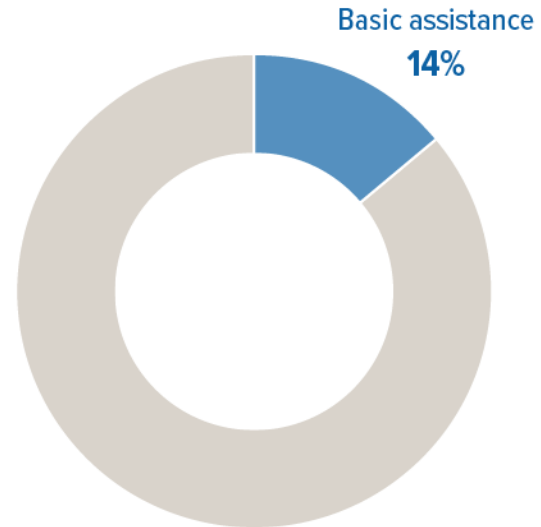


# Minnesota TANF Spending

In 2019, Minnesota spent about \$546 million in federal and state funds under the Temporary Assistance for Needy Families (TANF) program. It spent 14 percent of these funds on basic assistance, generally as cash assistance to TANF families.



## Federal and State TANF Spending by Category, 2019

	Minnesota		National Share of U.S. spending
	Millions of dollars	Share of spending	
Basic Assistance	\$79	14%	21%
Work Activities	\$58	11%	10%
Work Supports and Supportive Services	\$2	0.4%	3%
Child Care	\$167	31%	16%
Administration and Systems	\$45	8%	10%
Tax Credits	\$143	26%	9%
Pre-K/Head Start	\$6	1%	8%
Child Welfare	\$0	0%	8%
Other Services	\$47	9%	14%
<b>Total</b>	<b>\$546</b>	<b>100%</b>	<b>100%</b>

## Federal and State TANF Spending on Select Activities (millions of dollars)

	2001	2006	2011	2016	2019
Basic Assistance	\$184	\$129	\$95	\$93	\$79
Work Activities	\$54	\$69	\$75	\$51	\$58
Child Care	\$86	\$108	\$79	\$170	\$167

## Federal TANF Allocation and State Maintenance-of-Effort (MOE) Amounts

- In 2019, Minnesota was awarded its TANF block grant of \$260 million.
- Since unspent block grant funds can be carried over to future years, a state may spend more or less than its annual block grant allocation in any given year. As of 2019, Minnesota has accumulated \$64 million in unspent TANF block grant funds, equal to 25 percent of its block grant.
- Every year each state must also spend, from its own funds, at least 80 percent of its historical spending on poor families with children. (A state may spend more than its minimum.) This “MOE” requirement can be reduced to 75 percent if a state meets specific work participation rate requirements. In 2019, Minnesota met these requirements and was subject to the 75 percent MOE obligation.

### 2019 TANF Allocation and MOE Obligation for Minnesota

<b>Federal Funds Awarded</b>	\$260 million
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<b>75% MOE Obligation</b>	\$175 million
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### 2019 Federal and MOE TANF Expenditures for Minnesota

<b>Federal Spending</b>	\$253 million
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<b>MOE Spending</b>	\$293 million
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The annual federal TANF block grant has been frozen since its creation and lost about 40 percent of its value between 1997 and 2019 due to inflation.

