

REVIEW OF FINANCIAL YEAR (FY) 2024

The Revised FY2024 fiscal position is summarised in Table 2.1.

Operating Revenue

Operating Revenue is projected to be \$116.62 billion, which is \$7.98 billion or 7.3% higher than Estimated FY2024. This increase is mainly contributed by higher collections from Corporate Income Tax, Vehicle Quota Premiums, Goods and Services Tax, Personal Income Tax, and Stamp Duty.

Corporate Income Tax collections are projected to be \$30.88 billion, which is \$2.85 billion or 10.2% higher than Estimated FY2024. Personal Income Tax collections are projected to be \$18.96 billion, which is \$889.73 million or 4.9% higher than Estimated FY2024.

Goods and Services Tax collections are projected to be \$20.61 billion, which is \$1.21 billion or 6.3% higher than Estimated FY2024.

Vehicle Quota Premiums are projected to be \$6.54 billion, which is \$1.82 billion or 38.5% higher than Estimated FY2024.

Stamp Duty collections are projected to be \$6.36 billion, which is \$626.83 million or 10.9% higher than Estimated FY2024.

Total Expenditure

Total Expenditure is projected to be \$112.91 billion, which is \$1.15 billion or 1.0% higher than Estimated FY2024.

Special Transfers

Special Transfers including Top-ups to Endowment and Trust Funds are projected to be \$25.12 billion.

Net Investment Returns Contribution (NIRC)

NIRC is projected to be \$24.02 billion, which is \$523.22 million or 2.2% lower than Estimated FY2024.

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 \$4.17 billion, which is \$78.27 million or 1.9% higher than Estimated FY2024.

SINGA Interest Costs and Loan Expenses are projected to be \$375.64 million, which is \$27.45 million or 6.8% lower than Estimated FY2024.

Budget for FY2024

Before taking into account Top-ups to Endowment and Trust Funds, NIRC, Capitalisation of Nationally Significant Infrastructure and SINGA Interest Costs and Loan Expenses, the basic surplus is projected to be \$642.30 million, which is an improvement from the basic deficit of \$6.06 billion in Estimated FY2024. After factoring in the Top-ups to Endowment and Trust Funds of \$22.05 billion, NIRC of \$24.02 billion, Capitalisation of Nationally Significant Infrastructure of \$4.17 billion, and SINGA Interest Costs and Loan Expenses of \$375.64 million, the Revised FY2024 overall fiscal position is projected to be a surplus of \$6.41 billion, which is larger than the overall fiscal surplus of \$777.51 million in Estimated FY2024.

TABLE 2.1: FISCAL POSITION IN FY2023 AND FY2024

	Actual FY2023	Estimated FY2024	Revised FY2024	Revised FY2024 Compared to	
				Actual FY2023	Estimated FY2024
	\$billion	\$billion	\$billion	%change	%change
OPERATING REVENUE	103.44	108.64	116.62	12.74	7.35
Corporate Income Tax	28.99	28.03	30.88	6.54	10.17
Personal Income Tax	17.51	18.07	18.96	8.31	4.92
Withholding Tax	2.19	2.31	2.28	4.24	(1.03)
Statutory Boards' Contributions	0.75	0.31	0.64	(14.21)	108.44
Assets Taxes	5.94	6.67	6.70	12.84	0.40
Customs, Excise and Carbon Taxes	3.30	3.56	3.45	4.61	(3.11)
Goods and Services Tax	16.65	19.39	20.61	23.79	6.26
Motor Vehicle Taxes	2.11	2.84	2.51	19.25	(11.38)
Vehicle Quota Premiums	4.49	4.72	6.54	45.74	38.47
Betting Taxes	3.17	3.26	3.23	1.65	(0.95)
Stamp Duty	5.81	5.73	6.36	9.49	10.94
Other Taxes ¹	7.92	8.86	9.12	15.15	2.97
Fees and Charges (Excluding Vehicle Quota Premiums)	4.06	4.25	4.58	12.85	7.83
Others	0.57	0.64	0.75	32.64	17.69
Less:					
TOTAL EXPENDITURE	105.31	111.76	112.91	7.22	1.03
Operating Expenditure	83.83	88.43	89.55	6.83	1.27
Development Expenditure	21.48	23.33	23.36	8.72	0.13
PRIMARY SURPLUS / DEFICIT	(1.87)	(3.12)	3.71		
Less:					
SPECIAL TRANSFERS²	27.07	23.30	25.12	(7.22)	7.82
Special Transfers Excluding Top-ups to Endowment and Trust Funds	2.75	2.94	3.07		
COL Special Payment	1.46	0.81	0.78		
CDC Vouchers	0.64	0.85	0.78		
MediSave Top-up Scheme	0.06	0.31	0.60		
Other Transfers ³	0.60	0.97	0.90		
BASIC SURPLUS / DEFICIT	(4.62)	(6.06)	0.64		
Top-ups to Endowment and Trust Funds	24.32	20.35	22.05		
GST Voucher Fund	2.40	6.00	6.00		
Future Energy Fund	-	5.00	5.00		
Financial Sector Development Fund	-	2.00	2.00		
National Productivity Fund	4.00	2.00	2.00		
Top-ups to Endowment Funds ⁴	2.30	2.00	2.00		
Bus Service Enhancement Fund	-	-	0.90		
Majulah Package Fund	7.50	-	0.80		
Other Funds ⁵	8.12	3.35	3.35		
Add:					
NET INVESTMENT RETURNS CONTRIBUTION	22.97	23.50	24.02	4.58	2.23
OVERALL BUDGET SURPLUS / DEFICIT	(5.97)	(2.91)	2.62		
Add:					
CAPITALISATION OF NATIONALLY SIGNIFICANT INFRASTRUCTURE	3.65	4.09	4.17	14.36	1.91
Less:					
DEPRECIATION OF NATIONALLY SIGNIFICANT INFRASTRUCTURE	-	-	-	n.a.	n.a.
SINGA INTEREST COSTS AND LOAN EXPENSES⁶	0.23	0.40	0.38	66.48	(6.81)
OVERALL FISCAL POSITION	(2.55)	0.78	6.41		

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 including Top-ups to Endowment and Trust Funds.

³ Other Transfers for Revised FY2024 include 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. Other Transfers for Estimated FY2024 include U-Save rebates, CIT rebate cash grant, NS LifeSG credits, CPF Transition Offset, S&CC Rebates, Enterprise Innovation Scheme, GST Voucher Special Payment, Top-ups to self-help groups, and Top-ups to Edusave, Post-Secondary Education and Child Development Accounts. Other Transfers for Actual FY2023 include GST Voucher Special Payment, Top-ups to Edusave, Post-Secondary Education and Child Development Accounts, S&CC rebates, Top-ups to self-help groups, Jobs Support Scheme, and Rental Support Scheme.

⁴ Top-ups to Endowment Funds for Revised FY2024 and Estimated FY2024 refer to the Edusave Endowment Fund. Top-ups to Endowment Funds for Actual FY2023 consist of the Medical Endowment Fund, ElderCare Fund, and Community Care Endowment Fund.

⁵ Other Funds for Revised FY2024 consist of the National Research Fund, Progressive Wage Credit Scheme Fund, Skills Development Fund, and Public Transport Fund. Other Funds for Estimated FY2024 consist of the National Research Fund, Progressive Wage Credit Scheme Fund, Skills Development Fund, Public Transport Fund, and Legal Aid Fund. Other Funds for Actual FY2023 consist of the Progressive Wage Credit Scheme Fund, Changi Airport Development Fund, Trust Fund for the Employment Credit Schemes, National Research Fund, Community Silver Trust, and Public Transport Fund.

⁶ 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.