

# National Health Care Expenditures Projections: 2004-2014

## *Methodology Summary*

These projections are produced annually by the Office of the Actuary at the Centers for Medicare & Medicaid Services. They are based on historical National Health Expenditures (NHE) data through 2003 and a model framework that incorporates actuarial, econometric and judgmental factors (see <http://www.cms.hhs.gov/statistics/nhe/projections-methodology>).

Projections of private health spending and total health spending are generated within an econometric model incorporating the historical NHE data, and assumptions consistent with those used for Medicare and Medicaid projections. Estimates of Medicare and Medicaid spending are projected separately based on actuarial projections from the 2004 Trustees Reports. Demographic and macroeconomic assumptions were drawn from the intermediate scenario in the 2004 Annual Reports of the Old-Age, Survivors, and Disability Insurance (OASDI) and Medicare Boards of Trustees to Congress. Macroeconomic data and Medicare and Medicaid spending data available as of December 2004 were included. Projected growth in Medicare spending reflects the assumption that there will be no alterations to current law (this assumption is required by law for the Medicare Trustees Report). Projections of Medicaid spending are prepared using actuarial assumptions consistent with those used to project Medicare.

For the first time, these projections include the impact of the Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA), which was signed into law in December 2003.

## *Forecast Summary*

National health expenditures are projected to reach \$3.6 trillion in 2014, growing at a average annual rate of 7.1 percent during the forecast period 2003-2014. As a share of gross domestic product (GDP), health spending is projected to reach 18.7 percent by 2014, up from its 2003 level of 15.3 percent.

Health care spending in the United States is projected to grow 7.5 percent in 2004, slightly less than the 7.7 percent growth in 2003. Stable health care spending growth in 2004 would follow a steep deceleration in 2003 and six years of acceleration from 1996 through 2002. Steady growth is projected to continue through 2006, with health care spending growth forecast to be 7.3 percent in 2005 and in 2006.

One of the most significant events impacting the projections is the new Medicare Part D prescription drug benefit mandated in the MMA. The prescription drug benefit will take effect in January 2006.

The major impact of the new Medicare drug benefit is expected to be a shift in source of payment for prescription drugs. In 2006, Medicare drug spending is projected to constitute 28 percent of total drug spending, up from 2 percent in 2005. The new benefit is projected to have a minor impact on total prescription drug spending, as it is estimated that new price discounts associated with the benefit will nearly offset the projected increase in utilization. Increased Medicare drug spending is projected to add only 0.5-percentage points to the total drug spending growth rate in 2006.

While total health care spending growth is projected to remain relatively stable in 2004, private and public spending growth patterns are expected to change. Private health care spending is projected to fall to 7.4 percent in 2004 from 8.6 percent in 2003, which is driven almost entirely by slower growth in medical care utilization. Public health care spending is projected to accelerate to 7.6 percent in 2004 from 6.6 percent in 2003. This acceleration is predominantly due to Medicare spending growth, reflecting changes associated with MMA distinct from the prescription drug benefit.

Medicare spending growth is projected to increase in 2004 due to several changes to Medicare under MMA, specifically positive physician payment updates, higher Medicare Advantage payment rates (formerly Medicare + Choice), higher inpatient hospital payments to rural hospitals, and postponement of therapy caps from 2004 to 2006. As a result, Medicare spending is projected to grow 7.9 percent in 2004 and 8.5 percent in 2005 after growing 5.8 percent in 2003.

Medicaid spending is expected to grow 7.9 percent in 2004, up from 7.1 percent in 2003. The acceleration is due to some states increasing payment rates or expanding services despite continuing pressure on states' budgets. Medicaid enrollment increased 2.4 percent in 2004, down from 5.0 percent in 2003.

Per-enrollee private health insurance premium growth is expected to fall from 9.9 percent in 2003 to 7.7 percent in 2004. The deceleration is due to both the projected continued slowdown in underlying medical costs per-enrollee and the modest downturn in the underwriting cycle in 2004.

Out-of-pocket spending is expected to grow slightly less, up 6.7 percent in 2004 after growing 7.6 percent in 2003. Out-of-pocket spending is projected to decrease 1.5 percent in 2006 due to the new Medicare prescription drug benefit and then increase steadily until 2014. For the remainder of the forecast period, we project that out-of-pocket spending growth will converge to the rate of growth of private health insurance, causing the out-of-pocket share to flatten out.

Prescription drug spending is still projected to be the fastest-growing sector, but growth is expected to continue its slowdown that began in 2000. Prescription drug spending growth is expected to be 11.9 percent in 2004 and slow to 8.7 percent by 2014. The deceleration is due to slightly slower growth in drug prices, the scheduled expiration of patent protection for several top-selling drugs, and increased use of multi-tiered co-payments that have slowed demand.

Hospital spending growth is projected to accelerate in 2004 to 7.0 percent, after a slowdown in 2003, when hospital spending growth was 6.5 percent. Private sector hospital spending is projected to decelerate from 8.4 percent growth in 2003 to 6.5 percent growth in 2004, due to no acceleration in price growth and a deceleration in utilization growth. The slowdown in utilization is due to the quiet re-introduction of utilization management tools and the incorporation of some inpatient cost sharing. Public sector hospital spending growth is projected to increase from 5.3 percent in 2003 to 7.3 percent in 2004, with accelerations projected to occur in both Medicare and Medicaid.

Home health spending growth is expected to sharply increase to 13.0 percent in 2004 from 9.5 percent in 2003 due to large anticipated increases in Medicare and Medicaid spending. Nursing home spending growth is expected to slightly accelerate to 4.2 percent in 2004 from 4.0 percent in 2003, with a deceleration in private spending and acceleration in public spending. It is expected the aging of the population will lead to accelerations in spending for both home health and nursing homes over the last several years of the projection.

The full text of this paper is available online for free on the Health Affairs web site at:  
<http://content.healthaffairs.org/webexclusives/index.dtl?year=2005>

Table 1

National Health Expenditures and Selected Economic Indicators, Levels and Annual Percent Change: Selected Calendar Years 1998-2014<sup>1</sup>

Item	1998	1999	2000	2001	2002	2003	Projected											
							2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014	
National Health Expenditures (billions)	\$1,150.9	\$1,222.2	\$1,309.9	\$1,426.4	\$1,559.0	\$1,678.9	\$1,804.7	\$1,936.5	\$2,077.5	\$2,232.9	\$2,399.2	\$2,573.3	\$2,753.9	\$2,944.2	\$3,146.3	\$3,360.7	\$3,585.7	
National Health Expenditures as a Percent of Gross Domestic Product	13.2%	13.2%	13.3%	14.1%	14.9%	15.3%	15.4%	15.6%	16.0%	16.3%	16.7%	17.0%	17.3%	17.6%	18.0%	18.3%	18.7%	
National Health Expenditures Per Capita	\$4,098	\$4,302	\$4,560	\$4,914	\$5,317	\$5,670	\$6,040	\$6,423	\$6,830	\$7,278	\$7,754	\$8,247	\$8,754	\$9,284	\$9,842	\$10,432	\$11,046	
Gross Domestic Product (billions)	\$8,747.0	\$9,268.4	\$9,817.0	\$10,128.0	\$10,487.0	\$11,004.0	\$11,719.3	\$12,375.5	\$13,019.1	\$13,683.0	\$14,394.6	\$15,143.1	\$15,915.4	\$16,695.2	\$17,496.6	\$18,318.9	\$19,179.9	
Gross Domestic Product (billions of 2000 \$)	9,066.9	9,470.3	9,817.0	9,890.7	10,074.8	10,381.3	10,827.7	11,217.5	11,576.5	11,923.7	12,257.6	12,588.6	12,915.9	13,225.9	13,530.0	13,827.7	14,131.9	
Gross Domestic Product Implicit Price Deflator (chain weighted 2000 base year)	0.965	0.979	1.000	1.024	1.041	1.060	1.083	1.105	1.127	1.151	1.178	1.208	1.238	1.269	1.301	1.333	1.367	
Consumer Price Index (CPI-W) - 1982-1984 base	1.630	1.666	1.722	1.771	1.799	1.840	1.890	1.935	1.981	2.029	2.086	2.144	2.204	2.266	2.329	2.395	2.462	
HCFA Implicit Medical Price Deflator <sup>2</sup>	0.942	0.967	1.000	1.039	1.079	1.118	1.160	1.202	1.245	1.292	1.340	1.390	1.443	1.498	1.557	1.619	1.683	
U.S. Population <sup>3</sup>	280.8	284.1	287.3	290.3	293.2	296.1	298.8	301.5	304.2	306.8	309.4	312.0	314.6	317.1	319.7	322.2	324.6	
Population age less than 65 years	245.9	249.0	251.9	254.6	257.3	259.8	262.3	264.6	266.9	269.0	271.0	272.8	274.5	276.0	277.4	278.6	279.7	
Population age 65 years and older	34.9	35.1	35.4	35.7	35.9	36.2	36.5	36.9	37.3	37.8	38.4	39.2	40.1	41.1	42.3	43.6	44.9	
Private Health Insurance - NHE (billions)	\$384.7	\$413.7	\$450.6	\$496.6	\$549.5	\$600.6	\$646.9	\$690.5	\$722.0	\$775.4	\$834.2	\$895.7	\$957.4	\$1,022.7	\$1,088.5	\$1,156.8	\$1,224.8	
Private Health Insurance - PHC (billions)	343.4	367.0	399.3	437.6	479.1	518.7	558.8	597.8	621.2	665.4	713.9	766.1	821.0	879.1	936.5	995.6	1,055.1	
Annual Percent Change From Previous Year Shown																		
National Health Expenditures (billions)	--	6.2	7.2	8.9	9.3	7.7	7.5	7.3	7.5	7.5	7.3	7.3	7.0	6.9	6.9	6.8	6.7	
National Health Expenditures as a Percent of Gross Domestic Product	--	0.2	1.2	5.5	5.6	2.6	0.9	1.6	2.0	2.3	2.1	2.0	1.8	1.9	2.0	2.0	1.9	
National Health Expenditures Per Capita	--	5.0	6.0	7.8	8.2	6.6	6.5	6.3	6.3	6.6	6.5	6.4	6.1	6.1	6.0	6.0	5.9	
Gross Domestic Product (billions)	--	6.0	5.9	3.2	3.5	4.9	6.5	5.6	5.2	5.1	5.2	5.2	5.1	4.9	4.8	4.7	4.7	
Gross Domestic Product (billions of 2000 \$)	--	4.4	3.7	0.8	1.9	3.0	4.3	3.6	3.2	3.0	2.8	2.7	2.6	2.4	2.3	2.2	2.2	
Gross Domestic Product Implicit Price Deflator (chain weighted 2000 base year)	--	1.4	2.2	2.4	1.7	1.8	2.2	2.0	2.0	2.1	2.4	2.5	2.5	2.5	2.5	2.5	2.5	
Consumer Price Index (CPI-W) - 1982-1984 base	--	2.2	3.4	2.8	1.6	2.3	2.7	2.4	2.4	2.4	2.8	2.8	2.8	2.8	2.8	2.8	2.8	
HCFA Implicit Medical Price Deflator <sup>2</sup>	--	2.7	3.4	3.9	3.9	3.6	3.8	3.6	3.6	3.7	3.7	3.8	3.8	3.8	3.9	4.0	4.0	
U.S. Population <sup>3</sup>	--	1.2	1.1	1.0	1.0	1.0	0.9	0.9	0.9	0.9	0.9	0.8	0.8	0.8	0.8	0.8	0.8	
Population age less than 65 years	--	1.2	1.2	1.1	1.0	1.0	0.9	0.9	0.8	0.8	0.7	0.7	0.6	0.5	0.5	0.4	0.4	
Population age 65 years and older	--	0.5	0.8	0.7	0.8	0.9	0.8	1.0	1.2	1.4	1.6	2.0	2.3	2.6	2.9	3.0	3.1	
Private Health Insurance - NHE	--	7.5	8.9	10.2	10.6	9.3	7.7	6.7	4.6	7.4	7.6	7.4	6.9	6.8	6.4	6.3	5.9	
Private Health Insurance - PHC	--	6.9	8.8	9.6	9.5	8.3	7.7	7.0	3.9	7.1	7.3	7.3	7.2	7.1	6.5	6.3	6.0	

1/ The health spending projections were based on the 2003 version of the National Health Expenditures released in January 2005.

2/ 2000 base year. Calculated as the difference between nominal personal health care spending and real personal health care spending. Real personal health care spending is produced by deflating spending on each service type by the appropriate deflator (PPI, CPI, etc.) and adding real spending by service type.

3/ July 1 Census resident based population estimates.

NOTE: Numbers and percents may not add to totals because of rounding.

SOURCE: Centers for Medicare &amp; Medicaid Services, Office of the Actuary.

**Table 2**  
**National Health Expenditure Amounts, and Annual Percent Change by Type of Expenditure: Selected Calendar Years 1998-2014<sup>1</sup>**

Type of Expenditure	Projected																
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
National Health Expenditures	\$1,150.9	\$1,222.2	\$1,309.9	\$1,426.4	\$1,559.0	\$1,678.9	\$1,804.7	\$1,936.5	\$2,077.5	\$2,232.9	\$2,399.2	\$2,573.3	\$2,753.9	\$2,944.2	\$3,146.3	\$3,360.7	\$3,585.7
Health Services and Supplies	1,112.6	1,180.2	1,260.9	1,373.8	1,499.8	1,614.2	1,735.5	1,862.5	1,997.8	2,147.0	2,307.1	2,474.7	2,648.6	2,831.9	3,026.9	3,234.0	3,451.3
Personal Health Care	1,009.8	1,065.6	1,136.1	1,235.5	1,342.9	1,440.8	1,549.0	1,663.6	1,781.3	1,911.3	2,050.7	2,197.8	2,353.1	2,516.8	2,690.0	2,873.5	3,067.0
Hospital Care	378.5	393.4	413.1	446.4	484.2	515.9	551.8	588.6	623.5	662.9	704.4	749.1	795.4	844.2	895.3	950.0	1,007.2
Professional Services	375.7	397.7	426.4	464.4	503.0	542.0	581.2	623.6	667.4	716.7	770.6	826.7	886.4	949.3	1,016.3	1,086.9	1,161.3
Physician and Clinical Services	256.8	270.9	290.2	315.1	340.8	369.7	397.2	425.7	453.8	486.5	522.3	559.6	599.0	640.4	685.1	732.4	782.5
Other Professional Services	35.5	36.7	38.8	42.6	46.1	48.5	52.2	55.6	59.6	63.9	68.5	73.2	78.5	84.3	90.3	96.3	102.3
Dental Services	53.2	56.4	60.7	65.6	70.9	74.3	79.1	84.1	90.0	96.0	102.5	109.3	116.4	123.7	131.2	138.8	146.9
Other Personal Health Care	30.2	33.7	36.7	41.1	45.3	49.5	52.8	58.2	63.9	70.3	77.3	84.7	92.5	100.9	109.8	119.4	129.7
Nursing Home and Home Health	123.1	122.9	126.9	134.9	143.1	150.8	160.6	170.9	181.9	193.5	205.6	218.1	230.9	244.4	258.8	274.0	290.5
Home Health Care	33.6	32.3	31.6	33.7	36.5	40.0	45.2	50.0	54.8	59.5	64.2	68.9	73.6	78.5	83.8	89.6	95.9
Nursing Home Care	89.5	90.7	95.3	101.2	106.6	110.8	115.4	121.0	127.1	134.0	141.4	149.1	157.3	165.9	174.9	184.4	194.6
Retail Outlet Sales of Medical Products	132.5	151.6	169.7	189.7	212.6	232.1	255.4	280.5	308.5	338.1	370.1	403.9	440.4	478.9	519.6	562.5	608.0
Prescription Drugs	87.3	104.4	121.5	140.8	161.8	179.2	200.5	223.5	249.3	276.0	304.8	335.8	368.8	403.7	440.6	479.7	521.3
Other Medical Products	45.3	47.2	48.1	48.9	50.7	52.9	54.8	57.0	59.2	62.2	65.3	68.1	71.6	75.2	79.0	82.8	86.7
Durable Medical Equipment	16.9	17.2	17.7	18.4	19.6	20.4	21.2	21.7	22.4	23.4	24.4	25.1	26.2	27.4	28.8	30.2	31.6
Other Non-Durable Medical Products	28.4	30.0	30.4	30.5	31.1	32.5	33.7	35.3	36.8	38.7	40.9	43.0	45.3	47.8	50.2	52.6	55.1
Government Administration and Net Cost of																	
Private Health Insurance	64.9	73.3	81.0	90.9	105.7	119.7	128.2	135.4	147.3	160.4	174.4	187.8	199.0	210.8	224.1	238.6	252.9
Government Public Health Activities	37.9	41.2	43.9	47.4	51.2	53.8	58.3	63.6	69.2	75.4	82.0	89.0	96.5	104.4	112.8	121.8	131.4
Investment	38.3	42.0	49.0	52.6	59.2	64.6	69.2	74.0	79.7	85.8	92.2	98.6	105.3	112.2	119.4	126.8	134.4
Research <sup>2</sup>	20.5	23.7	29.1	32.9	36.5	40.2	43.1	46.4	50.5	55.1	59.8	64.6	69.6	74.7	79.9	85.2	90.7
Construction	17.7	18.3	19.8	19.7	22.7	24.5	26.1	27.6	29.1	30.7	32.3	34.0	35.8	37.6	39.5	41.5	43.6
Annual Percent Change From Previous Year Shown																	
National Health Expenditures	--	6.2	7.2	8.9	9.3	7.7	7.5	7.3	7.5	7.5	7.5	7.3	7.0	6.9	6.9	6.8	6.7
Health Services and Supplies	--	6.1	6.8	9.0	9.2	7.6	7.5	7.3	7.5	7.5	7.5	7.3	7.0	6.9	6.9	6.8	6.7
Personal Health Care	--	5.5	6.6	8.7	8.7	7.3	7.5	7.4	7.1	7.3	7.3	7.2	7.1	7.0	6.9	6.8	6.7
Hospital Care	--	3.9	5.0	8.1	8.5	6.5	7.0	6.7	5.9	6.3	6.3	6.3	6.2	6.1	6.1	6.1	6.0
Professional Services	--	5.9	7.2	8.9	8.3	7.8	7.2	7.3	7.0	7.4	7.5	7.3	7.2	7.1	7.1	6.9	6.8
Physician and Clinical Services	--	5.5	7.1	8.6	8.2	8.5	7.4	7.2	6.6	7.2	7.4	7.1	7.0	6.9	7.0	6.9	6.8
Other Professional Services	--	3.3	5.8	9.9	8.0	5.3	7.5	6.5	7.3	7.2	7.2	6.9	7.2	7.4	7.1	6.6	6.2
Dental Services	--	6.1	7.7	8.0	8.0	4.8	6.4	6.4	6.9	6.7	6.8	6.6	6.5	6.3	6.1	5.8	5.8
Other Personal Health Care	--	11.7	8.8	12.1	10.1	9.2	6.6	10.3	9.8	10.0	9.9	9.6	9.3	9.0	8.8	8.8	8.6
Nursing Home and Home Health	--	-0.1	3.3	6.3	6.1	5.4	6.5	6.4	6.4	6.4	6.2	6.1	5.9	5.8	5.9	5.9	6.0
Home Health Care	--	-3.9	-2.0	6.5	8.5	9.5	13.0	10.5	9.6	8.7	7.9	7.4	6.8	6.7	6.9	7.0	
Nursing Home Care	--	1.3	5.1	6.2	5.3	4.0	4.2	4.8	5.1	5.4	5.5	5.5	5.5	5.5	5.4	5.5	5.5
Retail Outlet Sales of Medical Products	--	14.4	11.9	11.8	12.0	9.2	10.1	9.8	10.0	9.6	9.5	9.1	9.0	8.7	8.5	8.3	8.1
Prescription Drugs	--	19.7	16.4	15.9	14.9	10.7	11.9	11.4	11.6	10.7	10.5	10.2	9.8	9.4	9.1	8.9	8.7
Other Medical Products	--	4.3	2.0	1.7	3.6	4.2	3.7	3.9	3.9	4.9	5.1	4.3	5.0	5.1	5.0	4.9	4.7
Durable Medical Equipment	--	2.3	3.0	3.9	6.4	4.0	3.8	2.5	3.5	4.4	4.2	2.8	4.5	4.6	4.8	4.9	4.8
Other Non-Durable Medical Products	--	5.5	1.4	0.4	2.0	4.4	3.7	4.8	4.2	5.3	5.6	5.2	5.4	5.3	5.1	4.8	4.6
Government Administration and Net Cost of																	
Private Health Insurance	--	12.9	10.4	12.3	16.3	13.2	7.1	5.6	8.8	8.9	8.7	7.7	5.9	5.9	6.3	6.5	6.0
Government Public Health Activities	--	8.7	6.4	8.1	7.9	5.1	8.5	9.1	8.9	8.9	8.8	8.5	8.4	8.2	8.0	7.9	
Investment	--	9.9	16.5	7.4	12.7	9.1	7.1	6.9	7.6	7.7	7.4	7.0	6.8	6.6	6.4	6.2	6.0
Research <sup>2</sup>	--	15.3	23.0	12.9	11.0	10.0	7.4	7.6	8.9	9.1	8.5	8.0	7.7	7.3	7.0	6.7	6.5
Construction	--	3.6	8.1	-0.7	15.5	7.7	6.5	5.9	5.6	5.3	5.4	5.2	5.1	5.1	5.1	5.1	5.1

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Research and development expenditures of drug companies and other manufacturers and providers of medical equipment and supplies are excluded from research expenditures. These research expenditures are implicitly included in the expenditure class in which the product falls, in that they are covered by the payment received for that product.

NOTE: Numbers may not add to totals because of rounding.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.

Table 3

**National Health Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual Percent Change by Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Third-Party Payments										
	Total	Out-of-Pocket Payments	Private Health Insurance	Other Funds	Private		Public			Medicare <sup>3</sup>	Medicaid <sup>4</sup>
					Total	Federal <sup>2</sup>	State and Local <sup>2</sup>				
<b>Amount in Billions</b>											
Historical Estimates											
1998	\$1,150.9	\$175.6	\$975.3	\$384.7	\$70.8	\$519.8	\$366.9	\$152.9	\$208.8	\$171.5	
1999	1,222.2	184.7	1,037.5	413.7	73.4	550.3	386.2	164.1	213.0	186.8	
2000	1,309.9	193.1	1,116.8	450.6	73.8	592.4	416.0	176.4	224.5	203.4	
2001	1,426.4	202.0	1,224.4	496.6	73.1	654.6	463.8	190.8	248.8	223.7	
2002	1,559.0	214.2	1,344.8	549.5	77.4	718.0	508.6	209.4	267.7	250.7	
2003	1,678.9	230.5	1,448.4	600.6	82.1	765.7	541.7	224.0	283.1	268.6	
Projected											
2004	1,804.7	245.9	1,558.8	646.9	87.7	824.2	583.7	240.8	306.2	289.8	
2005	1,936.5	261.8	1,674.8	690.5	93.0	891.3	627.2	264.3	332.3	316.2	
2006	2,077.5	257.7	1,819.8	722.0	98.3	999.5	730.7	275.0	424.8	321.6	
2007	2,232.9	275.8	1,957.1	775.4	104.6	1,077.2	787.3	296.6	456.6	350.9	
2008	2,399.2	295.5	2,103.8	834.2	111.2	1,158.4	846.1	319.6	488.9	382.5	
2009	2,573.3	316.1	2,257.2	895.7	118.3	1,243.4	907.3	344.0	522.0	416.1	
2010	2,753.9	338.0	2,415.9	957.4	125.7	1,332.8	971.9	369.7	557.2	451.6	
2011	2,944.2	361.3	2,582.9	1,022.7	133.4	1,426.8	1,039.4	396.9	594.3	489.0	
2012	3,146.3	384.6	2,761.7	1,088.5	141.5	1,531.8	1,116.3	425.9	638.9	529.1	
2013	3,360.7	407.7	2,953.0	1,156.8	149.4	1,646.9	1,201.3	456.9	689.6	572.2	
2014	3,585.7	430.9	3,154.8	1,224.8	157.5	1,772.5	1,294.9	489.9	746.9	618.5	
Historical Estimates											
1998	\$4,098	\$625	\$3,473	\$1,370	\$252	\$1,851	\$1,306	\$544	(5)	(5)	
1999	4,302	650	3,652	1,456	258	1,937	1,359	578	(5)	(5)	
2000	4,560	672	3,887	1,568	257	2,062	1,448	614	(5)	(5)	
2001	4,914	696	4,218	1,711	252	2,255	1,598	658	(5)	(5)	
2002	5,317	731	4,587	1,874	264	2,449	1,735	714	(5)	(5)	
2003	5,670	778	4,892	2,029	277	2,586	1,829	757	(5)	(5)	
Projected											
2004	6,040	823	5,217	2,165	294	2,758	1,953	806	(5)	(5)	
2005	6,423	868	5,555	2,290	308	2,956	2,080	877	(5)	(5)	
2006	6,830	847	5,983	2,374	323	3,286	2,402	904	(5)	(5)	
2007	7,278	899	6,379	2,527	341	3,511	2,566	967	(5)	(5)	
2008	7,754	955	6,799	2,696	360	3,744	2,734	1,033	(5)	(5)	
2009	8,247	1,013	7,234	2,871	379	3,985	2,908	1,103	(5)	(5)	
2010	8,754	1,074	7,679	3,043	400	4,237	3,089	1,175	(5)	(5)	
2011	9,284	1,139	8,144	3,225	421	4,499	3,278	1,252	(5)	(5)	
2012	9,842	1,203	8,639	3,405	443	4,792	3,492	1,332	(5)	(5)	
2013	10,432	1,266	9,166	3,591	464	5,112	3,729	1,418	(5)	(5)	
2014	11,046	1,327	9,718	3,773	485	5,460	3,989	1,509	(5)	(5)	
Historical Estimates											
1998	100.0	15.3	84.7	33.4	6.2	45.2	31.9	13.3	18.1	14.9	
1999	100.0	15.1	84.9	33.9	6.0	45.0	31.6	13.4	17.4	15.3	
2000	100.0	14.7	85.3	34.4	5.6	45.2	31.8	13.5	17.1	15.5	
2001	100.0	14.2	85.8	34.8	5.1	45.9	32.5	13.4	17.4	15.7	
2002	100.0	13.7	86.3	35.2	5.0	46.1	32.6	13.4	17.2	16.1	
2003	100.0	13.7	86.3	35.8	4.9	45.6	32.3	13.3	16.9	16.0	
Projected											
2004	100.0	13.6	86.4	35.8	4.9	45.7	32.3	13.3	17.0	16.1	
2005	100.0	13.5	86.5	35.7	4.8	46.0	32.4	13.6	17.2	16.3	
2006	100.0	12.4	87.6	34.8	4.7	48.1	35.2	13.2	20.4	15.5	
2007	100.0	12.4	87.6	34.7	4.7	48.2	35.3	13.3	20.4	15.7	
2008	100.0	12.3	87.7	34.8	4.6	48.3	35.3	13.3	20.4	15.9	
2009	100.0	12.3	87.7	34.8	4.6	48.3	35.3	13.4	20.3	16.2	
2010	100.0	12.3	87.7	34.8	4.6	48.4	35.3	13.4	20.2	16.4	
2011	100.0	12.3	87.7	34.7	4.5	48.5	35.3	13.5	20.2	16.6	
2012	100.0	12.2	87.8	34.6	4.5	48.7	35.5	13.5	20.3	16.8	
2013	100.0	12.1	87.9	34.4	4.4	49.0	35.7	13.6	20.5	17.0	
2014	100.0	12.0	88.0	34.2	4.4	49.4	36.1	13.7	20.8	17.2	
Historical Estimates											
<b>Annual Percent Change from Previous Year Shown</b>											
1998	--	--	--	--	--	--	--	--	--	--	
1999	6.2	5.2	6.4	7.5	3.7	5.9	5.2	7.3	2.0	8.9	
2000	7.2	4.5	7.6	8.9	0.6	7.6	7.7	7.5	5.4	8.9	
2001	8.9	4.6	9.6	10.2	-0.9	10.5	11.5	8.2	10.8	10.0	
2002	9.3	6.0	9.8	10.6	5.8	9.7	9.7	9.7	7.6	12.1	
2003	7.7	7.6	7.7	9.3	6.2	6.6	6.5	7.0	5.7	7.1	
Projected											
2004	7.5	6.7	7.6	7.7	6.8	7.6	7.8	7.5	8.2	7.9	
2005	7.3	6.5	7.4	6.7	6.0	8.1	7.5	9.8	8.5	9.1	
2006	7.3	-1.5	8.7	4.6	5.7	12.1	16.5	4.0	27.8	1.7	
2007	7.5	7.0	7.5	7.4	6.4	7.8	7.7	7.9	7.5	9.1	
2008	7.5	7.1	7.5	7.6	6.4	7.5	7.5	7.8	7.1	9.0	
2009	7.3	7.0	7.3	7.4	6.3	7.3	7.2	7.6	6.8	8.8	
2010	7.0	6.9	7.0	6.9	6.3	7.2	7.1	7.5	6.7	8.5	
2011	6.9	6.9	6.9	6.8	6.2	7.1	7.0	7.3	6.7	8.3	
2012	6.9	6.5	6.9	6.4	6.0	7.4	7.4	7.3	7.5	8.2	
2013	6.8	6.0	6.9	6.3	5.6	7.5	7.6	7.3	7.9	8.1	
2014	6.7	5.7	6.8	5.9	5.4	7.6	7.8	7.2	8.3	8.1	

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.

NOTES: Per capita amounts based on July 1 Census resident based population estimates. Numbers and percents may not add to totals because of rounding

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.

**Table 4**  
**Health Services and Supplies Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual Percent Change by**  
**Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Total	Out-of-Pocket Payments	Third-Party Payments					Public		
			Private Health Insurance	Other Funds	Private	State and Local <sup>2</sup>			Medicare <sup>3</sup>	Medicaid <sup>4</sup>
						Total	Federal <sup>2</sup>	Local <sup>2</sup>		
Amount in Billions										
Historical Estimates										
1998	\$1,112.6	\$175.6	\$937.1	\$384.7	\$55.3	\$497.1	\$350.3	\$146.8	\$208.8	\$171.5
1999	1,180.2	184.7	995.4	413.7	57.3	524.4	366.9	157.5	213.0	186.8
2000	1,260.9	193.1	1,067.8	450.6	55.5	561.7	392.9	168.8	224.5	203.4
2001	1,373.8	202.0	1,171.8	496.6	55.6	619.6	436.6	183.1	248.8	223.7
2002	1,499.8	214.2	1,285.6	549.5	57.6	678.5	477.8	200.7	267.7	250.7
2003	1,614.2	230.5	1,383.7	600.6	61.5	721.7	507.5	214.2	283.1	268.6
Projected										
2004	1,735.5	245.9	1,489.6	646.9	65.8	777.0	546.8	230.4	306.2	289.8
2005	1,862.5	261.8	1,600.7	690.5	69.7	840.5	587.5	253.3	332.3	316.2
2006	1,997.8	257.7	1,740.1	722.0	73.7	944.4	687.4	263.2	424.8	321.6
2007	2,147.0	275.8	1,871.3	775.4	78.6	1,017.3	740.0	284.0	456.6	350.9
2008	2,307.1	295.5	2,011.6	834.2	83.8	1,093.6	794.8	306.2	488.9	382.5
2009	2,474.7	316.1	2,158.6	895.7	89.4	1,173.6	851.8	329.8	522.0	416.1
2010	2,648.6	338.0	2,310.6	957.4	95.3	1,257.9	912.1	354.6	557.2	451.6
2011	2,831.9	361.3	2,470.6	1,022.7	101.5	1,346.6	975.3	380.8	594.3	489.0
2012	3,026.9	384.6	2,642.3	1,088.5	107.8	1,446.0	1,047.7	408.8	638.9	529.1
2013	3,234.0	407.7	2,826.3	1,156.8	114.0	1,555.5	1,128.1	438.8	689.6	572.2
2014	3,451.3	430.9	3,020.4	1,224.8	120.4	1,675.3	1,216.9	470.7	746.9	618.5
Historical Estimates										
1998	\$3,962	\$625	\$3,337	\$1,370	\$197	\$1,770	\$1,247	\$523	(5)	(5)
1999	4,154	650	3,504	1,456	202	1,846	1,291	555	(5)	(5)
2000	4,389	672	3,717	1,568	193	1,955	1,368	587	(5)	(5)
2001	4,733	696	4,037	1,711	191	2,135	1,504	631	(5)	(5)
2002	5,115	731	4,385	1,874	196	2,314	1,630	684	(5)	(5)
2003	5,452	778	4,674	2,029	208	2,437	1,714	723	(5)	(5)
Projected										
2004	5,808	823	4,985	2,165	220	2,600	1,830	771	(5)	(5)
2005	6,178	868	5,309	2,290	231	2,788	1,949	840	(5)	(5)
2006	6,568	847	5,721	2,374	242	3,105	2,260	865	(5)	(5)
2007	6,998	899	6,099	2,527	256	3,316	2,412	926	(5)	(5)
2008	7,456	955	6,501	2,696	271	3,534	2,569	990	(5)	(5)
2009	7,931	1,013	6,918	2,871	286	3,761	2,730	1,057	(5)	(5)
2010	8,419	1,074	7,345	3,043	303	3,999	2,899	1,127	(5)	(5)
2011	8,930	1,139	7,790	3,225	320	4,246	3,075	1,201	(5)	(5)
2012	9,469	1,203	8,266	3,405	337	4,524	3,277	1,279	(5)	(5)
2013	10,038	1,266	8,773	3,591	354	4,828	3,502	1,362	(5)	(5)
2014	10,632	1,327	9,305	3,773	371	5,161	3,749	1,450	(5)	(5)
Historical Estimates										
1998	100.0	15.8	84.2	34.6	5.0	44.7	31.5	13.2	18.8	15.4
1999	100.0	15.7	84.3	35.1	4.9	44.4	31.1	13.3	18.1	15.8
2000	100.0	15.3	84.7	35.7	4.4	44.5	31.2	13.4	17.8	16.1
2001	100.0	14.7	85.3	36.2	4.0	45.1	31.8	13.3	18.1	16.3
2002	100.0	14.3	85.7	36.6	3.8	45.2	31.9	13.4	17.9	16.7
2003	100.0	14.3	85.7	37.2	3.8	44.7	31.4	13.3	17.5	16.6
Projected										
2004	100.0	14.2	85.8	37.3	3.8	44.8	31.5	13.3	17.6	16.7
2005	100.0	14.1	85.9	37.1	3.7	45.1	31.5	13.6	17.8	17.0
2006	100.0	12.9	87.1	36.1	3.7	47.3	34.4	13.2	21.3	16.1
2007	100.0	12.8	87.2	36.1	3.7	47.4	34.5	13.2	21.3	16.3
2008	100.0	12.8	87.2	36.2	3.6	47.4	34.4	13.3	21.2	16.6
2009	100.0	12.8	87.2	36.2	3.6	47.4	34.4	13.3	21.1	16.8
2010	100.0	12.8	87.2	36.1	3.6	47.5	34.4	13.4	21.0	17.1
2011	100.0	12.8	87.2	36.1	3.6	47.5	34.4	13.4	21.0	17.3
2012	100.0	12.7	87.3	36.0	3.6	47.8	34.6	13.5	21.1	17.5
2013	100.0	12.6	87.4	35.8	3.5	48.1	34.9	13.6	21.3	17.7
2014	100.0	12.5	87.5	35.5	3.5	48.5	35.3	13.6	21.6	17.9
Historical Estimates										
Annual Percent Change from Previous Year Shown										
1998	--	--	--	--	--	--	--	--	--	--
1999	6.1	5.2	6.2	7.5	3.6	5.5	4.7	7.3	2.0	8.9
2000	6.8	4.5	7.3	8.9	-3.0	7.1	7.1	7.1	5.4	8.9
2001	9.0	4.6	9.7	10.2	0.0	10.3	11.1	8.5	10.8	10.0
2002	9.2	6.0	9.7	10.6	3.6	9.5	9.5	9.6	7.6	12.1
2003	7.6	7.6	7.6	9.3	6.8	6.4	6.2	6.7	5.7	7.1
Projected										
2004	7.5	6.7	7.6	7.7	6.9	7.7	7.8	7.6	8.2	7.9
2005	7.3	6.5	7.5	6.7	6.1	8.2	7.4	9.9	8.5	9.1
2006	7.3	-1.5	8.7	4.6	5.7	12.4	17.0	3.9	27.8	1.7
2007	7.5	7.0	7.5	7.4	6.7	7.7	7.7	7.9	7.5	9.1
2008	7.5	7.1	7.5	7.6	6.6	7.5	7.4	7.8	7.1	9.0
2009	7.3	7.0	7.3	7.4	6.6	7.3	7.2	7.7	6.8	8.8
2010	7.0	6.9	7.0	6.9	6.6	7.2	7.1	7.5	6.7	8.5
2011	6.9	6.9	6.9	6.8	6.5	7.0	6.9	7.4	6.7	8.3
2012	6.9	6.5	6.9	6.4	6.3	7.4	7.4	7.4	7.5	8.2
2013	6.8	6.0	7.0	6.3	5.8	7.6	7.7	7.3	7.9	8.1
2014	6.7	5.7	6.9	5.9	5.5	7.7	7.9	7.3	8.3	8.1

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.

NOTES: Per capita amounts based on July 1 Census resident based population estimates. Numbers and percents may not add to totals because of rounding

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.

**Table 5**  
**Personal Health Care Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual Percent Change by Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Total	Out-of-Pocket Payments	Third-Party Payments					Public		
			Private Health Insurance	Other Funds	Private	State and Local <sup>2</sup>		Medicare <sup>3</sup>	Medicaid <sup>4</sup>	
						Total	Federal <sup>2</sup>			
Amount in Billions										
Historical Estimates										
1998	\$1,009.8	\$175.6	\$834.2	\$343.4	\$54.4	\$436.4	\$333.2	\$103.2	\$202.5	\$160.1
1999	1,065.6	184.7	880.9	367.0	56.3	457.6	347.2	110.4	205.7	174.2
2000	1,136.1	193.1	943.0	399.3	54.4	489.2	371.5	117.8	216.9	189.2
2001	1,235.5	202.0	1,033.5	437.6	54.3	541.6	413.9	127.7	241.5	207.9
2002	1,342.9	214.2	1,128.7	479.1	56.2	593.3	452.3	141.0	259.7	233.5
2003	1,440.8	230.5	1,210.3	518.7	60.0	631.5	479.8	151.7	274.9	250.0
Projected										
2004	1,549.0	245.9	1,303.1	558.8	64.2	680.2	516.9	163.3	297.5	269.5
2005	1,663.6	261.8	1,401.8	597.8	68.1	735.9	555.4	180.6	322.7	294.3
2006	1,781.3	257.7	1,523.6	621.2	72.0	830.4	646.0	184.4	407.9	297.6
2007	1,911.3	275.8	1,635.5	665.4	76.9	893.3	694.7	198.7	437.9	324.6
2008	2,050.7	295.5	1,755.2	713.9	82.0	959.3	745.5	213.9	468.6	353.7
2009	2,197.8	316.1	1,881.7	766.1	87.5	1,028.2	798.2	230.0	499.9	384.8
2010	2,353.1	338.0	2,015.1	821.0	93.3	1,100.8	853.9	247.0	533.1	417.5
2011	2,516.8	361.3	2,155.5	879.1	99.4	1,177.1	912.3	264.8	568.2	452.0
2012	2,690.0	384.6	2,305.4	936.5	105.7	1,263.3	979.4	283.9	610.5	488.9
2013	2,873.5	407.7	2,465.8	995.6	111.9	1,358.4	1,054.1	304.3	658.8	528.6
2014	3,067.0	430.9	2,636.1	1,055.1	118.2	1,463.0	1,136.9	326.1	713.5	571.2
Historical Estimates										
1998	\$3,596	\$625	\$2,970	\$1,223	\$194	\$1,554	\$1,186	\$368	(5)	(5)
1999	3,751	650	3,101	1,292	198	1,611	1,222	389	(5)	(5)
2000	3,955	672	3,282	1,390	190	1,703	1,293	410	(5)	(5)
2001	4,257	696	3,561	1,508	187	1,866	1,426	440	(5)	(5)
2002	4,580	731	3,850	1,634	192	2,024	1,543	481	(5)	(5)
2003	4,866	778	4,088	1,752	203	2,133	1,621	512	(5)	(5)
Projected										
2004	5,184	823	4,361	1,870	215	2,276	1,730	546	(5)	(5)
2005	5,518	868	4,650	1,983	226	2,441	1,842	599	(5)	(5)
2006	5,856	847	5,009	2,042	237	2,730	2,124	606	(5)	(5)
2007	6,230	899	5,331	2,169	251	2,912	2,264	648	(5)	(5)
2008	6,627	955	5,673	2,307	265	3,100	2,409	691	(5)	(5)
2009	7,044	1,013	6,031	2,455	280	3,295	2,558	737	(5)	(5)
2010	7,480	1,074	6,406	2,610	297	3,499	2,714	785	(5)	(5)
2011	7,936	1,139	6,797	2,772	313	3,712	2,877	835	(5)	(5)
2012	8,415	1,203	7,212	2,930	331	3,952	3,064	888	(5)	(5)
2013	8,919	1,266	7,654	3,090	347	4,217	3,272	945	(5)	(5)
2014	9,448	1,327	8,121	3,250	364	4,507	3,502	1,005	(5)	(5)
Historical Estimates										
1998	100.0	17.4	82.6	34.0	5.4	43.2	33.0	10.2	20.1	15.9
1999	100.0	17.3	82.7	34.4	5.3	42.9	32.6	10.4	19.3	16.3
2000	100.0	17.0	83.0	35.1	4.8	43.1	32.7	10.4	19.1	16.7
2001	100.0	16.3	83.7	35.4	4.4	43.8	33.5	10.3	19.5	16.8
2002	100.0	16.0	84.0	35.7	4.2	44.2	33.7	10.5	19.3	17.4
2003	100.0	16.0	84.0	36.0	4.2	43.8	33.3	10.5	19.1	17.4
Projected										
2004	100.0	15.9	84.1	36.1	4.1	43.9	33.4	10.5	19.2	17.4
2005	100.0	15.7	84.3	35.9	4.1	44.2	33.4	10.9	19.4	17.7
2006	100.0	14.5	85.5	34.9	4.0	46.6	36.3	10.4	22.9	16.7
2007	100.0	14.4	85.6	34.8	4.0	46.7	36.3	10.4	22.9	17.0
2008	100.0	14.4	85.6	34.8	4.0	46.8	36.4	10.4	22.9	17.2
2009	100.0	14.4	85.6	34.9	4.0	46.8	36.3	10.5	22.7	17.5
2010	100.0	14.4	85.6	34.9	4.0	46.8	36.3	10.5	22.7	17.7
2011	100.0	14.4	85.6	34.9	3.9	46.8	36.2	10.5	22.6	18.0
2012	100.0	14.3	85.7	34.8	3.9	47.0	36.4	10.6	22.7	18.2
2013	100.0	14.2	85.8	34.6	3.9	47.3	36.7	10.6	22.9	18.4
2014	100.0	14.0	86.0	34.4	3.9	47.7	37.1	10.6	23.3	18.6
Historical Estimates										
1998	--	--	--	--	--	--	--	--	--	--
1999	5.5	5.2	5.6	6.9	3.4	4.9	4.2	6.9	1.6	8.8
2000	6.6	4.5	7.1	8.8	-3.2	6.9	7.0	6.7	5.4	8.6
2001	8.7	4.6	9.6	9.6	-0.3	10.7	11.4	8.4	11.3	9.9
2002	8.7	6.0	9.2	9.5	3.6	9.5	9.3	10.4	7.6	12.3
2003	7.3	7.6	7.2	8.3	6.7	6.4	6.1	7.6	5.8	7.1
Projected										
2004	7.5	6.7	7.7	7.7	7.0	7.7	7.7	7.6	8.2	7.8
2005	7.4	6.5	7.6	7.0	6.1	8.2	7.4	10.6	8.5	9.2
2006	7.1	-1.5	8.7	3.9	5.7	12.8	16.3	2.1	26.4	1.1
2007	7.3	7.0	7.3	7.1	6.7	7.6	7.5	7.7	7.3	9.1
2008	7.3	7.1	7.3	7.3	6.7	7.4	7.3	7.6	7.0	9.0
2009	7.2	7.0	7.2	7.3	6.7	7.2	7.1	7.5	6.7	8.8
2010	7.1	6.9	7.1	7.2	6.7	7.1	7.0	7.4	6.6	8.5
2011	7.0	6.9	7.0	7.1	6.5	6.9	6.8	7.2	6.6	8.3
2012	6.9	6.5	7.0	6.5	6.3	7.3	7.4	7.2	7.4	8.2
2013	6.8	6.0	7.0	6.3	5.8	7.5	7.6	7.2	7.9	8.1
2014	6.7	5.7	6.9	6.0	5.6	7.7	7.9	7.2	8.3	8.1

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.

NOTES: Per capita amounts based on July 1 Census resident based population estimates. Numbers and percents may not add to totals because of rounding

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.

Table 6

**Hospital Care Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual Percent Change by Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Total	Third-Party Payments											
		Out-of-Pocket Payments			Private Health Insurance			Other Funds		Private		Public	
		Total	Total	Amount in Billions	Total	Federal <sup>2</sup>	Total	Federal <sup>2</sup>	State and Local <sup>2</sup>	Medicare <sup>3</sup>	Medicaid <sup>4</sup>		
<b>Historical Estimates</b>													
1998	\$378.5	\$11.9	\$366.6	\$121.0	\$19.8	\$225.8	\$181.0	\$44.7	\$121.1	\$61.0			
1999	393.4	12.4	381.0	127.8	20.5	232.7	186.0	46.7	122.6	66.5			
2000	413.1	12.7	400.4	137.9	20.2	242.3	193.6	48.7	126.4	70.2			
2001	446.4	13.4	433.1	149.9	19.5	263.7	212.7	50.9	138.9	74.5			
2002	484.2	14.8	469.4	163.6	20.1	285.7	229.8	55.9	148.6	83.4			
2003	515.9	16.3	499.6	177.4	21.3	300.8	242.1	58.7	156.4	87.5			
<b>Projected</b>													
2004	551.8	17.6	534.3	188.4	23.1	322.8	259.5	63.3	166.9	96.2			
2005	588.6	18.8	569.8	198.5	24.8	346.5	278.5	68.0	181.4	103.3			
2006	623.5	20.1	603.5	208.9	26.1	368.5	297.0	71.5	194.1	110.5			
2007	662.9	21.4	641.5	221.7	27.6	392.2	316.8	75.4	207.5	118.7			
2008	704.4	22.8	681.6	235.3	29.3	416.9	337.5	79.4	221.5	127.4			
2009	749.1	24.4	724.8	250.9	31.1	442.7	359.1	83.7	236.0	136.6			
2010	795.4	26.0	769.4	267.2	32.9	469.3	381.3	88.0	250.8	146.3			
2011	844.2	27.8	816.5	284.6	34.8	497.1	404.6	92.5	266.6	156.4			
2012	895.3	29.7	865.7	301.5	36.8	527.4	430.2	97.2	284.3	167.2			
2013	950.0	31.7	918.3	318.9	38.9	560.5	458.3	102.3	304.2	178.7			
2014	1,007.2	33.9	973.3	336.5	41.2	595.6	488.1	107.6	325.4	190.9			
<b>Historical Estimates</b>													
1998	\$1,348	\$43	\$1,305	\$431	\$70	\$804	\$645	\$159	(5)	(5)			
1999	1,385	44	1,341	450	72	819	655	164	(5)	(5)			
2000	1,438	44	1,394	480	70	843	674	169	(5)	(5)			
2001	1,538	46	1,492	516	67	908	733	175	(5)	(5)			
2002	1,652	50	1,601	558	69	974	784	191	(5)	(5)			
2003	1,742	55	1,687	599	72	1,016	818	198	(5)	(5)			
<b>Projected</b>													
2004	1,847	59	1,788	630	77	1,080	868	212	(5)	(5)			
2005	1,952	62	1,890	658	82	1,149	924	226	(5)	(5)			
2006	2,050	66	1,984	687	86	1,212	976	235	(5)	(5)			
2007	2,161	70	2,091	723	90	1,278	1,033	246	(5)	(5)			
2008	2,277	74	2,203	761	95	1,347	1,091	257	(5)	(5)			
2009	2,401	78	2,323	804	100	1,419	1,151	268	(5)	(5)			
2010	2,528	83	2,446	849	104	1,492	1,212	280	(5)	(5)			
2011	2,662	88	2,574	897	110	1,567	1,276	292	(5)	(5)			
2012	2,801	93	2,708	943	115	1,650	1,346	304	(5)	(5)			
2013	2,949	98	2,850	990	121	1,740	1,422	317	(5)	(5)			
2014	3,103	104	2,998	1,037	127	1,835	1,503	331	(5)	(5)			
<b>Historical Estimates</b>													
1998	100.0	3.2	96.8	32.0	5.2	59.6	47.8	11.8	32.0	16.1			
1999	100.0	3.2	96.8	32.5	5.2	59.1	47.3	11.9	31.2	16.9			
2000	100.0	3.1	96.9	33.4	4.9	58.6	46.9	11.8	30.6	17.0			
2001	100.0	3.0	97.0	33.6	4.4	59.1	47.7	11.4	31.1	16.7			
2002	100.0	3.1	96.9	33.8	4.1	59.0	47.5	11.5	30.7	17.2			
2003	100.0	3.2	96.8	34.4	4.1	58.3	46.9	11.4	30.3	17.0			
<b>Projected</b>													
2004	100.0	3.2	96.8	34.1	4.2	58.5	47.0	11.5	30.2	17.4			
2005	100.0	3.2	96.8	33.7	4.2	58.9	47.3	11.6	30.8	17.6			
2006	100.0	3.2	96.8	33.5	4.2	59.1	47.6	11.5	31.1	17.7			
2007	100.0	3.2	96.8	33.4	4.2	59.2	47.8	11.4	31.3	17.9			
2008	100.0	3.2	96.8	33.4	4.2	59.2	47.9	11.3	31.4	18.1			
2009	100.0	3.3	96.7	33.5	4.1	59.1	47.9	11.2	31.5	18.2			
2010	100.0	3.3	96.7	33.6	4.1	59.0	47.9	11.1	31.5	18.4			
2011	100.0	3.3	96.7	33.7	4.1	58.9	47.9	11.0	31.6	18.5			
2012	100.0	3.3	96.7	33.7	4.1	58.9	48.1	10.9	31.8	18.7			
2013	100.0	3.3	96.7	33.6	4.1	59.0	48.2	10.8	32.0	18.8			
2014	100.0	3.4	96.6	33.4	4.1	59.1	48.5	10.7	32.3	19.0			
<b>Historical Estimates</b>													
1998	--	--	--	--	--	--	--	--	--	--			
1999	3.9	4.0	3.9	5.6	3.5	3.1	2.7	4.5	1.3	8.9			
2000	5.0	2.3	5.1	7.9	-1.2	4.1	4.1	4.1	3.1	5.7			
2001	8.1	5.1	8.2	8.7	-3.5	8.8	9.9	4.6	9.9	6.1			
2002	8.5	10.8	8.4	9.2	2.9	8.4	8.0	9.8	7.0	11.9			
2003	6.5	10.3	6.4	8.4	6.3	5.3	5.3	5.1	5.3	4.9			
<b>Projected</b>													
2004	7.0	7.9	6.9	6.2	8.2	7.3	7.2	7.8	6.7	9.9			
2005	6.7	6.9	6.6	5.4	7.2	7.4	7.3	7.5	8.7	7.4			
2006	5.9	6.6	5.9	5.3	5.3	6.3	6.6	5.1	7.0	6.9			
2007	6.3	6.8	6.3	6.1	6.1	6.4	6.7	5.3	6.9	7.4			
2008	6.3	6.7	6.2	6.1	6.0	6.3	6.5	5.4	6.7	7.4			
2009	6.3	6.7	6.3	6.6	6.0	6.2	6.4	5.3	6.5	7.3			
2010	6.2	6.7	6.2	6.5	5.8	6.0	6.2	5.2	6.3	7.1			
2011	6.1	6.8	6.1	6.5	5.8	5.9	6.1	5.1	6.3	6.9			
2012	6.1	6.8	6.0	5.9	5.7	6.1	6.3	5.1	6.6	6.9			
2013	6.1	6.9	6.1	5.8	5.9	6.3	6.5	5.2	7.0	6.9			
2014	6.0	6.9	6.0	5.5	5.8	6.3	6.5	5.2	7.0	6.9			

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.

NOTES: Per capita amounts based on July 1 Census resident based population estimates. Numbers and percents may not add to totals because of rounding  
SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.

**Table 7**  
**Physician and Clinical Services Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual Percent Change**  
**by Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Total	Out-of-Pocket Payments	Third-Party Payments								
			Total	Private Health Insurance	Other Funds	Public			State and Local <sup>2</sup>	Medicare <sup>3</sup>	Medicaid <sup>4</sup>
						Total	Federal <sup>2</sup>	Local <sup>2</sup>			
Amount in Billions											
Historical Estimates											
1998	\$256.8	\$31.1	\$225.8	\$124.2	\$21.6	\$80.0	\$66.0	\$14.0	\$49.8	\$16.8	
1999	270.9	31.8	239.1	129.2	22.4	87.4	72.4	15.0	54.1	17.7	
2000	290.2	32.1	258.1	140.8	21.3	96.0	79.6	16.4	59.3	19.3	
2001	315.1	33.1	282.0	153.1	22.3	106.6	88.2	18.3	65.3	21.9	
2002	340.8	34.8	306.0	167.2	23.6	115.2	95.0	20.3	69.0	24.6	
2003	369.7	37.6	332.1	183.6	25.5	123.0	101.3	21.7	73.8	26.4	
Projected											
2004	397.2	39.9	357.3	196.6	27.1	133.5	110.4	23.1	80.8	28.0	
2005	425.7	42.1	383.6	210.5	28.6	144.5	119.0	25.5	87.6	30.5	
2006	453.8	44.6	409.2	225.7	30.4	153.1	125.7	27.4	91.9	33.0	
2007	486.5	47.7	438.8	242.8	32.7	163.3	133.9	29.5	97.7	35.8	
2008	522.3	51.0	471.3	262.4	35.1	173.8	142.2	31.6	103.3	38.7	
2009	559.6	54.5	505.0	282.7	37.8	184.5	150.6	34.0	109.0	41.9	
2010	599.0	58.3	540.7	304.3	40.8	195.6	159.2	36.4	114.7	45.2	
2011	640.4	62.4	578.0	326.7	43.8	207.5	168.5	39.0	121.1	48.8	
2012	685.1	66.7	618.4	350.6	47.1	220.7	179.0	41.8	128.4	52.6	
2013	732.4	70.6	661.8	375.0	50.0	236.9	192.2	44.7	138.4	56.7	
2014	782.5	73.9	708.6	399.1	52.8	256.7	208.9	47.8	151.6	61.1	
Historical Estimates											
1998	\$914	\$111	\$804	\$442	\$77	\$285	\$235	\$50	(5)	(5)	
1999	954	112	842	455	79	308	255	53	(5)	(5)	
2000	1,010	112	898	490	74	334	277	57	(5)	(5)	
2001	1,085	114	972	527	77	367	304	63	(5)	(5)	
2002	1,162	119	1,044	570	80	393	324	69	(5)	(5)	
2003	1,249	127	1,122	620	86	415	342	73	(5)	(5)	
Projected											
2004	1,329	134	1,196	658	91	447	370	77	(5)	(5)	
2005	1,412	140	1,272	698	95	479	395	85	(5)	(5)	
2006	1,492	147	1,345	742	100	503	413	90	(5)	(5)	
2007	1,586	155	1,430	791	107	532	436	96	(5)	(5)	
2008	1,688	165	1,523	848	113	562	459	102	(5)	(5)	
2009	1,793	175	1,619	906	121	591	483	109	(5)	(5)	
2010	1,904	185	1,719	967	130	622	506	116	(5)	(5)	
2011	2,019	197	1,823	1,030	138	654	531	123	(5)	(5)	
2012	2,143	209	1,934	1,097	147	690	560	131	(5)	(5)	
2013	2,273	219	2,054	1,164	155	735	597	139	(5)	(5)	
2014	2,410	228	2,183	1,229	163	791	643	147	(5)	(5)	
Historical Estimates											
1998	100.0	12.1	87.9	48.4	8.4	31.2	25.7	5.5	19.4	6.5	
1999	100.0	11.7	88.3	47.7	8.3	32.3	26.7	5.6	20.0	6.5	
2000	100.0	11.1	88.9	48.5	7.3	33.1	27.4	5.6	20.4	6.6	
2001	100.0	10.5	89.5	48.6	7.1	33.8	28.0	5.8	20.7	6.9	
2002	100.0	10.2	89.8	49.1	6.9	33.8	27.9	5.9	20.2	7.2	
2003	100.0	10.2	89.8	49.7	6.9	33.3	27.4	5.9	19.9	7.2	
Projected											
2004	100.0	10.0	90.0	49.5	6.8	33.6	27.8	5.8	20.3	7.1	
2005	100.0	9.9	90.1	49.4	6.7	33.9	27.9	6.0	20.6	7.2	
2006	100.0	9.8	90.2	49.7	6.7	33.7	27.7	6.0	20.3	7.3	
2007	100.0	9.8	90.2	49.9	6.7	33.6	27.5	6.1	20.1	7.4	
2008	100.0	9.8	90.2	50.2	6.7	33.3	27.2	6.1	19.8	7.4	
2009	100.0	9.7	90.3	50.5	6.7	33.0	26.9	6.1	19.5	7.5	
2010	100.0	9.7	90.3	50.8	6.8	32.7	26.6	6.1	19.1	7.6	
2011	100.0	9.7	90.3	51.0	6.8	32.4	26.3	6.1	18.9	7.6	
2012	100.0	9.7	90.3	51.2	6.9	32.2	26.1	6.1	18.7	7.7	
2013	100.0	9.6	90.4	51.2	6.8	32.3	26.2	6.1	18.9	7.7	
2014	100.0	9.4	90.6	51.0	6.8	32.8	26.7	6.1	19.4	7.8	
Historical Estimates											
1998	--	--	--	--	--	--	--	--	--	--	
1999	5.5	2.4	5.9	4.1	4.0	9.2	9.6	7.4	8.8	5.4	
2000	7.1	0.8	8.0	8.9	-4.9	9.8	10.0	8.9	9.5	9.1	
2001	8.6	3.0	9.3	8.8	4.6	11.0	10.8	12.0	10.1	13.5	
2002	8.2	5.1	8.5	9.2	5.8	8.1	7.6	10.5	5.7	12.7	
2003	8.5	8.3	8.5	9.8	8.2	6.7	6.6	7.2	6.9	7.3	
Projected											
2004	7.4	6.0	7.6	7.1	6.1	8.6	9.1	6.4	9.5	6.1	
2005	7.2	5.6	7.4	7.0	5.7	8.2	7.7	10.2	8.4	8.8	
2006	6.6	6.0	6.7	7.2	6.2	5.9	5.6	7.5	5.0	8.1	
2007	7.2	6.8	7.2	7.6	7.5	6.7	6.5	7.5	6.2	8.4	
2008	7.4	7.0	7.4	8.1	7.4	6.4	6.2	7.4	5.8	8.3	
2009	7.1	6.9	7.1	7.7	7.6	6.2	5.9	7.4	5.5	8.2	
2010	7.0	6.9	7.1	7.6	8.0	6.0	5.7	7.2	5.3	8.0	
2011	6.9	7.0	6.9	7.4	7.6	6.1	5.8	7.1	5.6	7.8	
2012	7.0	6.9	7.0	7.3	7.3	6.4	6.2	7.1	6.1	7.8	
2013	6.9	5.9	7.0	7.0	6.2	7.3	7.4	7.0	7.7	7.8	
2014	6.8	4.6	7.1	6.4	5.8	8.4	8.7	7.0	9.6	7.8	

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.

NOTES: Per capita amounts based on July 1 Census resident based population estimates. Numbers and percents may not add to totals because of rounding

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.

**Table 8**  
**Dental Services Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual Percent Change by Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Total	Out-of-Pocket Payments	Third-Party Payments						State and Local <sup>2</sup>	Medicare <sup>3</sup>	Medicaid <sup>4</sup>		
			Public			Private Funds	Other Funds	Private Health Insurance	Total				
			Federal <sup>2</sup>	Total	Amount in Billions								
<b>Historical Estimates</b>													
1998	\$53.2	\$23.6	\$29.5	\$27.0	\$0.1	\$2.4	\$1.5	\$1.0	\$0.2	\$2.1			
1999	56.4	24.9	31.5	28.8	0.1	2.6	1.6	1.1	0.1	2.2			
2000	60.7	27.0	33.7	30.5	0.2	3.1	1.8	1.2	0.1	2.6			
2001	65.6	28.4	37.2	33.2	0.1	3.9	2.3	1.6	0.1	3.3			
2002	70.9	31.2	39.7	35.2	0.1	4.5	2.7	1.8	0.1	3.8			
2003	74.3	32.9	41.4	36.5	0.0	4.9	2.9	1.9	0.1	4.2			
<b>Projected</b>													
2004	79.1	35.1	43.9	38.5	0.0	5.4	3.3	2.1	0.1	4.6			
2005	84.1	37.6	46.6	40.4	0.0	6.1	3.7	2.5	0.1	5.3			
2006	90.0	40.1	49.9	42.7	0.0	7.1	4.2	2.9	0.1	6.2			
2007	96.0	42.6	53.3	45.3	0.0	8.0	4.7	3.2	0.2	7.1			
2008	102.5	45.4	57.1	48.1	0.0	8.9	5.3	3.6	0.2	8.0			
2009	109.3	48.2	61.1	51.0	0.1	10.0	5.9	4.1	0.2	9.1			
2010	116.4	51.0	65.4	54.1	0.1	11.2	6.6	4.6	0.3	10.2			
2011	123.7	53.9	69.8	57.3	0.1	12.4	7.3	5.1	0.3	11.4			
2012	131.2	57.0	74.2	60.3	0.1	13.8	8.1	5.7	0.3	12.8			
2013	138.8	60.0	78.9	63.4	0.1	15.4	9.0	6.3	0.4	14.3			
2014	146.9	63.1	83.8	66.6	0.1	17.1	10.0	7.1	0.4	16.0			
<b>Historical Estimates</b>													
1998	\$189	\$84	\$105	\$96	\$0	\$9	\$5	\$3	(5)	(5)			
1999	198	88	111	101	0	9	5	4	(5)	(5)			
2000	211	94	117	106	1	11	6	4	(5)	(5)			
2001	226	98	128	114	0	13	8	5	(5)	(5)			
2002	242	106	135	120	0	15	9	6	(5)	(5)			
2003	251	111	140	123	0	16	10	7	(5)	(5)			
<b>Projected</b>													
2004	265	118	147	129	0	18	11	7	(5)	(5)			
2005	279	125	154	134	0	20	12	8	(5)	(5)			
2006	296	132	164	141	0	23	14	9	(5)	(5)			
2007	313	139	174	148	0	26	15	11	(5)	(5)			
2008	331	147	185	156	0	29	17	12	(5)	(5)			
2009	350	154	196	164	0	32	19	13	(5)	(5)			
2010	370	162	208	172	0	36	21	15	(5)	(5)			
2011	390	170	220	181	0	39	23	16	(5)	(5)			
2012	410	178	232	189	0	43	25	18	(5)	(5)			
2013	431	186	245	197	0	48	28	20	(5)	(5)			
2014	452	194	258	205	0	53	31	22	(5)	(5)			
<b>Historical Estimates</b>													
1998	100.0	44.5	55.5	50.7	0.3	4.6	2.7	1.8	0.3	3.9			
1999	100.0	44.1	55.9	51.0	0.2	4.6	2.8	1.9	0.2	4.0			
2000	100.0	44.4	55.6	50.2	0.3	5.1	3.0	2.0	0.2	4.3			
2001	100.0	43.3	56.7	50.6	0.2	5.9	3.5	2.4	0.2	5.0			
2002	100.0	44.0	56.0	49.6	0.1	6.3	3.8	2.5	0.1	5.3			
2003	100.0	44.2	55.8	49.1	0.0	6.6	4.0	2.6	0.1	5.6			
<b>Projected</b>													
2004	100.0	44.4	55.6	48.7	0.0	6.9	4.2	2.7	0.1	5.9			
2005	100.0	44.6	55.4	48.0	0.0	7.3	4.4	2.9	0.1	6.3			
2006	100.0	44.6	55.4	47.5	0.0	7.9	4.7	3.2	0.2	6.9			
2007	100.0	44.4	55.6	47.2	0.0	8.3	4.9	3.4	0.2	7.4			
2008	100.0	44.3	55.7	47.0	0.0	8.7	5.2	3.6	0.2	7.8			
2009	100.0	44.1	55.9	46.7	0.0	9.2	5.4	3.7	0.2	8.3			
2010	100.0	43.8	56.2	46.5	0.0	9.6	5.7	3.9	0.2	8.8			
2011	100.0	43.6	56.4	46.3	0.0	10.1	5.9	4.1	0.2	9.2			
2012	100.0	43.4	56.6	46.0	0.0	10.6	6.2	4.3	0.2	9.8			
2013	100.0	43.2	56.8	45.7	0.0	11.1	6.5	4.6	0.3	10.3			
2014	100.0	43.0	57.0	45.4	0.0	11.6	6.8	4.8	0.3	10.9			
<b>Historical Estimates</b>													
1998	--	--	--	--	--	--	--	--	--	--			
1999	6.1	5.2	6.8	6.7	4.5	8.2	7.3	9.6	-40.8	8.6			
2000	7.7	8.5	7.0	6.0	20.7	17.2	18.0	16.1	6.1	15.6			
2001	8.0	5.2	10.3	8.8	-19.2	26.7	25.7	28.1	-2.6	25.4			
2002	8.0	9.7	6.7	6.0	-50.3	15.2	16.1	13.9	-4.7	16.2			
2003	4.8	5.5	4.3	3.8	-45.8	8.9	9.7	7.5	-1.8	10.4			
<b>Projected</b>													
2004	6.4	6.9	6.1	5.4	4.6	11.3	13.2	8.3	12.5	11.3			
2005	6.4	6.9	6.0	5.0	5.5	13.0	10.1	17.6	18.7	14.4			
2006	6.9	6.8	7.1	5.8	5.1	15.5	14.9	16.2	11.5	17.2			
2007	6.7	6.3	7.0	6.1	5.8	12.6	12.4	12.9	20.4	13.8			
2008	6.8	6.5	7.1	6.2	5.7	12.1	11.8	12.6	14.4	13.4			
2009	6.6	6.1	7.0	6.0	5.1	12.1	11.8	12.4	15.5	13.0			
2010	6.5	5.9	7.0	6.1	4.6	11.7	11.6	12.0	14.8	12.5			
2011	6.3	5.7	6.7	5.8	5.3	11.2	11.0	11.5	14.5	12.0			
2012	6.1	5.7	6.3	5.2	5.4	11.3	11.1	11.5	13.4	11.9			
2013	5.8	5.3	6.3	5.2	5.3	11.2	11.0	11.4	13.5	11.8			
2014	5.8	5.2	6.2	5.0	5.2	11.1	11.0	11.3	13.0	11.6			

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.

NOTES: Per capita amounts based on July 1 Census resident based population estimates. 0.0 denotes less than \$50 million for aggregate amounts, and 0 denotes less than \$.50 for per capita amounts. Numbers and percents may not add to totals because of rounding.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary

**Table 9**  
**Other Professional Services Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual Percent**  
**Change by Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Total	Out-of-Pocket Payments	Third-Party Payments								
			Private Health Insurance	Other Private Funds	Public			State and Local <sup>2</sup>	Medicare <sup>3</sup>	Medicaid <sup>4</sup>	
					Total	Federal <sup>2</sup>	State and Local <sup>2</sup>				
Amount in Billions											
Historical Estimates											
1998	\$35.5	\$10.6	\$24.9	\$13.7	\$3.1	\$8.1	\$5.2	\$2.9	\$4.1	\$1.3	
1999	36.7	11.1	25.6	14.1	3.0	8.5	5.3	3.3	4.2	1.4	
2000	38.8	11.6	27.2	14.8	2.9	9.5	6.0	3.5	4.8	1.5	
2001	42.6	12.4	30.3	16.4	2.9	11.0	7.1	3.9	5.7	1.8	
2002	46.1	12.9	33.2	17.4	3.0	12.7	8.2	4.5	6.4	2.4	
2003	48.5	13.3	35.2	18.8	2.8	13.6	8.8	4.8	6.9	2.6	
Projected											
2004	52.2	13.9	38.2	20.4	3.0	14.8	9.5	5.4	7.3	3.1	
2005	55.6	14.6	41.0	21.8	3.2	15.9	10.0	6.0	7.5	3.6	
2006	59.6	15.5	44.1	23.7	3.4	17.0	10.6	6.5	7.7	4.0	
2007	63.9	16.7	47.2	25.4	3.7	18.1	11.1	7.0	8.0	4.4	
2008	68.5	17.9	50.5	27.2	4.0	19.3	11.8	7.6	8.4	4.9	
2009	73.2	19.1	54.1	29.4	4.3	20.4	12.2	8.3	8.5	5.4	
2010	78.5	20.5	58.0	31.6	4.6	21.8	12.9	9.0	8.8	5.9	
2011	84.3	22.0	62.4	34.2	4.9	23.3	13.6	9.7	9.2	6.4	
2012	90.3	23.5	66.9	36.8	5.2	24.9	14.5	10.5	9.7	7.0	
2013	96.3	25.0	71.3	39.1	5.5	26.7	15.5	11.3	10.3	7.6	
2014	102.3	26.5	75.8	41.2	5.8	28.9	16.7	12.2	11.1	8.3	
Historical Estimates											
1998	\$126	\$38	\$89	\$49	\$11	\$29	\$18	\$10	(5)	(5)	
1999	129	39	90	49	11	30	19	11	(5)	(5)	
2000	135	40	95	52	10	33	21	12	(5)	(5)	
2001	147	43	104	56	10	38	24	14	(5)	(5)	
2002	157	44	113	60	10	43	28	15	(5)	(5)	
2003	164	45	119	63	10	46	30	16	(5)	(5)	
Projected											
2004	175	47	128	68	10	50	32	18	(5)	(5)	
2005	184	48	136	72	11	53	33	20	(5)	(5)	
2006	196	51	145	78	11	56	35	21	(5)	(5)	
2007	208	54	154	83	12	59	36	23	(5)	(5)	
2008	221	58	163	88	13	63	38	25	(5)	(5)	
2009	235	61	173	94	14	66	39	27	(5)	(5)	
2010	250	65	185	101	15	69	41	29	(5)	(5)	
2011	266	69	197	108	15	73	43	31	(5)	(5)	
2012	283	73	209	115	16	78	45	33	(5)	(5)	
2013	299	78	221	121	17	83	48	35	(5)	(5)	
2014	315	82	234	127	18	89	52	38	(5)	(5)	
Historical Estimates											
1998	100.0	29.8	70.2	38.5	8.9	22.8	14.5	8.3	11.6	3.7	
1999	100.0	30.2	69.8	38.4	8.2	23.2	14.4	8.9	11.3	3.8	
2000	100.0	29.8	70.2	38.2	7.5	24.6	15.5	9.1	12.3	3.9	
2001	100.0	29.0	71.0	38.4	6.9	25.8	16.5	9.2	13.3	4.2	
2002	100.0	27.9	72.1	37.9	6.6	27.7	17.9	9.8	14.0	5.3	
2003	100.0	27.4	72.6	38.7	5.8	28.1	18.2	9.9	14.2	5.3	
Projected											
2004	100.0	26.7	73.3	39.0	5.8	28.4	18.3	10.3	13.9	5.9	
2005	100.0	26.2	73.8	39.3	5.8	28.7	18.1	10.7	13.4	6.5	
2006	100.0	26.0	74.0	39.8	5.7	28.5	17.7	10.9	13.0	6.7	
2007	100.0	26.1	73.9	39.8	5.8	28.3	17.4	11.0	12.5	6.9	
2008	100.0	26.2	73.8	39.8	5.8	28.2	17.2	11.2	12.2	7.1	
2009	100.0	26.1	73.9	40.2	5.8	27.9	16.7	11.3	11.6	7.3	
2010	100.0	26.1	73.9	40.3	5.8	27.8	16.4	11.4	11.2	7.5	
2011	100.0	26.1	73.9	40.5	5.8	27.6	16.1	11.5	10.9	7.6	
2012	100.0	26.0	74.0	40.7	5.7	27.6	16.0	11.6	10.7	7.7	
2013	100.0	25.9	74.1	40.6	5.7	27.8	16.1	11.8	10.7	7.9	
2014	100.0	25.9	74.1	40.3	5.6	28.2	16.3	11.9	10.8	8.1	
Historical Estimates											
1998	--	--	--	--	--	--	--	--	--	--	
1999	3.3	4.6	2.7	2.9	-4.8	5.4	2.2	11.0	0.9	7.1	
2000	5.8	4.4	6.5	5.3	-3.5	11.9	13.9	8.7	15.0	9.0	
2001	9.9	6.9	11.2	10.6	1.2	15.2	17.6	11.2	18.4	18.3	
2002	8.0	4.0	9.7	6.6	3.4	16.0	16.8	14.6	13.9	34.5	
2003	5.3	3.3	6.1	7.7	-6.2	6.8	7.0	6.6	6.8	5.6	
Projected											
2004	7.5	5.0	8.5	8.4	6.6	9.0	8.2	11.6	5.3	20.9	
2005	6.5	4.5	7.2	7.3	6.2	7.3	5.2	11.0	2.8	17.0	
2006	7.3	6.6	7.6	8.5	6.4	6.5	5.2	8.7	3.6	10.5	
2007	7.2	7.5	7.0	7.2	7.8	6.6	5.3	8.7	3.7	10.6	
2008	7.2	7.3	7.1	7.1	8.2	6.9	5.8	8.7	4.3	10.2	
2009	6.9	6.5	7.1	8.0	7.3	5.7	3.8	8.6	1.5	9.9	
2010	7.2	7.2	7.3	7.7	7.0	6.7	5.7	8.3	4.1	9.5	
2011	7.4	7.5	7.4	8.0	6.7	6.7	5.6	8.2	4.2	9.1	
2012	7.1	6.7	7.2	7.6	5.8	7.0	6.2	8.0	5.0	9.0	
2013	6.6	6.5	6.7	6.3	5.7	7.4	7.1	7.8	6.3	8.9	
2014	6.2	5.9	6.3	5.3	5.5	7.9	8.0	7.8	7.8	8.8	

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.

NOTES: Per capita amounts based on July 1 Census resident based population estimates. Numbers and percents may not add to totals because of rounding  
 SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.

**Table 10**  
**Home Health Care Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual Percent Change by Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Total	Out-of-Pocket Payments	Third-Party Payments								
			Private Health Insurance	Other Private Funds	Public			State and Local <sup>2</sup>	Medicare <sup>3</sup>	Medicaid <sup>4</sup>	
					Total	Federal <sup>2</sup>	State and Local <sup>2</sup>				
Amount in Billions											
Historical Estimates											
1998	\$33.6	\$6.5	\$27.0	\$8.4	\$1.4	\$17.2	\$13.1	\$4.1	\$10.1	\$5.4	
1999	32.3	6.5	25.8	8.3	1.6	15.8	11.6	4.2	8.5	5.6	
2000	31.6	6.0	25.6	7.8	1.3	16.5	12.1	4.4	8.6	6.2	
2001	33.7	6.0	27.7	6.8	1.1	19.8	14.5	5.2	10.2	7.7	
2002	36.5	6.1	30.4	6.8	1.0	22.5	16.8	5.8	11.7	9.0	
2003	40.0	6.6	33.4	7.3	1.2	24.9	18.6	6.3	12.9	9.9	
Projected											
2004	45.2	7.1	38.1	7.9	1.3	28.9	21.5	7.4	14.9	11.7	
2005	50.0	7.6	42.3	8.6	1.4	32.4	23.8	8.6	16.4	13.5	
2006	54.8	8.2	46.6	9.2	1.5	35.9	26.5	9.4	18.3	14.9	
2007	59.5	8.8	50.7	10.0	1.6	39.1	28.9	10.2	19.8	16.5	
2008	64.2	9.5	54.7	10.8	1.7	42.2	31.1	11.1	21.1	18.2	
2009	68.9	10.1	58.8	11.6	1.9	45.4	33.3	12.1	22.4	20.0	
2010	73.6	10.8	62.8	12.4	2.0	48.4	35.4	13.1	23.4	21.9	
2011	78.5	11.5	67.0	13.3	2.1	51.6	37.5	14.1	24.4	23.9	
2012	83.8	12.3	71.6	14.3	2.3	55.1	39.8	15.2	25.6	26.0	
2013	89.6	13.1	76.5	15.3	2.4	58.8	42.4	16.4	26.9	28.4	
2014	95.9	14.0	81.9	16.7	2.6	62.7	45.0	17.7	28.1	30.9	
Historical Estimates											
1998	\$120	\$23	\$96	\$30	\$5	\$61	\$47	\$15	(5)	(5)	
1999	114	23	91	29	6	56	41	15	(5)	(5)	
2000	110	21	89	27	5	57	42	15	(5)	(5)	
2001	116	21	95	23	4	68	50	18	(5)	(5)	
2002	125	21	104	23	4	77	57	20	(5)	(5)	
2003	135	22	113	25	4	84	63	21	(5)	(5)	
Projected											
2004	151	24	128	26	4	97	72	25	(5)	(5)	
2005	166	25	140	28	5	107	79	28	(5)	(5)	
2006	180	27	153	30	5	118	87	31	(5)	(5)	
2007	194	29	165	33	5	127	94	33	(5)	(5)	
2008	207	31	177	35	6	136	100	36	(5)	(5)	
2009	221	32	189	37	6	145	107	39	(5)	(5)	
2010	234	34	200	39	6	154	112	41	(5)	(5)	
2011	248	36	211	42	7	163	118	44	(5)	(5)	
2012	262	38	224	45	7	172	125	48	(5)	(5)	
2013	278	41	238	48	7	182	132	51	(5)	(5)	
2014	295	43	252	51	8	193	139	55	(5)	(5)	
Historical Estimates											
1998	100.0	19.5	80.5	25.2	4.2	51.2	39.1	12.1	30.0	16.1	
1999	100.0	20.1	79.9	25.7	5.1	49.1	36.1	13.0	26.4	17.4	
2000	100.0	19.0	81.0	24.7	4.2	52.1	38.2	13.9	27.1	19.7	
2001	100.0	17.8	82.2	20.2	3.2	58.7	43.1	15.5	30.3	22.8	
2002	100.0	16.8	83.2	18.6	2.8	61.7	46.0	15.8	32.0	24.6	
2003	100.0	16.5	83.5	18.2	3.0	62.3	46.5	15.8	32.2	24.8	
Projected											
2004	100.0	15.7	84.3	17.5	2.9	63.9	47.6	16.3	33.0	25.9	
2005	100.0	15.3	84.7	17.1	2.8	64.8	47.6	17.2	32.8	27.1	
2006	100.0	15.0	85.0	16.8	2.7	65.5	48.4	17.1	33.4	27.3	
2007	100.0	14.8	85.2	16.8	2.7	65.7	48.6	17.2	33.4	27.7	
2008	100.0	14.8	85.2	16.8	2.7	65.8	48.4	17.3	32.9	28.3	
2009	100.0	14.7	85.3	16.8	2.7	65.8	48.3	17.5	32.5	29.0	
2010	100.0	14.7	85.3	16.9	2.7	65.8	48.0	17.7	31.8	29.7	
2011	100.0	14.7	85.3	16.9	2.7	65.7	47.8	18.0	31.1	30.4	
2012	100.0	14.6	85.4	17.0	2.7	65.7	47.5	18.1	30.5	31.1	
2013	100.0	14.6	85.4	17.1	2.7	65.6	47.3	18.3	30.0	31.7	
2014	100.0	14.6	85.4	17.4	2.7	65.4	46.9	18.5	29.3	32.2	
Historical Estimates											
1998	--	--	--	--	--	--	--	--	--	--	
1999	-3.9	-0.7	-4.7	-1.9	16.9	-7.8	-11.2	3.0	-15.7	4.0	
2000	-2.0	-7.4	-0.6	-5.8	-19.0	4.0	3.8	4.5	0.9	11.2	
2001	6.5	-0.1	8.0	-12.8	-17.8	19.9	20.2	19.2	18.9	23.3	
2002	8.5	2.4	9.8	-0.2	-5.3	14.2	15.6	10.1	14.7	16.7	
2003	9.5	7.3	10.0	7.2	17.1	10.5	10.7	9.9	9.9	10.7	
Projected											
2004	13.0	7.5	14.0	8.6	7.0	16.0	15.8	16.4	15.9	17.7	
2005	10.5	7.7	11.0	8.1	7.7	12.0	10.5	16.4	9.9	15.7	
2006	9.6	7.2	10.0	7.8	6.9	10.8	11.3	9.2	11.8	10.3	
2007	8.7	7.7	8.8	8.1	7.7	9.1	9.0	9.1	8.4	10.5	
2008	7.9	7.5	8.0	8.0	7.6	7.9	7.6	8.8	6.5	10.2	
2009	7.4	6.8	7.5	7.4	7.0	7.5	7.2	8.6	5.9	9.9	
2010	6.8	6.7	6.8	7.3	6.9	6.7	6.1	8.2	4.5	9.5	
2011	6.7	6.6	6.7	7.1	6.8	6.6	6.0	8.0	4.4	9.2	
2012	6.7	6.6	6.8	7.1	6.8	6.7	6.2	7.9	4.7	9.1	
2013	6.9	6.7	6.9	7.6	6.8	6.8	6.4	7.9	4.9	9.0	
2014	7.0	7.0	7.0	8.6	6.8	6.6	6.1	7.9	4.6	8.9	

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.

NOTES: Per capita amounts based on July 1 Census resident based population estimates. Numbers and percents may not add to totals because of rounding  
 SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.

**Table 11**  
**Prescription Drug Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual Percent**  
**Change by Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Total	Out-of-Pocket Payments	Third-Party Payments						State and Local <sup>2</sup>	Medicare <sup>3</sup>	Medicaid <sup>4</sup>
			Private Health Insurance	Other Funds	Private	Total	Federal <sup>2</sup>				
Amount in Billions											
Historical Estimates											
1998	\$87.3	\$30.5	\$56.8	\$38.4	--	\$18.4	\$10.4	\$7.9	\$1.7	\$14.4	
1999	104.4	34.4	70.0	47.9	--	22.2	12.7	9.5	2.1	17.3	
2000	121.5	38.3	83.2	56.5	--	26.7	15.3	11.4	2.3	20.9	
2001	140.8	42.6	98.2	66.8	--	31.4	18.0	13.4	2.5	24.7	
2002	161.8	47.7	114.2	77.2	--	37.0	21.5	15.5	2.7	28.9	
2003	179.2	53.2	126.1	82.9	--	43.2	25.2	18.0	2.8	33.9	
Projected											
2004	200.5	59.0	141.5	94.4	--	47.1	27.6	19.6	3.6	36.3	
2005	223.5	65.0	158.5	105.1	--	53.4	30.8	22.6	4.8	40.5	
2006	249.3	49.6	199.7	97.5	--	102.3	86.6	15.6	69.9	23.5	
2007	276.0	54.9	221.1	106.4	--	114.8	96.7	18.1	77.6	27.6	
2008	304.8	60.8	244.1	115.8	--	128.3	107.7	20.6	85.7	32.1	
2009	335.8	67.3	268.5	125.7	--	142.9	119.6	23.3	94.5	36.9	
2010	368.8	74.3	294.5	136.1	--	158.4	132.2	26.2	103.9	42.0	
2011	403.7	81.9	321.8	147.4	--	174.5	145.1	29.4	113.4	47.3	
2012	440.6	88.9	351.7	157.0	--	194.7	162.0	32.7	126.7	52.9	
2013	479.7	95.9	383.8	167.5	--	216.3	180.0	36.4	140.8	58.9	
2014	521.3	103.4	418.0	178.3	--	239.8	199.5	40.2	156.2	65.3	
Historical Estimates											
1998	\$311	\$109	\$202	\$137	--	\$65	\$37	\$28	(5)	(5)	
1999	368	121	247	169	--	78	45	33	(5)	(5)	
2000	423	133	290	197	--	93	53	40	(5)	(5)	
2001	485	147	338	230	--	108	62	46	(5)	(5)	
2002	552	163	389	263	--	126	73	53	(5)	(5)	
2003	605	180	426	280	--	146	85	61	(5)	(5)	
Projected											
2004	671	198	474	316	--	158	92	65	(5)	(5)	
2005	741	215	526	349	--	177	102	75	(5)	(5)	
2006	820	163	657	321	--	336	285	51	(5)	(5)	
2007	900	179	721	347	--	374	315	59	(5)	(5)	
2008	985	196	789	374	--	415	348	67	(5)	(5)	
2009	1,076	216	861	403	--	458	383	75	(5)	(5)	
2010	1,172	236	936	433	--	504	420	83	(5)	(5)	
2011	1,273	258	1,015	465	--	550	457	93	(5)	(5)	
2012	1,378	278	1,100	491	--	609	507	102	(5)	(5)	
2013	1,489	298	1,191	520	--	672	559	113	(5)	(5)	
2014	1,606	318	1,288	549	--	739	615	124	(5)	(5)	
Historical Estimates											
1998	100.0	35.0	65.0	44.0	--	21.1	12.0	9.1	2.0	16.5	
1999	100.0	32.9	67.1	45.9	--	21.2	12.2	9.1	2.0	16.6	
2000	100.0	31.5	68.5	46.5	--	21.9	12.6	9.3	1.9	17.2	
2001	100.0	30.2	69.8	47.5	--	22.3	12.8	9.5	1.8	17.5	
2002	100.0	29.5	70.5	47.7	--	22.9	13.3	9.6	1.6	17.8	
2003	100.0	29.7	70.3	46.3	--	24.1	14.1	10.0	1.6	18.9	
Projected											
2004	100.0	29.4	70.6	47.1	--	23.5	13.7	9.8	1.8	18.1	
2005	100.0	29.1	70.9	47.0	--	23.9	13.8	10.1	2.1	18.1	
2006	100.0	19.9	80.1	39.1	--	41.0	34.8	6.3	28.0	9.4	
2007	100.0	19.9	80.1	38.5	--	41.6	35.1	6.5	28.1	10.0	
2008	100.0	19.9	80.1	38.0	--	42.1	35.3	6.8	28.1	10.5	
2009	100.0	20.0	80.0	37.4	--	42.5	35.6	6.9	28.1	11.0	
2010	100.0	20.2	79.8	36.9	--	43.0	35.8	7.1	28.2	11.4	
2011	100.0	20.3	79.7	36.5	--	43.2	35.9	7.3	28.1	11.7	
2012	100.0	20.2	79.8	35.6	--	44.2	36.8	7.4	28.7	12.0	
2013	100.0	20.0	80.0	34.9	--	45.1	37.5	7.6	29.3	12.3	
2014	100.0	19.8	80.2	34.2	--	46.0	38.3	7.7	30.0	12.5	
Historical Estimates											
Annual Percent Change from Previous Year Shown											
1998	--	--	--	--	--	--	--	--	--	--	--
1999	19.7	12.7	23.4	24.8	--	20.6	21.7	19.1	21.7	20.0	
2000	16.4	11.5	18.8	18.1	--	20.3	20.4	20.2	10.5	20.7	
2001	15.9	11.1	18.0	18.2	--	17.7	17.5	18.0	8.0	18.2	
2002	14.9	11.9	16.2	15.5	--	17.9	19.3	16.0	7.3	16.8	
2003	10.7	11.5	10.4	7.4	--	16.6	17.4	15.5	6.4	17.5	
Projected											
2004	11.9	11.0	12.3	13.9	--	9.2	9.3	8.9	25.4	7.1	
2005	11.4	10.1	12.0	11.3	--	13.4	11.9	15.4	34.6	11.7	
2006	11.6	-23.7	26.0	-7.2	--	91.5	180.9	-30.8	1,357.8	-42.1	
2007	10.7	10.7	10.7	9.0	--	12.3	11.7	15.8	11.0	17.6	
2008	10.5	10.8	10.4	8.9	--	11.8	11.3	14.0	10.5	16.3	
2009	10.2	10.7	10.0	8.6	--	11.4	11.0	13.3	10.2	15.0	
2010	9.8	10.5	9.7	8.3	--	10.9	10.6	12.6	9.9	13.7	
2011	9.4	10.1	9.3	8.3	--	10.1	9.8	11.9	9.1	12.7	
2012	9.1	8.6	9.3	6.5	--	11.6	11.7	11.5	11.7	11.9	
2013	8.9	7.9	9.1	6.7	--	11.1	11.1	11.0	11.1	11.3	
2014	8.7	7.7	8.9	6.4	--	10.8	10.9	10.7	10.9	10.8	

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.

NOTES: Per capita amounts based on July 1 Census resident based population estimates. Numbers and percents may not add to totals because of rounding.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.

**Table 12**  
**Other Non Durable Medical Products Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual Percent Change by Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Historical Estimates	Total	Out-of-Pocket Payments	Third-Party Payments					Public	
				Private Health Insurance	Other Funds	Private Funds	Total	Federal <sup>2</sup>	State and Local <sup>2</sup>	Medicare <sup>3</sup>
1998	Historical Estimates	\$28.4	\$27.2	\$1.2	--	--	\$1.2	\$1.2	--	\$1.2
1999	Historical Estimates	30.0	28.8	1.2	--	--	1.2	1.2	--	1.2
2000	Historical Estimates	30.4	29.1	1.3	--	--	1.3	1.3	--	1.3
2001	Historical Estimates	30.5	29.0	1.5	--	--	1.5	1.5	--	1.5
2002	Historical Estimates	31.1	29.5	1.6	--	--	1.6	1.6	--	1.6
2003	Historical Estimates	32.5	30.7	1.7	--	--	1.7	1.7	--	1.7
Projected										
2004	Projected	33.7	31.9	1.8	--	--	1.8	1.8	--	1.8
2005	Projected	35.3	33.4	1.9	--	--	1.9	1.9	--	1.9
2006	Projected	36.8	35.1	1.7	--	--	1.7	1.7	--	1.7
2007	Projected	38.7	37.0	1.7	--	--	1.7	1.7	--	1.7
2008	Projected	40.9	39.1	1.8	--	--	1.8	1.8	--	1.8
2009	Projected	43.0	41.2	1.8	--	--	1.8	1.8	--	1.8
2010	Projected	45.3	43.4	1.9	--	--	1.9	1.9	--	1.9
2011	Projected	47.8	45.7	2.0	--	--	2.0	2.0	--	2.0
2012	Projected	50.2	48.0	2.2	--	--	2.2	2.2	--	2.2
2013	Projected	52.6	50.3	2.3	--	--	2.3	2.3	--	2.3
2014	Projected	55.1	52.5	2.6	--	--	2.6	2.6	--	2.6
Historical Estimates										
1998	Historical Estimates	\$101	\$97	\$4	--	--	\$4	\$4	--	(5)
1999	Historical Estimates	106	101	4	--	--	4	4	--	(5)
2000	Historical Estimates	106	101	5	--	--	5	5	--	(5)
2001	Historical Estimates	105	100	5	--	--	5	5	--	(5)
2002	Historical Estimates	106	101	5	--	--	5	5	--	(5)
2003	Historical Estimates	110	104	6	--	--	6	6	--	(5)
Projected										
2004	Projected	113	107	6	--	--	6	6	--	(5)
2005	Projected	117	111	6	--	--	6	6	--	(5)
2006	Projected	121	115	6	--	--	6	6	--	(5)
2007	Projected	126	121	6	--	--	6	6	--	(5)
2008	Projected	132	126	6	--	--	6	6	--	(5)
2009	Projected	138	132	6	--	--	6	6	--	(5)
2010	Projected	144	138	6	--	--	6	6	--	(5)
2011	Projected	151	144	6	--	--	6	6	--	(5)
2012	Projected	157	150	7	--	--	7	7	--	(5)
2013	Projected	163	156	7	--	--	7	7	--	(5)
2014	Projected	170	162	8	--	--	8	8	--	(5)
Historical Estimates										
1998	Historical Estimates	100.0	95.8	4.2	--	--	4.2	4.2	--	4.2
1999	Historical Estimates	100.0	96.0	4.0	--	--	4.0	4.0	--	4.0
2000	Historical Estimates	100.0	95.7	4.3	--	--	4.3	4.3	--	4.3
2001	Historical Estimates	100.0	95.2	4.8	--	--	4.8	4.8	--	4.8
2002	Historical Estimates	100.0	94.9	5.1	--	--	5.1	5.1	--	5.1
2003	Historical Estimates	100.0	94.7	5.3	--	--	5.3	5.3	--	5.3
Projected										
2004	Projected	100.0	94.6	5.4	--	--	5.4	5.4	--	5.4
2005	Projected	100.0	94.7	5.3	--	--	5.3	5.3	--	5.3
2006	Projected	100.0	95.3	4.7	--	--	4.7	4.7	--	4.7
2007	Projected	100.0	95.5	4.5	--	--	4.5	4.5	--	4.5
2008	Projected	100.0	95.6	4.4	--	--	4.4	4.4	--	4.4
2009	Projected	100.0	95.8	4.2	--	--	4.2	4.2	--	4.2
2010	Projected	100.0	95.8	4.2	--	--	4.2	4.2	--	4.2
2011	Projected	100.0	95.8	4.2	--	--	4.2	4.2	--	4.2
2012	Projected	100.0	95.7	4.3	--	--	4.3	4.3	--	4.3
2013	Projected	100.0	95.6	4.4	--	--	4.4	4.4	--	4.4
2014	Projected	100.0	95.3	4.7	--	--	4.7	4.7	--	4.7
Historical Estimates										
1998	Historical Estimates	--	--	--	--	--	--	--	--	--
1999	Historical Estimates	5.5	5.7	0.1	--	--	0.1	0.1	--	0.1
2000	Historical Estimates	1.4	1.0	10.6	--	--	10.6	10.6	--	10.6
2001	Historical Estimates	0.4	-0.1	11.4	--	--	11.4	11.4	--	11.4
2002	Historical Estimates	2.0	1.7	7.8	--	--	7.8	7.8	--	7.8
2003	Historical Estimates	4.4	4.1	9.4	--	--	9.4	9.4	--	9.4
Projected										
2004	Projected	3.7	3.6	5.4	--	--	5.4	5.4	--	5.4
2005	Projected	4.8	4.9	3.2	--	--	3.2	3.2	--	3.2
2006	Projected	4.2	4.9	-7.8	--	--	-7.8	-7.8	--	-7.8
2007	Projected	5.3	5.5	0.2	--	--	0.2	0.2	--	0.2
2008	Projected	5.6	5.6	3.9	--	--	3.9	3.9	--	3.9
2009	Projected	5.2	5.5	0.5	--	--	0.5	0.5	--	0.5
2010	Projected	5.4	5.3	5.6	--	--	5.6	5.6	--	5.6
2011	Projected	5.3	5.3	5.9	--	--	5.9	5.9	--	5.9
2012	Projected	5.1	5.1	6.7	--	--	6.7	6.7	--	6.7
2013	Projected	4.8	4.7	8.0	--	--	8.0	8.0	--	8.0
2014	Projected	4.6	4.4	9.9	--	--	9.9	9.9	--	9.9

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.

NOTES: Per capita amounts based on July 1 Census resident based population estimates. Numbers and percents may not add to totals because of rounding.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.

**Table 13**  
**Nursing Home Care Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual Percent Change by Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Total	Out-of-Pocket Payments	Third-Party Payments								
			Private Health Insurance	Other Private Funds	Public			State and Local <sup>2</sup>	Medicare <sup>3</sup>	Medicaid <sup>4</sup>	
					Total	Federal <sup>2</sup>	Local <sup>2</sup>				
Amount in Billions											
Historical Estimates											
1998	\$89.5	\$25.1	\$64.4	\$7.4	\$4.6	\$52.3	\$35.1	\$17.2	\$10.3	\$40.1	
1999	90.7	25.9	64.7	7.7	4.6	52.4	34.5	17.9	8.6	41.8	
2000	95.3	27.4	67.9	7.5	4.3	56.1	37.7	18.4	9.5	44.5	
2001	101.2	28.3	72.9	7.9	3.9	61.1	42.4	18.7	12.2	46.7	
2002	106.6	28.3	78.2	8.1	3.8	66.4	46.2	20.1	13.6	50.5	
2003	110.8	30.9	79.9	8.5	4.2	67.3	45.5	21.8	13.7	51.0	
Projected											
2004	115.4	32.2	83.2	8.8	4.5	70.0	47.5	22.4	14.5	52.8	
2005	121.0	33.4	87.6	9.0	4.6	74.1	49.4	24.7	15.2	56.0	
2006	127.1	35.1	92.0	9.3	4.8	77.9	51.8	26.1	15.7	59.2	
2007	134.0	37.0	97.0	9.6	5.0	82.4	54.7	27.8	16.4	62.9	
2008	141.4	39.0	102.4	10.0	5.2	87.2	57.7	29.5	17.0	66.8	
2009	149.1	41.1	108.0	10.3	5.4	92.2	60.9	31.3	17.7	71.0	
2010	157.3	43.3	114.0	10.6	5.6	97.8	64.5	33.3	18.6	75.4	
2011	165.9	45.5	120.3	11.0	5.8	103.6	68.3	35.3	19.6	80.0	
2012	174.9	47.8	127.1	11.3	5.9	109.9	72.5	37.5	20.7	84.9	
2013	184.4	50.1	134.3	11.5	6.1	116.7	76.9	39.8	21.9	90.3	
2014	194.6	52.5	142.0	11.8	6.2	124.0	81.7	42.3	23.3	96.0	
Historical Estimates											
1998	\$319	\$89	\$229	\$26	\$16	\$186	\$125	\$61	(5)	(5)	
1999	319	91	228	27	16	184	122	63	(5)	(5)	
2000	332	95	236	26	15	195	131	64	(5)	(5)	
2001	349	97	251	27	13	211	146	64	(5)	(5)	
2002	363	97	267	28	13	226	158	69	(5)	(5)	
2003	374	104	270	29	14	227	154	73	(5)	(5)	
Projected											
2004	386	108	279	29	15	234	159	75	(5)	(5)	
2005	401	111	291	30	15	246	164	82	(5)	(5)	
2006	418	116	302	31	16	256	170	86	(5)	(5)	
2007	437	121	316	31	16	269	178	90	(5)	(5)	
2008	457	126	331	32	17	282	186	95	(5)	(5)	
2009	478	132	346	33	17	296	195	100	(5)	(5)	
2010	500	138	362	34	18	311	205	106	(5)	(5)	
2011	523	144	379	35	18	327	215	111	(5)	(5)	
2012	547	150	398	35	19	344	227	117	(5)	(5)	
2013	572	155	417	36	19	362	239	124	(5)	(5)	
2014	599	162	438	36	19	382	252	130	(5)	(5)	
Historical Estimates											
1998	100.0	28.1	71.9	8.3	5.1	58.5	39.2	19.3	11.5	44.8	
1999	100.0	28.6	71.4	8.5	5.1	57.8	38.1	19.7	9.5	46.1	
2000	100.0	28.7	71.3	7.9	4.5	58.9	39.5	19.3	10.0	46.7	
2001	100.0	27.9	72.1	7.8	3.8	60.4	41.9	18.5	12.0	46.1	
2002	100.0	26.6	73.4	7.6	3.6	62.3	43.4	18.9	12.7	47.4	
2003	100.0	27.9	72.1	7.6	3.8	60.7	41.1	19.6	12.4	46.1	
Projected											
2004	100.0	27.9	72.1	7.6	3.9	60.6	41.2	19.4	12.6	45.7	
2005	100.0	27.6	72.4	7.4	3.8	61.2	40.8	20.4	12.6	46.3	
2006	100.0	27.6	72.4	7.3	3.8	61.3	40.7	20.6	12.4	46.6	
2007	100.0	27.6	72.4	7.2	3.7	61.5	40.8	20.7	12.2	46.9	
2008	100.0	27.6	72.4	7.0	3.7	61.7	40.8	20.9	12.0	47.3	
2009	100.0	27.6	72.4	6.9	3.6	61.9	40.9	21.0	11.8	47.6	
2010	100.0	27.5	72.5	6.8	3.6	62.2	41.0	21.1	11.8	47.9	
2011	100.0	27.5	72.5	6.6	3.5	62.5	41.2	21.3	11.8	48.2	
2012	100.0	27.3	72.7	6.4	3.4	62.8	41.4	21.4	11.8	48.6	
2013	100.0	27.2	72.8	6.2	3.3	63.3	41.7	21.6	11.9	48.9	
2014	100.0	27.0	73.0	6.1	3.2	63.7	42.0	21.8	12.0	49.3	
Historical Estimates											
Annual Percent Change from Previous Year Shown											
1998	--	--	--	--	--	--	--	--	--	--	
1999	1.3	3.1	0.6	3.7	0.8	0.2	-1.6	3.7	-16.2	4.2	
2000	5.1	5.7	4.9	-2.2	-7.8	7.1	9.2	3.0	10.2	6.5	
2001	6.2	3.3	7.4	5.2	-9.2	9.0	12.6	1.6	27.9	4.9	
2002	5.3	0.2	7.2	1.6	-2.3	8.6	9.0	7.6	11.4	8.1	
2003	4.0	9.1	2.1	4.8	9.9	1.3	-1.6	8.1	1.3	1.0	
Projected											
2004	4.2	4.2	4.2	3.9	7.1	4.0	4.4	3.1	5.9	3.4	
2005	4.8	3.6	5.3	2.0	2.8	5.8	3.8	10.1	4.8	6.1	
2006	5.1	5.3	5.0	3.5	4.3	5.2	4.9	5.8	3.1	5.8	
2007	5.4	5.3	5.5	3.5	4.3	5.8	5.6	6.2	4.1	6.2	
2008	5.5	5.5	5.5	3.7	4.4	5.8	5.5	6.2	3.7	6.2	
2009	5.5	5.4	5.5	3.5	4.0	5.8	5.6	6.2	4.1	6.2	
2010	5.5	5.2	5.6	3.1	3.2	6.0	5.9	6.1	5.4	6.2	
2011	5.5	5.2	5.6	3.1	3.2	6.0	5.9	6.1	5.3	6.1	
2012	5.5	5.0	5.6	2.8	2.9	6.1	6.0	6.2	5.7	6.2	
2013	5.4	4.7	5.7	2.3	2.2	6.2	6.2	6.2	6.0	6.3	
2014	5.5	4.9	5.8	2.4	2.1	6.3	6.2	6.3	6.0	6.4	

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.  
NOTES: Per capita amounts based on July 1 Census resident based population estimates. Numbers and percents may not add to totals because of rounding  
SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.

**Table 14**  
**Other Personal Health Care Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual  
 Percent Change by Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Total	Out-of-Pocket Payments	Third-Party Payments					
			Private Health Insurance	Other Private Funds	Public			State and Local <sup>2</sup>
					Total	Federal <sup>2</sup>	Medicare <sup>3</sup>	
Amount in Billions								
Historical Estimates								
1998	\$30.2	--	\$30.2	--	\$3.8	\$26.4	\$15.2	\$11.2
1999	33.7	--	33.7	--	4.0	29.8	17.1	12.6
2000	36.7	--	36.7	--	4.2	32.4	18.8	13.6
2001	41.1	--	41.1	--	4.4	36.7	21.3	15.4
2002	45.3	--	45.3	--	4.7	40.7	23.7	16.9
2003	49.5	--	49.5	--	4.9	44.6	26.3	18.3
Projected								
2004	52.8	--	52.8	--	5.2	47.6	27.9	19.7
2005	58.2	--	58.2	--	5.5	52.7	30.3	22.4
2006	63.9	--	63.9	--	5.8	58.1	33.4	24.7
2007	70.3	--	70.3	--	6.2	64.1	36.9	27.2
2008	77.3	--	77.3	--	6.6	70.6	40.7	29.9
2009	84.7	--	84.7	--	7.1	77.6	44.8	32.9
2010	92.5	--	92.5	--	7.5	85.1	49.0	36.0
2011	100.9	--	100.9	--	8.0	92.9	53.6	39.3
2012	109.8	--	109.8	--	8.5	101.3	58.4	42.9
2013	119.4	--	119.4	--	9.0	110.4	63.7	46.7
2014	129.7	--	129.7	--	9.6	120.1	69.4	50.8
Historical Estimates								
1998	\$107	--	\$107	--	\$13	\$94	\$54	\$40
1999	119	--	119	--	14	105	60	44
2000	128	--	128	--	15	113	65	47
2001	142	--	142	--	15	126	73	53
2002	155	--	155	--	16	139	81	58
2003	167	--	167	--	17	151	89	62
Projected								
2004	177	--	177	--	17	159	93	66
2005	193	--	193	--	18	175	100	74
2006	210	--	210	--	19	191	110	81
2007	229	--	229	--	20	209	120	89
2008	250	--	250	--	21	228	132	97
2009	271	--	271	--	23	249	143	105
2010	294	--	294	--	24	270	156	114
2011	318	--	318	--	25	293	169	124
2012	343	--	343	--	27	317	183	134
2013	371	--	371	--	28	343	198	145
2014	399	--	399	--	29	370	214	156
Historical Estimates								
1998	100.0	--	100.0	--	12.5	87.5	50.3	37.2
1999	100.0	--	100.0	--	11.8	88.2	50.8	37.4
2000	100.0	--	100.0	--	11.6	88.4	51.3	37.2
2001	100.0	--	100.0	--	10.8	89.2	51.7	37.5
2002	100.0	--	100.0	--	10.3	89.7	52.3	37.4
2003	100.0	--	100.0	--	9.9	90.1	53.2	36.9
Projected								
2004	100.0	--	100.0	--	9.9	90.1	52.9	37.3
2005	100.0	--	100.0	--	9.5	90.5	52.0	38.5
2006	100.0	--	100.0	--	9.1	90.9	52.3	38.6
2007	100.0	--	100.0	--	8.8	91.2	52.5	38.7
2008	100.0	--	100.0	--	8.6	91.4	52.7	38.7
2009	100.0	--	100.0	--	8.3	91.7	52.8	38.8
2010	100.0	--	100.0	--	8.1	91.9	53.0	38.9
2011	100.0	--	100.0	--	7.9	92.1	53.1	39.0
2012	100.0	--	100.0	--	7.7	92.3	53.2	39.1
2013	100.0	--	100.0	--	7.6	92.4	53.3	39.1
2014	100.0	--	100.0	--	7.4	92.6	53.5	39.1
Historical Estimates								
1998	--	--	--	--	--	--	--	--
1999	11.7	--	11.7	--	5.0	12.7	12.9	12.4
2000	8.8	--	8.8	--	6.9	9.1	9.7	8.2
2001	12.1	--	12.1	--	4.8	13.1	13.0	13.2
2002	10.1	--	10.1	--	4.7	10.8	11.6	9.7
2003	9.2	--	9.2	--	5.4	9.7	11.0	7.7
Projected								
2004	6.6	--	6.6	--	6.1	6.7	6.0	7.7
2005	10.3	--	10.3	--	6.1	10.8	8.6	14.0
2006	9.8	--	9.8	--	5.7	10.2	10.3	10.1
2007	10.0	--	10.0	--	6.5	10.3	10.5	10.2
2008	9.9	--	9.9	--	6.6	10.2	10.2	10.1
2009	9.6	--	9.6	--	6.4	9.9	9.9	9.8
2010	9.3	--	9.3	--	6.3	9.5	9.6	9.5
2011	9.0	--	9.0	--	6.4	9.2	9.2	9.2
2012	8.8	--	8.8	--	6.4	9.1	9.1	9.0
2013	8.8	--	8.8	--	6.3	9.0	9.0	8.9
2014	8.6	--	8.6	--	6.1	8.8	8.9	8.7

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.

NOTES: Per capita amounts based on July 1 Census resident based population estimates. Numbers and percents may not add to totals because of rounding.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.

**Table 15**  
**Durable Medical Equipment Expenditures; Aggregate and per Capita Amounts, Percent Distribution and Annual Percent Change by**  
**Source of Funds: Selected Calendar Years 1998-2014<sup>1</sup>**

Year	Total	Out-of-Pocket Payments	Third-Party Payments			Public			
			Total	Private Health Insurance	Other Funds	Total	Federal <sup>2</sup>	State and Local <sup>2</sup>	Medicare <sup>3</sup>
				Private Funds	Total		Federal <sup>2</sup>		
Amount in Billions									
Historical Estimates									
1998	\$16.9	\$8.9	\$7.9	\$3.3	--	\$4.7	\$4.5	\$0.1	\$4.1
1999	17.2	9.0	8.2	3.3	--	5.0	4.8	0.2	4.3
2000	17.7	9.0	8.8	3.4	--	5.4	5.2	0.2	4.6
2001	18.4	8.9	9.5	3.5	--	6.1	5.9	0.2	5.2
2002	19.6	9.0	10.6	3.7	--	7.0	6.8	0.2	6.1
2003	20.4	9.0	11.4	3.8	--	7.6	7.4	0.2	6.6
Projected									
2004	21.2	9.2	12.0	3.8	--	8.2	7.8	0.4	7.7
2005	21.7	9.3	12.3	3.9	--	8.4	8.1	0.4	7.9
2006	22.4	9.5	12.9	4.0	--	8.9	8.5	0.4	8.4
2007	23.4	9.7	13.7	4.1	--	9.6	9.2	0.4	9.0
2008	24.4	10.0	14.5	4.3	--	10.2	9.8	0.4	9.6
2009	25.1	10.2	14.9	4.4	--	10.5	10.1	0.4	9.9
2010	26.2	10.4	15.8	4.5	--	11.3	10.9	0.4	10.7
2011	27.4	10.6	16.9	4.6	--	12.2	11.8	0.4	11.6
2012	28.8	10.8	17.9	4.7	--	13.2	12.8	0.4	12.6
2013	30.2	11.0	19.2	4.8	--	14.3	13.9	0.5	13.7
2014	31.6	11.2	20.5	4.9	--	15.5	15.0	0.5	14.9
Historical Estimates									
1998	\$60	\$32	\$28	\$12	--	\$17	\$16	\$0	(5)
1999	61	32	29	11	--	18	17	1	(5)
2000	62	31	31	12	--	19	18	1	(5)
2001	64	31	33	12	--	21	20	1	(5)
2002	67	31	36	13	--	24	23	1	(5)
2003	69	30	38	13	--	26	25	1	(5)
Projected									
2004	71	31	40	13	--	27	26	1	(5)
2005	72	31	41	13	--	28	27	1	(5)
2006	74	31	43	13	--	29	28	1	(5)
2007	76	32	45	14	--	31	30	1	(5)
2008	79	32	47	14	--	33	32	1	(5)
2009	80	33	48	14	--	34	32	1	(5)
2010	83	33	50	14	--	36	35	1	(5)
2011	87	33	53	15	--	39	37	1	(5)
2012	90	34	56	15	--	41	40	1	(5)
2013	94	34	59	15	--	44	43	1	(5)
2014	97	34	63	15	--	48	46	1	(5)
Historical Estimates									
1998	100.0	52.9	47.1	19.5	--	27.7	26.9	0.8	24.2
1999	100.0	52.2	47.8	18.9	--	28.9	28.0	0.9	25.1
2000	100.0	50.5	49.5	19.3	--	30.2	29.2	1.0	26.1
2001	100.0	48.3	51.7	18.8	--	32.9	31.9	1.0	28.4
2002	100.0	45.7	54.3	18.7	--	35.6	34.6	1.0	31.0
2003	100.0	44.1	55.9	18.6	--	37.3	36.3	1.0	32.3
Projected									
2004	100.0	43.3	56.7	18.1	--	38.7	37.0	1.7	36.2
2005	100.0	43.1	56.9	18.1	--	38.8	37.1	1.7	36.4
2006	100.0	42.3	57.7	17.9	--	39.7	38.0	1.7	37.3
2007	100.0	41.6	58.4	17.7	--	40.8	39.1	1.6	38.4
2008	100.0	40.8	59.2	17.5	--	41.7	40.1	1.6	39.4
2009	100.0	40.5	59.5	17.5	--	41.9	40.3	1.6	39.6
2010	100.0	39.6	60.4	17.2	--	43.2	41.6	1.6	40.9
2011	100.0	38.6	61.4	16.9	--	44.5	42.9	1.6	42.3
2012	100.0	37.6	62.4	16.5	--	45.9	44.4	1.6	43.8
2013	100.0	36.5	63.5	16.0	--	47.5	45.9	1.5	45.4
2014	100.0	35.3	64.7	15.6	--	49.1	47.6	1.5	47.0
Historical Estimates									
1998	--	--	--	--	--	--	--	--	--
1999	2.3	0.9	3.7	-0.8	--	6.9	6.6	17.8	5.9
2000	3.0	-0.2	6.6	5.2	--	7.5	7.4	8.8	7.1
2001	3.9	-0.8	8.7	1.5	--	13.3	13.6	2.9	13.2
2002	6.4	0.8	11.6	5.7	--	15.0	15.2	5.1	16.0
2003	4.0	0.3	7.1	3.5	--	9.0	9.1	4.3	8.5
Projected									
2004	3.8	1.8	5.3	0.8	--	7.6	5.7	80.5	16.3
2005	2.5	2.0	2.9	2.8	--	2.9	2.9	3.3	2.9
2006	3.5	1.8	4.8	2.4	--	5.9	6.1	3.1	6.2
2007	4.4	2.4	5.8	3.0	--	7.1	7.3	3.1	7.4
2008	4.2	2.3	5.6	3.2	--	6.6	6.8	3.1	6.9
2009	2.8	2.2	3.2	2.7	--	3.4	3.4	3.3	3.5
2010	4.5	2.1	6.2	2.5	--	7.7	7.9	3.2	8.0
2011	4.6	2.0	6.3	2.8	--	7.7	7.9	2.5	8.1
2012	4.8	2.0	6.5	2.3	--	8.1	8.3	2.6	8.4
2013	4.9	1.9	6.7	2.0	--	8.4	8.6	2.4	8.7
2014	4.8	1.4	6.8	2.1	--	8.3	8.5	2.4	8.6

<sup>1</sup>The health spending projections were based on the 2003 version of the National Health Expenditures (NHE) released in January 2005.

<sup>2</sup>Includes Medicaid SCHIP Expansion and SCHIP.

<sup>3</sup>Subset of Federal funds.

<sup>4</sup>Subset of Federal and State and local funds. Includes Medicaid SCHIP Expansion.

<sup>5</sup>Calculation of per capita estimates is inappropriate.

NOTES: Per capita amounts based on July 1 Census resident based population estimates. 0.0 denotes less than \$50 million for aggregate amounts, and 0 denotes less than \$.50 for per capita amounts.

Numbers and percents may not add to totals because of rounding.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary.