

OVERVIEW OF THE BUDGET FOR FINANCIAL YEAR (FY) 2024

Budget for FY2024

The FY2024 Budget is summarised in [Table 1.1](#).

Operating Revenue

Operating Revenue is projected to be \$108.64 billion, which is \$4.34 billion or 4.2% higher than Revised FY2023. This is mainly due to an increase in estimated collections from Goods and Services Tax, Assets Taxes, Personal Income Tax and Motor Vehicle Taxes, which are partially offset by lower Statutory Boards' Contributions.

Corporate Income Tax collections are projected to be \$28.03 billion, which is \$350.79 million or 1.2% lower than Revised FY2023. Personal Income Tax collections are estimated to be \$18.07 billion, which is \$549.64 million or 3.1% higher than Revised FY2023.

Statutory Boards' Contributions are projected to be \$307.83 million, which is \$440.09 million or 58.8% lower than Revised FY2023.

Assets Taxes are projected to be \$6.67 billion, which is \$756.44 million or 12.8% higher than Revised FY2023. Stamp Duty collections are estimated to be \$5.73 billion, which is \$186.69 million or 3.2% lower than Revised FY2023.

Goods and Services Tax collections are projected to be \$19.39 billion, which is \$3.03 billion or 18.5% higher than Revised FY2023.

Motor Vehicle Taxes are projected to be \$2.84 billion, which is \$240.78 million or 9.3% higher than Revised FY2023. Vehicle Quota Premiums are estimated to be \$4.72 billion, which is \$60.87 million or 1.3% higher than Revised FY2023.

Other Taxes, which include the Foreign Worker Levy, Water Conservation Tax, Land Betterment Charge and Annual Tonnage Tax, are estimated to be \$8.86 billion, which is \$77.70 million or 0.9% higher than Revised FY2023.

Total Expenditure

Total Expenditure is projected to be \$111.76 billion, which is \$4.87 billion or 4.6% higher than Revised FY2023. Operating Expenditure is projected to be \$88.43 billion, which is \$3.07 billion or 3.6% higher than Revised FY2023. Development Expenditure is projected to be \$23.33 billion, which is \$1.80 billion or 8.4% higher than Revised FY2023.

Special Transfers

Special Transfers including Top-ups to Endowment and Trust Funds are projected to be \$23.30 billion.

Net Investment Returns Contribution (NIRC)

NIRC for FY2024 is estimated to be \$23.50 billion, which is \$586.07 million or 2.6% higher than the Revised FY2023 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 \$4.09 billion, which is \$598.85 million or 17.1% higher than Revised FY2023.

SINGA Interest Costs and Loan Expenses to facilitate borrowing under the SINGA are projected to be \$403.08 million, which is \$177.45 million or 78.6% higher than Revised FY2023.

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 \$6.06 billion is projected for FY2024. After factoring in the Top-ups to Endowment and Trust Funds of \$20.35 billion, NIRC of \$23.50 billion, Capitalisation of Nationally Significant Infrastructure of \$4.09 billion and SINGA Interest Costs and Loan Expenses of \$403.08 million, the projected overall fiscal position for FY2024 is a surplus of \$777.51 million.

TABLE 1.1 BUDGET FOR FY2024

	Revised FY2023	Estimated FY2024	Change Over Revised FY2023	
	\$billion	\$billion	\$billion	%change
OPERATING REVENUE	104.30	108.64	4.34	4.2
Corporate Income Tax	28.38	28.03	(0.35)	(1.2)
Personal Income Tax	17.53	18.07	0.55	3.1
Withholding Tax	2.19	2.31	0.12	5.5
Statutory Boards' Contributions	0.75	0.31	(0.44)	(58.8)
Assets Taxes	5.92	6.67	0.76	12.8
Customs, Excise and Carbon Taxes	3.40	3.56	0.17	4.9
Goods and Services Tax	16.36	19.39	3.03	18.5
Motor Vehicle Taxes	2.60	2.84	0.24	9.3
Vehicle Quota Premiums	4.66	4.72	0.06	1.3
Betting Taxes	3.15	3.26	0.11	3.4
Stamp Duty	5.92	5.73	(0.19)	(3.2)
Other Taxes ¹	8.78	8.86	0.08	0.9
Fees and Charges (Excluding Vehicle Quota Premiums)	4.07	4.25	0.18	4.4
Others	0.61	0.64	0.03	4.3
Less:				
TOTAL EXPENDITURE	106.89	111.76	4.87	4.6
Operating Expenditure	85.36	88.43	3.07	3.6
Development Expenditure	21.52	23.33	1.80	8.4
PRIMARY SURPLUS / DEFICIT	(2.59)	(3.12)		
Less:				
SPECIAL TRANSFERS ²	27.17	23.30	(3.87)	(14.3)
Special Transfers Excluding Top-ups to Endowment and Trust Funds	2.85	2.94		
CDC Vouchers	0.64	0.85		
COL Special Payment	1.55	0.81		
Other Transfers ³	0.66	1.28		
BASIC SURPLUS / DEFICIT	(5.44)	(6.06)		
Top-ups to Endowment and Trust Funds	24.32	20.35		
Majulah Package Fund	7.50	-		
GST Voucher Fund	2.40	6.00		
Future Energy Fund	-	5.00		
Financial Sector Development Fund	-	2.00		
National Productivity Fund	4.00	2.00		
Top-up to Endowment Funds ⁴	2.30	2.00		
Other Funds ⁵	8.12	3.35		
Add:				
NET INVESTMENT RETURNS CONTRIBUTION	22.92	23.50	0.59	2.6
OVERALL BUDGET SURPLUS / DEFICIT	(6.84)	(2.91)		
Add:				
CAPITALISATION OF NATIONALLY SIGNIFICANT INFRASTRUCTURE	3.49	4.09	0.60	17.1
Less:				
DEPRECIATION OF NATIONALLY SIGNIFICANT INFRASTRUCTURE	-	-	-	-
SINGA INTEREST COSTS AND LOAN EXPENSES ⁶	0.23	0.40	0.18	78.6
OVERALL FISCAL POSITION	(3.57)	0.78		

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

¹ Other Taxes include 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 in FY2024 include MediSave Bonus, 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, Top-ups to Edusave and Post-Secondary Education Accounts, Top-ups to Child Development Accounts, Jobs Support Scheme, Rental Support Scheme, Productivity and Innovation Credit, Wage Credit Scheme and Cash Grant to Mitigate Rental Costs.

⁴ Consists of Edusave Endowment Fund, Medical Endowment Fund, ElderCare Fund and Community Care Endowment Fund.

⁵ Other Funds include National Research Fund, Progressive Wage Credit Scheme Fund, Changi Airport Development Fund, Community Silver Trust Fund, Trust Fund for the Employment Credit Schemes, Public Transport Fund, Skills Development Fund and Legal Aid 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.