

## OVERVIEW OF THE BUDGET FOR FINANCIAL YEAR 2015

### Budget for FY2015

The FY2015 Budget is summarised in [Table 1.1](#).

### Operating Revenue

Operating Revenue is estimated at \$64.27 billion. This is an increase of \$2.92 billion or 4.8% from the Revised FY2014 estimate, mainly due to increases in motor vehicle-related revenues.

Corporate Income Tax collections are projected at \$13.48 billion, an increase of \$0.02 billion or 0.1% over the Revised FY2014 estimate. Personal Income Tax collections are estimated at \$8.91 billion, a decrease of \$0.03 billion or 0.3% over the Revised FY2014 estimate.

Asset Taxes are expected to be similar to the Revised FY2014 estimate of \$4.41 billion, while FY2015 Stamp Duty collections are estimated at \$2.60 billion, a decrease of \$0.20 billion or 7.0% over the Revised FY2014 estimate.

Goods and Services Tax collections are estimated at \$10.48 billion, an increase of \$0.38 billion or 3.7% over the Revised FY2014 estimate.

Motor Vehicle Taxes are estimated at \$2.12 billion, an increase of \$0.31 billion or 17.0% over the Revised FY2014 estimate. FY2015 Vehicle Quota Premiums are projected at \$5.08 billion, an increase of \$1.42 billion or 38.7% over the Revised FY2014 estimate.

Other Taxes, which include the Foreign Worker Levy, Water Conservation Tax, Development Charge and Annual Tonnage Tax, are expected at \$6.11 billion, a decrease of \$0.03 billion or 0.4% over the Revised FY2014 estimate.

### Total Expenditure

Total Expenditure is projected at \$68.22 billion. This is an increase of \$11.02 billion or 19.3% over the Revised FY2014 estimate. Development Expenditure is estimated at \$19.51 billion, an increase of \$5.62 billion or 40.5% over the Revised FY2014 estimate while FY2015 Operating Expenditure is expected at \$48.71 billion, an increase of \$5.41 billion or 12.5% over the Revised FY2014 estimate.

### Special Transfers

Budget 2015 will provide \$11.67 billion for Special Transfers and Top-ups to Endowment Funds and Trust Funds.

### Net Investment Returns Contribution

The Net Investment Returns Contribution (NIRC) for FY2015 is expected to be \$8.94 billion.

### Budget Position

Before taking into account Top-ups to Endowment Funds and Trust Funds, and before NIRC, a basic deficit of \$9.62 billion is expected for FY2015. After factoring in the Top-ups to Endowment Funds and Trust Funds of \$6 billion, and NIRC of \$8.94 billion, the estimated outturn for FY2015 is an overall budget deficit of \$6.67 billion.

**TABLE 1.1 BUDGET FOR FY2015**

	Revised FY2014	Estimated FY2015	Change over Revised FY2014	
	\$billion	\$billion	\$billion	% change
<b>OPERATING REVENUE</b>	<b>61.35</b>	<b>64.27</b>	<b>2.92</b>	<b>4.8</b>
Corporate Income Tax	13.46	13.48	0.02	0.1
Personal Income Tax	8.94	8.91	(0.03)	(0.3)
Withholding Tax	1.12	1.14	0.03	2.3
Statutory Boards' Contributions	0.52	0.82	0.31	59.5
Assets Taxes	4.41	4.41	0.00	0.1
Customs and Excise Tax	2.45	2.96	0.51	21.0
Goods and Services Tax	10.11	10.48	0.38	3.7
Motor Vehicle Taxes	1.81	2.12	0.31	17.0
Vehicle Quota Premiums	3.67	5.08	1.42	38.7
Betting Taxes	2.62	2.71	0.09	3.3
Stamp Duty	2.79	2.60	(0.20)	(7.0)
Other Taxes	6.14	6.11	(0.03)	(0.4)
Other Fees and Charges	3.01	3.11	0.11	3.5
Others	0.33	0.33	0.00	1.5
Less:				
<b>TOTAL EXPENDITURE</b>	<b>57.20</b>	<b>68.22</b>	<b>11.02</b>	<b>19.3</b>
Operating Expenditure	43.31	48.71	5.41	12.5
Development Expenditure	13.89	19.51	5.62	40.5
<b>PRIMARY SURPLUS / DEFICIT<sup>1</sup></b>	<b>4.15</b>	<b>(3.95)</b>		
Less:				
<b>SPECIAL TRANSFERS<sup>2</sup></b>	<b>12.83</b>	<b>11.67</b>	<b>(1.16)</b>	<b>(9.1)</b>
<b>Special Transfers Excluding Top-ups to Endowment and Trust Funds</b>	<b>4.33</b>	<b>5.67</b>		
GST Voucher Special Payment <sup>3</sup>	0.28	0.32		
Service and Conservancy Charges Rebates	0.08	0.08		
CPF Medisave Top-ups	0.12	0.10		
Pioneer Generation Package <sup>4</sup>	0.30	-		
Productivity and Innovation Credit	1.40	1.50		
Productivity and Innovation Credit Bonus	0.67	0.45		
Temporary Employment Credit	-	0.69		
Wage Credit Scheme	1.46	2.31		
Other Transfers <sup>5</sup>	0.02	0.22		
<b>BASIC SURPLUS / DEFICIT<sup>6</sup></b>	<b>(0.18)</b>	<b>(9.62)</b>		
<b>Top-ups to Endowment and Trust Funds</b>	<b>8.50</b>	<b>6.00</b>		
Top-up to Endowment Funds <sup>7</sup>	0.50	-		
Special Employment Credit Fund	-	0.50		
National Research Fund	-	1.00		
National Productivity Fund	-	1.50		
Pioneer Generation Fund	8.00	-		
Changi Airport Development Fund	-	3.00		
Add:				
<b>NET INVESTMENT RETURNS CONTRIBUTION</b>	<b>8.55</b>	<b>8.94</b>	<b>0.39</b>	<b>4.6</b>
<b>OVERALL BUDGET SURPLUS / DEFICIT</b>	<b>(0.13)</b>	<b>(6.67)</b>		

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

<sup>1</sup> Surplus / Deficit before Special Transfers and Net Investment Returns Contribution.

<sup>2</sup> Special Transfers include Top-ups to Endowment and Trust Funds.

<sup>3</sup> The GST Voucher Special Payment committed in Budget 2014 comprises the GST Voucher – Cash: Seniors' Bonus and Utilities-Save Rebates. The GST Voucher Special Payment committed in Budget 2015 comprises the GST Voucher: Seniors' Bonus.

<sup>4</sup> Payouts for the Pioneer Generation Package from FY2015 onwards will be made from the Pioneer Generation Fund.

<sup>5</sup> Consists of SME Cash Grant, Growth Dividends, GST Credits, Top-ups to Child Development Accounts and Post-Secondary Education Accounts, public transport vouchers, SG50 Giving, and funding for Self-Help Groups and Voluntary Welfare Organisations.

<sup>6</sup> Surplus / Deficit before Top-ups to Endowment and Trust Funds and Net Investment Returns Contribution.

<sup>7</sup> Consists of the Community Care Endowment Fund, Edusave Endowment Fund, ElderCare Fund, Lifelong Learning Endowment Fund and Medical Endowment Fund.