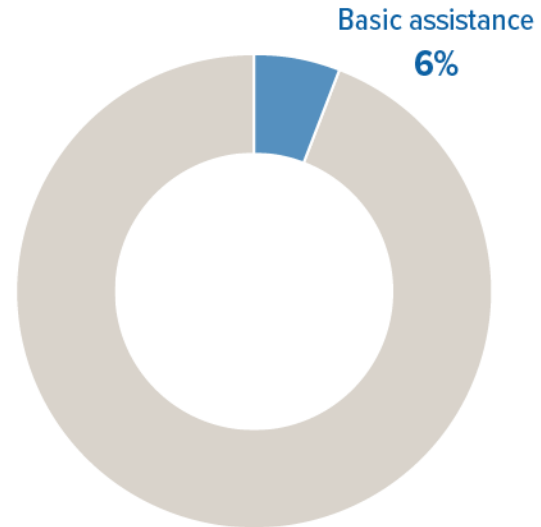


North Carolina TANF Spending

In 2019, North Carolina spent about **\$564 million in federal and state funds** under the Temporary Assistance for Needy Families (TANF) program. **It spent 6 percent of these funds on basic assistance**, generally as cash assistance to TANF families. In 2019, North Carolina ranked 46th among the states and the District of Columbia for percent of TANF funds spent on basic assistance.



Federal and State TANF Spending by Category, 2019

	North Carolina		National Share of U.S. spending
	Millions of dollars	Share of spending	
Basic Assistance	\$33	6%	21%
Work Activities	\$6	1%	10%
Work Supports and Supportive Services	\$3	0.5%	3%
Child Care	\$199	35%	16%
Administration and Systems	\$70	12%	10%
Tax Credits	\$0	0%	9%
Pre-K/Head Start	\$90	16%	8%
Child Welfare	\$132	23%	8%
Other Services	\$33	6%	14%
Total	\$564	100%	100%

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

	2001	2006	2011	2016	2019
Basic Assistance	\$135	\$94	\$58	\$46	\$33
Work Activities	\$66	\$47	\$94	\$6	\$6
Child Care	\$183	\$177	\$203	\$180	\$199

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

- In 2019, North Carolina was awarded its TANF block grant of \$300 million and an additional \$35 million in contingency funds.
- 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, North Carolina has accumulated \$65 million in unspent TANF block grant funds, equal to 21 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, North Carolina met these requirements and was subject to the 75 percent MOE obligation.

2019 TANF Allocation and MOE Obligation for North Carolina

Federal Funds Awarded	\$335 million
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75% MOE Obligation	\$154 million
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2019 Federal and MOE TANF Expenditures for North Carolina

Federal Spending	\$322 million
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MOE Spending	\$243 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.

