

DATE: November 10, 2025

TO: Governor Tim Walz
Lt. Governor Peggy Flanagan

FROM: Erin Campbell, Commissioner *EC*

SUBJECT: October 2025 Revenue Review

Net general fund revenues totaled \$2.534 billion in October 2025, \$26 million (1.0 percent) less than forecast in February 2025. Net receipts from other revenues were higher than forecast, somewhat offsetting lower-than-expected individual income tax and corporate franchise tax receipts. Net sales tax receipts were close to forecast.

For fiscal year 2026, year-to-date receipts are \$10.255 billion, \$116 million (1.1 percent) less than forecast.

Monthly Receipts for October 2025

(\$ in millions)	February 2025	Actual	\$ Difference
	Forecast ²		
Individual Income Tax	\$1,320	\$1,286	\$(34)
Corporate Franchise Tax	97	68	(29)
General Sales Tax	720	724	4
Other Revenues	422	456	34
Total Revenues¹	\$2,560	\$2,534	(\$26)

1. Totals may not add due to rounding.

2. Adjusted for legislative changes.

All results are preliminary and subject to revision. Monthly revenue variances should be interpreted with great caution. Wide swings in variances may be 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 October, November, and December receipts will be issued as part of Minnesota Management and Budget's *January 2026 Revenue and Economic Update*.

cc: Senator Erin Murphy, Majority Leader
Senator Mark Johnson, Minority Leader
Representative Lisa Demuth, Speaker of the House
Representative Zack Stephenson, DFL Caucus Leader
Representative Harry Niska, GOP Floor Leader
Representative Jamie Long, DFL Floor Leader