WELFARE SPENDING ALMOST DOUBLE THE POVERTY THRESHOLD PER IMPOVERISHED PERSON

Amelia Kuntzman, Research Assistant February 19, 2025

In Fiscal Year (FY) 2025, the U.S. federal government is projected to <u>spend over \$1.2</u> <u>trillion on welfare programs</u>, according to the <u>Congressional Budget Office (CBO)</u>. This amounts to \$31,077 per impoverished person.

That means the government will spend almost *double* the poverty threshold per impoverished person.



Welfare Spending in 2025

\$10,000
\$5,000
\$0

Poverty Threshold Welfare Outlays per Individual in Poverty

Sources: CBO, HHS, U.S. Census

These figures were calculated using the Congressional Budget Office's (CBO's) <u>2025</u> <u>outlay projections</u>, CBO's <u>2025 demographic projections</u>, the Department of Health and Human Services' (HHS's) <u>2025 poverty threshold</u>, and the U.S. Census' most <u>recent poverty rate</u>.

Trillions of dollars in welfare spending, yet the system continues to fail Americans. With a <u>lack of program accountability</u> and <u>billions of dollars in waste</u>, individuals are becoming <u>increasingly dependent</u> on welfare.

In general, welfare should serve as a short-term safety net that ultimately encourages individuals to take part in fulfilling work and provide for themselves.

It would be wise for lawmakers to refrain from dumping <u>trillions</u> more into the system over the next decade and instead reform programs to encourage self-sufficiency.

