



MONTHLY REVENUE REPORT - REVISED

AUGUST 2026

Fiscal Year-to-Date Revenue Dashboard

Actual Revenue Compared to Predicted

General Fund



\$150.6 million

School Aid Fund



\$818.2 million

Michigan's major taxes and net lottery revenue totaled \$3.0 billion in August 2026, a 0.5% increase from August 2025. August 2026 collections were approximately \$153.5 million above the Senate Fiscal Agency's (SFA's) projection for the month, based on the consensus revenue estimates adopted in May 2026. Greater-than-expected sales and use tax revenue and Individual Income Tax withholding accounted for most of the above-forecast collections, with other major revenue sources relatively close to forecast.

General Fund tax collections were \$73.1 million above the expected level for August 2026, while School Aid Fund tax collections were \$68.8 million above the forecasted level. The remaining \$11.6 million in above-forecast collections was directed to other funds, most notably constitutional revenue sharing. Through August 2026, fiscal year-to-date General Fund collections were \$150.6 million below, and School Aid Fund collections \$818.2 million above, the level expected based on the May 2026 consensus revenue estimates. These revised figures include year-to-date adjustments to account for end-of-year transfers from the General Fund to other funds, such as various hold harmless provisions under the sales tax which require the General Fund to reimburse the School Aid Fund or that transfer Corporate Income Tax (CIT) revenue to transportation related funds. (The original August 2026 Monthly Revenue Report, published September 14, 2026, did not include these adjustments. However, the revisions more accurately represent year-to-date actual revenues available by fund.)

Net income tax revenue totaled \$1.1 billion in August 2026, a 9.2% increase from August 2025, and \$62.0 million more than the forecasted level. Withholding payments (which represented the majority of gross income tax revenue) were 11.5% above the year-ago level and \$92.8 million more than the level expected based on SFA monthly estimates. In August 2026, fiscal year-to-date withholding, which reflects a combination of wage rates, average hours, and employment, was up 5.5% from the previous fiscal year (FY), above the 4.3% average August FY-to-date growth over the FY 2009-10 to FY 2024-25 period.

Combined sales and use tax receipts totaled \$1.2 billion in August 2026, a 5.6% decline from August 2025 but \$61.6 million above the expected level. Sales tax receipts were down 6.5% from August 2025, partially reflecting the exemption of motor fuel from the sales tax that began in 2026, but \$50.0 million above forecast. In contrast, use tax collections were down 2.2% from the August 2025 level and \$11.7 million above the predicted level. Sales tax collections from motor vehicle sales were 6.0% above the level in August 2025.

Net revenue from the repealed Single Business Tax, Michigan Business Tax (MBT), and CIT totaled \$39.7 million, a 38.0% increase from the August 2025 level and \$4.6 million more than expected. Net MBT collections totaled \$200,000 (payments exceeded refunds), \$10.0 million more than expected (the forecast expected refunds to exceed payments). Net CIT collections were up 37.7% from August 2025 but \$5.4 million below the forecasted level.

The table on the next page of this report identifies the major taxes included in this report and provides their respective revenue levels and growth rates for August 2026. Also presented are the revised consensus revenue estimates for FY 2025-26, which were adopted at the May 2026 Consensus Revenue Estimating Conference.



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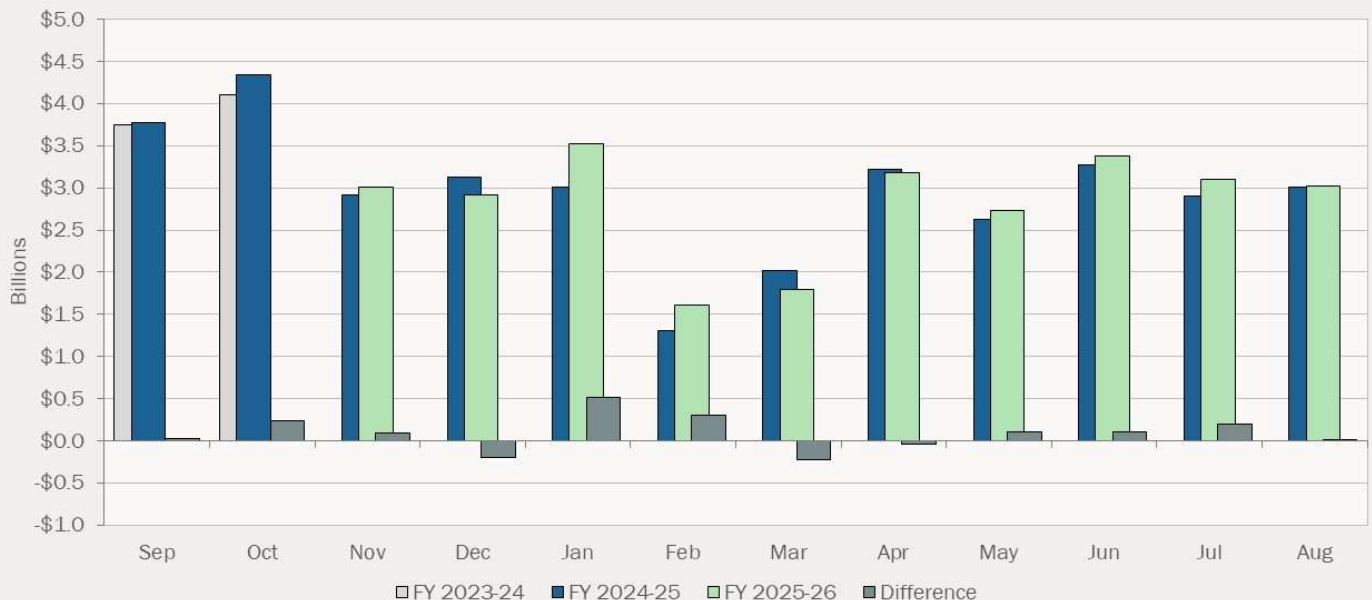
AUGUST 2026

MICHIGAN REVENUE UPDATE (dollars in millions)							
Type of Revenue	August Collections		FY 2025-26 to Date ²		Year-to-Date Relative to Forecast	FY 2025-26 CREC Estimate ^{3,4)}	
	Total ¹⁾	% Change From Year Ago	Total ¹⁾	% Change From Year Ago		Total	% Change From FY 2024-25
Gross Individual Income Tax ⁵⁾	\$1,227.3	10.0%	\$15,322.2	5.6%	\$176.6	\$18,155.1	4.3%
Refunds	(99.7)	19.1	(3,667.0)	1.5	167.7	(4,038.9)	(0.3)
Net Income Tax	1,127.5	9.2	11,655.2	7.0	344.3	14,116.2	5.7
Sales Tax	902.6	(6.5)	8,507.8	(4.8)	213.0	9,965.2	(7.8)
Motor Vehicles	120.0	6.0	1,123.8	(0.1)	----	----	----
All Other Sales Tax	782.7	(8.2)	7,384.1	(5.5)	----	----	----
Use Tax ⁶⁾	267.0	(2.2)	2,478.9	9.2	81.0	2,870.0	5.7
Tobacco Taxes	58.4	2.9	501.6	(1.8)	5.9	602.0	(2.8)
Corporate Income Tax	39.5	37.7	1,716.4	7.6	90.8	2,063.0	11.4
Michigan Business Tax	0.2	109.6	(458.9)	9.0	35.8	(503.1)	17.2
Insurance Tax	14.3	(6.0)	406.9	1.2	(10.9)	555.0	5.4
Essential Services Assessment	118.2	11.0	161.4	5.4	0.9	163.0	4.3
State Education Property Tax	256.3	(3.0)	937.6	2.2	6.0	3,055.0	4.9
Real Estate Transfer Tax	53.8	13.0	389.0	8.0	22.0	455.0	3.4
Wagering Taxes ⁷⁾	66.8	20.5	644.6	22.3	25.3	743.0	17.3
Oil & Gas Severance Tax	1.8	10.9	20.2	19.2	1.0	23.0	18.6
Other Taxes ⁸⁾	35.1	9.6	402.8	30.1	33.2	420.4	2.6
Total Taxes	\$2,941.4	2.2%	\$27,363.5	3.4%	\$848.2	\$34,527.8	0.4%
Lottery, Net to School Aid Fund ⁶⁾	78.0	(38.3)	1,028.9	(1.8)	(3.2)	1,127.0	(3.2)
Total	\$3,019.4	0.5%	\$28,392.4	3.1%	\$845.0	\$35,654.7	0.3%

1) Total collections are unadjusted cash collections unless otherwise noted.
2) FY 2025-26 year-to-date collections begin with November 2025 collections to reflect accrual accounting.
3) Year-to-date figures represent cash collections only, while the fiscal year estimate also includes accruals.
4) Consensus revenue estimates adopted at the May 15, 2026, Consensus Revenue Estimating Conference.
5) Includes payments made under the Flow-Through Entity Tax.
6) Includes both the State share and the local share (Local Community Stabilization Authority).
7) Lottery & casino revenue are not accrued, so FY 2025-26 collections will reflect October 2025 to September 2026.
8) Other Taxes include beer, wine, liquor, SBT, industrial facilities, utility property, estate taxes, and tax penalties & interest.

Actual Monthly Revenue Collections for Major State Taxes*

September 2024 to August 2026



* Comparison of actual collections. Major taxes include the beer, casino wagering, estate, income (corporate and individual), industrial facilities, insurance retaliatory, liquor, Michigan Business Tax, oil & gas severance, real estate transfer, sales, Single Business Tax, State education property, tobacco (cigarette & other tobacco products), use, utility property, wine taxes, the essential services assessment, net lottery revenue to the school aid fund, and tax penalties & interest revenue.