Tax and Fiscal Facts Regarding the Minnesota/Federal Relationship

Total federal spending in Minnesota: $49.2 billion

- As a % of state gross domestic product: 15.1% (8th lowest; national total: 18.9%)
- Per capita: $8,979 (5th lowest state, national total: $10,567)
- By component
  - Federal salaries and wages: $2.63 billion
  - Federal contracts: $4.71 billion
  - Federal grants: $9.95 billion
  - Retirement: $18.39 billion
  - Medicare, income assistance and other non retirement benefits: $13.54 billion

Federal spending in Minnesota per dollar of federal receipts from Minnesota: $0.90

- National average: $1.12 (exceeds $1.00 because of deficit spending)
- Minnesota rank: 44th highest
- Minnesota is one of 13 “negative balance of payment” states

Minnesota state and local government revenues coming from federal government: $11.9 billion

- Share of all Minnesota state and local general revenues: 21.0%
- National average: 22.5%
- Minnesota rank: 37th highest

Minnesotans claiming state and local tax deductions on federal return: 945,880

- As a % of all MN returns: 34.7% (9th highest; national average: 29.6%)
- Total federal SALT deductions in Minnesota: $12.3 billion
- Deductions as a share of state adjusted gross income: 6.2% (9th highest)
- Average deduction per claimant: $12,954 per return (7th highest)

Minnesotans subject to federal alternative minimum tax: 92,700

- As a percent of all MN returns: 3.4% (9th highest, national average: 3.0%)
- Collections per return (only returns with AMT): $6,900 (10th highest, national average: $6,947)

Minnesotans paying federal estate tax: 76 (1.5% of U.S. total)

- Total federal collections from MN: $142.0 million (9th highest, 0.8% of U.S. total)

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