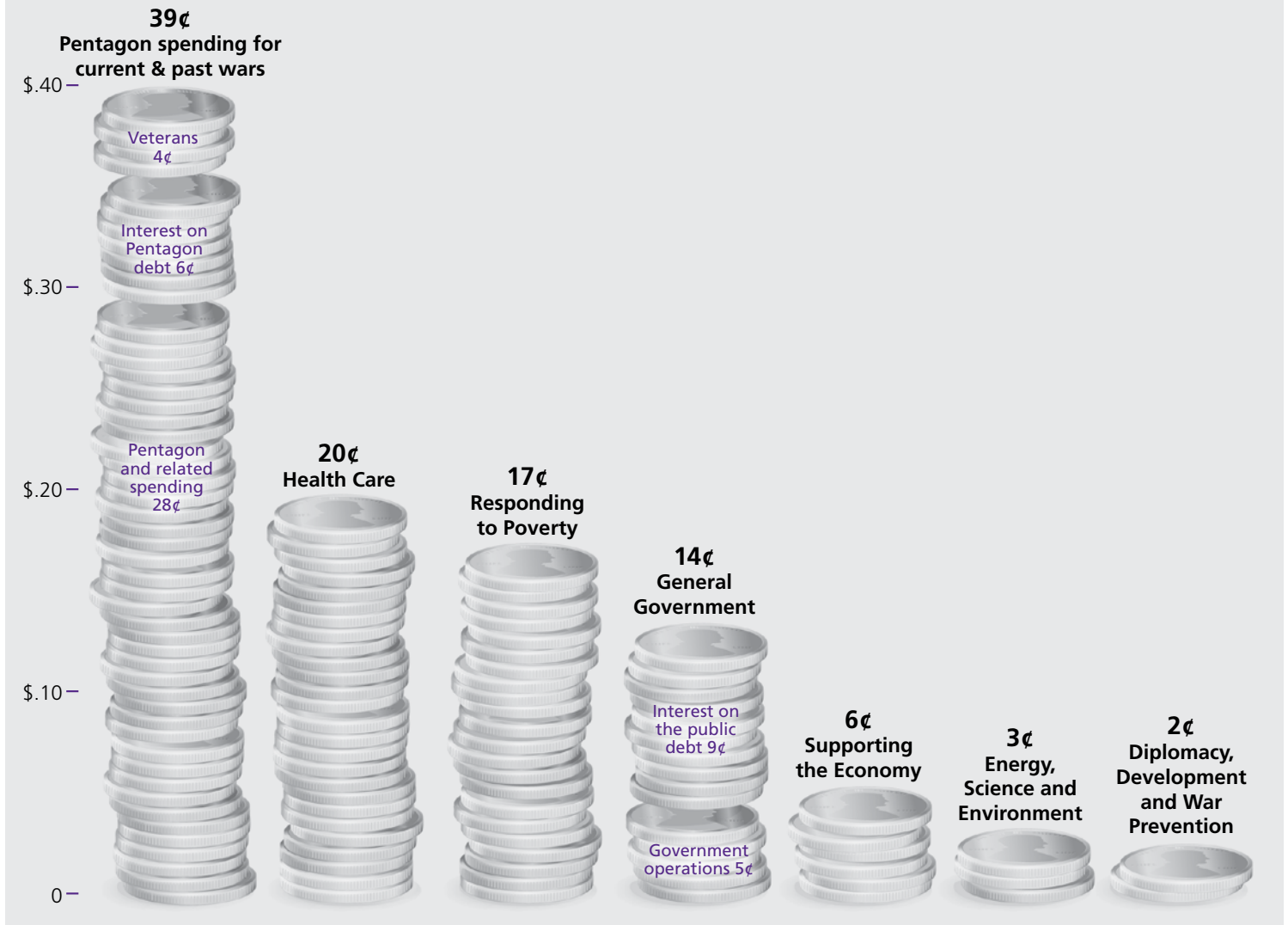


Where Do Our Income Tax Dollars Go?

For each dollar of federal income tax we pay in 2010, the government spends about:



For where your treasure is, there will your heart be also ~Matthew 6:21

These coins show how the federal government now spends our income tax dollars.

This spending has consequences: an unsupportable budget deficit, growing poverty, and missed opportunities to prevent war and address greenhouse gas pollution. The military budget could easily be trimmed by \$1 trillion over the next ten years. Please tell your members of Congress to spend that money differently. Use FCNL's website, www.fcnl.org, to send your message.

War Is Not the Answer!

More details at www.fcnl.org/10taxchart



How Is the Federal Government Spending Our Income Tax Dollars in 2010?

(dollars in millions)

TOTAL PENTAGON SPENDING FOR CURRENT & PAST WARS 39% (\$1,107,446)

- Pentagon and related spending** 28% (\$802,736)
Pentagon budget, nuclear weapons, and “military-related” programs throughout the budget
- Interest on Pentagon debt** 6% (\$181,104)
Interest due on the portion of the federal debt that was generated by past Pentagon spending
- Veterans** 4% (\$123,606)
Veterans’ affairs and related programs

HEALTH CARE 20% (\$566,674)

Includes Medicaid, public health, Indian Health, National Institutes of Health, Centers for Disease Control and related programs

RESPONDING TO POVERTY 17% (\$495,899)

Assistance with food, housing, income, education, energy and other essentials for qualifying individuals and families

GENERAL GOVERNMENT 14% (\$384,850)

- Federal government operations** 5% (\$140,827)
Legislative, judiciary, Department of Justice, most of the Department of Homeland Security, IRS, Treasury, etc.
- Interest on the public debt** 9% (\$244,023)
Interest due on the portion of the federal debt that was generated by past spending on civilian programs

SUPPORTING THE ECONOMY 6% (\$174,554)

All employment and education supports, community development funds, child care assistance, social services programs

ENERGY, SCIENCE AND ENVIRONMENT 3% (\$87,509)

Environmental Protection Agency, National Science Foundation, National Aeronautic and Space Administration, National Oceanic and Atmospheric Administration, Department of the Interior (most), Forest Service, Natural Resource Conservation Service

DIPLOMACY, DEVELOPMENT AND WAR PREVENTION 2% (\$45,812)

Entire State Department, including diplomatic corps and Agency for International Development, support of the U.N. and other international institutions, non-military direct aid to other countries

Please note: Federal income tax dollars spent on current and past wars went up in 2010, both as a percentage of total spending and in absolute dollar amounts.

Source: FCNL calculations based on estimated expenditures reported by the White House Office of Management and Budget. This analysis covers the \$2,844,461 million “federal fund” budget, which is the spending supported by income taxes, estate taxes, and other general revenues. Not included are trust funds, such as Social Security and Medicare, which are supported by dedicated revenues. Federal analyses tend to add all government spending together, including trust funds, and show military spending as about 23 percent of total spending. Various colleague organizations use the same income-tax based calculation that FCNL uses, or use the amounts that congressional committees appropriate each year, showing military spending as more than half of all “discretionary” (or appropriated) spending. For more information on how these figures were calculated please go to www.fcnl.org/10taxchart.

