

REVIEW OF FINANCIAL YEAR 2013

Operating Revenue

FY2013 Operating Revenue has been revised upwards by \$2.12 billion or 3.9% to \$57.15 billion. This increase is mainly due to higher-than-expected collections from Stamp Duty and Vehicle Quota Premiums.

Corporate Income Tax collections are estimated at \$12.55 billion, \$0.39 billion or 3.0% lower than the budgeted FY2013 estimate. Personal Income Tax collections are estimated at \$7.65 billion, \$0.09 billion or 1.1% higher than the budgeted FY2013 estimate.

Assets Taxes are estimated at \$4.23 billion, \$0.14 billion or 3.5% higher than the budgeted FY2013 estimate. Stamp Duty collections are estimated at \$4.05 billion, \$0.97 billion or 31.5% higher than the budgeted FY2013 estimate.

Goods and Services Tax collections are estimated at \$9.52 billion, \$0.21 billion or 2.3% higher than the budgeted FY2013 estimate. Motor Vehicle Taxes are estimated at \$1.69 billion, \$0.13 billion or 8.7% higher than the budgeted FY2013 estimate while Vehicle Quota Premiums are estimated to increase by \$0.32 billion or 13.2% to \$2.76 billion.

Other Taxes, which comprise the Foreign Worker Levy, Water Conservation Tax, Development Charge and Annual Tonnage Tax, are estimated at \$5.26 billion, \$0.13 billion or 2.4% higher than the budgeted FY2013 estimate.

Total Expenditure

Revised FY2013 Total Expenditure amounts to \$52.34 billion. This is lower than the budgeted FY2013 estimate by \$1.07 billion or 2.0%. This decrease is mainly attributed to slower-than-estimated expenditure on transport infrastructure.

Special Transfers

Special Transfers and Top-ups to Endowment Funds and Trust Funds are expected to total \$8.82 billion in FY2013.

Net Investment Returns Contribution

NIRC for FY2013 is expected to be \$7.94 billion. This is \$0.23 billion or 3.0% higher than the budgeted FY2013 estimate.

Budget for FY2013

Before taking into account Top-ups to Endowment Funds and Trust Funds, and before NIRC, the revised basic surplus is estimated at \$1.58 billion, higher than the budgeted surplus of \$0.32 billion. After factoring in the Top-ups to Endowment Funds and Trust Funds, and NIRC of \$7.94 billion, the estimated outturn for FY2013 is an overall budget surplus of \$3.92 billion.

TABLE 2.1: FISCAL POSITION IN FY2012 AND FY2013

	Actual FY2012	Estimated FY2013	Revised FY2013	Revised FY2013	
				Compared to	
				Actual FY2012	Estimated FY2013
	\$billion	\$billion	\$billion	% change	% change
OPERATING REVENUE	55.81	55.03	57.15	2.4	3.9
Corporate Income Tax	12.82	12.94	12.55	(2.1)	(3.0)
Personal Income Tax	7.71	7.56	7.65	(0.9)	1.1
Withholding Tax	1.34	1.14	1.13	(15.5)	(0.9)
Statutory Boards' Contributions	0.54	0.33	0.53	(1.7)	58.9
Assets Taxes	3.77	4.09	4.23	12.4	3.5
Customs and Excise Taxes	2.14	2.13	2.20	2.6	2.9
Goods and Services Tax	9.04	9.31	9.52	5.3	2.3
Motor Vehicle Taxes	1.80	1.55	1.69	(6.5)	8.7
Vehicle Quota Premiums	2.57	2.44	2.76	7.2	13.2
Betting Taxes	2.30	2.30	2.34	1.4	1.7
Stamp Duty	4.31	3.08	4.05	(6.0)	31.5
Other Taxes	4.34	5.14	5.26	21.2	2.4
Other Fees and Charges	2.71	2.69	2.93	8.2	9.0
Others	0.42	0.33	0.32	(24.2)	(4.4)
Less:					
TOTAL EXPENDITURE	49.00	53.41	52.34	6.8	(2.0)
Operating Expenditure	36.42	40.63	40.43	11.0	(0.5)
Development Expenditure	12.58	12.78	11.91	(5.3)	(6.8)
PRIMARY SURPLUS / DEFICIT¹	6.81	1.62	4.80		
Less:					
SPECIAL TRANSFERS²	8.86	6.90	8.82	(0.5)	27.9
Special Transfers Excluding Top-ups to Endowment and Trust Funds	1.46	1.30	3.22		
GST Voucher and GST Voucher Special Payment ³	0.61	0.68	0.68		
Utilities-Save Rebates and Service and Conservancy Charges Rebates	0.00	0.08	0.08		
CPF Medisave Top-ups	0.40	0.31	0.31		
Productivity and Innovation Credit	0.09	0.07	0.65		
Productivity and Innovation Credit Bonus	-	0.15	0.64		
Wage Credit Scheme	-	-	0.82		
SME Cash Grant	0.34	0.01	0.04		
Other Transfers ⁴	0.01	0.01	0.01		
BASIC SURPLUS / DEFICIT⁵	5.35	0.32	1.58		
Top-ups to Endowment and Trust Funds	7.40	5.59	5.59		
Top-up to Endowment Funds ⁶	1.00	2.32	2.32		
GST Voucher Fund	2.95	3.00	3.00		
Bus Service Enhancement Fund	1.10	-	-		
Special Employment Credit Fund	2.35	-	-		
Cultural Matching Fund ⁷	-	0.20	0.20		
National Youth Fund	-	0.07	0.07		
Add:					
NET INVESTMENT RETURNS CONTRIBUTION	7.87	7.70	7.94	0.9	3.0
OVERALL BUDGET SURPLUS / DEFICIT	5.82	2.42	3.92		

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

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

² Special Transfers include Top-ups to Endowment and Trust Funds.

³ Consists of a cash component, Utilities-Save Rebates, and CPF Medisave Top-ups.

⁴ Consists of Growth Dividends, GST Credits, Child Development Credits, Top-ups to Post-Secondary Education Accounts, and funds set aside for Self-Help Groups and Voluntary Welfare Organisations.

⁵ Surplus / Deficit before Top-ups to Endowment and Trust Funds and Net Investment Returns Contribution.

⁶ Consists of the Community Care Endowment Fund, Edusave Endowment Fund, ElderCare Fund, Lifelong Learning Endowment Fund and Medical Endowment Fund.

⁷ The Cultural Donation Matching Fund has been re-named as the Cultural Matching Fund.