

South Carolina General Fund Revenue Forecast FY 2024-25 and FY 2025-26

February 13, 2025



General Fund Revenue – January 2025

Figures are as of February 6, 2025, and are subject to change with final month-end adjustments.



REVENUES V. BEA MONTHLY ESTIMATES

JANUARY

(\$ in Millions)

	Expected Revenues	Actual Revenues	Over/ (Under) Expected	Expected Growth ^{/1}	Actual Growth ^{/2}		Expected Revenues	Actual Revenues	Over/ (Under) Expected	Expected Growth ^{/1}	Actual Growth ^{/2}
Total General Fund Revenue	\$1,300.1	\$1,401.1	\$100.9	1.0%	8.9%	Other Revenue Items, Sub-Total	\$106.9	\$136.8	\$ 29.9	(3.3%)	23.8%
Sales Tax	440.7	469.0	28.2	1.6%	8.1%	Admissions Tax	2.6	2.7	0.1	(1.1%)	3.2%
Individual Income Tax	727.6	761.8	34.1	1.3%	6.1%	Alcoholic Liquors Tax	11.8	10.8	(1.0)	2.4%	(5.9%)
Withholdings	635.0	621.7	(13.3)	0.7%	(1.4%)	Bank Tax	0.8	4.3	3.6	(61.3%)	114.6%
Non-withholdings	162.5	162.4	(0.1)	9.4%	9.3%	Beer and Wine Tax	9.3	9.1	(0.1)	0.0%	(1.3%)
Refunds	69.8	22.4	(47.5)	15.0%	(63.2%)	Corporate License Tax	7.7	9.4	1.7	7.7%	31.6%
Corporate Income Tax	23.8	32.3	8.5	(36.9%)	(14.4%)	Deed Rec. (Doc. Tax)	9.7	14.6	4.9	5.0%	58.4%
Insurance Tax	1.1	1.3	0.2	N/A	N/A	Earned on Investments	39.5	41.1	1.6	15.8%	20.5%
Other Revenue Items, Sub-Total	106.9	136.8	29.9	(3.3%)	23.8%	Residual Revenue	25.6	44.6	19.1	(26.1%)	29.1%

Based on BEA Forecast as of November 19, 2024

^{/1} Expected growth reflects expected growth in collections for the month over same month prior fiscal based on anticipated monthly collection patterns.

^{/2} Actual growth reflects actual growth in collections for the month over same month prior fiscal year collections.

General Fund Revenue – Fiscal Year-to-date

Figures are as of February 6, 2025, and are subject to change with final month-end adjustments.



(\$ in Millions)

REVENUES V. BEA MONTHLY ESTIMATES

JULY - JANUARY

	Expected Revenues	Actual Revenues	Over/ (Under) Expected	Estimate YTD ^{/1}	Actual YTD ^{/2}	Estimate Full FY ^{/3}		Expected Revenues	Actual Revenues	Over/ (Under) Expected	Estimate YTD ^{/1}	Actual YTD ^{/2}	Estimate Full FY ^{/3}
Total General Fund Revenue	\$8,166.5	\$8,563.4	\$396.9	5.9%	11.1%	(0.4%)	Other Revenue Items, Sub-Total	\$736.2	\$785.2	\$49.0	10.5%	17.9%	10.4%
Sales Tax	2,454.5	2,524.3	69.8	1.9%	4.8%	1.7%	Admissions Tax	13.9	12.4	(1.5)	(8.3%)	(18.1%)	(4.3%)
Individual Income Tax	4,354.2	4,488.1	133.9	7.4%	10.7%	(0.8%)	Alcoholic Liquors Tax	62.0	61.0	(1.1)	1.6%	(0.1%)	2.0%
Withholdings	4,135.5	4,182.4	46.9	5.2%	6.4%	4.7%	Bank Tax	27.0	34.7	7.7	(1.5%)	26.6%	(2.6%)
Non-withholdings	669.7	642.5	(27.2)	13.9%	9.3%	1.2%	Beer and Wine Tax	58.0	57.9	(0.2)	0.8%	0.5%	0.6%
Refunds	450.9	336.7	(114.2)	(2.9%)	(27.5%)	16.8%	Corporate License Tax	156.9	159.5	2.5	(3.7%)	(2.2%)	(0.0%)
Corporate Income Tax	417.5	553.1	135.5	(2.5%)	29.1%	(19.8%)	Deed Rec. (Doc. Tax)	61.2	67.1	5.9	5.6%	15.8%	4.3%
Insurance Tax	204.0	212.7	8.7	33.0%	38.7%	12.0%	Earned on Investments	241.4	272.4	31.0	45.8%	64.6%	39.4%
Other Revenue Items, Sub-Total	736.2	785.2	49.0	10.5%	17.9%	10.4%	Residual Revenue	115.7	120.3	4.6	(2.2%)	1.6%	(5.0%)

Based on BEA Forecast as of November 19, 2024

^{/1} Estimate year-to-date reflects expected growth in collections fiscal year-to-date over prior fiscal year-to-date based on anticipated monthly collection patterns.

^{/2} Actual year-to-date reflects actual fiscal year-to-date growth in collections over prior fiscal year-to-date collections.

^{/3} Estimate full fiscal year reflects projected growth for the full fiscal year over the prior fiscal year.



FY 2024-25 General Fund Results through January 2025

- Revenue growth is better than expected; 11.1% actual vs. 5.9% expected
- Total General Fund revenue is \$396.9 million above expectations
- Corporate Income tax is \$135.5 million ahead of estimates, just over one third of the total excess
- Fiscal year-to-date Sales tax growth is now 4.8%, and collections are \$69.8 million above the estimate
- Although January Withholdings were below expectations, fiscal year-to-date collections have grown slightly faster than expected; revenues through January are \$46.9 million ahead of expectations
- Non-withholdings fell short of January expectations and are now \$27.2 million ahead for the fiscal year

* All figures are as of February 6, 2025, and are subject to change with final month-end adjustments.



Economic Updates

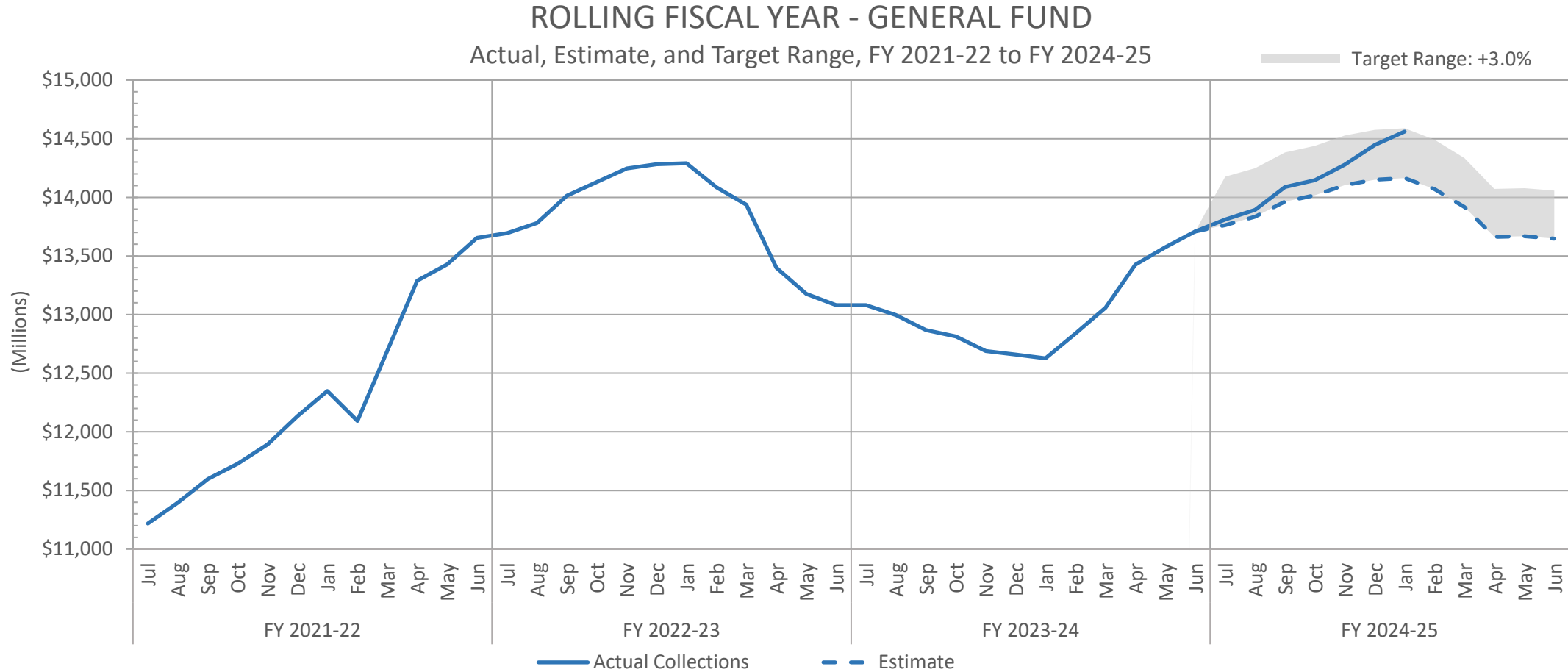
- Economic conditions and expectations for the FY 25 and FY 26 forecast period have not significantly changed since November
- Personal income remains on track with estimates; no change to personal income data since January review
- Employment growth is running close to estimates through December 2024
- Regional economic panelists and S&P consultants provided comments
 - No significant changes to their expectations

FY 2024-25 General Fund Revenue Updates



General Fund – Actuals vs. Estimates

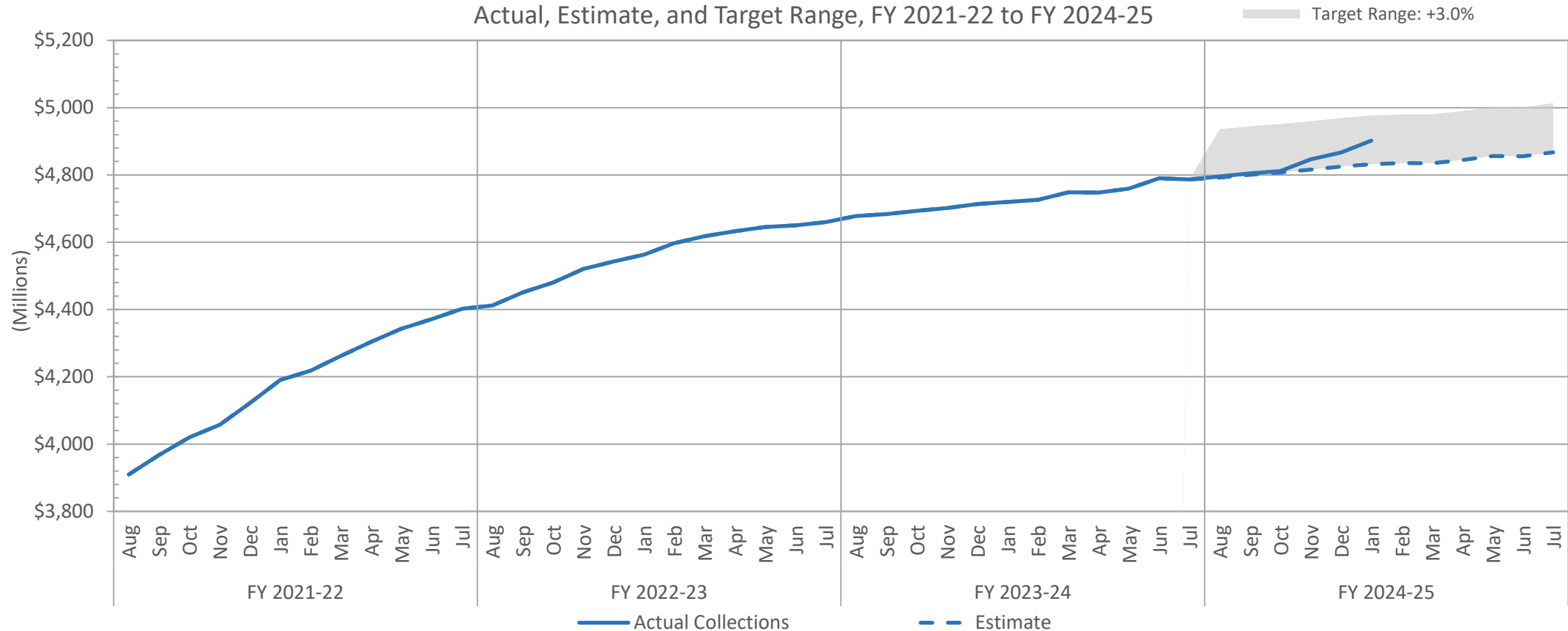
Revenues continue to grow faster than expected and are \$396.9 million above expectations year-to-date



Sales Tax - Actual vs. Estimate

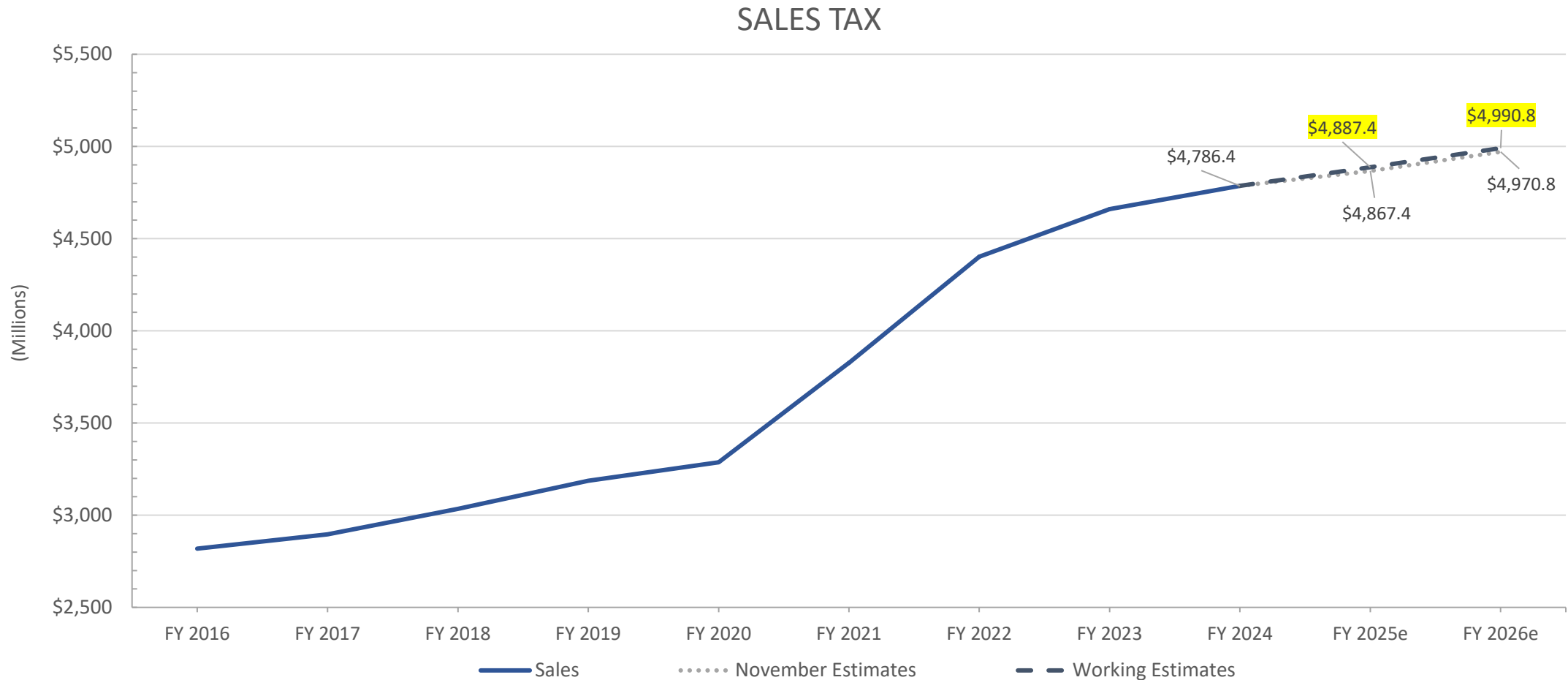
Collections are \$69.8 million above estimates through January and growing by 4.8%, but remain within target range; collections exceeded expectations for a third month, revealing very strong holiday spending, but growth rates may slow down as they continue to converge to stability

ROLLING FISCAL YEAR - SALES TAX
Actual, Estimate, and Target Range, FY 2021-22 to FY 2024-25



Sales Tax – Working Estimates

Based on performance, working estimates reflect a \$20 million increase; revenue in FY 25 is now expected to grow by 2.1% compared to the 1.7% November estimate, and 2.1% in FY 26

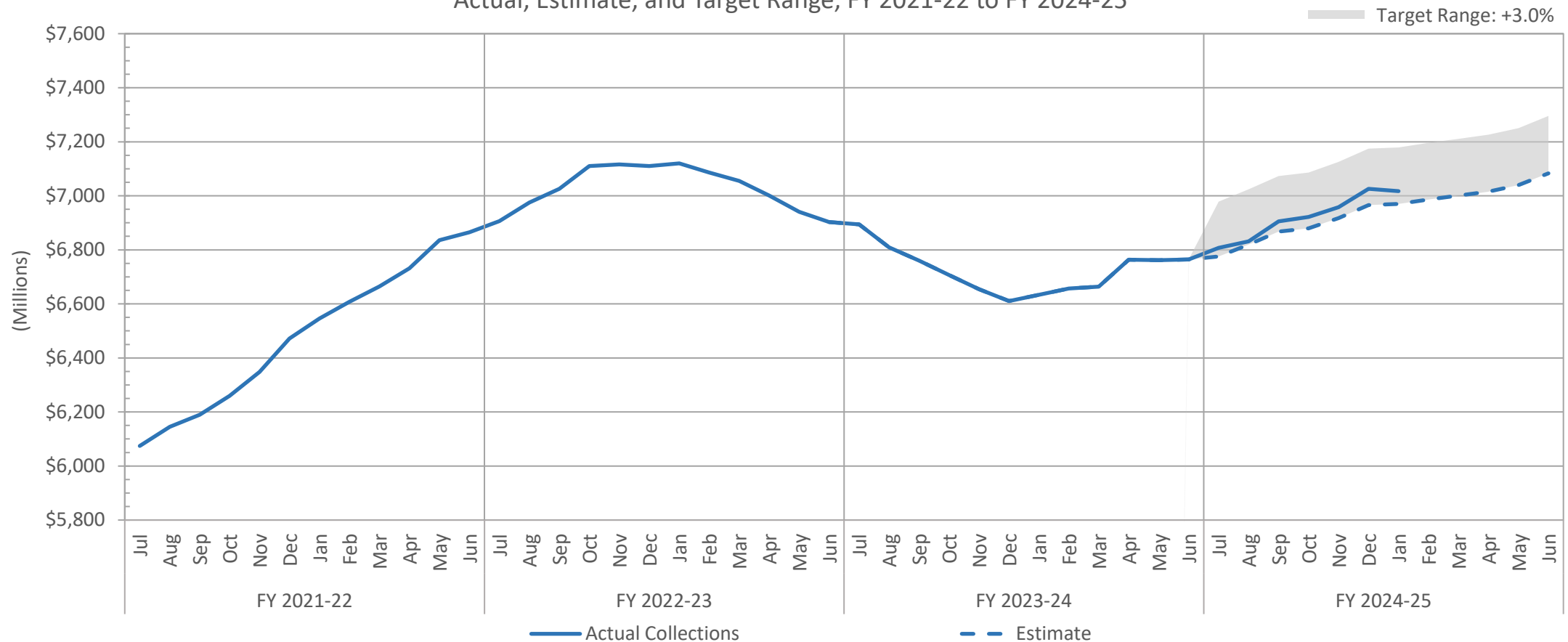


Withholdings - Actual vs. Estimate

Collections in January fell below expectations by \$13.3 million, reducing the fiscal year-to-date excess; in total, Withholdings are running \$46.9 million above expectations

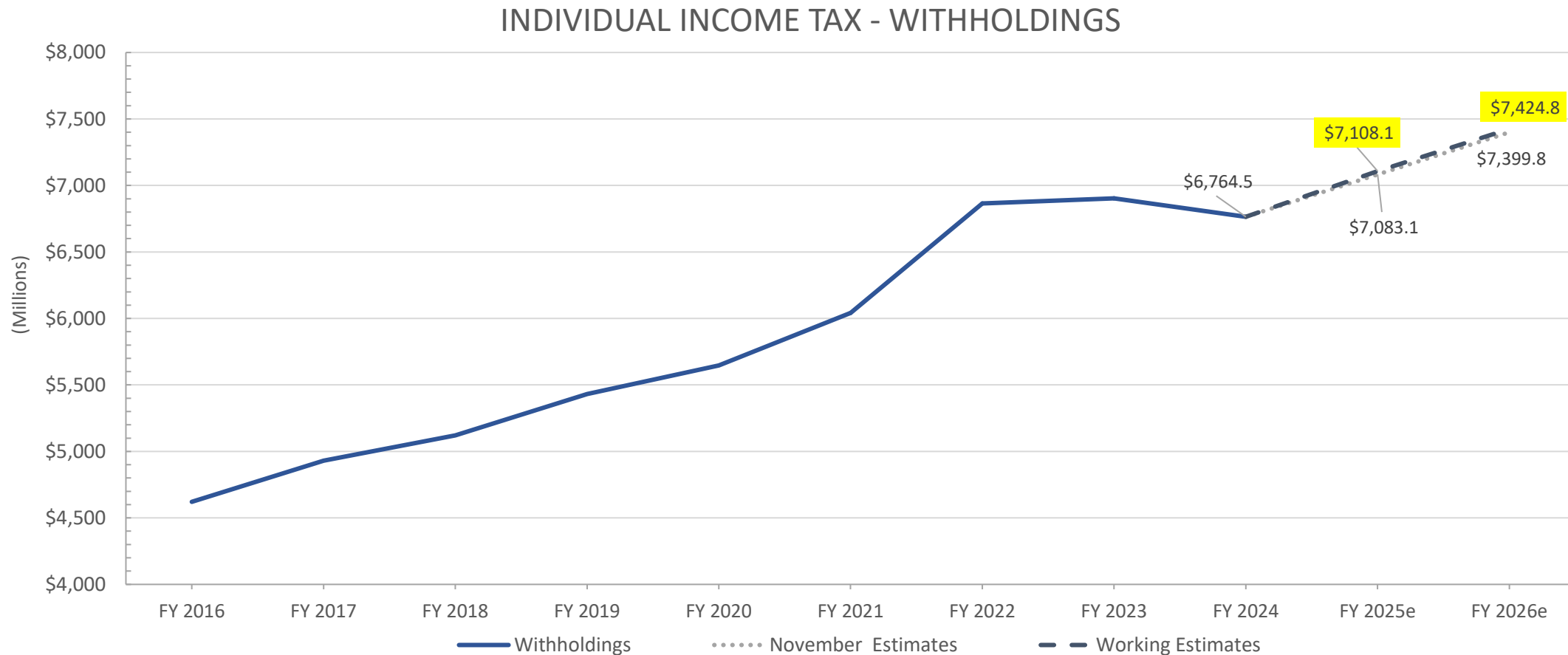
ROLLING FISCAL YEAR - INDIVIDUAL INCOME WITHHOLDINGS

Actual, Estimate, and Target Range, FY 2021-22 to FY 2024-25



Individual Income Withholdings – Working Estimates

Growth has been slightly higher than expected for FY 25 (6.4% vs 5.2% projected through January); working estimates reflect an adjustment of \$25 million for FY 25 and FY 26 to reflect the better performance

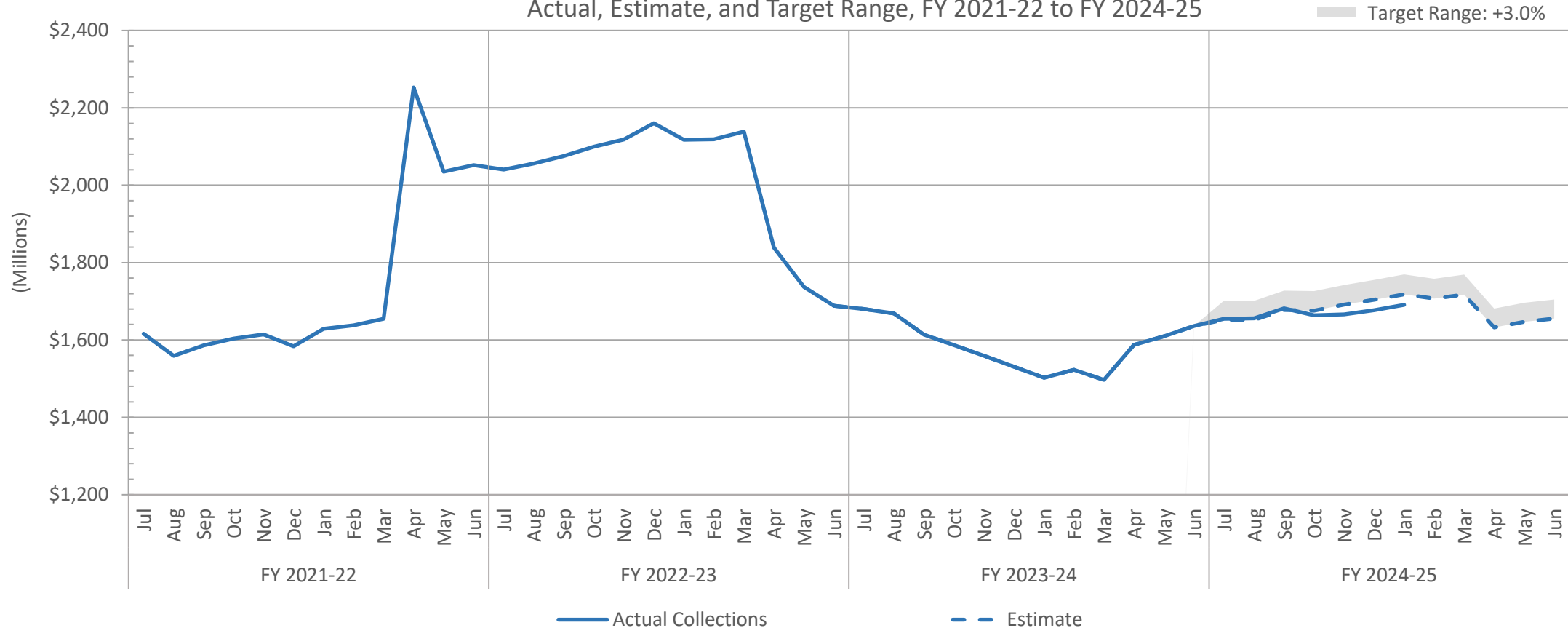


Non-withholdings - Actual vs. Estimate

January collections were within \$100,000 of expectations; collections in total are \$27.2 million below expectations fiscal year-to-date, likely due to filing delays from Hurricane Helene tax relief

ROLLING FISCAL YEAR - INDIVIDUAL INCOME NON-WITHHOLDINGS

Actual, Estimate, and Target Range, FY 2021-22 to FY 2024-25

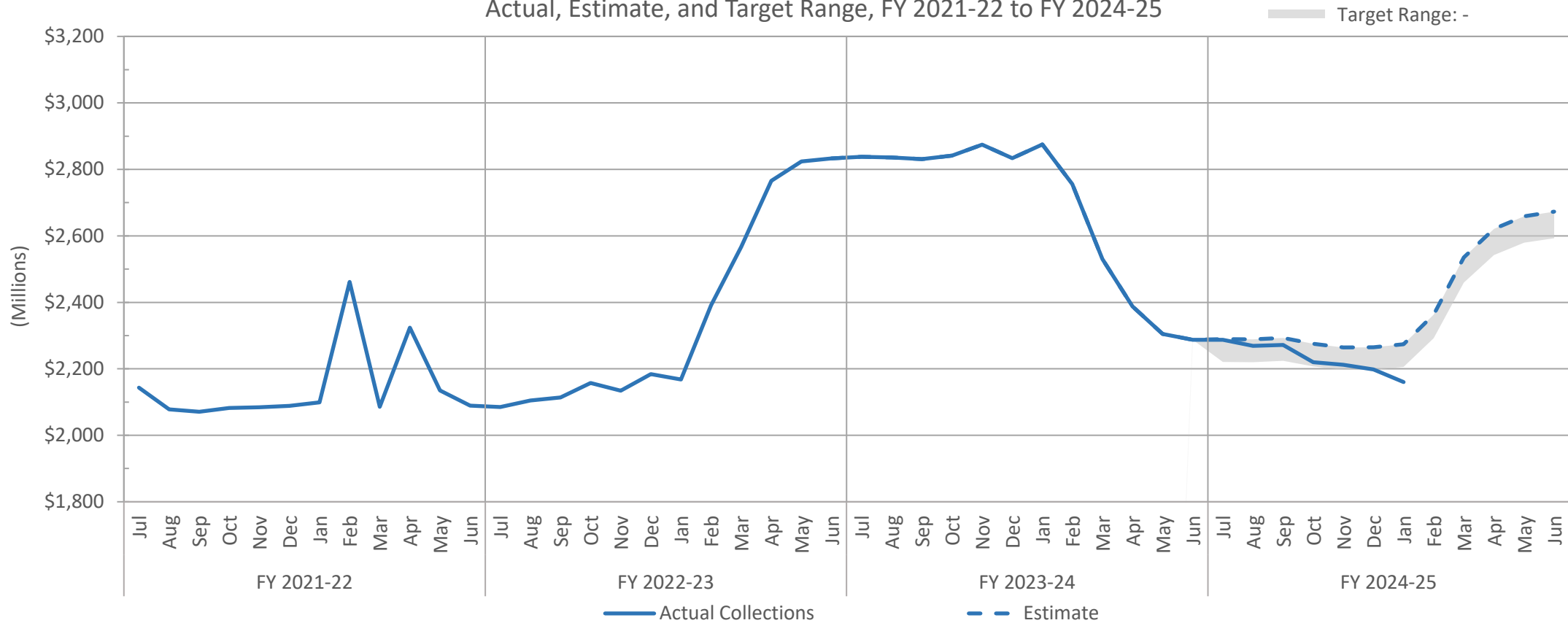


Refunds - Actual vs. Estimate

Refunds are \$114.2 million lower than expected fiscal year-to-date, but 83% of expected refunds for the year will come in the upcoming months

ROLLING FISCAL YEAR - INDIVIDUAL INCOME REFUNDS

Actual, Estimate, and Target Range, FY 2021-22 to FY 2024-25



Non-withholdings and Refunds

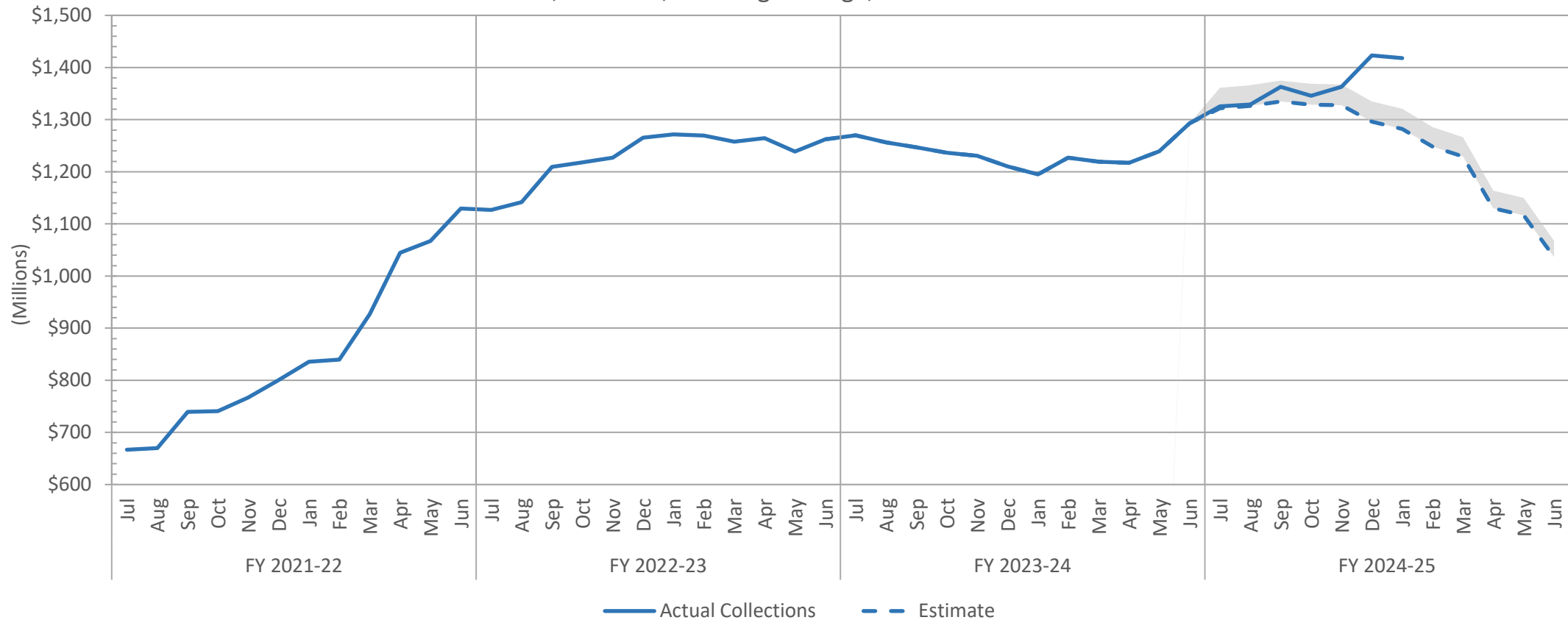
- Given the significance of tax season, particularly with the Hurricane Helene delay in filing deadlines to May 1, Non-withholdings and Refunds will be strongly impacted by tax filing season and no significant change is recommended at this time
- A minor adjustment to lower Non-withholdings by \$10 million and lower Refunds by an offsetting \$10 million is recommended to bring estimates closer in line with current performance

Corporate Income Tax – Actual vs. Estimate

January collections were slightly above expectations by approximately \$8.5 million; revenues are above expectations by \$135.5 million fiscal year-to-date

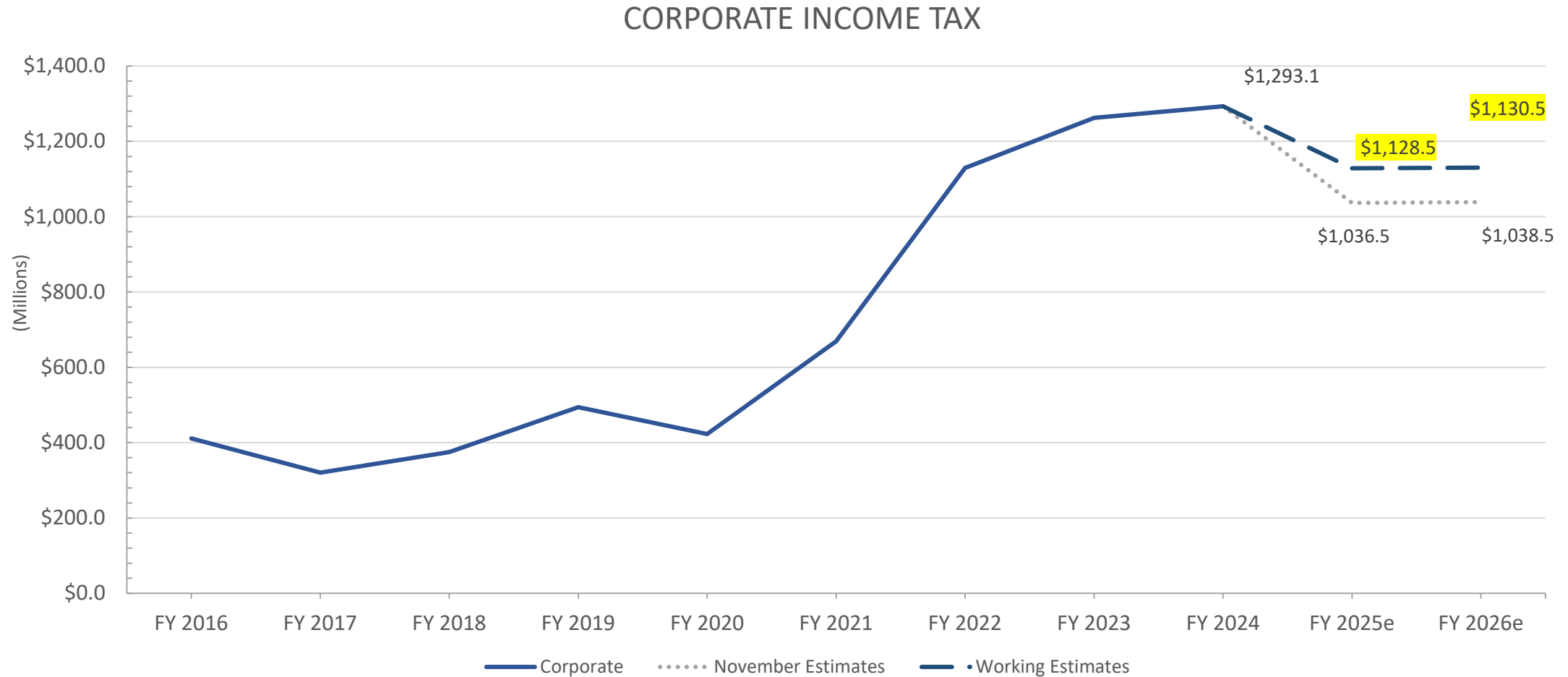
ROLLING FISCAL YEAR - CORPORATE INCOME TAX
Actual, Estimate, and Target Range, FY 2021-22 to FY 2024-25

Target Range: +3.0%



Corporate Income Tax – Working Estimates

Recommendation is to increase FY 25 and FY 26 by \$92 million to reflect excess collected in quarterly payments received in December 2024



Review of FY 2024-25 and FY 2025-26 Forecasts and Assumptions



Forecast Recommendations

- Economic expectations have not significantly changed since November
- While some revenue categories are running ahead, others are behind expectations
- Adjustments to major tax categories are largely to reflect slightly better performance in the first half of FY 25 with no major changes to growth assumptions
- A decrease to Admissions tax of -\$5.8 million and -\$4.5 million is also recommended to better reflect actual experience with legislative changes
- Recommendations result in a net General Fund increase of \$131.236 million for FY 25 and \$132.538 million for FY 26
- Changes to Education Improvement Act (EIA) and Homestead Exemption (HEX) Sales taxes proportionally follow the Sales tax increase with adjustments for the difference in tax bases

Discussion and Consideration of Updates to Forecast



General Fund Revenue Forecast – Working Estimates

Revenue Category	Final FY 2023-24	11/19/2024 Estimate FY 2024-25	2/13/2025 Estimate FY 2024-25	11/19 vs 2/13 Estimate Change	FY 24 to FY 25 Change	11/19/2024 Estimate FY 2025-26	2/13/2025 Estimate FY 2025-26	11/19 vs 2/13 Estimate Change	FY 25 to FY 26 Change	Pct. Chg. FY 2023-24	11/19/2024 Pct. Chg. FY 2024-25	2/13/2025 Pct. Chg. FY 2024-25	11/19/2024 Pct. Chg. FY 2025-26	2/13/2025 Pct. Chg. FY 2025-26
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Sales and Use Tax	\$4,786,379,944	\$4,867,414,000	\$4,887,414,000	20,000,000	\$101,034,056	\$4,970,806,000	\$4,990,806,000	\$20,000,000	\$103,392,000	2.7	1.7	2.1	2.1	2.1
Individual Income Tax	6,113,184,871	6,065,423,000	6,090,423,000	25,000,000	(22,761,871)	6,298,900,000	6,323,900,000	25,000,000	233,477,000	6.2	(0.8)	(0.4)	3.8	3.8
<i>Withholdings</i>	6,764,522,327	7,083,130,000	7,108,130,000	25,000,000	343,607,673	7,399,750,000	7,424,750,000	25,000,000	316,620,000	(2.0)	4.7	5.1	4.5	4.5
<i>Non-Withholdings</i>	1,636,252,564	1,655,083,000	1,645,083,000	(10,000,000)	8,830,436	1,739,358,000	1,729,358,000	(10,000,000)	84,275,000	(3.1)	1.2	0.5	5.1	5.1
<i>Refunds</i>	2,287,590,020	2,672,790,000	2,662,790,000	(10,000,000)	375,199,980	2,840,208,000	2,830,208,000	(10,000,000)	167,418,000	(19.3)	16.8	16.4	6.3	6.3
Corporation Income Tax	1,293,063,734	1,036,489,000	1,128,489,000	92,000,000	(164,574,734)	1,038,482,000	1,130,482,000	92,000,000	1,993,000	2.4	(19.8)	(12.7)	0.2	0.2
Insurance Taxes	347,790,248	389,626,000	389,626,000	0	41,835,752	362,995,000	362,995,000	0	(26,631,000)	(5.0)	12.0	12.0	(6.8)	(6.8)
Admissions Tax	47,019,723	44,979,000	39,215,000	(5,764,000)	(7,804,723)	46,632,000	42,170,000	(4,462,000)	2,955,000	3.6	(4.3)	(16.6)	3.7	7.5
Alcoholic Liquor Tax	119,042,816	121,480,000	121,480,000	0	2,437,184	123,052,000	123,052,000	0	1,572,000	0.8	2.0	2.0	1.3	1.3
Bank Tax	55,024,068	53,572,000	53,572,000	0	(1,452,068)	54,911,000	54,911,000	0	1,339,000	(42.1)	(2.6)	(2.6)	2.5	2.5
Beer and Wine Tax	111,485,612	112,133,000	112,133,000	0	647,388	112,737,000	112,737,000	0	604,000	(1.7)	0.6	0.6	0.5	0.5
Business Filing Fees	12,052,409	11,826,000	11,826,000	0	(226,409)	11,604,000	11,604,000	0	(222,000)	(4.4)	(1.9)	(1.9)	(1.9)	(1.9)
Circuit/Family Court Fines	6,743,555	6,422,000	6,422,000	0	(321,555)	6,013,000	6,013,000	0	(409,000)	5.8	(4.8)	(4.8)	(6.4)	(6.4)
Corporation License Tax	188,147,592	188,108,000	188,108,000	0	(39,592)	196,255,000	196,255,000	0	8,147,000	10.6	(0.0)	(0.0)	4.3	4.3
Deed Recording Fees	117,212,465	122,218,000	122,218,000	0	5,005,535	129,264,000	129,264,000	0	7,046,000	(4.9)	4.3	4.3	5.8	5.8
Earned on Investments	322,890,729	450,000,000	450,000,000	0	127,109,271	450,000,000	450,000,000	0	0	78.9	39.4	39.4	0.0	0.0
Indirect Cost Recoveries	17,263,306	16,110,000	16,110,000	0	(1,153,306)	16,542,000	16,542,000	0	432,000	(6.7)	(6.7)	(6.7)	2.7	2.7
Motor Vehicle Licenses	11,694,640	11,897,000	11,897,000	0	202,360	12,010,000	12,010,000	0	113,000	6.8	1.7	1.7	0.9	0.9
Nursing Home Fees	3,057,068	2,968,000	2,968,000	0	(89,068)	2,923,000	2,923,000	0	(45,000)	(2.3)	(2.9)	(2.9)	(1.5)	(1.5)
Parole and Probation Fees	3,392,808	3,393,000	3,393,000	0	192	3,393,000	3,393,000	0	0	0.0	0.0	0.0	0.0	0.0
Private Car Lines Tax	6,435,646	7,082,000	7,082,000	0	646,354	7,280,000	7,280,000	0	198,000	(2.8)	10.0	10.0	2.8	2.8
Public Service Authority	19,420,000	19,674,000	19,674,000	0	254,000	19,985,000	19,985,000	0	311,000	2.4	1.3	1.3	1.6	1.6
Purchasing Card Rebates	4,169,474	4,367,000	4,367,000	0	197,526	4,411,000	4,411,000	0	44,000	8.4	4.7	4.7	1.0	1.0
Record Search Fees	4,461,000	4,461,000	4,461,000	0	0	4,461,000	4,461,000	0	0	0.0	0.0	0.0	0.0	0.0
Savings and Loan Assoc. Tax	3,073,094	980,000	980,000	0	(2,093,094)	1,005,000	1,005,000	0	25,000	--	(68.1)	(68.1)	2.6	2.6
Security Dealer Fees	34,446,267	35,312,000	35,312,000	0	865,733	36,684,000	36,684,000	0	1,372,000	0.9	2.5	2.5	3.9	3.9
Tobacco Tax	27,642,434	27,219,000	27,219,000	0	(423,434)	27,055,000	27,055,000	0	(164,000)	(0.4)	(1.5)	(1.5)	(0.6)	(0.6)
Unclaimed Property Fund	15,000,000	15,000,000	15,000,000	0	0	15,000,000	15,000,000	0	0	0.0	0.0	0.0	0.0	0.0
Workers' Comp. Insurance Tax	12,207,910	13,430,000	13,430,000	0	1,222,090	13,698,000	13,698,000	0	268,000	14.8	10.0	10.0	2.0	2.0
Other Source Revenues	25,379,221	15,919,000	15,919,000	0	(9,460,221)	16,057,000	16,057,000	0	138,000	(1.1)	(37.3)	(37.3)	0.9	0.9
Gross General Fund Revenue	\$13,707,680,634	\$13,647,502,000	\$13,778,738,000	\$131,236,000	\$71,057,366	\$13,982,155,000	\$14,114,693,000	\$132,538,000	\$335,955,000	4.7	(0.4)	0.5	2.5	2.4

General Fund Revenue Forecast – Working Estimates (Continued)

Revenue Category	Final FY 2023-24	11/19/2024 Estimate FY 2024-25	2/13/2025 Estimate FY 2024-25	11/19 vs 2/13 Estimate Change	FY 24 to FY 25 Change	11/19/2024 Estimate FY 2025-26	2/13/2025 Estimate FY 2025-26	11/19 vs 2/13 Estimate Change	FY 25 to FY 26 Change	Pct. Chg. FY 2023-24	11/19/2024 Pct. Chg. FY 2024-25	2/13/2025 Pct. Chg. FY 2024-25	11/19/2024 Pct. Chg. FY 2025-26	2/13/2025 Pct. Chg. FY 2025-26
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Gross General Fund Revenue	\$13,707,680,634	\$13,647,502,000	\$13,778,738,000	\$131,236,000	\$71,057,366	\$13,982,155,000	\$14,114,693,000	\$132,538,000	\$335,955,000	4.7	(0.4)	0.5	2.5	2.4
Less: Tax Relief Trust Fund (Act)	795,942,732	800,815,175	800,815,175	0	4,872,443	814,021,523	814,021,523	0	13,206,348	3.6	0.6	0.6	1.6	1.6
Net General Fund Revenue	\$12,911,737,902	\$12,846,686,825	\$12,977,922,825	\$131,236,000	\$66,184,923	\$13,168,133,477	\$13,300,671,477	\$132,538,000	\$322,748,652	4.8	(0.5)	0.5	2.5	2.5
Education Improvement Act (EIA)	1,268,470,095	1,277,962,000	1,283,041,000	5,079,000	14,570,905	1,304,219,000	1,309,298,000	5,079,000	26,257,000	3.7	0.7	1.1	2.1	2.0
EIA Fund	1,240,755,453	1,260,962,000	1,266,041,000	5,079,000	25,285,547	1,287,219,000	1,292,298,000	5,079,000	26,257,000	2.8	1.6	2.0	2.1	2.1
EIA Interest	27,714,643	17,000,000	17,000,000	0	(10,714,643)	17,000,000	17,000,000	0	0	77.2	(38.7)	(38.7)	0.0	0.0
S.C. Education Lottery Fund	602,655,309	538,200,000	538,200,000	0	(64,455,309)	502,700,000	502,700,000	0	(35,500,000)	(0.5)	(10.7)	(10.7)	(6.6)	(6.6)
Lottery Proceeds	556,500,000	501,200,000	501,200,000	0	(55,300,000)	468,200,000	468,200,000	0	(33,000,000)	(1.2)	(9.9)	(9.9)	(6.6)	(6.6)
Unclaimed Prizes	35,541,424	26,000,000	26,000,000	0	(9,541,424)	23,500,000	23,500,000	0	(2,500,000)	2.3	(26.8)	(26.8)	(9.6)	(9.6)
Lottery Interest	10,613,885	11,000,000	11,000,000	0	386,115	11,000,000	11,000,000	0	0	48.1	3.6	3.6	0.0	0.0
Homestead Exemption Fund (HEX)	1,155,656,286	1,172,905,000	1,177,736,000	4,831,000	22,079,714	1,197,878,000	1,202,709,000	4,831,000	24,973,000	3.9	1.5	1.9	2.1	2.1
HEX Revenue	1,137,040,264	1,152,905,000	1,157,736,000	4,831,000	20,695,736	1,177,878,000	1,182,709,000	4,831,000	24,973,000	3.2	1.4	1.8	2.2	2.2
HEX Interest	18,616,022	20,000,000	20,000,000	0	1,383,978	20,000,000	20,000,000	0	0	88.9	7.4	7.4	0.0	0.0
Expenditure Estimate	1,004,627,422	1,066,155,639	1,066,155,639	(0)	61,528,217	1,114,061,993	1,115,089,670	1,027,677	48,934,031	10.0	6.1	6.1	4.5	4.6
HEX Fund Excess/(Shortfall)	151,028,864	106,749,361	111,580,361	4,831,000	(39,448,503)	83,816,007	87,619,330	3,803,323	(23,961,031)	(24.2)	(29.3)	(26.1)	(21.5)	(21.5)
Tax Relief Trust Fund (Act)	795,942,732	800,815,175	800,815,175	0	4,872,443	814,021,523	814,021,523	0	13,206,348	3.6	0.6	0.6	1.6	1.6
Revised Estimate/ Actual	772,102,288	805,634,504	805,634,504	0	33,532,216	814,021,523	814,021,523	0	8,387,019	2.8	4.3	4.3	1.0	1.0
Excess/(Shortfall) (Excl. Fund Balance)	23,840,444	(4,819,329)	(4,819,329)	0	(28,659,773)	0	0	0	4,819,329	42.2	n/a	n/a	n/a	n/a
Budgetary Estimates														
Gross Appropriation Act Revenue	12,458,688,000	13,121,591,600	13,121,591,600	0	662,903,600	13,982,155,000	14,114,693,000	132,538,000	993,101,400	10.5	5.3	5.3	6.6	7.6
Less: Tax Relief Trust Fund (Act)	795,942,732	800,815,175	800,815,175	0	4,872,443	814,021,523	814,021,523	0	13,206,348	3.6	0.6	0.6	1.6	1.6
Appropriation Act Excluding Trust Fund	11,662,745,268	12,320,776,425	12,320,776,425	0	658,031,157	13,168,133,477	13,300,671,477	132,538,000	979,895,052	11.1	5.6	5.6	6.9	8.0
Capital Reserve Fund	390,131,763	369,783,882	369,783,882	0	(20,347,881)	387,352,137	387,352,137	0	17,568,255	86.5	(5.2)	(5.2)	4.8	4.8
General Reserve Fund	715,241,566	739,567,764	739,567,764	0	24,326,198	839,262,964	839,262,964	0	99,695,200	24.3	3.4	3.4	13.5	13.5
Total Reserve Funds	1,105,373,329	1,109,351,646	1,109,351,646	0	3,978,317	1,226,615,101	1,226,615,101	0	117,263,455	40.9	0.4	0.4	10.6	10.6

Budget Outlook

FY 2025-26 Budget Outlook – Income Tax Rate Reduction

- The growth in the FY 26 revenue estimate over the base budget is sufficient to enact the next reduction in the top marginal individual income tax rate for tax year 2025
- The rate was lowered an additional 0.1% to 6.2% for one year in the FY 25 budget ahead of the statutory schedule but reverted to 6.3% for tax year 2025
- This rate reduction for FY 26 (tax year 2025) will maintain the tax rate at the 6.2% rate currently in effect
- The impact of this rate reduction will affect available budgetary revenue

FY 2025-26 Budget Outlook

Recurring General Fund Revenue

(Dollars in Millions)	(11/19/2024)	(2/13/2025)	Change
FY 2025-26 Revenue Estimate	\$13,982.2	\$14,114.7	\$132.5
FY 2024-25 General Fund Appropriations	(\$12,420.4)	(\$12,420.4)	\$0.0
FY 2025-26 Tax Relief Trust Fund	(\$814.0)	(\$814.0)	\$0.0
Incremental Income Tax Rate Reduction	<u>(\$97.0)</u>	<u>(\$97.0)</u>	<u>\$0.0</u>
Estimated “New” General Fund Revenue	\$650.7	\$783.3	\$132.5
Reserve Fund Contributions			
Incremental General Reserve Fund (6%)	(\$99.7)	<u>(\$99.7)</u>	\$0.0
Incremental Capital Reserve Fund (3%)	<u>(\$17.6)</u>	<u>(\$17.6)</u>	<u>\$0.0</u>
Estimated “New” General Fund Revenue Available for Appropriation (less Reserve Fund Contributions)	\$533.5	\$666.0	\$132.5

Figures may not add to totals due to rounding.

FY 2025-26 Budget Outlook

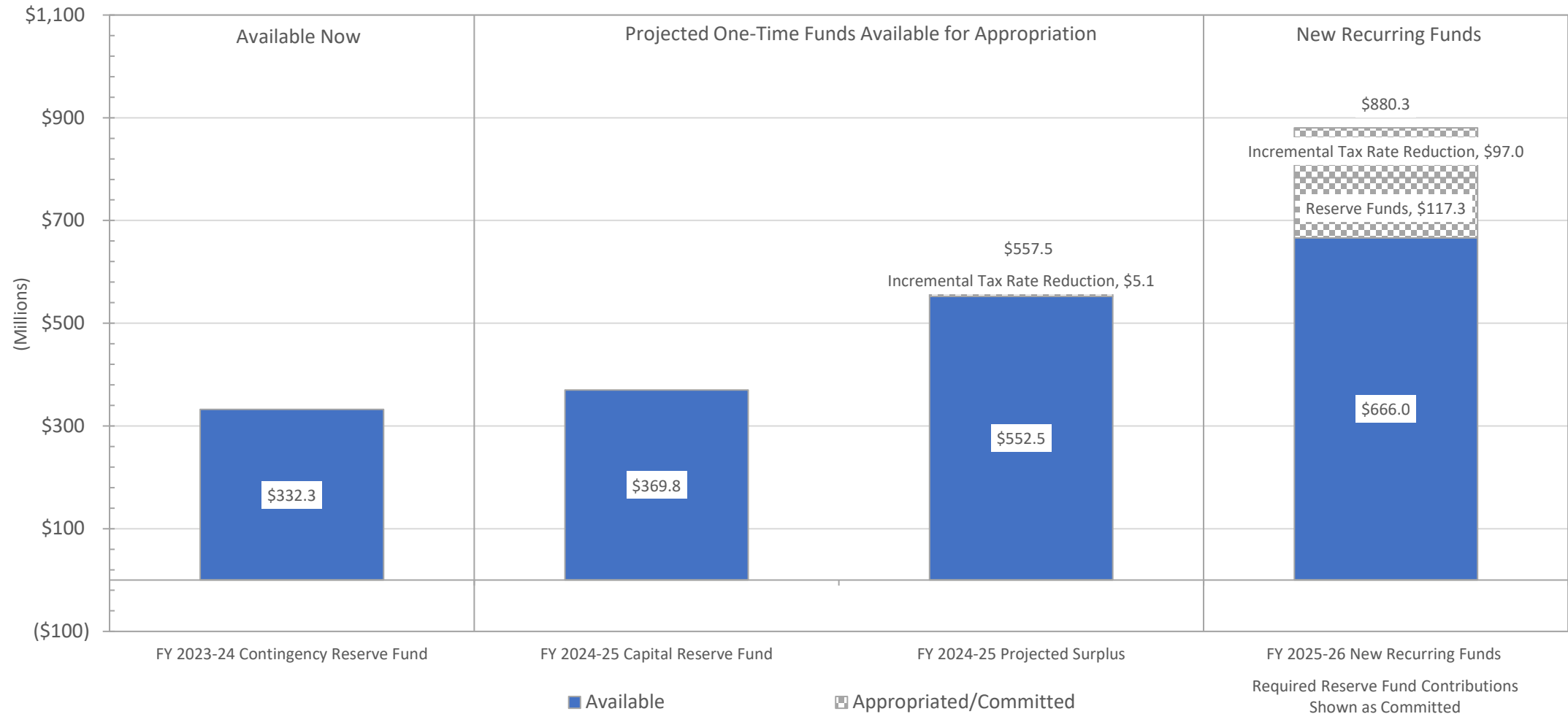
Nonrecurring Revenue

(Dollars in Millions)	(11/19/2024)	(2/13/2025)	Change
FY 2024-25 Revised Revenue Estimate	\$13,647.5	\$13,778.7	\$131.2
FY 2024-25 General Fund Appropriations	(\$12,420.4)	(\$12,420.4)	\$0.0
Tax Relief Trust Fund (Act)	(\$800.8)	(\$800.8)	\$0.0
Incremental Income Tax Rate Reduction	<u>(\$5.1)</u>	<u>(\$5.1)</u>	<u>\$0.0</u>
Total FY 2024-25 Projected Surplus	\$421.2	\$552.5	\$131.2
FY 2024-25 Capital Reserve Fund	\$369.8	\$369.8	\$0.0
FY 2023-24 Contingency Reserve Fund*	<u>\$332.3</u>	<u>\$332.3</u>	<u>\$0.0</u>
Total Non-Recurring Revenue	\$1,123.3	\$1,254.5	\$131.2

*Updated to include lapsed excess COVID-19 funding to MUSC
 Figures may not add to totals due to rounding.

FY 2025-26 Available Funds

AVAILABLE FUNDS - FY 2025-26 BUDGET PROCESS
as of February 13, 2025



Source: S.C. Revenue and Fiscal Affairs 297/RFA/02/13/2025

Reports from Working Group Members

Other Items for Discussion



Appendix

Summary of Economic Assumptions – February 2025

No changes from November 2024

FISCAL YEAR GROWTH RATES			
Fiscal Year	Personal Income	Employment	Inflation
2024-25	5.7%	2.2%	2.6%
2025-26	4.6%	1.7%	2.5%