## THE BOOK OF THE STATES 2012

## Facts & Figures

# REGIONAL ANALYSIS OF FEDERAL FUNDING IN THE STATES: MIDWEST

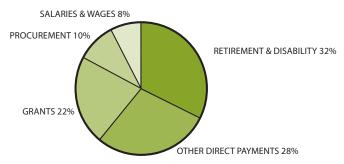
### Federal Domestic Spending to States and Individuals

- ▶ Federal domestic spending for the Midwest hit \$557 billion in fiscal year 2010, equal to \$9,146 per person.¹
- ▶ The Midwest received lowest level of per capita expenditures of the four regions, slightly less than the West, which comes in at \$9,567 per person. The East received the smallest amount per capita, \$11,568.
- In 2010, per capita federal spending regionally ranged from a low of \$8,367 Minnesota and \$8,571 in Illinois to a high of \$11,677 in South Dakota and \$12,929 in North Dakota.
- In total dollars, North Dakota (\$8.7 billion) and South Dakota (\$9.5 billion) received the fewest dollars and Ohio (\$107 billion) and Illinois (\$110 billion) received the most.

#### Where the Money Goes

▶ The primary categories for federal domestic spending in the Midwest were direct payments for individuals for retirement and disability (32 percent), other direct payments (28 percent), expenditures or obligations for grants (22 percent), procurement contracts (10 percent), and salaries and wages (8 percent).

#### **Categories of Federal Domestic Spending 2010**



#### Direct Payments to Individuals for Retirement and Disability

In the Midwest, the largest component of federal domestic spending is direct payments to individuals for retirement and disability. Thirty-two percent (\$181 billion) of federal funding to the Midwest fell into this category. More than three-fourths (86 percent) of this category consists of Social Security payments (\$154 billion). Federal retirement and disability benefits make up 7 percent (\$13.4 billion), and veterans' benefits make up 3 percent (\$6.1 billion).



On a per capita basis, Illinois (\$2,638) and Minnesota (\$2,691) received the smallest payments in this category, while North Dakota (\$3,278) and Michigan (\$3,279) received the largest.

#### Other Direct Payments to Individuals

- ▶ Other direct payment categories made up 28 percent (\$159 billion) of spending in the Midwest, a majority of which (59 percent) were Medicare benefits (\$94 billion). Other big areas of this category included unemployment benefits (\$14.3 billion), Supplemental Nutritional Assistance Program (\$12.7 billion) and student financial assistance (\$13.4 billion).
- ▶ On a per capita basis, Wisconsin (\$2,340) and Kansas (\$2,399) received the smallest payments in this category, while South Dakota (\$3,301) and North Dakota (\$3,695) received the largest.

#### Grants

- ▶ Twenty-two percent of federal funding (\$122 billion) came in the form of grants to state agencies in the Midwest, more than half of which (\$74 billion) went to state departments of health and human services, which in turn administer state Medicaid programs. The departments of transportation (\$12.5 billion) and education (\$10.4 billion) also took up a large chunk of this category.
- ▶ On a per capita basis, Kansas (\$1,660) and Indiana (\$1,845) received the smallest payments in this category, while South Dakota (\$2,764) and North Dakota (\$3,326) received the largest.

#### **Procurement Contracts**

- ▶ Expenditures on procurement contracts made up 10 percent of federal domestic spending in the Midwest, or \$54 billion, which includes contracts awarded by the departments of Defense, Education, Agriculture, Energy, and Health and Human Services, among others.
- On a per capita basis, Minnesota (\$556) and Michigan (\$654) received the smallest payments in this category, while South Dakota (\$1,121) and Wisconsin (\$1,724) received the largest.

#### Salaries and Wages

- Salaries and wages for federal employees made up about 8 percent of spending in the Midwest, or \$42 billion. Spending in this category includes Department of Defense, federal civilian and U.S. Postal Service payrolls.
- ▶ On a per capita basis, Michigan (\$486) and Wisconsin (\$515) received the smallest payments in this category, while North Dakota (\$1,610) and Kansas (\$2,039) received the largest.



# SUMMARY OF FEDERAL GOVERNMENT DOMESTIC EXPENDITURES, BY STATE: FISCAL YEAR 2010 (IN BILLIONS OF DOLLARS) »

	State and		Retirement	Other direct			Salaries
	outlying area	Total	and disability	payments	Grants	Procurement	and wages
	outlying area	iotai	and disability	payments	Giants	rioculement	and wages
	United States	\$3,276	\$915	\$819	\$683	\$517	\$343
	EAST REGION						
	Connecticut	55.98	10.15	23.67	8.30	11.96	1.90
	Delaware	8.08	3.06	1.90	2.06	0.36	0.71
	Maine	14.64	4.89	3.09	3.79	1.74	1.13
	Maryland	96.26	19.12	21.14	14.44	26.52	15.04
	Massachusetts	82.45	18.41	21.20	22.35	15.99	4.51
	New Hampshire	11.34	4.30	2.41	2.31	1.44	0.88
	New Jersey	80.99	24.82	24.90	15.46	10.24	5.58
	New York	202.27	53.81	57.53	63.10	13.88	13.94
	Pennsylvania	145.93	43.46	44.91	29.41	19.35	8.80
	Rhode Island	11.76	3.33	3.28	3.15	1.00	1.00
	Vermont	7.41	2.01	1.36	2.38	0.93	0.72
	Puerto Rico	21.12	7.95	4.96	6.31	1.04	0.85
	REGIONAL TOTAL w/ P.R.	738.22	195.32	210.33	173.06	104.45	55.06
	REGIONAL TOTAL w/o P.R.	717.10	187.36	205.37	166.75	103.40	54.21
	MIDWEST REGION						
	Illinois	109.97	33.84	32.51	24.06	11.60	7.95
	Indiana	58.60	19.68	17.10	11.97	5.50	4.36
	lowa	28.38	9.46	8.25	6.39	2.37	1.90
	Kansas	29.05	8.59	6.85	4.74	3.06	5.82
	Michigan	90.92	32.40	26.68	20.58	6.47	4.80
	Minnesota	44.38	14.27	13.26	10.53	2.95	3.37
	Nebraska	16.53	5.46	4.48	3.51	1.31	1.78
	North Dakota	8.70	2.21	2.49	2.24	0.69	1.08
	Ohio	106.45	35.14	31.11	24.40	8.83	6.98
	South Dakota	9.51	2.63	2.69	2.25	0.91	1.03
	Wisconsin	54.87	16.83	13.31	11.99	9.81	2.93
	REGIONAL TOTAL	557.34	180.51	158.70	122.65	53.49	41.99
	SOUTH REGION						
	Alabama	56.50	17.98	13.15	9.27	10.48	5.61
	Arkansas	28.90	10.36	7.53	6.84	1.75	2.42
	Florida	186.70	64.38	63.32	28.07	17.98	12.96
	Georgia	92.39	26.06	19.74	16.75	12.46	17.37
	Kentucky Louisiana	57.27 53.21	14.84 13.03	16.24 13.10	9.50 15.09	7.49 7.29	9.21 4.70
		31.42	9.78	8.08	7.87	2.67	3.02
	Mississippi Missouri	70.35	19.22	16.80	14.00	13.00	7.32
	North Carolina	90.74	29.61	19.59	20.10	6.09	15.35
	Oklahoma	38.48	12.57	9.10	7.86	3.38	5.58
	South Carolina	46.58	15.93	9.10	8.21	8.17	4.62
	Tennessee	68.87	21.12	19.68	14.09	10.14	3.84
	Texas	225.73	60.42	50.16	44.62	40.59	29.93
	Virginia	136.08	28.30	16.10	12.23	58.34	29.93
	West Virginia	21.51	7.74	5.08	4.97	1.78	1.94
	REGIONAL TOTAL	1,204.72	351.34	287.32	219.48	201.61	144.97
•	WEST REGION						
	Alaska	12.62	1.59	1.04	3.47	2.46	4.06
	Arizona	64.43	18.54	13.74	14.36	12.81	4.98
	California	333.81	84.84	87.98	78.87	57.54	24.59
	Colorado	49.69	12.84	9.17	8.79	10.37	8.52
	Hawaii	20.86	4.37	2.82	3.03	2.75	7.90
	Idaho	14.25	4.56	2.84	2.98	2.63	1.25
	Montana	10.76	3.40	2.40	2.94	0.82	1.20
	Nevada	19.77	7.25	4.48	3.70	2.41	1.94
	New Mexico	27.96	6.63	4.34	6.72	7.50	2.77
	Oregon	33.97	12.08	8.59	8.69	2.05	2.57
					4.99		3.20
	Utah	23.55	6.03	5.58	4.99	3.76	3.20
	Utah Washington	23.55 70.44	6.03 20.48	13.65	14.73	10.04	11.54

#### RESOURCES

<sup>1</sup>Per capita calculations are based on 2010 Census population figures. Regional per capita figures are calculated by adding the total expenditures for the states within that region and dividing by the total regional population.

Source: U.S. Census Bureau, Consolidated Federal Funds Report for Fiscal Year 2010. Released September 2011.

Data are rounded to millions of dollars and individual state totals may not add up to national totals due to rounding. National totals include all state territories and D.C., including those not listed here (No. Mariana Islands, Palau, American Samoa, Fed. States of Micronesia, Guam, Marshall Islands and the U.S. Virgin Islands). Does not include data on contingent liabilities (loans and insurance).

For additional information, see the complete report at http://www.census.gov/govs/cffr/