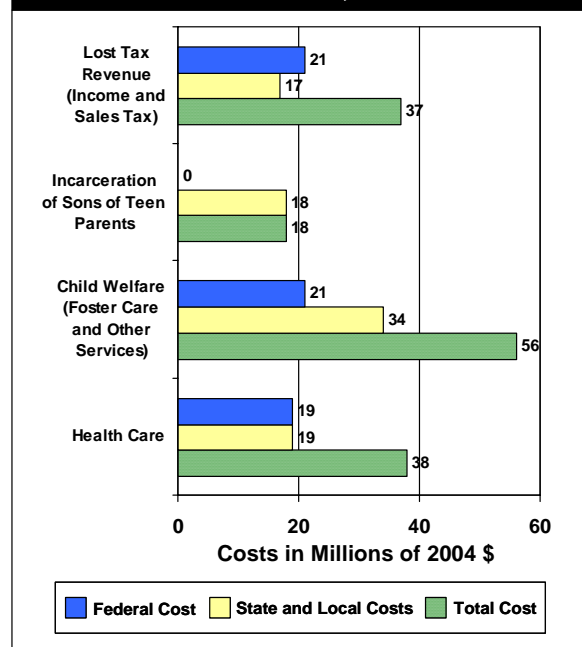


By the Numbers: The Public Costs of Teen Childbearing in Minnesota November 2006

Highlights

- A new analysis from the National Campaign to Prevent Teen Pregnancy shows that teen childbearing (teens 19 and younger) in Minnesota cost taxpayers (federal, state, and local) at least \$142 million in 2004.
- Of the total 2004 teen childbearing costs in Minnesota, 35% were federal costs and 65% were state and local costs.
- Most of the costs of teen childbearing are associated with negative consequences for the *children* of teen mothers. In Minnesota, in 2004, annual taxpayer costs associated with children born to teen mothers included: \$38 million for public health care (Medicaid and SCHIP); \$56 million for child welfare; \$18 million for incarceration; and \$37 million in lost tax revenue, due to decreased earnings and spending.*
- The costs of childbearing are greatest for younger teens. In Minnesota, the average annual cost associated with a child born to a mother 17 and younger is \$5,506.
- Between 1991 and 2004 there have been more than 75,200 teen births in Minnesota, costing taxpayers a total of \$2.3 billion over that period.
- The teen birth rate in Minnesota declined 28 percent between 1991 and 2004. The progress Minnesota has made in reducing teen childbearing saved taxpayers an estimated \$72 million in 2004 alone.
- Nationally teen childbearing costs taxpayers at least \$9.1 billion a year.
- For more information, including a national report and state-by-state comparisons, please visit www.teenpregnancy.org/costs.

Figure 1: Selected Annual Costs in Minnesota for Children of Teen Parents, In Millions of 2004 \$



* Careful readers will note that the cost breakdown for the *children* of teen mothers does not match the total costs. This is because the total costs include costs associated with both teen *parents* and their *children*. Also note that because we cannot measure and include all outcomes and all costs, the analysis should be considered conservative; that is, it is likely that the full costs of a teen birth are greater than the figures presented here. Due to rounding, federal and state and local costs may not add to the totals presented in Figure 1 and throughout.