



DATE: March 10, 2026

TO: Governor Tim Walz
Lt. Governor Peggy Flanagan

FROM: Erin Campbell, Commissioner *EC*

SUBJECT: February 2026 Revenue Review

Net general fund revenues totaled \$1.380 billion for the month of February, \$16 million (1.1 percent) less than forecast. Net receipts from individual income tax, corporate franchise tax, and general sales tax were below forecast, while other revenues were more than forecast. For fiscal year 2026, year-to-date receipts are now \$20.822 billion. With the release of each *Budget and Economic Forecast*, the year-to-date variances between actual and forecast revenues through the month prior to the forecast are zero as the revenues are known with certainty. Thus, the fiscal year-to-date variance and the monthly variance are the same, \$16 million less than the forecast; this variance is 0.1 percent of fiscal year-to-date revenues.

Monthly Receipts for February 2026

(\$ in millions)	February 2026		
	Forecast	Actual	\$ Difference
Individual Income Tax	\$550	\$525	(\$25)
Corporate Franchise Tax	29	12	(17)
General Sales Tax	558	557	(1)
Other Revenues	259	286	27
Total Revenues¹	\$1,396	\$1,380	(\$16)

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 Zack Stephenson, DFL Caucus Leader
 Representative Jamie Long, DFL Floor Leader
 Representative Harry Niska, GOP Floor Leader