



State of Indiana

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Hari Razafindramanana, Chief Economist, the Office of the Chief Economist & Tax Analysis, released the monthly revenue report for state tax collections for the month of July 2025.

Note to readers: Monthly revenue must be interpreted in reference to the budget plan estimates provided at the bottom of page 2 of the monthly revenue report, as various changes from the 2025 legislative session were made after the April 2025 forecast.

The monthly revenue estimates are based on the April 16, 2025 revenue forecast, which reflect revenue developments and the economic outlook presented on that date. This includes previously discussed changes in tax deadlines, payment timing, as well as assumptions related to federal and state policy actions leading up to the release of the forecast.

Information on the latest forecast is available at [SBA: 2025-2027 Revenue Forecast and Updates](#).

Fiscal Year 2026 began on July 1, 2025 and ends June 30, 2026.

Results

- General Fund revenues for July totaled \$1,602.0 million, which is \$17.8 million (1.1%) above the budget plan estimate based on the April 16, 2025 revenue forecast and \$82.2 million (5.4%) above revenue in July 2024.

Notably, slightly higher-than-expected collections from sales tax and interest revenues outweighed slightly lower-than-expected collections from income taxes to drive this month's performance.

Changes to law, which include changes to cigarette related tax revenues, impact year-over-year differences. Differences relative to budget plan monthly estimates and prior year actuals will be influenced by various factors including seasonality, evolving economic and financial market dynamics, timing of payments and refunds, federal policy actions, tax rates and other changes to law.

- Sales tax collections totaled \$933.5 million for July, which is \$19.4 million (2.1%) above the budget plan monthly estimate and \$54.5 million (6.2%) above revenue in July 2024.

July performance of 6.2% year-over-year growth, which mostly reflects June economic activity, compares to year-over-year growth of 2.6%, 10.3%, and 2.8% over the three preceding months.

Year-over-year differences and fluctuations from month-to-month are expected as outlined by the economic, seasonal, and policy dynamics presented in the April 2025 revenue forecast.

- Total income tax collections totaled \$503.9 million for July, which is \$9.0 million (1.8%) below the budget plan monthly estimate but \$4.8 million (1.0%) above revenue in July 2024.
- Individual income tax collections totaled \$485.6 million for July, which is \$2.8 million (0.6%) below the budget plan monthly estimate but \$15.6 million (3.3%) above revenue in July 2024.

With important payment due dates, September, December, January, April, and June are the most important revenue months for individual income tax.

Differences relative to monthly estimates are likely as various factors may impact monthly revenue activity including payment and refund timing, late payments, and more, within the context of an evolving economy and changing tax requirements.

- Corporate tax collections totaled \$18.3 million for July, which is \$6.1 million (25.1%) below the budget plan monthly estimate and \$10.9 million (37.3%) below revenue in July 2024. This is a relatively lower revenue activity month.

Similarly to individual income tax collections, corporate tax collections must be interpreted within the full fiscal year perspective and within the context of an evolving economy, changing tax requirements, and timing of payments and refunds.

With important quarterly payment due dates, September, December, April, and June are the most important revenue months for corporate taxes.

- Riverboat wagering tax collections totaled \$45.0 million for July, which is \$0.2 million (0.4%) above the monthly estimate and \$1.0 million (2.3%) above revenue in July 2024.
- Cigarette tax collections totaled \$40.2 million for July, which is \$0.6 million (1.4%) below the budget plan monthly estimate but \$21.3 million (112.7%) above revenue in July 2024. Year-over-year differences are impacted by changes to law (HEA 1001-2025).
- Interest revenue collections totaled \$44.2 million for July, which is \$6.1 million (16.1%) above the monthly estimate but \$8.4 million (16.1%) above revenue in July 2024.