

# Effect of the ARRA on Selected Federal Government Sector Transactions

(billions of dollars, seasonally adjusted at annual rates)

|  | 2012q1          |              | 2012q2          |              | 2012q3          |              | 2012q4         |              |  |
|--|-----------------|--------------|-----------------|--------------|-----------------|--------------|----------------|--------------|--|
|  | Level           | ARRA         | Level           | ARRA         | Level           | ARRA         | Level          | ARRA         |  |
| <b>Current Receipts</b>                      | <b>2,664.9</b>  | <b>8.8</b>   | <b>2,659.5</b>  | <b>8.8</b>   | <b>2,671.3</b>  | <b>8.8</b>   | <b>....</b>    | <b>8.8</b>   |  |
| <b>Current tax receipts</b>                  | 1,629.2         | 8.8          | 1,631.2         | 8.8          | 1,648.9         | 8.8          | ....           | 8.8          |  |
| <b>Personal current taxes</b>                | 1,124.9         | 6.4          | 1,131.0         | 6.4          | 1,140.2         | 6.4          | 1,155.2        | 6.4          |  |
| "Making Work Pay" tax credit                 | 0.0             | 0.0          | 0.0             | 0.0          | 0.0             | 0.0          | 0.0            | 0.0          |  |
| Other <sup>1</sup>                           | 1,124.9         | 6.4          | 1,131.0         | 6.4          | 1,140.2         | 6.4          | 1,155.2        | 6.4          |  |
| <b>Taxes on corporate income<sup>2</sup></b> | 375.7           | 2.4          | 368.1           | 2.4          | 375.5           | 2.4          | ....           | 2.4          |  |
| <b>Current Expenditures</b>                  | <b>3,723.6</b>  | <b>46.1</b>  | <b>3,774.8</b>  | <b>39.7</b>  | <b>3,760.6</b>  | <b>38.3</b>  | <b>3,765.2</b> | <b>37.7</b>  |  |
| <b>Consumption expenditures</b>              | 1,055.6         | 7.2          | 1,054.8         | 6.6          | 1,086.3         | 6.2          | 1,041.9        | 4.9          |  |
| <b>Current transfer payments</b>             | 2,301.0         | 31.8         | 2,310.8         | 27.4         | 2,326.1         | 25.3         | 2,332.1        | 22.0         |  |
| <b>Government social benefits</b>            | 1,786.0         | 9.5          | 1,785.6         | 9.5          | 1,796.2         | 8.8          | 1,796.2        | 7.2          |  |
| To persons                                   | 1,768.4         | 9.5          | 1,767.9         | 9.5          | 1,778.1         | 8.8          | 1,778.2        | 7.2          |  |
| Supplemental Nutrition Assistance Program    | 74.5            | 8.4          | 73.8            | 8.4          | 74.8            | 7.7          | 75.2           | 6.2          |  |
| One-time \$250 payments <sup>3</sup>         | 0.0             | 0.0          | 0.0             | 0.0          | 0.0             | 0.0          | 0.0            | 0.0          |  |
| Unemployment programs                        | 94.2            | 0.3          | 83.8            | 0.3          | 74.9            | 0.2          | 70.0           | 0.2          |  |
| Refundable tax credits <sup>4</sup>          | 86.1            | 0.8          | 86.1            | 0.8          | 86.1            | 0.8          | 86.1           | 0.8          |  |
| Other programs                               | 1,513.6         | 0.0          | 1,524.2         | 0.0          | 1,542.3         | 0.0          | 1,547.0        | 0.0          |  |
| Student financial assistance                 |                 | 0.0          |                 | 0.0          |                 | 0.0          |                | 0.0          |  |
| Other programs <sup>5</sup>                  |                 | 0.0          |                 | 0.0          |                 | 0.0          |                | 0.0          |  |
| <b>Other current transfer payments</b>       | 515.0           | 22.3         | 525.2           | 17.9         | 526.4           | 16.5         | 535.9          | 14.8         |  |
| Grants-in-aid to state and local governments | 455.3           | 22.3         | 466.9           | 17.9         | 470.6           | 16.5         | 479.4          | 14.8         |  |
| Medicaid                                     | 242.4           | 5.7          | 257.9           | 3.7          | 256.1           | 4.0          | 262.4          | 2.3          |  |
| Education                                    | 46.5            | 2.1          | 44.2            | 2.1          | 48.4            | 2.3          | 48.7           | 2.4          |  |
| Other <sup>6</sup>                           | 166.4           | 14.4         | 164.8           | 12.0         | 166.1           | 10.2         | 168.3          | 10.1         |  |
| To the rest of the world (net) <sup>7</sup>  | 59.7            | 0.0          | 58.4            | 0.0          | 59.3            | 0.0          | 56.5           | 0.0          |  |
| <b>Subsidies<sup>8</sup></b>                 | 60.4            | 7.1          | 60.6            | 5.8          | 60.1            | 6.8          | 60.6           | 10.8         |  |
| <b>Net Federal Government Saving</b>         | <b>-1,058.7</b> | <b>-37.3</b> | <b>-1,115.4</b> | <b>-30.9</b> | <b>-1,089.3</b> | <b>-29.5</b> | <b>....</b>    | <b>-28.8</b> |  |
| <b>Capital transfer payments</b>             | 120.8           | 10.9         | 104.9           | 8.7          | 107.0           | 10.7         | 137.8          | 12.4         |  |
| Capital grants <sup>9</sup>                  | 63.9            | 6.3          | 65.6            | 5.0          | 66.8            | 4.2          | 61.5           | 3.6          |  |
| Capital transfers to business <sup>10</sup>  | 24.1            | 4.6          | 6.8             | 3.7          | 8.2             | 6.5          | 9.3            | 8.8          |  |
| <b>Gross investment</b>                      | 152.1           | 3.7          | 155.9           | 3.6          | 155.1           | 3.2          | 155.2          | 2.0          |  |
| <b>Addenda:</b>                              |                 |              |                 |              |                 |              |                |              |  |
| Total receipts                               | 2,683.8         | 8.8          | 2,682.1         | 8.8          | 2,692.9         | 8.8          | ....           | 8.8          |  |
| Total expenditures                           | 3,856.3         | 60.7         | 3,894.5         | 52.1         | 3,882.6         | 52.2         | 3,916.5        | 52.0         |  |
| <b>Net lending or net borrowing (-)</b>      | <b>-1,172.5</b> | <b>-51.9</b> | <b>-1,212.4</b> | <b>-43.3</b> | <b>-1,189.8</b> | <b>-43.4</b> | <b>....</b>    | <b>-43.2</b> |  |

<sup>1</sup> Includes an increase to the individual AMT exemption amount, and business tax incentives claimed by individuals.

<sup>2</sup> Includes special allowances for certain property acquired during 2009 and other business tax incentives.

<sup>3</sup> Payments to recipients of Social Security, Supplemental Security Income, veterans' benefits, and railroad retirement benefits.

<sup>4</sup> Includes outlays associated with the Making Work Pay, American Opportunity, and other refundable tax credits as well as an expansion of the earned income and child tax credits.

<sup>5</sup> Includes funding for COBRA premium assistance payments and veterans' benefits, and payments to cover digital converter box redemptions.

<sup>6</sup> Includes grants to fund programs related to national defense, public safety, economic affairs, housing and community services, income security, and unemployment.

<sup>7</sup> Includes transfers to fund "Making Work Pay" tax credits in the territories.

<sup>8</sup> Includes funding to supplement Section 8 housing subsidies and to promote the use of efficient and renewable energy.

<sup>9</sup> Includes grants for highway and public transit infrastructure construction and restoration.

<sup>10</sup> Includes home buyer tax credits and grants for specified energy properties.