sup>1</sup>

<sup>1</sup> Balance does not reflect closing adjustments such as accounts receivable, accounts payable, etc.

**STATE OF MICHIGAN**  
**YEAR-TO-DATE BALANCE SHEET**  
**MICHIGAN NATURAL RESOURCES TRUST FUND**

October 31, 2025

(\$ in thousands)

**ASSETS**

Current Assets:

Equity in common cash	\$ 63,372
Investments	-
Other current assets	-
Total Current Assets	<u>63,372</u>

Noncurrent Assets:

Investments	<u>696,124</u>
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Total Assets	<u><u>\$ 759,496</u></u>
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**LIABILITIES**

Current Liabilities:

Accounts payable and other liabilities	\$ 8,493
Amounts due to other funds	9
Total Current Liabilities	<u>8,503</u>

Total Liabilities	<u>8,503</u>
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**FUND BALANCES**

Nonspendable	500,000
Restricted	<u>250,994</u>

Total Fund Balances	<u>750,994</u>
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Total Liabilities and Fund Balances	<u><u>\$ 759,496</u></u>
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**STATE OF MICHIGAN**  
**YEAR-TO-DATE STATEMENT OF REVENUES AND EXPENDITURES**  
**MICHIGAN NATURAL RESOURCES TRUST FUND**

October 1, 2025 through October 31, 2025  
(\$ in thousands)

**REVENUES**

Taxes	\$	-
From federal agencies		-
From licenses and permits		-
Miscellaneous		<u>(111,968)</u>
Total Revenues		<u>(111,968)</u>

**EXPENDITURES**

Current:		
General government		-
Conservation, environment, recreation, and agriculture		82
Capital outlay		<u>-</u>
Total Expenditures		<u>82</u>
Excess of Revenues over (under) Expenditures		<u>(112,050)</u>

**OTHER FINANCING SOURCES (USES)**

Proceeds from bond issues		-
Proceeds from sale of capital assets		309
Transfers from other funds		-
Transfers to other funds		<u>-</u>
Total Other Financing Sources (Uses)		<u>309</u>
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses		<u><u>\$ (111,741)</u></u> <sup>1</sup>

<sup>1</sup> Balance does not reflect closing adjustments such as accounts receivable, accounts payable, etc.

## REVENUE OVERVIEW

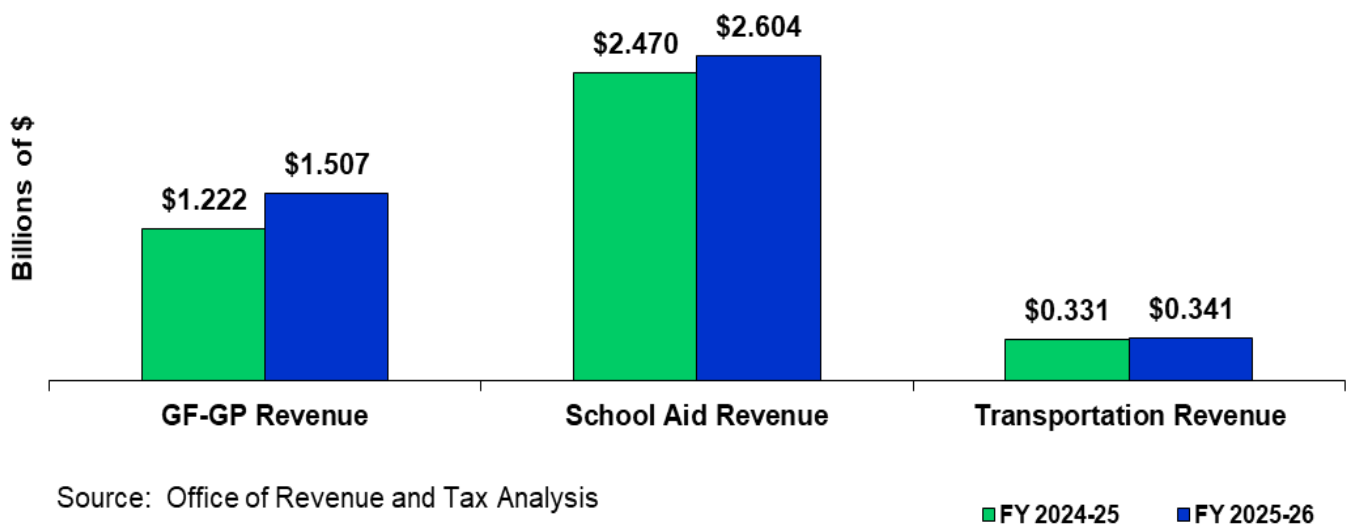
Office of Revenue and Tax Analysis  
Michigan Department of Treasury

This Monthly Financial Report to the Legislature presents the Michigan State government's economic situation and cash collections for October 2025, representing some September and October economic activity in Michigan.

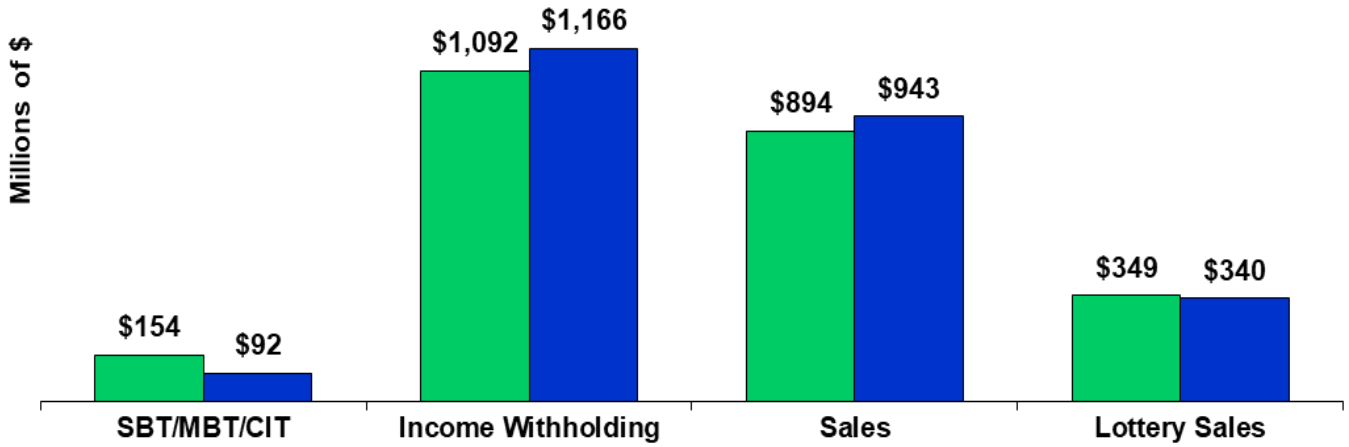
Total General Fund - General Purpose (GF-GP) cash collections were \$285.1 million (23.3 percent) higher in October 2025 than in October 2024. October 2025 School Aid Fund cash collections were \$133.7 million (5.4 percent) higher than in October 2024. October 2025 transportation collections were \$9.8 million (3.0 percent) higher than in October 2024 (see revenue summary table). October is the first month of the State's fiscal year (FY).

The FY 2025-26 revenue projections presented in the revenue summary table on page 11 are from the Consensus Revenue Estimating Conference held on May 16, 2025. The revenue estimate for net GF-GP revenue for FY 2025-26 is \$15,114.6 million and the net School Aid revenue forecast is \$18,934.3 million. The Transportation Funds revenue forecast is \$4,383.5 million. By law, the Consensus Revenue Estimating Conferences are held the second week of January and the third week of May.

### October Collections FY 2024-25 and FY 2025-26



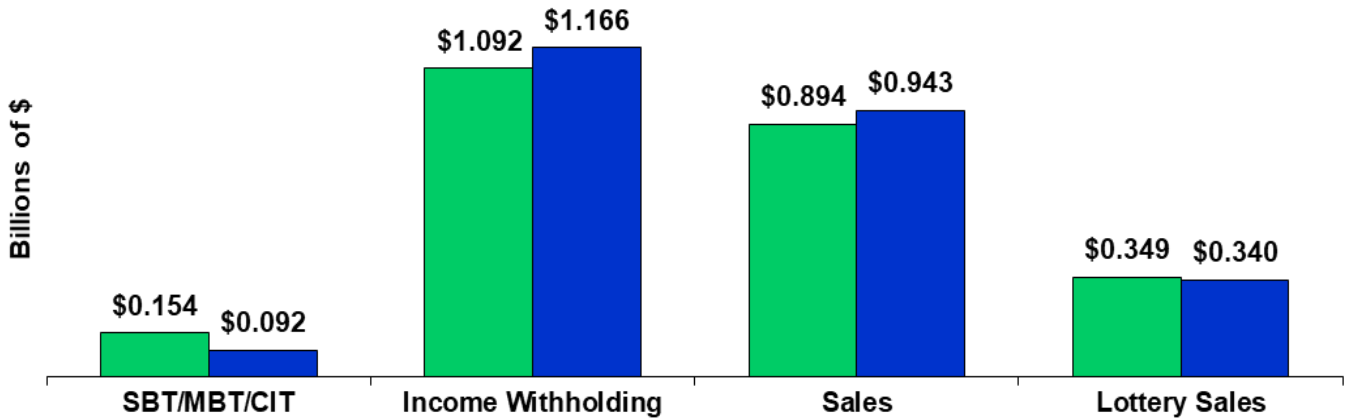
### October Revenue Collections FY 2024-25 and FY 2025-26



Source: Office of Revenue and Tax Analysis

■ FY 2024-25 ■ FY 2025-26

### October Collections FY 2024-25 and FY 2025-26



Source: Office of Revenue and Tax Analysis

■ FY 2024-25 ■ FY 2025-26

**Revenue Summary FY 2025-26**  
**General Fund-General Purpose, School Aid, and Transportation Funds**  
(in thousands)

**For The Month Ended: October 31, 2025**

Month-End Cash Collections Data				October Through October Cash Collections Data						Revenue Projections		
October		Difference		Source of Revenue	Year-to-Date		Difference		FY 2024-25	FY 2024-25	FY 2025-26	
2024	2025	Amount	Percent		FY 2024-25	FY 2025-26	Amount	Percent	May 2025 Forecast	Statutory Estimate	May 2025 Forecast	
<b>Income Taxes</b>												
\$1,092,286	\$1,166,312	\$74,025	6.8%	Withholding	\$1,092,286	\$1,166,312	\$74,025	6.8%	\$13,571,900	\$13,866,700	\$13,866,700	
32,546	54,375	21,828	67.1%	Quarterlies	32,546	54,375	21,828	67.1%	1,233,000	1,220,100	1,220,100	
(54,933)	(24,670)	30,262	55.1%	Flow Through Entity Tax	(54,933)	(24,670)	30,262	55.1%	1,000,000	1,010,000	1,010,000	
90,857	91,262	405	0.4%	Annuals	90,857	91,262	405	0.4%	1,518,000	1,508,300	1,508,300	
\$1,160,757	\$1,287,278	\$126,521	10.9%	Gross Collections	\$1,160,757	\$1,287,278	\$126,521	10.9%	\$17,322,900	\$17,605,100	\$17,605,100	
116,008	(91,541)	(207,549)	-178.9%	Less: Refunds	116,008	(91,541)	(207,549)	-178.9%	3,650,000	3,738,500	3,738,500	
0	0	0	na	Less: State Campaign Fund	0	0	0	na	800	800	800	
\$1,044,749	\$1,378,819	\$334,070	32.0%	Net Personal Income	\$1,044,749	\$1,378,819	\$334,070	32.0%	\$13,672,100	\$13,865,800	\$13,865,800	
50,000	50,000	0	0.0%	Less: Disbursements to MTF	50,000	50,000	0	0.0%	600,000	600,000	600,000	
5,750	5,750	0	0.0%	Less: Disburse to Renew Michigan/GJFM	5,750	5,750	0	0.0%	69,000	69,000	69,000	
276,371	306,501	30,130	10.9%	Less: Disbursements to SAF	276,371	306,501	30,130	10.9%	4,231,900	4,342,000	4,342,000	
\$712,628	\$1,016,568	\$303,940	42.7%	<b>Net Personal Income To GF-GP</b>	\$712,628	\$1,016,568	\$303,940	42.7%	\$8,771,200	\$8,854,800	\$8,854,800	
<b>Consumption Taxes</b>												
\$139,519	\$148,168	\$8,650	6.2%	Sales (a)	\$139,519	\$148,168	\$8,650	6.2%	\$1,638,700	\$1,661,500	\$1,661,500	
26,658	47,662	21,004	78.8%	Use (a) (h)	26,658	47,662	21,004	78.8%	1,178,500	1,237,400	1,237,400	
10,877	11,092	215	2.0%	Tobacco	10,877	11,092	215	2.0%	125,100	123,600	123,600	
9,272	8,669	(603)	-6.5%	Beer, Wine & Mixed Spirits	9,272	8,669	(603)	-6.5%	44,600	46,600	46,600	
2,596	3,239	643	24.8%	Liquor Specific	2,596	3,239	643	24.8%	67,100	68,000	68,000	
\$188,921	\$218,830	\$29,909	15.8%	<b>Total Consumption Taxes</b>	\$188,921	\$218,830	\$29,909	15.8%	\$3,054,000	\$3,137,100	\$3,137,100	
<b>Other Taxes</b>												
\$3	\$1	(\$2)	-63.3%	Single Business	\$3	\$1	(\$2)	-63.3%	\$0	\$0	\$0	
120,740	122,308	1,568	1.3%	Insurance Premiums Taxes	120,740	122,308	1,568	1.3%	548,500	565,400	565,400	
120,743	122,309	1,566	1.3%	Sub-total SBT & Insurance	120,743	122,309	1,566	1.3%	548,500	565,400	565,400	
(9,309)	(5,447)	3,862	41.5%	Michigan Business Tax	(9,309)	(5,447)	3,862	41.5%	(496,900)	(507,700)	(507,700)	
162,878	97,479	(65,399)	-40.2%	Corporate Income Tax	162,878	97,479	(65,399)	-40.2%	1,592,500	2,165,500	2,165,500	
5,078	7,188	2,110	41.5%	Telephone & Telegraph	5,078	7,188	2,110	41.5%	42,000	41,000	41,000	
1,666	1,853	188	11.3%	Oil & Gas Severance	1,666	1,853	188	11.3%	22,000	23,000	23,000	
7,858	16,989	9,131	116.0%	Penalties & Interest	7,858	16,989	9,131	116.0%	157,000	162,500	162,500	
552	329	(223)	-40.5%	Essential Services Assessment	552	329	(223)	-40.5%	157,000	158,000	158,000	
26	19	(7)	-28.1%	Miscellaneous Other/Railroad	26	19	(7)	-28.1%	8,000	8,000	8,000	
(12,583)	(12,583)	0	0.0%	Treasury Enforcement Programs (e)	(12,583)	(12,583)	0	0.0%	(150,000)	(151,000)	(151,000)	
\$276,908	\$228,135	(\$48,773)	-17.6%	<b>Total Other Taxes</b>	\$276,908	\$228,135	(\$48,773)	-17.6%	\$1,880,100	\$2,464,700	\$2,464,700	
\$1,178,457	\$1,463,533	\$285,076	24.2%	<b>Subtotal GF-GP Taxes</b>	\$1,178,457	\$1,463,533	\$285,076	24.2%	\$13,705,300	\$14,456,600	\$14,456,600	

*continued*

**Revenue Summary FY 2025-26**  
**General Fund-General Purpose, School Aid, and Transportation Funds**  
(in thousands)

**For The Month Ended: October 31, 2025**

Month-End Cash Collections Data				October Through October Cash Collections Data					Revenue Projections		
October		Difference		Source of Revenue	Year-to-Date		Difference		FY 2024-25	FY 2024-25	FY 2025-26
2024	2025	Amount	Percent		FY 2024-25	FY 2025-26	Amount	Percent	May 2025 Forecast	Statutory Estimate	May 2025 Forecast
<b>Non-Tax Revenue (e)</b>											
\$833	\$833	\$0	0.0%	Federal Aid	\$833	\$833	\$0	0.0%	\$10,000	\$10,000	\$10,000
8	8	0	0.0%	Local Agencies	8	8	0	0.0%	100	100	100
583	583	0	0.0%	Services	583	583	0	0.0%	7,000	7,000	7,000
1,167	1,167	0	0.0%	Licenses & Permits	1,167	1,167	0	0.0%	14,000	14,000	14,000
0	0	0	na	Investments/Interest Costs	0	0	0	na	285,000	150,000	150,000
833	833	0	0.0%	Misc. Non-tax Revenue	833	833	0	0.0%	35,000	35,000	35,000
28,750	28,750	0	0.0%	Liquor Purchase Revolving Fund	28,750	28,750	0	0.0%	293,500	297,900	297,900
11,000	11,000	0	0.0%	From Other Funds-Lottery & Escheats	11,000	11,000	0	0.0%	144,000	144,000	144,000
<u>\$43,175</u>	<u>\$43,175</u>	<u>\$0</u>	<u>0.0%</u>	<b>Total Non-Tax Revenue</b>	<u>\$43,175</u>	<u>\$43,175</u>	<u>\$0</u>	<u>0.0%</u>	<u>\$788,600</u>	<u>\$658,000</u>	<u>\$658,000</u>
\$1,221,632	\$1,506,708	\$285,076	23.3%	<b>Total GF-GP Revenue</b>	\$1,221,632	\$1,506,708	\$285,076	23.3%	\$14,493,900	\$15,114,600	\$15,114,600
<b>School Aid Fund</b>											
\$363,443	\$382,865	\$19,423	5.3%	Sales Tax 4%	\$363,443	\$382,865	\$19,423	5.3%	\$4,403,800	\$4,476,600	\$4,476,600
288,084	304,454	16,370	5.7%	Sales Tax 2%	288,084	304,454	16,370	5.7%	3,456,300	3,516,000	3,516,000
79,476	84,916	5,440	6.8%	Use Tax 2%	79,476	84,916	5,440	6.8%	926,500	957,000	957,000
1,386,946	1,448,732	61,785	4.5%	State Education Property Tax	1,386,946	1,448,732	61,785	4.5%	2,880,000	2,966,100	2,966,100
38,092	37,426	(665)	-1.7%	Real Estate Transfer Tax	38,092	37,426	(665)	-1.7%	424,500	431,800	431,800
0	0	0	na	Lottery Transfer (b)	0	0	0	na	1,155,000	1,155,300	1,155,300
8,967	9,066	99	1.1%	Casino Wagering Tax	8,967	9,066	99	1.1%	579,200	599,700	599,700
0	0	0	na	Liquor Excise Tax	0	0	0	na	80,900	82,900	82,900
22,081	22,518	437	2.0%	Cigarette/Tobacco Tax	22,081	22,518	437	2.0%	214,600	210,800	210,800
6,261	6,702	441	7.0%	Indus. & Comm. Facilities Taxes	6,261	6,702	441	7.0%	50,000	50,000	50,000
666	862	196	29.4%	Specific Other	666	862	196	29.4%	142,500	146,000	146,000
276,371	306,501	30,130	10.9%	Income Tax Earmarking	276,371	306,501	30,130	10.9%	4,231,900	4,342,000	4,342,000
<u>\$2,470,386</u>	<u>\$2,604,042</u>	<u>\$133,655</u>	<u>5.4%</u>	<b>Total School Aid Fund</b>	<u>\$2,470,386</u>	<u>\$2,604,042</u>	<u>\$133,655</u>	<u>5.4%</u>	<u>\$18,545,200</u>	<u>\$18,934,300</u>	<u>\$18,934,300</u>
<b>Multi-Fund Revenue Summary</b>											
\$893,822	\$942,563	\$48,741	5.5%	Sales Tax 6%	\$893,822	\$942,563	\$48,741	5.5%	\$10,728,800	\$10,908,000	\$10,908,000
605,738	638,109	32,371	5.3%	Sales Tax 4% (d)	605,738	638,109	32,371	5.3%	7,272,500	7,392,000	7,392,000
288,084	304,454	16,370	5.7%	Sales Tax 2%	288,084	304,454	16,370	5.7%	3,456,300	3,516,000	3,516,000
238,427	254,747	16,320	6.8%	Use Tax 6% (g)	238,427	254,747	16,320	6.8%	2,749,800	2,840,800	2,840,800
52,098	48,860	(3,238)	-6.2%	Recreational Marihuana	52,098	48,860	(3,238)	-6.2%	322,100	332,100	332,100
54,657	55,739	1,082	2.0%	Tobacco Taxes	54,657	55,739	1,082	2.0%	629,000	621,000	621,000
0	0	0	na	Tobacco Settlement	0	0	0	na	na	na	na

*continued*

**Revenue Summary FY 2025-26**  
**General Fund-General Purpose, School Aid, and Transportation Funds**  
(in thousands)

**For The Month Ended: October 31, 2025**

Month-End Cash Collections Data				October Through October Cash Collections Data				Revenue Projections			
October		Difference		Source of Revenue	Year-to-Date		Difference		FY 2024-25 May 2025 Forecast	FY 2024-25 Statutory Estimate	FY 2025-26 May 2025 Forecast
2024	2025	Amount	Percent		FY 2024-25	FY 2025-26	Amount	Percent			
<b>Major Transportation Revenues</b>											
\$25,584	\$26,135	\$551	2.2%	Diesel Fuel / Motor Carrier Fuel Tax	\$25,584	\$26,135	\$551	2.2%	\$279,000	\$279,000	\$286,000
109,514	113,660	4,146	3.8%	Gasoline	109,514	113,660	4,146	3.8%	1,303,000	1,297,000	1,341,000
131,968	136,468	4,500	3.4%	Motor Vehicle Registration	131,968	136,468	4,500	3.4%	1,532,000	1,585,000	1,585,000
4,000	4,614	614	15.3%	Other Taxes, Fees & Misc.	4,000	4,614	614	15.3%	378,287	379,471	383,732
10,417	10,417	0	0.0%	Comprehensive Transportation (c)	10,417	10,417	0	0.0%	185,447	186,147	187,800
50,000	50,000	0	0.0%	Income Tax Earmarking	50,000	50,000	0	0.0%	600,000	600,000	600,000
<u>\$331,482</u>	<u>\$341,294</u>	<u>\$9,811</u>	<u>3.0%</u>	<b>Total Major Trans. Revenues</b>	<u>\$331,482</u>	<u>\$341,294</u>	<u>\$9,811</u>	<u>3.0%</u>	<u>\$4,277,734</u>	<u>\$4,326,618</u>	<u>\$4,383,532</u>
<b>Lottery Sales By Games</b>											
\$183,111	\$168,280	(\$14,832)	-8.1%	Instant Games (f)	\$183,111	\$168,280	(\$14,832)	-8.1%	na	na	na
73,841	69,432	(4,409)	-6.0%	Daily Games	73,841	69,432	(4,409)	-6.0%	na	na	na
29,909	40,854	10,945	36.6%	Lotto and Big Game (f)	29,909	40,854	10,945	36.6%	na	na	na
532	499	(33)	-6.2%	Keno Game	532	499	(33)	-6.2%	na	na	na
2,946	2,665	(280)	-9.5%	Lucky For Life	2,946	2,665	(280)	-9.5%	na	na	na
11,120	19,227	8,107	72.9%	Other (f)	11,120	19,227	8,107	72.9%	na	na	na
48,029	39,335	(8,694)	-18.1%	Club Games	48,029	39,335	(8,694)	-18.1%	na	na	na
<u>\$349,488</u>	<u>\$340,293</u>	<u>(\$9,195)</u>	<u>-2.6%</u>	<b>Total Lottery Sales</b>	<u>\$349,488</u>	<u>\$340,293</u>	<u>(\$9,195)</u>	<u>-2.6%</u>	<u>na</u>	<u>na</u>	<u>na</u>

- (a) GF-GP Sales has been adjusted based on Comprehensive Transportation Fund, Health Initiative, Constitutional Revenue Sharing, and Aviation Fund. GF-GP Use has been adjusted based on Aviation Fund.
- (b) The statutory estimate does not include an estimate of lottery sales. It only includes an estimate of the School Aid Fund transfer. The transfers shown are actual transfers from Lottery to School Aid Fund.
- (c) The Comprehensive Transportation Fund distributions have been estimated (includes sales tax transfer and other miscellaneous revenues dedicated to the Comprehensive Transportation Fund).
- (d) 2% collections adjusted to reflect exemption on residential utilities.
- (e) Non-tax revenue items other than interest are estimates.
- (f) Lottery Sales include iLottery net win amounts; and Other lottery games includes the new Fast Cash games, which began in July 2017.
- (g) Gross Use tax collections include the transferred amounts to the Local Community Stabilization Authority, which are front-loaded at the beginning of the fiscal year. The year-to-date 2025 revenues were \$132.3 million and the year-to date 2026 revenues are \$122.2 million. Per 2014 Public Act 80, the total fiscal year 2026 Local Community Stabilization Share (LCSS) was \$569.8 million and the total fiscal year 2026 LCSS is \$571.4 million.
- (h) General Fund Use tax collections are net of LCSS revenue. The year-to-date 2025 LCSS revenues were \$132.3 million and the year-to-date 2026 LCSS revenues are \$122.2 million.

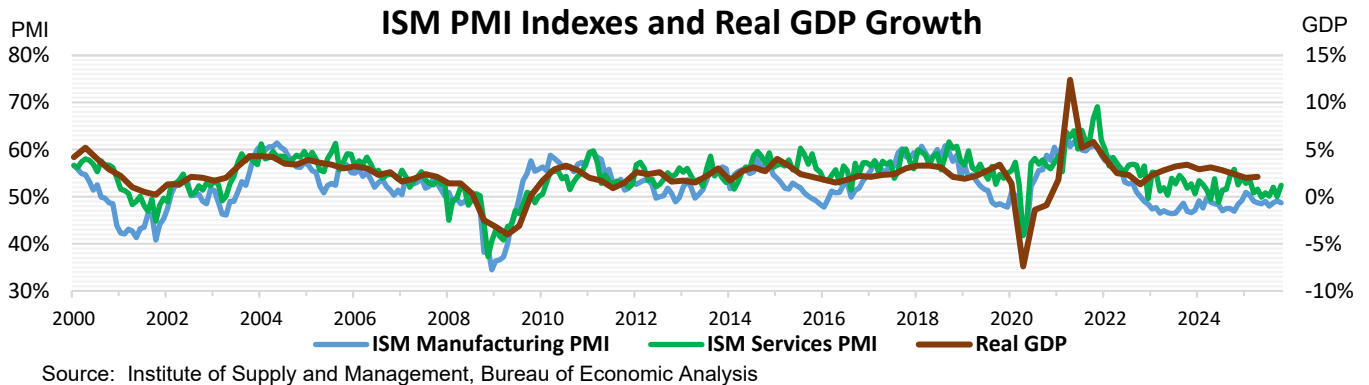
Source: Michigan Department of Treasury, Office of Revenue & Tax Analysis, based on reports from the Office of Financial Management, Michigan Department of Technology, Management and Budget, and other reports from the Michigan Department of Treasury.

## Economic Highlights

(All data seasonally adjusted unless otherwise noted.)

### U.S. Economy

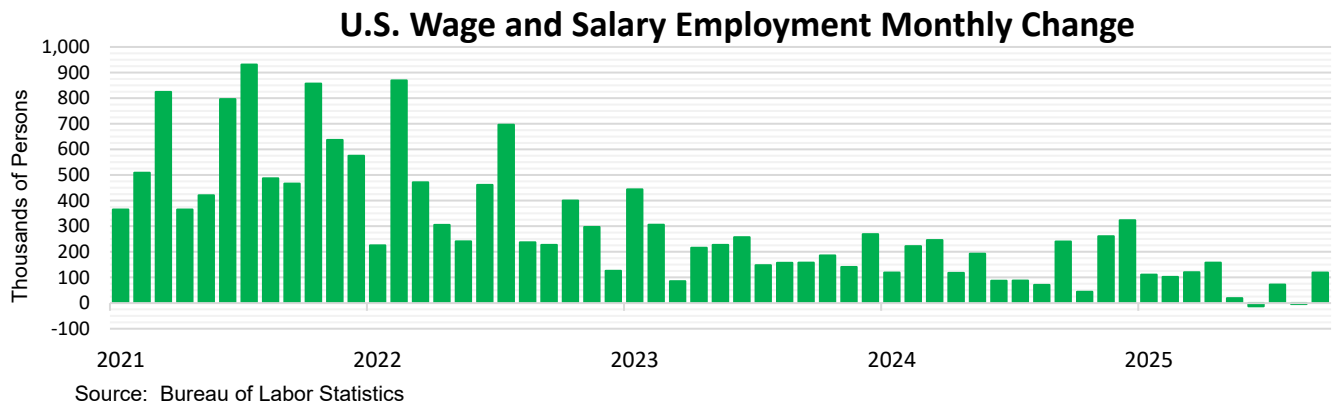
Economic activity contracted for the manufacturing sector and expanded for the services sector in October, as measured by the Institute of Supply and Management (ISM) Purchasing Manager's Indexes (PMI). The indexes are based on monthly surveys across industries based on their share of the U.S. Gross Domestic Product, where a reading over 50 means the sector is growing compared to the previous month, while a PMI reading under 50 means the sector has contracted over the month.



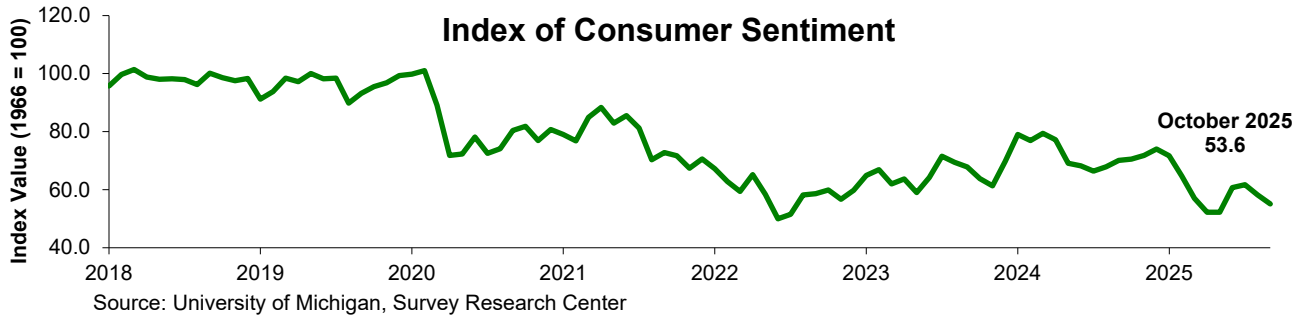
The October manufacturing PMI index fell to 48.7 percent from 49.1 percent in September, indicating a sector contraction for the eighth consecutive month. The services PMI index recovered to 52.4 percent in October, after declining to 50.0 percent in the prior month. A manufacturing PMI above 42.3 percent, over a period of time, generally indicates an expansion of the overall economy. A services PMI above 48.6 percent, over time, generally indicates an expansion of the overall economy.

**U.S. wage and salary employment** increased by 119,000 jobs in September to total employment of 7.3 million, or 4.8 percent above its February 2020 pre-pandemic level. In September, the sectors with the largest employment increases include private education and health services with a gain of 59,000 jobs, leisure and hospitality with an increase of 47,000 jobs, and government services with 22,000 additional jobs. The largest employment declines in September were observed in the transportation and warehousing services sector with 25,000 jobs lost, professional and business services with a decrease of 20,000 jobs, and manufacturing with 6,000 fewer jobs.

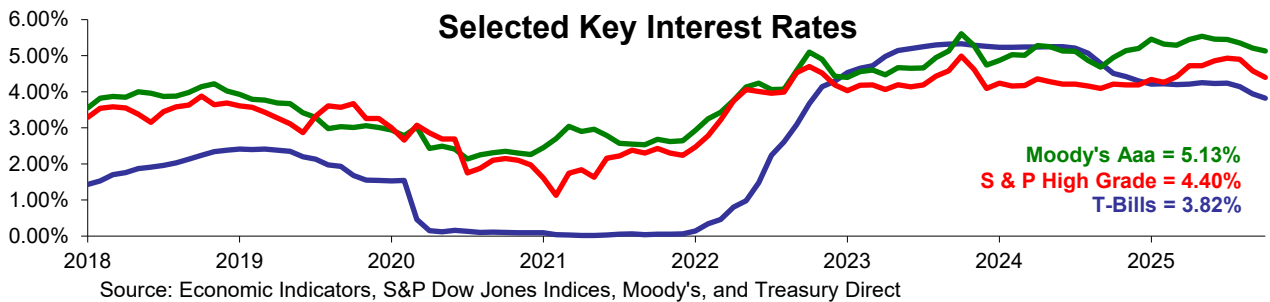
In September, the **U.S. unemployment rate** increased to 4.4 percent, 0.1 percentage points above August's rate. Civilian employment increased 251,000 to 163.6 million. The number of unemployed increased 219,000 from August, to 7.6 million. The labor force participation rate rose to 62.4 percent, 0.9 percentage points below the pre-pandemic rate in February 2020.



The **Index of Consumer Sentiment** was little changed in October, decreasing to 53.6, or 1.5 index-points lower than September's reading. While inflation and high prices remain at the forefront of consumer's minds, in October there was little evidence that consumers connect the federal government shutdown to the economy. Consumer sentiment is 16.9 index-points below the year-ago level.

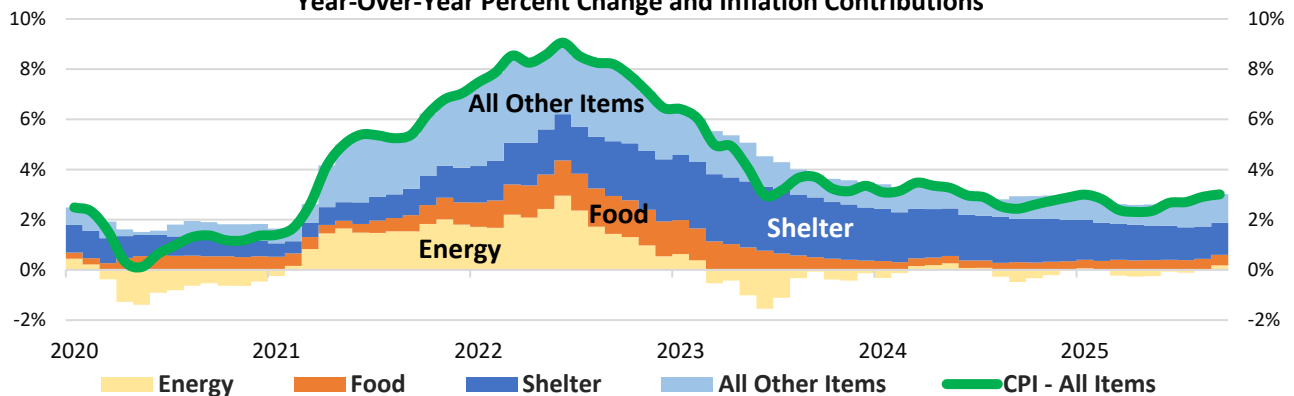


Short-term **interest rates** decreased in October by 12 basis points (where one basis point equals one-hundredth of one percent) to a 3-month Treasury bill (T-bill) rate of 3.82 percent. The T-bill rate is 69 basis points lower than the 4.51 percent rate in October 2024. The Aaa corporate bond rate decreased by 8 basis points in October to an interest rate of 5.13 percent, 18 basis points higher than a year ago. The interest rate on S&P high-grade municipal bonds decreased to 4.40 percent in October, down 18 basis points from the prior month's rate, and 19 basis points higher than a year ago.



**U.S. retail prices**, as measured by the Consumer Price Index (CPI-U), were up 3.0 percent from September 2024 to September 2025, up 0.3 percentage points from August's rate, according to the most recent available data since the recent federal government shutdown. The Consumer Price Index-Core (CPI-Core) measures the change in all consumer items aside from food and energy prices. The CPI-Core rose 3.0 percent year-over-year in September, 0.3 percentage points higher than the prior month's rates. CPI-U and CPI-Core data are not seasonally adjusted.

### U.S. Consumer Price Index from 2020 to 2025 Year-Over-Year Percent Change and Inflation Contributions



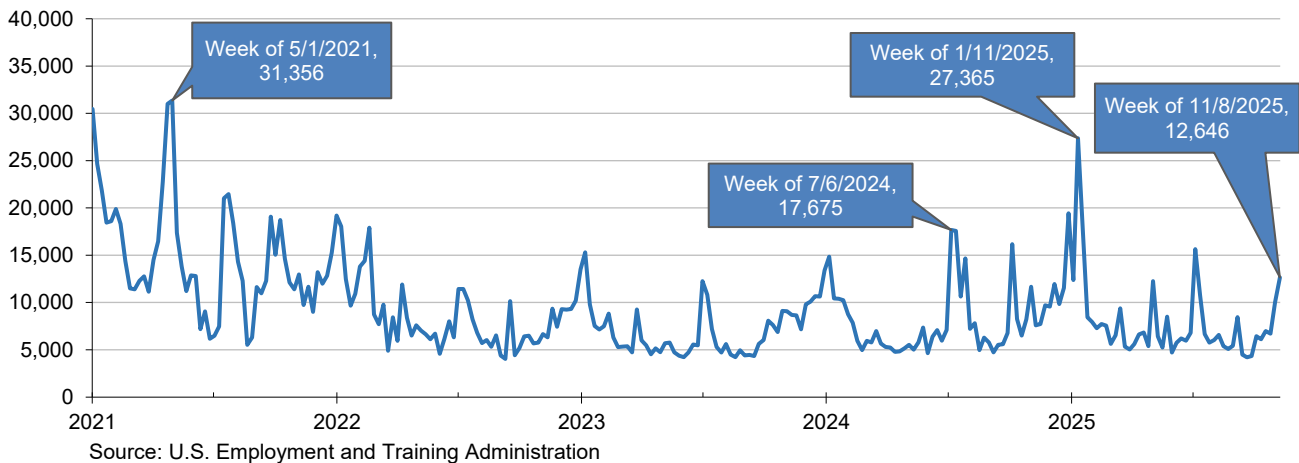
## Michigan Economy

The **Michigan jobless rate** was 5.2 percent in August, down 0.1 percentage points from July, according to the most recent data released prior to the federal government shutdown. The national unemployment rate was 4.4 percent in September, 0.1 percentage points above the prior month's rate. Michigan's August unemployment rate is 0.2 percentage points higher than a year ago.

**Michigan wage and salary employment** increased by 5,000 in August from the prior month to a total of 4.5 million jobs, according to the most recent data available due to the federal government shutdown. Compared to last year, employment in August was up 44,000 jobs, or 1.0 percent from August 2024. The sectors with employment increases in August were professional and business services with a gain of 4,000 jobs, private education and health services with 2,000 additional jobs, while government, financial activities, leisure and hospitality, and trade, transportation and utilities services tied with an increase of 1,000 jobs each. Employment declines were observed in construction, and manufacturing services in August, with 2,000 fewer jobs in each sector.

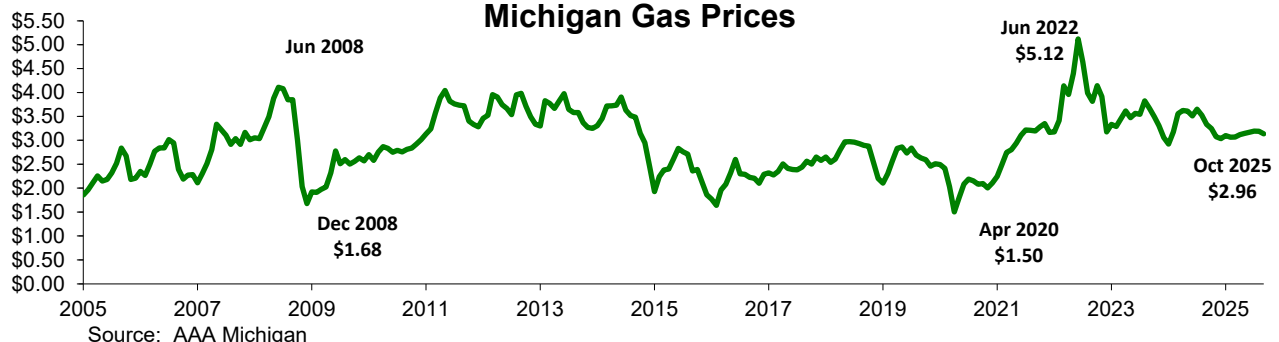
**Michigan initial claims for unemployment** increased to 12,646 in the week of November 8<sup>th</sup>. This is the seventh consecutive weekly increase since the week of September 20<sup>th</sup>, which registered the lowest weekly level so far in 2025 at 4,208 initial claims.

### Michigan Weekly Initial Unemployment Claims



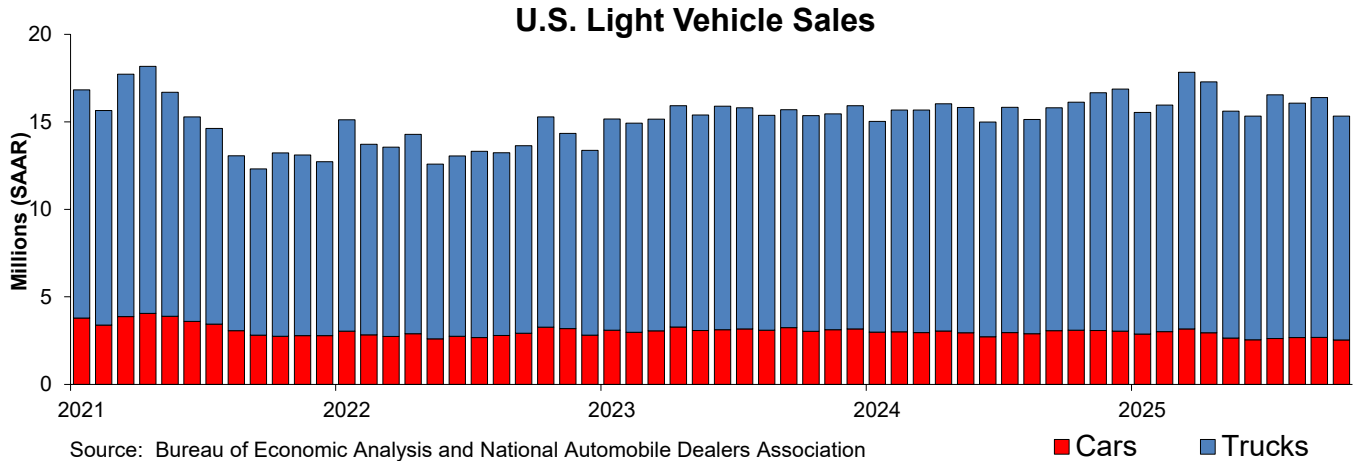
**Michigan gasoline prices** in October declined 17.5 cents to \$2.96 per gallon from the prior's month average. Year-over-year gasoline prices were 28.5 cents per gallon lower than in October 2024. Diesel prices were \$3.68 per gallon in October, flat from September's average price, and slightly lower than the \$3.69 per gallon average price in October 2024.

### Michigan Gas Prices

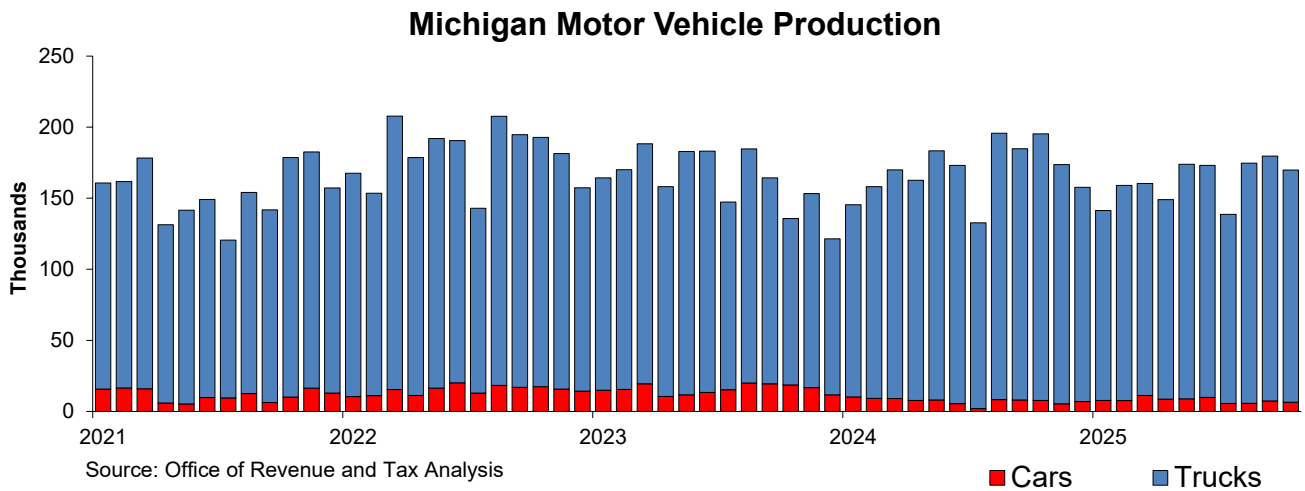


## Motor Vehicle Sector

**U.S. light vehicle sales** (cars and light trucks) as reported by the National Automobile Dealers Association (NADA) increased 2.0 percent in September, but fell 6.5 percent in October, selling at a 15.3 million units seasonally adjusted annual rate (SAAR). Domestic car and light truck sales decreased 8.1 percent in October to 12.0 million units SAAR, while import car and light truck sales decreased 0.6 percent from September to 3.3 million units SAAR. Compared to October 2024, light vehicle sales were down 4.9 percent. Domestic light vehicle sales decreased 2.6 percent while import light vehicle sales decreased 12.5 percent from the year ago levels. Domestic light vehicles recorded a 78.3 percent share of October 2025 sales, up from the 76.5 percent share registered in October 2024.



**Michigan motor vehicle production** decreased in October to 163,286 units, 5.4 percent lower than September's production, and 13.1 percent lower than its year ago level. Nationally, motor vehicle production decreased in October to 890,155 total units, or 4.5 percent lower than the prior month, and lower than its year ago level by 10.9 percent. From September to October, Michigan's car production decreased from 7,436 units to 6,501, while the State's truck production decreased from 172,132 units to 163,286. Michigan motor vehicle production data are not seasonally adjusted.



**Summary Estimates of the Constitutional Revenue Limit  
Based on the May 16, 2025 Consensus Revenue Agreement  
(Article IX, Section 26)  
(in millions)**

	<b>Fiscal Year 2023-24 Actual</b>	<b>Fiscal Year 2024-25 Estimate</b>	<b>Fiscal Year 2025-26 Estimate</b>
Applicable Calendar Year Personal Income	\$572,325	\$613,719	\$641,085
Section 26 Base Ratio	9.49%	9.49%	9.49%
Revenue Limit	<u>\$54,313.6</u>	<u>\$58,241.9</u>	<u>\$60,839.0</u>
Revenue Limit	\$54,313.6	\$58,241.9	\$60,839.0
State Revenue Subject to Limit	<u>\$46,090.3</u>	<u>\$45,089.8</u>	<u>\$46,194.9</u>
<b>Amount Under (Over) Limit</b>	<b>\$8,223.4</b>	<b>\$13,152.1</b>	<b>\$14,644.1</b>

Sources:

Personal Income Estimate

The FY 2023-24 calculation uses the official personal income estimate from the Bureau of Economic Analysis  
The FY 2024-25 calculation uses the May 16, 2025 Consensus Revenue Agreement.  
The FY 2025-26 calculation uses the May 16, 2025 Consensus Revenue Agreement.

Revenue Subject to the Limit

The FY 2023-24 calculation uses the State of Michigan Statement of Revenue Subject to Constitutional Limitation - Legal Basis for the Fiscal Year Ended September 30, 2024  
The FY 2024-25 calculation uses the May 16, 2025 Consensus Revenue Agreement.  
The FY 2025-26 calculation uses the May 16, 2025 Consensus Revenue Agreement.

Column detail may not add to totals due to rounding

Prepared By: Office of Revenue and Tax Analysis, Michigan Department of Treasury