

The Commonwealth of Massachusetts Department of Revenue Office of the Commissioner PO Box 7091 Boston, MA 02204-7091

October 20, 2025

COMMISSIONER

William J. McNamara, Comptroller Office of the Comptroller Commonwealth of Massachusetts One Ashburton Place, Room 901 Boston, MA 02108

Dear Comptroller McNamara:

Pursuant to Section 5G of Chapter 29 of the General Laws, the Department of Revenue (DOR) is required to certify to the State Comptroller, after each quarter during the fiscal year, the amount of tax revenues estimated to have been collected during the quarter from capital gain income.

Because capital gains tax payments are remitted unevenly throughout the fiscal year according to tax filing deadlines, to ensure accurate reporting DOR certifies capital gains tax collections on the following schedule:

Period 1 (July 1 through September 30)

Period 2 (October 1 through January 31)

Period 3 (February 1 through May 31)

Period 4 (June 1 through June 30)

Based on currently available data, DOR hereby certifies that tax revenues estimated to have been collected from capital gain income was \$366,060,136.70 during the FY2026 Period 1 (July 1, 2025 through September 30, 2025). Please note that this amount is subject to revision in the Period 2 certification as DOR further analyzes tax data. The FY2026 Period 1 estimate of \$366,060,136.70 does not include an estimate of capital gains tax revenue collected from the additional 4% income tax levied pursuant to Article XLIV of the Amendments of the Constitution of the Commonwealth.¹

If you have any questions concerning this letter, please contact Kazim P. Ozyurt, Director of the Office of Tax Analysis (ozyurtk@dor.state.ma.us).

¹ Pursuant to section 17 of the <u>FY2024 Final Budget (https://malegislature.gov/Budget/FinalBudget)</u>, revenue from this tax collected and deposited into the Education and Transportation Fund shall not be considered tax revenue collected from capital gains income for the purposes of G.L. c. 29, s. 5G.

Sincerely,

Geoffrey E. Snyder Commissioner

cc: Secretary Matthew J. Gorzkowicz, Executive Office for Administration and Finance The Honorable Michael J. Rodrigues, Chair, Senate Committee on Ways and Means The Honorable Aaron Michlewitz, Chair, House Committee on Ways and Means