

OVERVIEW OF THE BUDGET FOR FINANCIAL YEAR (FY) 2025

Budget for FY2025

The FY2025 Budget is summarised in [Table 1.1](#).

Operating Revenue

Operating Revenue is projected to be \$122.78 billion, which is \$6.16 billion or 5.3% higher than Revised FY2024. This is mainly due to an increase in estimated collections from Corporate Income Tax, Personal Income Tax, Goods and Services Tax, Other Taxes, Customs, Excise and Carbon Taxes, and Fees and Charges (Excluding Vehicle Quota Premiums), which are partially offset by lower Stamp Duty collections.

Corporate Income Tax collections are projected to be \$32.67 billion, which is \$1.79 billion or 5.8% higher than Revised FY2024. Personal Income Tax collections are estimated to be \$20.23 billion, which is \$1.27 billion or 6.7% higher than Revised FY2024.

Goods and Services Tax collections are projected to be \$21.73 billion, which is \$1.12 billion or 5.5% higher than Revised FY2024.

Other Taxes, which comprise the Foreign Worker Levy, Water Conservation Tax, Land Betterment Charge, and Annual Tonnage Tax, are estimated to be \$10.17 billion, which is \$1.05 billion or 11.5% higher than Revised FY2024.

Customs, Excise and Carbon Taxes collections are projected to be \$4.04 billion, which is \$591.44 million or 17.1% higher than Revised FY2024.

Fees and Charges (Excluding Vehicle Quota Premiums) collections are projected to be \$5.08 billion, which is \$496.73 million or 10.8% higher than Revised FY2024.

Stamp Duty collections are projected to be \$5.92 billion, which is \$436.36 million or 6.9% lower than Revised FY2024.

Total Expenditure

Total Expenditure is projected to be \$123.79 billion, which is \$10.88 billion or 9.6% higher than Revised FY2024. Operating Expenditure is projected to be \$97.03 billion, which is \$7.48 billion or 8.3% higher than Revised FY2024. Development Expenditure is projected to be \$26.76 billion, which is \$3.40 billion or 14.6% higher than Revised FY2024.

Special Transfers

Special Transfers including Top-ups to Endowment and Trust Funds are projected to be \$23.38 billion.

Net Investment Returns Contribution (NIRC)

NIRC for FY2025 is estimated to be \$27.14 billion, which is \$3.11 billion or 12.9% higher than the Revised FY2024 NIRC.

Capitalisation of Nationally Significant Infrastructure and SINGA Interest Costs and Loan Expenses

The borrowing proceeds under the Significant Infrastructure Government Loan Act (SINGA) can only be used to finance nationally significant infrastructure. Capitalisation of Nationally Significant Infrastructure is projected to be \$4.63 billion, which is \$458.25 million or 11.0% higher than Revised FY2024.

SINGA Interest Costs and Loan Expenses are projected to be \$560.69 million, which is \$185.05 million or 49.3% higher than Revised FY2024.

Budget Position

Before taking into account Top-ups to Endowment and Trust Funds, NIRC, Capitalisation of Nationally Significant Infrastructure and SINGA Interest Costs and Loan Expenses, a basic deficit of \$4.79 billion is projected for FY2025. After factoring in the Top-ups to Endowment and Trust Funds of \$19.60 billion, NIRC of \$27.14 billion, Capitalisation of Nationally Significant Infrastructure of \$4.63 billion and SINGA Interest Costs and Loan Expenses of \$560.69 million, the projected overall fiscal position for FY2025 is a surplus of \$6.81 billion.

TABLE 1.1 BUDGET FOR FY2025

	Revised FY2024	Estimated FY2025	Change Over Revised FY2024	
	\$billion	\$billion	\$billion	%change
OPERATING REVENUE	116.62	122.78	6.16	5.3
Corporate Income Tax	30.88	32.67	1.79	5.8
Personal Income Tax	18.96	20.23	1.27	6.7
Withholding Tax	2.28	2.40	0.12	5.1
Statutory Boards' Contributions	0.64	0.41	(0.23)	(36.5)
Assets Taxes	6.70	6.89	0.19	2.9
Customs, Excise and Carbon Taxes	3.45	4.04	0.59	17.1
Goods and Services Tax	20.61	21.73	1.12	5.5
Motor Vehicle Taxes	2.51	2.57	0.05	2.1
Vehicle Quota Premiums	6.54	6.60	0.06	0.9
Betting Taxes	3.23	3.29	0.06	2.0
Stamp Duty	6.36	5.92	(0.44)	(6.9)
Other Taxes ¹	9.12	10.17	1.05	11.5
Fees and Charges (Excluding Vehicle Quota Premiums)	4.58	5.08	0.50	10.8
Others	0.75	0.77	0.02	2.5
Less:				
TOTAL EXPENDITURE	112.91	123.79	10.88	9.6
Operating Expenditure	89.55	97.03	7.48	8.3
Development Expenditure	23.36	26.76	3.40	14.6
PRIMARY SURPLUS / DEFICIT	3.71	(1.01)		
Less:				
SPECIAL TRANSFERS²	25.12	23.38	(1.74)	(6.9)
Special Transfers Excluding Top-ups to Endowment and Trust Funds	3.07	3.78		
SG60 Vouchers	–	2.02		
CDC Vouchers	0.78	1.06		
Other Transfers ³	2.29	0.69		
BASIC SURPLUS / DEFICIT	0.64	(4.79)		
Top-ups to Endowment and Trust Funds	22.05	19.60		
Changi Airport Development Fund	–	5.00		
Coastal and Flood Protection Fund	–	5.00		
Future Energy Fund	5.00	5.00		
National Productivity Fund	2.00	3.00		
National Research Fund	1.80	1.50		
Other Funds ⁴	13.25	0.10		
Add:				
NET INVESTMENT RETURNS CONTRIBUTION	24.02	27.14	3.11	12.9
OVERALL BUDGET SURPLUS / DEFICIT	2.62	2.74		
Add:				
CAPITALISATION OF NATIONALLY SIGNIFICANT INFRASTRUCTURE	4.17	4.63	0.46	11.0
Less:				
DEPRECIATION OF NATIONALLY SIGNIFICANT INFRASTRUCTURE	–	–	–	n.a.
SINGA INTEREST COSTS AND LOAN EXPENSES⁵	0.38	0.56	0.19	49.3
OVERALL FISCAL POSITION	6.41	6.81		

Note: Due to rounding, figures may not add up. Negative figures are shown in parentheses.

¹ Other Taxes refer to the Foreign Worker Levy, Water Conservation Tax, Land Betterment Charge, and Annual Tonnage Tax.

² Special Transfers include Top-ups to Endowment and Trust Funds.

³ Other Transfers for Estimated FY2025 include the CIT rebate cash grant, U-Save rebates, Top-ups to Edusave and Post-Secondary Education Accounts, CPF Transition Offset, NS LifeSG credits, Top-ups to self-help groups, Enterprise Innovation Scheme, COL Special Payment, and MediSave top-up scheme. Other Transfers for Revised FY2024 include the COL Special Payment, MediSave top-up scheme, U-Save rebates, CIT rebate cash grant, NS LifeSG credits, CPF Transition Offset, S&CC rebates, Top-ups to self-help groups, and Enterprise Innovation Scheme.

⁴ Other Funds for Estimated FY2025 refer to the Cultural Matching Fund. Other Funds for Revised FY2024 consist of GST Voucher Fund, Financial Sector Development Fund, Edusave Endowment Fund, Progressive Wage Credit Scheme Fund, Majulah Package Fund, Bus Service Enhancement Fund, Skills Development Fund, and Public Transport Fund.

⁵ SINGA Interest Costs and Loan Expenses include the annual effective interest costs (which is computed based on the yield to maturity multiplied by the face value of the bond) and other ancillary loan expenses incurred in connection with the SINGA. It excludes principal repayment and transfer of loan discount to Development Fund. It is different from the Debt Servicing and Related Costs presented in the Expenditure Estimates and Annex to Expenditure Estimates for Head Y.