

**Table 1**  
**National Health Expenditures Aggregate, Per Capita Amounts, Percent Distribution,**  
**and Average Annual Percent Growth, by Source of Funds: Selected Calendar Years 1960-2006**

| Item                                | 1960   | 1970    | 1980    | 1990    | 1993    | 1997      | 1998      | 1999      | 2000      | 2001      | 2002      | 2003      | 2004      | 2005      | 2006      |
|-------------------------------------|--|---------|---------|---------|---------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
|                                     | Billions of Dollars                                    |         |         |         |         |           |           |           |           |           |           |           |           |           |           |
| National Health Expenditures        | \$27.5   | \$74.9  | \$253.4 | \$714.0 | \$912.6 | \$1,125.3 | \$1,190.5 | \$1,265.6 | \$1,353.6 | \$1,469.6 | \$1,603.4 | \$1,732.4 | \$1,852.3 | \$1,973.3 | \$2,105.5 |
| Private                             | 20.7   | 46.8    | 147.0   | 427.3   | 512.5   | 614.1     | 662.6     | 709.8     | 757.0     | 807.6     | 882.3     | 955.1     | 1,014.8   | 1,076.6   | 1,135.2   |
| Public                              | 6.8  | 28.1    | 106.3   | 286.7   | 400.1   | 511.3     | 527.9     | 555.8     | 596.6     | 662.0     | 721.1     | 777.3     | 837.5     | 896.8     | 970.3     |
| Federal                             | 2.9  | 17.7    | 71.6    | 193.9   | 279.2   | 364.9     | 372.1     | 389.6     | 417.6     | 464.1     | 508.6     | 550.7     | 597.1     | 639.1     | 704.9     |
| State and Local                     | 3.9  | 10.4    | 34.8    | 92.8    | 120.9   | 146.3     | 155.8     | 166.2     | 179.0     | 197.9     | 212.5     | 226.6     | 240.4     | 257.7     | 265.4     |
|                                     | Millions   |         |         |         |         |           |           |           |           |           |           |           |           |           |           |
| U.S. Population <sup>1</sup>        | 186  | 210     | 230     | 254     | 263     | 274       | 277       | 280       | 283       | 285       | 288       | 291       | 294       | 297       | 300       |
|                                     | Billions of Dollars                                    |         |         |         |         |           |           |           |           |           |           |           |           |           |           |
| Gross Domestic Product <sup>2</sup> | \$526  | \$1,039 | \$2,790 | \$5,803 | \$6,657 | \$8,304   | \$8,747   | \$9,268   | \$9,817   | \$10,128  | \$10,470  | \$10,961  | \$11,686  | \$12,434  | \$13,195  |
|                                     | Per Capita Amount in Dollars                           |         |         |         |         |           |           |           |           |           |           |           |           |           |           |
| National Health Expenditures        | \$148  | \$356   | \$1,100 | \$2,813 | \$3,469 | \$4,104   | \$4,297   | \$4,523   | \$4,790   | \$5,148   | \$5,560   | \$5,952   | \$6,301   | \$6,649   | \$7,026   |
| Private                             | 111  | 222     | 638     | 1,684   | 1,948   | 2,239     | 2,392     | 2,537     | 2,679     | 2,829     | 3,059     | 3,281     | 3,452     | 3,627     | 3,788     |
| Public                              | 36   | 134     | 462     | 1,130   | 1,521   | 1,864     | 1,905     | 1,986     | 2,111     | 2,319     | 2,500     | 2,670     | 2,849     | 3,022     | 3,238     |
| Federal                             | 15   | 84      | 311     | 764     | 1,061   | 1,331     | 1,343     | 1,393     | 1,478     | 1,626     | 1,763     | 1,892     | 2,031     | 2,153     | 2,352     |
| State and Local                     | 21   | 49      | 151     | 366     | 459     | 534       | 562       | 594       | 634       | 693       | 737       | 779       | 818       | 868       | 886       |
|                                     | Percent Distribution                                   |         |         |         |         |           |           |           |           |           |           |           |           |           |           |
| National Health Expenditures        | 100.0  | 100.0   | 100.0   | 100.0   | 100.0   | 100.0     | 100.0     | 100.0     | 100.0     | 100.0     | 100.0     | 100.0     | 100.0     | 100.0     | 100.0     |
| Private                             | 75.3   | 62.4    | 58.0    | 59.8    | 56.2    | 54.6      | 55.7      | 56.1      | 55.9      | 55.0      | 55.0      | 55.1      | 54.8      | 54.6      | 53.9      |
| Public                              | 24.7   | 37.6    | 42.0    | 40.2    | 43.8    | 45.4      | 44.3      | 43.9      | 44.1      | 45.0      | 45.0      | 44.9      | 45.2      | 45.4      | 46.1      |
| Federal                             | 10.4   | 23.7    | 28.2    | 27.1    | 30.6    | 32.4      | 31.3      | 30.8      | 30.8      | 31.6      | 31.7      | 31.8      | 32.2      | 32.4      | 33.5      |
| State and Local                     | 14.3   | 13.9    | 13.7    | 13.0    | 13.2    | 13.0      | 13.1      | 13.1      | 13.2      | 13.5      | 13.3      | 13.1      | 13.0      | 13.1      | 12.6      |
|                                     | Percent of Gross Domestic Product                      |         |         |         |         |           |           |           |           |           |           |           |           |           |           |
| National Health Expenditures        | 5.2  | 7.2     | 9.1     | 12.3    | 13.7    | 13.6      | 13.6      | 13.7      | 13.8      | 14.5      | 15.3      | 15.8      | 15.9      | 15.9      | 16.0      |
|                                     | Average Annual Percent Growth from Previous Year Shown |         |         |         |         |           |           |           |           |           |           |           |           |           |           |
| National Health Expenditures        |  | 10.5    | 13.0    | 10.9    | 8.5     | 5.4       | 5.8       | 6.3       | 7.0       | 8.6       | 9.1       | 8.0       | 6.9       | 6.5       | 6.7       |
| Private                             |  | 8.5     | 12.1    | 11.3    | 6.2     | 4.6       | 7.9       | 7.1       | 6.7       | 6.7       | 9.3       | 8.3       | 6.2       | 6.1       | 5.4       |
| Public                              |  | 15.3    | 14.2    | 10.4    | 11.8    | 6.3       | 3.2       | 5.3       | 7.3       | 11.0      | 8.9       | 7.8       | 7.7       | 7.1       | 8.2       |
| Federal                             |  | 20.0    | 15.0    | 10.5    | 12.9    | 6.9       | 2.0       | 4.7       | 7.2       | 11.2      | 9.6       | 8.3       | 8.4       | 7.0       | 10.3      |
| State and Local                     |  | 10.2    | 12.8    | 10.3    | 9.2     | 4.9       | 6.4       | 6.7       | 7.7       | 10.5      | 7.4       | 6.6       | 6.1       | 7.2       | 3.0       |
| U.S. Population <sup>1</sup>        |  | 1.2     | 0.9     | 1.0     | 1.2     | 1.0       | 1.0       | 1.0       | 1.0       | 1.0       | 1.0       | 0.9       | 1.0       | 1.0       | 1.0       |
| Gross Domestic Product <sup>2</sup> |  | 7.0     | 10.4    | 7.6     | 4.7     | 5.7       | 5.3       | 6.0       | 5.9       | 3.2       | 3.4       | 4.7       | 6.6       | 6.4       | 6.1       |

<sup>1</sup>Census resident-based population less armed forces overseas and population of outlying areas. Source: U.S. Bureau of the Census.

<sup>2</sup>U.S. Department of Commerce, Bureau of Economic Analysis.

NOTE: Numbers and percents may not add to totals because of rounding. Dollar amounts shown are in current dollars.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group; U.S. Department of Commerce, Bureau of Economic Analysis; and U.S. Bureau of the Census.

**Table 2**  
**National Health Expenditures Aggregate Amounts and Average Annual Percent Change, by Type of Expenditure: Selected Calendar Years 1960-2006**

| Type of Expenditure                       | 1960   | 1970   | 1980    | 1990    | 1993    | 1997      | 1998      | 1999      | 2000      | 2001      | 2002      | 2003      | 2004      | 2005      | 2006      |
|---|--|--------|---------|---------|---------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
|   | Billions of Dollars                                    |        |         |         |         |           |           |           |           |           |           |           |           |           |           |
| National Health Expenditures              | \$27.5   | \$74.9 | \$253.4 | \$714.0 | \$912.6 | \$1,125.3 | \$1,190.5 | \$1,265.6 | \$1,353.6 | \$1,469.6 | \$1,603.4 | \$1,732.4 | \$1,852.3 | \$1,973.3 | \$2,105.5 |
| Health Services and Supplies              | 24.9   | 67.1   | 233.4   | 666.7   | 853.2   | 1,054.2   | 1,111.3   | 1,180.1   | 1,264.8   | 1,376.1   | 1,499.4   | 1,620.7   | 1,730.6   | 1,843.6   | 1,966.2   |
| Personal Health Care                      | 23.3   | 62.9   | 214.8   | 607.5   | 773.6   | 959.8     | 1,010.4   | 1,068.2   | 1,139.6   | 1,238.7   | 1,340.8   | 1,445.9   | 1,547.7   | 1,653.7   | 1,762.0   |
| Hospital Care                             | 9.2  | 27.6   | 101.0   | 251.6   | 317.2   | 364.8     | 376.3     | 395.0     | 417.1     | 451.5     | 488.6     | 525.4     | 564.4     | 605.5     | 648.2     |
| Professional Services                     | 8.3  | 20.6   | 67.3    | 216.8   | 280.7   | 352.6     | 375.9     | 397.8     | 426.7     | 465.3     | 503.1     | 542.9     | 580.7     | 622.2     | 660.2     |
| Physician and Clinical Services           | 5.4  | 14.0   | 47.1    | 157.5   | 201.2   | 240.9     | 256.4     | 269.6     | 288.6     | 313.2     | 337.9     | 366.7     | 393.6     | 422.6     | 447.6     |
| Other Professional Services               | 0.4  | 0.7    | 3.6     | 18.2    | 24.5    | 33.4      | 35.7      | 37.1      | 39.1      | 42.8      | 45.6      | 49.0      | 52.4      | 56.2      | 58.9      |
| Dental Services                           | 2.0  | 4.7    | 13.3    | 31.5    | 38.9    | 50.2      | 53.5      | 57.1      | 62.0      | 67.5      | 73.3      | 76.9      | 81.5      | 86.6      | 91.5      |
| Other Personal Health Care                | 0.6  | 1.2    | 3.3     | 9.6     | 16.1    | 28.1      | 30.3      | 34.0      | 37.0      | 41.9      | 46.3      | 50.3      | 53.2      | 56.8      | 62.2      |
| Nursing Home and Home Health              | 0.9  | 4.3    | 20.9    | 65.2    | 87.3    | 119.0     | 122.8     | 122.0     | 125.8     | 133.7     | 139.9     | 148.5     | 157.9     | 168.7     | 177.6     |
| Home Health Care                          | 0.1  | 0.2    | 2.4     | 12.6    | 21.9    | 34.5      | 33.2      | 31.5      | 30.5      | 32.2      | 34.2      | 38.0      | 42.7      | 47.9      | 52.7      |
| Nursing Home Care                         | 0.8  | 4.0    | 18.5    | 52.6    | 65.4    | 84.5      | 89.5      | 90.5      | 95.3      | 101.5     | 105.7     | 110.5     | 115.2     | 120.7     | 124.9     |
| Retail Outlet Sales of Medical Products   | 4.9  | 10.5   | 25.7    | 74.0    | 88.4    | 123.4     | 135.5     | 153.4     | 170.1     | 188.3     | 209.1     | 229.0     | 244.7     | 257.3     | 276.0     |
| Prescription Drugs                        | 2.7  | 5.5    | 12.0    | 40.3    | 51.0    | 77.6      | 88.5      | 104.6     | 120.6     | 138.3     | 157.6     | 174.2     | 188.8     | 199.7     | 216.7     |
| Other Medical Products                    | 2.3  | 5.0    | 13.6    | 33.7    | 37.4    | 45.8      | 47.0      | 48.8      | 49.5      | 50.0      | 51.5      | 54.9      | 55.9      | 57.6      | 59.3      |
| Durable Medical Equipment                 | 0.6  | 1.6    | 3.8     | 11.2    | 13.5    | 18.1      | 18.7      | 19.0      | 19.3      | 19.6      | 20.7      | 22.4      | 22.8      | 23.2      | 23.7      |
| Other Non-Durable Medical Products        | 1.6  | 3.3    | 9.8     | 22.5    | 23.9    | 27.7      | 28.2      | 29.8      | 30.2      | 30.3      | 30.8      | 32.4      | 33.1      | 34.4      | 35.6      |
| Government Administration and Net Cost of |  |        |         |         |         |           |           |           |           |           |           |           |           |           |           |
| Private Health Insurance                  | 1.2  | 2.8    | 12.2    | 39.2    | 52.7    | 59.6      | 63.3      | 71.2      | 81.8      | 90.5      | 106.5     | 121.0     | 129.0     | 133.6     | 145.4     |
| Government Public Health Activities       | 0.4  | 1.4    | 6.4     | 20.0    | 26.8    | 34.9      | 37.6      | 40.7      | 43.4      | 47.0      | 52.1      | 53.8      | 53.9      | 56.3      | 58.7      |
| Investment                                | 2.6  | 7.8    | 19.9    | 47.3    | 59.3    | 71.1      | 79.2      | 85.4      | 88.8      | 93.5      | 104.0     | 111.8     | 121.7     | 129.7     | 139.4     |
| Research <sup>1</sup>                     | 0.7  | 2.0    | 5.4     | 12.7    | 16.4    | 19.4      | 21.5      | 23.4      | 25.6      | 28.8      | 32.5      | 35.5      | 38.8      | 40.6      | 41.8      |
| Structures and Equipment                  | 1.9  | 5.8    | 14.5    | 34.7    | 42.9    | 51.7      | 57.7      | 62.0      | 63.2      | 64.7      | 71.5      | 76.3      | 83.0      | 89.1      | 97.6      |
|   | Average Annual Percent Change From Previous Year Shown |        |         |         |         |           |           |           |           |           |           |           |           |           |           |
| National Health Expenditures              |  | 10.5   | 13.0    | 10.9    | 8.5     | 5.4       | 5.8       | 6.3       | 7.0       | 8.6       | 9.1       | 8.0       | 6.9       | 6.5       | 6.7       |
| Health Services and Supplies              |  | 10.4   | 13.3    | 11.1    | 8.6     | 5.4       | 5.4       | 6.2       | 7.2       | 8.8       | 9.0       | 8.1       | 6.8       | 6.5       | 6.6       |
| Personal Health Care                      |  | 10.4   | 13.1    | 11.0    | 8.4     | 5.5       | 5.3       | 5.7       | 6.7       | 8.7       | 8.2       | 7.8       | 7.0       | 6.8       | 6.6       |
| Hospital Care                             |  | 11.6   | 13.9    | 9.6     | 8.0     | 3.6       | 3.2       | 5.0       | 5.6       | 8.2       | 8.2       | 7.5       | 7.4       | 7.3       | 7.0       |
| Professional Services                     |  | 9.5    | 12.5    | 12.4    | 9.0     | 5.9       | 6.6       | 5.8       | 7.3       | 9.0       | 8.1       | 7.9       | 7.0       | 7.1       | 6.1       |
| Physician and Clinical Services           |  | 10.1   | 12.9    | 12.8    | 8.5     | 4.6       | 6.4       | 5.2       | 7.0       | 8.5       | 7.9       | 8.5       | 7.3       | 7.4       | 5.9       |
| Other Professional Services               |  | 6.6    | 17.1    | 17.5    | 10.4    | 8.1       | 7.0       | 3.8       | 5.4       | 9.4       | 6.6       | 7.5       | 7.0       | 7.1       | 4.9       |
| Dental Services                           |  | 9.1    | 11.1    | 9.0     | 7.3     | 6.6       | 6.6       | 6.8       | 8.5       | 9.0       | 8.6       | 4.8       | 6.0       | 6.3       | 5.7       |
| Other Personal Health Care                |  | 7.3    | 10.1    | 11.4    | 19.1    | 14.8      | 7.9       | 12.3      | 9.0       | 13.0      | 10.6      | 8.7       | 5.7       | 6.8       | 9.5       |
| Nursing Home and Home Health              |  | 17.2   | 17.2    | 12.1    | 10.2    | 8.1       | 3.1       | -0.6      | 3.1       | 6.3       | 4.7       | 6.1       | 6.3       | 6.9       | 5.3       |
| Home Health Care                          |  | 14.5   | 26.9    | 18.1    | 20.3    | 12.1      | -3.8      | -5.1      | -3.2      | 5.5       | 6.3       | 11.1      | 12.3      | 12.3      | 9.9       |
| Nursing Home Care                         |  | 17.4   | 16.4    | 11.0    | 7.5     | 6.6       | 6.0       | 1.1       | 5.2       | 6.6       | 4.1       | 4.5       | 4.2       | 4.9       | 3.5       |
| Retail Outlet Sales of Medical Products   |  | 7.8    | 9.4     | 11.2    | 6.1     | 8.7       | 9.8       | 13.2      | 10.9      | 10.7      | 11.1      | 9.5       | 6.8       | 5.2       | 7.3       |
| Prescription Drugs                        |  | 7.5    | 8.2     | 12.8    | 8.2     | 11.1      | 14.1      | 18.1      | 15.3      | 14.7      | 14.0      | 10.5      | 8.4       | 5.8       | 8.5       |
| Other Medical Products                    |  | 8.1    | 10.6    | 9.5     | 3.6     | 5.2       | 2.6       | 3.9       | 1.5       | 0.9       | 3.1       | 6.5       | 1.8       | 3.1       | 3.0       |
| Durable Medical Equipment                 |  | 9.7    | 8.9     | 11.4    | 6.4     | 7.6       | 3.6       | 1.4       | 1.7       | 1.6       | 5.6       | 8.2       | 1.5       | 1.7       | 2.3       |
| Other Non-Durable Medical Products        |  | 7.4    | 11.4    | 8.6     | 2.1     | 3.7       | 1.9       | 5.5       | 1.4       | 0.5       | 1.5       | 5.4       | 2.1       | 4.0       | 3.5       |
| Government Administration and Net Cost of |  |        |         |         |         |           |           |           |           |           |           |           |           |           |           |
| Private Health Insurance                  |  | 8.6    | 16.0    | 12.4    | 10.4    | 3.1       | 6.1       | 12.5      | 14.9      | 10.6      | 17.8      | 13.6      | 6.6       | 3.6       | 8.8       |
| Government Public Health Activities       |  | 12.8   | 16.5    | 12.0    | 10.4    | 6.8       | 7.8       | 8.4       | 6.5       | 8.2       | 11.0      | 3.2       | 0.2       | 4.4       | 4.3       |
| Investment                                |  | 11.7   | 9.9     | 9.0     | 7.8     | 4.6       | 11.4      | 7.8       | 4.0       | 5.2       | 11.3      | 7.5       | 8.9       | 6.6       | 7.4       |
| Research <sup>1</sup>                     |  | 10.9   | 10.8    | 8.9     | 9.0     | 4.3       | 10.6      | 9.1       | 9.2       | 12.3      | 13.1      | 9.2       | 9.1       | 4.8       | 2.9       |
| Structures and Equipment                  |  | 11.9   | 9.5     | 9.1     | 7.4     | 4.8       | 11.7      | 7.4       | 2.0       | 2.3       | 10.5      | 6.7       | 8.8       | 7.4       | 9.5       |

<sup>1</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 due to rounding. Dollar amounts shown are in current dollars.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group.

**Table 3**  
**National Health Expenditures (NHE), Levels and Average Annual Growth from Previous Year Shown,**  
**by Source of Funds, Selected Calendar Years 1960-2006**

|                                    | 1960   | 1970            | 1980    | 1990    | 1993    | 1997      | 1998      | 1999      | 2000      | 2001      | 2002      | 2003      | 2004      | 2005      | 2006      |
|------------------------------------|--|-----------------|---------|---------|---------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
|                                    | Source of funds  |                 |         |         |         |           |           |           |           |           |           |           |           |           |           |
| NHE, billions                      | \$27.5   | \$74.9          | \$253.4 | \$714.0 | \$912.6 | \$1,125.3 | \$1,190.5 | \$1,265.6 | \$1,353.6 | \$1,469.6 | \$1,603.4 | \$1,732.4 | \$1,852.3 | \$1,973.3 | \$2,105.5 |
| Private                            | 20.7   | 46.8            | 147.0   | 427.3   | 512.5   | 614.1     | 662.6     | 709.8     | 757.0     | 807.6     | 882.3     | 955.1     | 1,014.8   | 1,076.6   | 1,135.2   |
| Consumer payments                  | 18.7   | 40.4            | 127.0   | 369.8   | 440.7   | 521.6     | 560.5     | 601.1     | 648.0     | 697.8     | 763.9     | 827.7     | 880.7     | 932.7     | 980.0     |
| Out-of-pocket payments             | 12.9   | 24.9            | 58.1    | 136.1   | 145.2   | 162.5     | 175.5     | 184.0     | 192.9     | 199.8     | 211.4     | 224.9     | 234.9     | 247.1     | 256.5     |
| Private health insurance           | 5.9  | 15.5            | 68.8    | 233.7   | 295.5   | 359.1     | 384.9     | 417.1     | 455.1     | 498.0     | 552.5     | 602.8     | 645.8     | 685.6     | 723.4     |
| Other private funds                | 2.0  | 6.4             | 20.0    | 57.5    | 71.8    | 92.4      | 102.2     | 108.6     | 109.0     | 109.8     | 118.4     | 127.4     | 134.1     | 143.9     | 155.3     |
| Public                             | 6.8  | 28.1            | 106.3   | 286.7   | 400.1   | 511.3     | 527.9     | 555.8     | 596.6     | 662.0     | 721.1     | 777.3     | 837.5     | 896.8     | 970.3     |
| Federal                            | 2.9  | 17.7            | 71.6    | 193.9   | 279.2   | 364.9     | 372.1     | 389.6     | 417.6     | 464.1     | 508.6     | 550.7     | 597.1     | 639.1     | 704.9     |
| Medicare                           | 0.0  | 7.7             | 37.2    | 109.5   | 150.0   | 210.4     | 209.2     | 212.8     | 224.4     | 247.4     | 265.1     | 281.5     | 309.3     | 338.0     | 401.3     |
| Medicaid                           | 0.0  | 2.8             | 14.5    | 42.5    | 76.8    | 95.2      | 99.4      | 107.9     | 117.3     | 131.7     | 146.4     | 160.2     | 170.9     | 177.6     | 174.3     |
| Other federal <sup>a</sup>         | 2.9  | 7.2             | 19.9    | 41.8    | 52.5    | 59.4      | 63.5      | 68.9      | 75.9      | 85.0      | 97.1      | 109.1     | 116.9     | 123.5     | 129.4     |
| State and local                    | 3.9  | 10.4            | 34.8    | 92.8    | 120.9   | 146.3     | 155.8     | 166.2     | 179.0     | 197.9     | 212.5     | 226.6     | 240.4     | 257.7     | 265.4     |
| Medicaid                           | 0.0  | 2.4             | 11.5    | 31.1    | 45.6    | 63.3      | 69.4      | 75.7      | 83.3      | 92.3      | 101.3     | 109.8     | 119.3     | 133.8     | 134.3     |
| Other state and local <sup>a</sup> | 3.9  | 7.9             | 23.2    | 61.7    | 75.2    | 83.0      | 86.4      | 90.5      | 95.8      | 105.5     | 111.3     | 116.8     | 121.1     | 123.9     | 131.1     |
| Total Medicaid                     | 0.0  | 5.3             | 26.0    | 73.7    | 122.4   | 158.5     | 168.8     | 183.6     | 200.5     | 224.1     | 247.6     | 270.0     | 290.2     | 311.4     | 308.6     |
|                                    | Average Annual Percent Change from Previous Year Shown |                 |         |         |         |           |           |           |           |           |           |           |           |           |           |
| NHE                                |  | 10.5%           | 13.0%   | 10.9%   | 8.5%    | 5.4%      | 5.8%      | 6.3%      | 7.0%      | 8.6%      | 9.1%      | 8.0%      | 6.9%      | 6.5%      | 6.7%      |
| Private                            |  | 8.5             | 12.1    | 11.3    | 6.2     | 4.6       | 7.9       | 7.1       | 6.7       | 6.7       | 9.3       | 8.3       | 6.2       | 6.1       | 5.4       |
| Consumer payments                  |  | 8.0             | 12.1    | 11.3    | 6.0     | 4.3       | 7.4       | 7.3       | 7.8       | 7.7       | 9.5       | 8.4       | 6.4       | 5.9       | 5.1       |
| Out-of-pocket payments             |  | 6.8             | 8.8     | 8.9     | 2.2     | 2.9       | 8.0       | 4.9       | 4.8       | 3.6       | 5.8       | 6.4       | 4.5       | 5.2       | 3.8       |
| Private health insurance           |  | 10.2            | 16.1    | 13.0    | 8.1     | 5.0       | 7.2       | 8.4       | 9.1       | 9.4       | 10.9      | 9.1       | 7.1       | 6.2       | 5.5       |
| Other private funds                |  | 12.2            | 12.2    | 11.1    | 7.7     | 6.5       | 10.5      | 6.3       | 0.4       | 0.7       | 7.8       | 7.6       | 5.2       | 7.3       | 7.9       |
| Public                             |  | 15.3            | 14.2    | 10.4    | 11.8    | 6.3       | 3.2       | 5.3       | 7.3       | 11.0      | 8.9       | 7.8       | 7.7       | 7.1       | 8.2       |
| Federal                            |  | 20.0            | 15.0    | 10.5    | 12.9    | 6.9       | 2.0       | 4.7       | 7.2       | 11.2      | 9.6       | 8.3       | 8.4       | 7.0       | 10.3      |
| Medicare                           |  | -- <sup>b</sup> | 17.1    | 11.4    | 11.1    | 8.8       | -0.6      | 1.7       | 5.4       | 10.2      | 7.2       | 6.2       | 9.9       | 9.3       | 18.7      |
| Medicaid                           |  | -- <sup>b</sup> | 17.7    | 11.4    | 21.7    | 5.5       | 4.5       | 8.5       | 8.7       | 12.3      | 11.1      | 9.4       | 6.7       | 3.9       | -1.9      |
| Other federal <sup>a</sup>         |  | 9.7             | 10.7    | 7.7     | 7.9     | 3.1       | 6.8       | 8.6       | 10.1      | 12.0      | 14.2      | 12.3      | 7.2       | 5.6       | 4.8       |
| State and local                    |  | 10.2            | 12.8    | 10.3    | 9.2     | 4.9       | 6.4       | 6.7       | 7.7       | 10.5      | 7.4       | 6.6       | 6.1       | 7.2       | 3.0       |
| Medicaid                           |  | -- <sup>b</sup> | 16.8    | 10.4    | 13.6    | 8.6       | 9.6       | 9.0       | 10.0      | 10.9      | 9.7       | 8.5       | 8.7       | 12.1      | 0.4       |
| Other state and local <sup>a</sup> |  | 7.3             | 11.3    | 10.3    | 6.8     | 2.5       | 4.0       | 4.8       | 5.8       | 10.2      | 5.4       | 5.0       | 3.7       | 2.4       | 5.8       |
| Total Medicaid                     |  | -- <sup>b</sup> | 17.3    | 11.0    | 18.4    | 6.7       | 6.5       | 8.7       | 9.2       | 11.7      | 10.5      | 9.0       | 7.5       | 7.3       | -0.9      |

<sup>a</sup> Includes State Children's Health Insurance Program (Title XXI) and State Children's Health Insurance Program (SCHIP) expansion (Title XIX).

<sup>b</sup> Not applicable; Medicare and Medicaid became effective in July 1966.

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

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group.

**Table 4  
National Health Expenditures, by Source of Funds and Type of Expenditure: Calendar Years 2001-2006**

| Year and Type of Expenditure                                       | Private             |                   |         |                        |                          |         | Public  |         |                 |  |
|--|---------------------|-------------------|---------|------------------------|--------------------------|---------|---------|---------|-----------------|--|
|  | Total               | Consumer          |         | Out-of-Pocket Payments | Private Health Insurance | Other   | Total   | Federal | State and Local |  |
|  |                     | All Private Funds | Total   |                        |                          |         |         |         |                 |  |
| 2001   | Billions of Dollars |                   |         |                        |                          |         |         |         |                 |  |
| National Health Expenditures                                       | \$1,469.6           | \$807.6           | \$697.8 | \$199.8                | \$498.0                  | \$109.8 | \$662.0 | \$464.1 | \$197.9         |  |
| Health Services and Supplies                                       | 1,376.1             | 755.4             | 697.8   | 199.8                  | 498.0                    | 57.7    | 620.7   | 435.4   | 185.3           |  |
| Personal Health Care   | 1,238.7             | 697.6             | 641.2   | 199.8                  | 441.4                    | 56.4    | 541.1   | 411.5   | 129.7           |  |
| Hospital Care  | 451.5               | 192.6             | 171.7   | 14.3                   | 157.4                    | 20.9    | 258.9   | 209.7   | 49.2            |  |
| Professional Services  | 465.3               | 303.1             | 272.6   | 74.3                   | 198.3                    | 30.5    | 162.2   | 119.9   | 42.3            |  |
| Physician and Clinical Services                                    | 313.2               | 205.6             | 182.4   | 33.5                   | 148.9                    | 23.2    | 107.6   | 86.7    | 20.9            |  |
| Other Professional Services  | 42.8                | 29.3              | 26.7    | 11.5                   | 15.1                     | 2.6     | 13.4    | 9.4     | 4.1             |  |
| Dental Services  | 67.5                | 63.7              | 63.5    | 29.3                   | 34.3                     | 0.1     | 3.8     | 2.3     | 1.6             |  |
| Other Personal Health Care   | 41.9                | 4.5               | --      | --                     | --                       | 4.5     | 37.4    | 21.6    | 15.8            |  |
| Nursing Home and Home Health                                       | 133.7               | 53.3              | 48.2    | 34.4                   | 13.9                     | 5.0     | 80.4    | 56.5    | 23.9            |  |
| Home Health Care   | 32.2                | 12.1              | 11.1    | 5.4                    | 5.8                      | 1.0     | 20.0    | 14.5    | 5.5             |  |
| Nursing Home Care  | 101.5               | 41.1              | 37.1    | 29.0                   | 8.1                      | 4.0     | 60.4    | 42.0    | 18.4            |  |
| Retail Outlet Sales of Medical Products                            | 188.3               | 148.6             | 148.6   | 76.8                   | 71.8                     | 0.0     | 39.7    | 25.4    | 14.3            |  |
| Prescription Drugs   | 138.3               | 105.3             | 105.3   | 36.1                   | 69.3                     | 0.0     | 33.0    | 19.1    | 13.9            |  |
| Other Medical Products   | 50.0                | 43.3              | 43.3    | 40.8                   | 2.5                      | 0.0     | 6.6     | 6.2     | 0.4             |  |
| Durable Medical Equipment  | 19.6                | 14.5              | 14.5    | 12.0                   | 2.5                      | 0.0     | 5.1     | 4.8     | 0.4             |  |
| Other Non-Durable Medical Products                                 | 30.3                | 28.8              | 28.8    | 28.8                   | 0.0                      | 0.0     | 1.5     | 1.5     | 0.0             |  |
| Government Administration and Net Cost of Private Health Insurance | 90.5                | 57.9              | 56.6    | --                     | 56.6                     | 1.2     | 32.6    | 18.4    | 14.2            |  |
| Government Public Health Activities                                | 47.0                | --                | --      | --                     | --                       | --      | 47.0    | 5.6     | 41.4            |  |
| Investment   | 93.5                | 52.2              | --      | --                     | --                       | 52.2    | 41.3    | 28.7    | 12.6            |  |
| Research   | 28.8                | 2.8               | --      | --                     | --                       | 2.8     | 26.0    | 22.3    | 3.6             |  |
| Structures and Equipment   | 64.7                | 49.4              | --      | --                     | --                       | 49.4    | 15.3    | 6.4     | 9.0             |  |
| 2002   |                     |                   |         |                        |                          |         |         |         |                 |  |
| National Health Expenditures                                       | 1,603.4             | 882.3             | 763.9   | 211.4                  | 552.5                    | 118.4   | 721.1   | 508.6   | 212.5           |  |
| Health Services and Supplies                                       | 1,499.4             | 823.4             | 763.9   | 211.4                  | 552.5                    | 59.5    | 676.0   | 476.7   | 199.3           |  |
| Personal Health Care   | 1,340.8             | 752.1             | 693.8   | 211.4                  | 482.4                    | 58.3    | 588.7   | 448.3   | 140.4           |  |
| Hospital Care  | 488.6               | 209.3             | 187.7   | 15.6                   | 172.1                    | 21.6    | 279.3   | 226.0   | 53.3            |  |
| Professional Services  | 503.1               | 327.0             | 295.2   | 79.5                   | 215.8                    | 31.8    | 176.0   | 130.7   | 45.4            |  |
| Physician and Clinical Services                                    | 337.9               | 222.7             | 198.3   | 35.3                   | 163.1                    | 24.3    | 115.2   | 93.6    | 21.6            |  |
| Other Professional Services  | 45.6                | 30.7              | 28.0    | 11.9                   | 16.1                     | 2.7     | 14.9    | 10.2    | 4.6             |  |
| Dental Services  | 73.3                | 69.0              | 68.9    | 32.3                   | 36.6                     | 0.1     | 4.4     | 2.6     | 1.8             |  |
| Other Personal Health Care   | 46.3                | 4.7               | --      | --                     | --                       | 4.7     | 41.6    | 24.2    | 17.4            |  |
| Nursing Home and Home Health                                       | 139.9               | 53.4              | 48.5    | 34.6                   | 13.9                     | 4.9     | 86.5    | 61.4    | 25.1            |  |
| Home Health Care   | 34.2                | 11.1              | 10.2    | 5.0                    | 5.2                      | 0.9     | 23.2    | 17.0    | 6.2             |  |
| Nursing Home Care  | 105.7               | 42.4              | 38.3    | 29.7                   | 8.7                      | 4.0     | 63.3    | 44.4    | 18.9            |  |
| Retail Outlet Sales of Medical Products                            | 209.1               | 162.3             | 162.3   | 81.7                   | 80.6                     | 0.0     | 46.8    | 30.2    | 16.6            |  |
| Prescription Drugs   | 157.6               | 118.4             | 118.4   | 40.4                   | 78.0                     | 0.0     | 39.3    | 23.0    | 16.2            |  |
| Other Medical Products   | 51.5                | 43.9              | 43.9    | 41.4                   | 2.6                      | 0.0     | 7.6     | 7.2     | 0.4             |  |
| Durable Medical Equipment  | 20.7                | 14.8              | 14.8    | 12.2                   | 2.6                      | 0.0     | 6.0     | 5.6     | 0.4             |  |
| Other Non-Durable Medical Products                                 | 30.8                | 29.2              | 29.2    | 29.2                   | 0.0                      | 0.0     | 1.6     | 1.6     | 0.0             |  |
| Government Administration and Net Cost of Private Health Insurance | 106.5               | 71.3              | 70.1    | --                     | 70.1                     | 1.2     | 35.2    | 20.4    | 14.8            |  |
| Government Public Health Activities                                | 52.1                | --                | --      | --                     | --                       | --      | 52.1    | 8.0     | 44.1            |  |
| Investment   | 104.0               | 58.9              | --      | --                     | --                       | 58.9    | 45.1    | 31.8    | 13.2            |  |
| Research   | 32.5                | 3.1               | --      | --                     | --                       | 3.1     | 29.5    | 25.6    | 3.9             |  |
| Structures and Equipment   | 71.5                | 55.9              | --      | --                     | --                       | 55.9    | 15.6    | 6.3     | 9.3             |  |

**Table 4 - Continued**  
**National Health Expenditures, by Source of Funds and Type of Expenditure: Calendar Years 2001-2006**

| Year and Type of Expenditure                                       | Private             |                   |          |                        |                          |         | Public  |         |                 |
|--|---------------------|-------------------|----------|------------------------|--------------------------|---------|---------|---------|-----------------|
|  | Total               | All Private Funds | Consumer |                        |                          | Other   | Total   | Federal | State and Local |
|  |                     |                   | Total    | Out-of-Pocket Payments | Private Health Insurance |         |         |         |                 |
| 2003   | Billions of Dollars |                   |          |                        |                          |         |         |         |                 |
| National Health Expenditures                                       | \$1,732.4           | \$955.1           | \$827.7  | \$224.9                | \$602.8                  | \$127.4 | \$777.3 | \$550.7 | \$226.6         |
| Health Services and Supplies                                       | 1,620.7             | 892.5             | 827.7    | 224.9                  | 602.8                    | 64.8    | 728.1   | 515.9   | 212.3           |
| Personal Health Care   | 1,445.9             | 809.7             | 746.1    | 224.9                  | 521.2                    | 63.6    | 636.2   | 485.0   | 151.1           |
| Hospital Care  | 525.4               | 229.4             | 204.8    | 17.1                   | 187.7                    | 24.6    | 296.0   | 240.0   | 56.1            |
| Professional Services  | 542.9               | 351.7             | 317.8    | 84.5                   | 233.2                    | 33.9    | 191.2   | 143.2   | 48.0            |
| Physician and Clinical Services                                    | 366.7               | 241.2             | 215.2    | 37.5                   | 177.7                    | 26.1    | 125.5   | 102.5   | 22.9            |
| Other Professional Services  | 49.0                | 33.3              | 30.4     | 12.8                   | 17.6                     | 2.9     | 15.7    | 10.9    | 4.8             |
| Dental Services  | 76.9                | 72.2              | 72.2     | 34.2                   | 37.9                     | 0.0     | 4.6     | 2.8     | 1.9             |
| Other Personal Health Care   | 50.3                | 4.9               | --       | --                     | --                       | 4.9     | 45.4    | 27.0    | 18.4            |
| Nursing Home and Home Health                                       | 148.5               | 54.7              | 49.6     | 35.5                   | 14.1                     | 5.1     | 93.8    | 66.0    | 27.8            |
| Home Health Care   | 38.0                | 11.3              | 10.4     | 5.0                    | 5.4                      | 0.9     | 26.7    | 20.0    | 6.7             |
| Nursing Home Care  | 110.5               | 43.3              | 39.2     | 30.5                   | 8.7                      | 4.2     | 67.1    | 46.1    | 21.1            |
| Retail Outlet Sales of Medical Products                            | 229.0               | 173.9             | 173.9    | 87.7                   | 86.2                     | 0.0     | 55.1    | 35.8    | 19.3            |
| Prescription Drugs   | 174.2               | 127.7             | 127.7    | 44.2                   | 83.5                     | 0.0     | 46.5    | 27.6    | 18.9            |
| Other Medical Products   | 54.9                | 46.3              | 46.3     | 43.5                   | 2.7                      | 0.0     | 8.6     | 8.2     | 0.4             |
| Durable Medical Equipment  | 22.4                | 15.6              | 15.6     | 12.8                   | 2.7                      | 0.0     | 6.9     | 6.5     | 0.4             |
| Other Non-Durable Medical Products                                 | 32.4                | 30.7              | 30.7     | 30.7                   | 0.0                      | 0.0     | 1.7     | 1.7     | 0.0             |
| Government Administration and Net Cost of Private Health Insurance | 121.0               | 82.8              | 81.6     | --                     | 81.6                     | 1.2     | 38.2    | 21.9    | 16.3            |
| Government Public Health Activities                                | 53.8                | --                | --       | --                     | --                       | --      | 53.8    | 8.9     | 44.9            |
| Investment   | 111.8               | 62.6              | --       | --                     | --                       | 62.6    | 49.2    | 34.8    | 14.3            |
| Research   | 35.5                | 3.3               | --       | --                     | --                       | 3.3     | 32.2    | 28.0    | 4.2             |
| Structures and Equipment   | 76.3                | 59.3              | --       | --                     | --                       | 59.3    | 17.0    | 6.9     | 10.1            |
| 2004   |                     |                   |          |                        |                          |         |         |         |                 |
| National Health Expenditures                                       | 1,852.3             | 1,014.8           | 880.7    | 234.9                  | 645.8                    | 134.1   | 837.5   | 597.1   | 240.4           |
| Health Services and Supplies                                       | 1,730.6             | 946.9             | 880.7    | 234.9                  | 645.8                    | 66.2    | 783.7   | 559.3   | 224.3           |
| Personal Health Care   | 1,547.7             | 860.0             | 795.1    | 234.9                  | 560.2                    | 64.9    | 687.7   | 525.6   | 162.1           |
| Hospital Care  | 564.4               | 246.5             | 221.3    | 18.7                   | 202.6                    | 25.3    | 317.9   | 257.9   | 60.0            |
| Professional Services  | 580.7               | 374.7             | 340.3    | 89.8                   | 250.6                    | 34.4    | 206.0   | 155.3   | 50.7            |
| Physician and Clinical Services                                    | 393.6               | 257.3             | 231.1    | 40.0                   | 191.1                    | 26.2    | 136.3   | 112.0   | 24.3            |
| Other Professional Services  | 52.4                | 35.6              | 32.7     | 13.7                   | 19.0                     | 2.9     | 16.9    | 12.2    | 4.7             |
| Dental Services  | 81.5                | 76.6              | 76.5     | 36.1                   | 40.5                     | 0.0     | 4.9     | 2.9     | 2.0             |
| Other Personal Health Care   | 53.2                | 5.3               | --       | --                     | --                       | 5.3     | 47.9    | 28.2    | 19.7            |
| Nursing Home and Home Health                                       | 157.9               | 55.5              | 50.2     | 36.1                   | 14.1                     | 5.2     | 102.4   | 72.5    | 29.9            |
| Home Health Care   | 42.7                | 11.8              | 10.8     | 5.3                    | 5.5                      | 1.0     | 30.9    | 23.3    | 7.7             |
| Nursing Home Care  | 115.2               | 43.7              | 39.5     | 30.8                   | 8.7                      | 4.2     | 71.5    | 49.3    | 22.2            |
| Retail Outlet Sales of Medical Products                            | 244.7               | 183.3             | 183.3    | 90.4                   | 92.9                     | 0.0     | 61.4    | 39.8    | 21.6            |
| Prescription Drugs   | 188.8               | 136.3             | 136.3    | 46.2                   | 90.1                     | 0.0     | 52.5    | 31.3    | 21.2            |
| Other Medical Products   | 55.9                | 46.9              | 46.9     | 44.2                   | 2.8                      | 0.0     | 8.9     | 8.5     | 0.4             |
| Durable Medical Equipment  | 22.8                | 15.7              | 15.7     | 13.0                   | 2.8                      | 0.0     | 7.0     | 6.6     | 0.4             |
| Other Non-Durable Medical Products                                 | 33.1                | 31.2              | 31.2     | 31.2                   | 0.0                      | 0.0     | 1.9     | 1.9     | 0.0             |
| Government Administration and Net Cost of Private Health Insurance | 129.0               | 86.9              | 85.7     | --                     | 85.7                     | 1.3     | 42.1    | 25.0    | 17.1            |
| Government Public Health Activities                                | 53.9                | --                | --       | --                     | --                       | --      | 53.9    | 8.8     | 45.1            |
| Investment   | 121.7               | 67.9              | --       | --                     | --                       | 67.9    | 53.8    | 37.8    | 16.1            |
| Research   | 38.8                | 3.4               | --       | --                     | --                       | 3.4     | 35.4    | 30.9    | 4.5             |
| Structures and Equipment   | 83.0                | 64.5              | --       | --                     | --                       | 64.5    | 18.4    | 6.8     | 11.6            |

**Table 4 - Continued**  
**National Health Expenditures, by Source of Funds and Type of Expenditure: Calendar Years 2001-2006**

| Year and Type of Expenditure                                       | Private             |                   |         |                        |                          |         | Public  |         |                 |
|--|---------------------|-------------------|---------|------------------------|--------------------------|---------|---------|---------|-----------------|
|  | Total               | Consumer          |         | Out-of-Pocket Payments | Private Health Insurance | Other   | Total   | Federal | State and Local |
|  |                     | All Private Funds | Total   |                        |                          |         |         |         |                 |
| 2005   | Billions of Dollars |                   |         |                        |                          |         |         |         |                 |
| National Health Expenditures                                       | \$1,973.3           | \$1,076.6         | \$932.7 | \$247.1                | \$685.6                  | \$143.9 | \$896.8 | \$639.1 | \$257.7         |
| Health Services and Supplies                                       | 1,843.6             | 1,003.1           | 932.7   | 247.1                  | 685.6                    | 70.4    | 840.6   | 599.5   | 241.1           |
| Personal Health Care   | 1,653.7             | 914.7             | 845.7   | 247.1                  | 598.6                    | 69.0    | 739.0   | 562.2   | 176.8           |
| Hospital Care  | 605.5               | 262.0             | 235.1   | 19.8                   | 215.3                    | 26.9    | 343.6   | 276.7   | 66.9            |
| Professional Services  | 622.2               | 403.0             | 366.4   | 96.1                   | 270.3                    | 36.7    | 219.1   | 165.1   | 54.1            |
| Physician and Clinical Services                                    | 422.6               | 278.3             | 250.3   | 43.3                   | 207.0                    | 28.0    | 144.3   | 118.7   | 25.6            |
| Other Professional Services  | 56.2                | 37.7              | 34.7    | 14.4                   | 20.3                     | 3.0     | 18.5    | 13.8    | 4.7             |
| Dental Services  | 86.6                | 81.4              | 81.3    | 38.4                   | 43.0                     | 0.1     | 5.2     | 3.1     | 2.1             |
| Other Personal Health Care   | 56.8                | 5.6               | --      | --                     | --                       | 5.6     | 51.2    | 29.5    | 21.7            |
| Nursing Home and Home Health                                       | 168.7               | 56.8              | 51.4    | 36.9                   | 14.4                     | 5.5     | 111.9   | 79.0    | 32.9            |
| Home Health Care   | 47.9                | 12.1              | 11.1    | 5.5                    | 5.6                      | 1.1     | 35.8    | 26.9    | 8.9             |
| Nursing Home Care  | 120.7               | 44.7              | 40.3    | 31.5                   | 8.8                      | 4.4     | 76.1    | 52.1    | 24.0            |
| Retail Outlet Sales of Medical Products                            | 257.3               | 192.8             | 192.8   | 94.3                   | 98.5                     | 0.0     | 64.5    | 41.5    | 23.0            |
| Prescription Drugs   | 199.7               | 144.5             | 144.5   | 48.8                   | 95.7                     | 0.0     | 55.2    | 32.6    | 22.6            |
| Other Medical Products   | 57.6                | 48.3              | 48.3    | 45.5                   | 2.8                      | 0.0     | 9.3     | 8.9     | 0.4             |
| Durable Medical Equipment  | 23.2                | 15.9              | 15.9    | 13.1                   | 2.8                      | 0.0     | 7.2     | 6.9     | 0.4             |
| Other Non-Durable Medical Products                                 | 34.4                | 32.4              | 32.4    | 32.4                   | 0.0                      | 0.0     | 2.0     | 2.0     | 0.0             |
| Government Administration and Net Cost of Private Health Insurance | 133.6               | 88.4              | 87.0    | --                     | 87.0                     | 1.4     | 45.2    | 27.6    | 17.6            |
| Government Public Health Activities                                | 56.3                | --                | --      | --                     | --                       | --      | 56.3    | 9.6     | 46.7            |
| Investment   | 129.7               | 73.5              | --      | --                     | --                       | 73.5    | 56.2    | 39.6    | 16.6            |
| Research   | 40.6                | 3.7               | --      | --                     | --                       | 3.7     | 36.9    | 32.2    | 4.8             |
| Structures and Equipment   | 89.1                | 69.8              | --      | --                     | --                       | 69.8    | 19.3    | 7.5     | 11.8            |
| 2006   |                     |                   |         |                        |                          |         |         |         |                 |
| National Health Expenditures                                       | 2,105.5             | 1,135.2           | 980.0   | 256.5                  | 723.4                    | 155.3   | 970.3   | 704.9   | 265.4           |
| Health Services and Supplies                                       | 1,966.2             | 1,054.1           | 980.0   | 256.5                  | 723.4                    | 74.1    | 912.1   | 664.4   | 247.7           |
| Personal Health Care   | 1,762.0             | 963.8             | 891.1   | 256.5                  | 634.6                    | 72.7    | 798.2   | 618.1   | 180.1           |
| Hospital Care  | 648.2               | 285.6             | 256.2   | 21.4                   | 234.8                    | 29.4    | 362.6   | 290.2   | 72.4            |
| Professional Services  | 660.2               | 426.1             | 388.4   | 101.9                  | 286.6                    | 37.6    | 234.1   | 176.3   | 57.7            |
| Physician and Clinical Services                                    | 447.6               | 294.5             | 265.8   | 46.2                   | 219.7                    | 28.6    | 153.1   | 126.4   | 26.6            |
| Other Professional Services  | 58.9                | 39.6              | 36.6    | 15.1                   | 21.5                     | 3.0     | 19.3    | 14.8    | 4.5             |
| Dental Services  | 91.5                | 86.0              | 86.0    | 40.6                   | 45.3                     | 0.1     | 5.5     | 3.2     | 2.2             |
| Other Personal Health Care   | 62.2                | 5.9               | --      | --                     | --                       | 5.9     | 56.3    | 31.9    | 24.3            |
| Nursing Home and Home Health                                       | 177.6               | 59.9              | 54.1    | 38.9                   | 15.3                     | 5.7     | 117.7   | 83.5    | 34.3            |
| Home Health Care   | 52.7                | 13.0              | 11.9    | 5.9                    | 6.0                      | 1.1     | 39.7    | 29.7    | 10.0            |
| Nursing Home Care  | 124.9               | 46.8              | 42.2    | 32.9                   | 9.3                      | 4.6     | 78.1    | 53.7    | 24.3            |
| Retail Outlet Sales of Medical Products                            | 276.0               | 192.3             | 192.3   | 94.4                   | 97.9                     | 0.0     | 83.8    | 68.1    | 15.7            |
| Prescription Drugs   | 216.7               | 142.7             | 142.7   | 47.6                   | 95.1                     | 0.0     | 74.0    | 58.7    | 15.3            |
| Other Medical Products   | 59.3                | 49.6              | 49.6    | 46.7                   | 2.9                      | 0.0     | 9.7     | 9.3     | 0.4             |
| Durable Medical Equipment  | 23.7                | 16.2              | 16.2    | 13.3                   | 2.9                      | 0.0     | 7.5     | 7.1     | 0.4             |
| Other Non-Durable Medical Products                                 | 35.6                | 33.4              | 33.4    | 33.4                   | 0.0                      | 0.0     | 2.2     | 2.2     | 0.0             |
| Government Administration and Net Cost of Private Health Insurance | 145.4               | 90.2              | 88.8    | --                     | 88.8                     | 1.4     | 55.2    | 36.7    | 18.5            |
| Government Public Health Activities                                | 58.7                | --                | --      | --                     | --                       | --      | 58.7    | 9.7     | 49.0            |
| Investment   | 139.4               | 81.1              | --      | --                     | --                       | 81.1    | 58.2    | 40.5    | 17.7            |
| Research   | 41.8                | 4.0               | --      | --                     | --                       | 4.0     | 37.8    | 32.7    | 5.1             |
| Structures and Equipment   | 97.6                | 77.1              | --      | --                     | --                       | 77.1    | 20.4    | 7.8     | 12.6            |

NOTE: 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. Numbers may not add to totals because of rounding. The figure 0.0 denotes amounts less than \$50 million. Dashes (--) indicate "not applicable". Dollar amounts shown are in current dollars.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group.

**Table 5**  
**National Health Expenditures, by Source of Funds, Type of Expenditure and Sponsor: Calendar Years 2001-2006**

| Year and Type of Expenditure<br>Sponsor         | Private |                           |       |                               |                          |                                | Public             |          |                              |                       |
|---|---------|---------------------------|-------|-------------------------------|--------------------------|--------------------------------|--------------------|----------|------------------------------|-----------------------|
|   | Total   | Consumer                  |       |                               | Total<br>Public<br>Funds | Federal and<br>State           |                    |          | Other<br>Public <sup>3</sup> |                       |
|   |         | Total<br>Private<br>Funds | Total | Out-of-<br>Pocket<br>Payments |                          | Private<br>Health<br>Insurance | Other <sup>1</sup> | Medicare |                              | Medicaid <sup>2</sup> |
| Billions of Dollars                             |         |                           |       |                               |                          |                                |                    |          |                              |                       |
| <b>2001</b>                                     |         |                           |       |                               |                          |                                |                    |          |                              |                       |
| Health Services and Supplies                    | 1,376.1 | 755.4                     | 697.8 | 199.8                         | 498.0                    | 57.7                           | 620.7              | 242.6    | 229.2                        | 148.9                 |
| Business, Households and Other Private Revenues | 869.0   | 676.3                     | 618.6 | 199.8                         | 418.8                    | 57.7                           | 192.7              | 164.2    | --                           | 28.5                  |
| Private Business                                | 368.3   | 276.4                     | 271.9 | --                            | 271.9                    | 4.5                            | 91.8               | 63.3     | --                           | 28.5                  |
| Household                                       | 447.6   | 346.7                     | 346.7 | 199.8                         | 146.9                    | --                             | 100.9              | 100.9    | --                           | --                    |
| Other Private Revenues                          | 53.2    | 53.2                      | --    | --                            | --                       | 53.2                           | --                 | --       | --                           | --                    |
| Government                                      | 507.1   | 79.2                      | 79.2  | --                            | 79.2                     | --                             | 428.0              | 78.4     | 229.2                        | 120.4                 |
| Federal government                              | 277.0   | 15.8                      | 15.8  | --                            | 15.8                     | --                             | 261.2              | 70.4     | 134.5                        | 56.3                  |
| State and local government                      | 230.1   | 63.4                      | 63.4  | --                            | 63.4                     | --                             | 166.7              | 8.0      | 94.7                         | 64.0                  |
| <b>2002</b>                                     |         |                           |       |                               |                          |                                |                    |          |                              |                       |
| Health Services and Supplies                    | 1,499.4 | 823.4                     | 763.9 | 211.4                         | 552.5                    | 59.5                           | 676.0              | 259.7    | 253.4                        | 162.9                 |
| Business, Households and Other Private Revenues | 929.0   | 732.5                     | 673.0 | 211.4                         | 461.5                    | 59.5                           | 196.6              | 167.1    | --                           | 29.5                  |
| Private Business                                | 391.3   | 298.8                     | 294.1 | --                            | 294.1                    | 4.7                            | 92.5               | 63.1     | --                           | 29.5                  |
| Household                                       | 482.9   | 378.9                     | 378.9 | 211.4                         | 167.4                    | --                             | 104.0              | 104.0    | --                           | --                    |
| Other Private Revenues                          | 54.8    | 54.8                      | --    | --                            | --                       | 54.8                           | --                 | --       | --                           | --                    |
| Government                                      | 570.4   | 90.9                      | 90.9  | --                            | 90.9                     | --                             | 479.5              | 92.6     | 253.4                        | 133.5                 |
| Federal government                              | 316.7   | 17.7                      | 17.7  | --                            | 17.7                     | --                             | 299.0              | 84.2     | 149.5                        | 65.3                  |
| State and local government                      | 253.7   | 73.3                      | 73.3  | --                            | 73.3                     | --                             | 180.4              | 8.4      | 103.9                        | 68.2                  |
| <b>2003</b>                                     |         |                           |       |                               |                          |                                |                    |          |                              |                       |
| Health Services and Supplies                    | 1,620.7 | 892.5                     | 827.7 | 224.9                         | 602.8                    | 64.8                           | 728.1              | 275.7    | 276.2                        | 176.2                 |
| Business, Households and Other Private Revenues | 994.7   | 790.8                     | 726.1 | 224.9                         | 501.2                    | 64.8                           | 203.8              | 172.6    | --                           | 31.2                  |
| Private Business                                | 419.5   | 323.7                     | 318.7 | --                            | 318.7                    | 4.9                            | 95.8               | 64.6     | --                           | 31.2                  |
| Household                                       | 515.3   | 407.3                     | 407.3 | 224.9                         | 182.4                    | --                             | 108.0              | 108.0    | --                           | --                    |
| Other Private Revenues                          | 59.8    | 59.8                      | --    | --                            | --                       | 59.8                           | --                 | --       | --                           | --                    |
| Government                                      | 626.0   | 101.7                     | 101.7 | --                            | 101.7                    | --                             | 524.3              | 103.1    | 276.2                        | 145.0                 |
| Federal government                              | 352.0   | 19.7                      | 19.7  | --                            | 19.7                     | --                             | 332.3              | 94.4     | 163.6                        | 74.2                  |
| State and local government                      | 274.0   | 81.9                      | 81.9  | --                            | 81.9                     | --                             | 192.0              | 8.7      | 112.6                        | 70.8                  |

**Table 5 - Continued**  
**National Health Expenditures, by Source of Funds, Type of Expenditure and Sponsor: Calendar Years 2001-2006**

| Year and Type of Expenditure<br>Sponsor         | Private             |                  |       |                               |                          |                                | Public   |                       |                              |       |
|---|---------------------|------------------|-------|-------------------------------|--------------------------|--------------------------------|----------|-----------------------|------------------------------|-------|
|   | Total               | Consumer         |       |                               | Total<br>Public<br>Funds | Federal and<br>State           |          |                       | Other<br>Public <sup>3</sup> |       |
|   |                     | Private<br>Funds | Total | Out-of-<br>Pocket<br>Payments |                          | Private<br>Health<br>Insurance | Medicare | Medicaid <sup>2</sup> |                              |       |
|   | Billions of Dollars |                  |       |                               |                          |                                |          |                       |                              |       |
| <b>2004</b>                                     |                     |                  |       |                               |                          |                                |          |                       |                              |       |
| Health Services and Supplies                    | 1,730.6             | 946.9            | 880.7 | 234.9                         | 645.8                    | 66.2                           | 783.7    | 302.6                 | 297.6                        | 183.6 |
| Business, Households and Other Private Revenues | 1,051.5             | 834.7            | 768.6 | 234.9                         | 533.7                    | 66.2                           | 216.7    | 185.0                 | --                           | 31.8  |
| Private Business                                | 444.3               | 343.7            | 338.5 | --                            | 338.5                    | 5.3                            | 100.5    | 68.8                  | --                           | 31.8  |
| Household                                       | 546.3               | 430.1            | 430.1 | 234.9                         | 195.2                    | --                             | 116.2    | 116.2                 | --                           | --    |
| Other Private Revenues                          | 60.9                | 60.9             | --    | --                            | --                       | 60.9                           | --       | --                    | --                           | --    |
| Government                                      | 679.1               | 112.1            | 112.1 | --                            | 112.1                    | --                             | 566.9    | 117.6                 | 297.6                        | 151.8 |
| Federal government                              | 384.2               | 21.6             | 21.6  | --                            | 21.6                     | --                             | 362.6    | 108.5                 | 174.9                        | 79.1  |
| State and local government                      | 294.9               | 90.6             | 90.6  | --                            | 90.6                     | --                             | 204.3    | 9.1                   | 122.6                        | 72.7  |
| <b>2005</b>                                     |                     |                  |       |                               |                          |                                |          |                       |                              |       |
| Health Services and Supplies                    | 1,843.6             | 1,003.1          | 932.7 | 247.1                         | 685.6                    | 70.4                           | 840.6    | 329.5                 | 322.0                        | 189.0 |
| Business, Households and Other Private Revenues | 1,110.5             | 880.9            | 810.5 | 247.1                         | 563.4                    | 70.4                           | 229.6    | 198.1                 | --                           | 31.6  |
| Private Business                                | 470.1               | 366.0            | 360.4 | --                            | 360.4                    | 5.6                            | 104.1    | 72.5                  | --                           | 31.6  |
| Household                                       | 575.7               | 450.1            | 450.1 | 247.1                         | 203.0                    | --                             | 125.6    | 125.6                 | --                           | --    |
| Other Private Revenues                          | 64.8                | 64.8             | --    | --                            | --                       | 64.8                           | --       | --                    | --                           | --    |
| Government                                      | 733.1               | 122.2            | 122.2 | --                            | 122.2                    | --                             | 610.9    | 131.5                 | 322.0                        | 157.5 |
| Federal government                              | 411.6               | 23.1             | 23.1  | --                            | 23.1                     | --                             | 388.4    | 122.0                 | 184.0                        | 82.4  |
| State and local government                      | 321.5               | 99.0             | 99.0  | --                            | 99.0                     | --                             | 222.5    | 9.4                   | 138.0                        | 75.1  |
| <b>2006</b>                                     |                     |                  |       |                               |                          |                                |          |                       |                              |       |
| Health Services and Supplies                    | 1,966.2             | 1,052.0          | 977.9 | 256.5                         | 721.3                    | 74.1                           | 914.2    | 387.4                 | 320.2                        | 206.6 |
| Business, Households and Other Private Revenues | 1,176.5             | 923.1            | 849.0 | 256.5                         | 592.4                    | 74.1                           | 253.4    | 221.1                 | --                           | 32.3  |
| Private Business                                | 496.8               | 387.1            | 381.1 | --                            | 381.1                    | 5.9                            | 109.7    | 77.3                  | --                           | 32.3  |
| Household                                       | 611.6               | 467.8            | 467.8 | 256.5                         | 211.3                    | --                             | 143.8    | 143.8                 | --                           | --    |
| Other Private Revenues                          | 68.2                | 68.2             | --    | --                            | --                       | 68.2                           | --       | --                    | --                           | --    |
| Government                                      | 789.6               | 128.9            | 128.9 | --                            | 128.9                    | --                             | 660.8    | 166.3                 | 320.2                        | 174.2 |
| Federal government                              | 449.5               | 24.3             | 24.3  | --                            | 24.3                     | --                             | 425.2    | 156.4                 | 181.3                        | 87.5  |
| State and local government                      | 340.2               | 104.6            | 104.6 | --                            | 104.6                    | --                             | 235.6    | 9.9                   | 138.9                        | 86.8  |

<sup>1</sup> Includes industrial inplant and other private (non-patient revenue including philanthropy).

<sup>2</sup> Includes Medicaid State Childrens' Health Insurance Program (SCHIP) expansion (Title XIX).

<sup>3</sup> Includes SCHIP (Title XXI).

NOTE: Dashes (--) indicate "not applicable." Dollar amounts are shown in current dollars.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group.



**Table 6**  
**Personal Health Care Expenditures Aggregate, Per Capita Amounts, and Percent Distribution,**  
**by Source of Funds: Selected Calendar Years 1970-2006**

| Year                         | Total   | Out-of-Pocket Payments | Third-Party Payments |                          |                     | Public |                      |                              |                       |                       |
|------------------------------|---------|------------------------|----------------------|--------------------------|---------------------|--------|----------------------|------------------------------|-----------------------|-----------------------|
|                              |         |                        | Total                | Private Health Insurance | Other Private Funds | Total  | Federal <sup>1</sup> | State and Local <sup>1</sup> | Medicare <sup>2</sup> | Medicaid <sup>3</sup> |
| Billions of Dollars          |         |                        |                      |                          |                     |        |                      |                              |                       |                       |
| 1970                         | \$62.9  | \$24.9                 | \$38.0               | \$14.1                   | \$1.7               | \$22.2 | \$14.4               | \$7.8                        | \$7.3                 | \$5.0                 |
| 1980                         | 214.8   | 58.1                   | 156.6                | 61.2                     | 9.2                 | 86.2   | 62.3                 | 23.9                         | 36.1                  | 24.7                  |
| 1990                         | 607.5   | 136.1                  | 471.4                | 204.6                    | 30.5                | 236.2  | 172.8                | 63.5                         | 106.6                 | 69.7                  |
| 1999                         | 1,068.2 | 184.0                  | 884.2                | 371.3                    | 57.5                | 455.4  | 346.2                | 109.2                        | 205.7                 | 171.3                 |
| 2000                         | 1,139.6 | 192.9                  | 946.7                | 403.1                    | 57.0                | 486.7  | 369.6                | 117.1                        | 215.9                 | 187.0                 |
| 2001                         | 1,238.7 | 199.8                  | 1,038.9              | 441.4                    | 56.4                | 541.1  | 411.5                | 129.7                        | 238.8                 | 208.9                 |
| 2002                         | 1,340.8 | 211.4                  | 1,129.3              | 482.4                    | 58.3                | 588.7  | 448.3                | 140.4                        | 256.3                 | 230.7                 |
| 2003                         | 1,445.9 | 224.9                  | 1,221.0              | 521.2                    | 63.6                | 636.2  | 485.0                | 151.1                        | 272.8                 | 250.9                 |
| 2004                         | 1,547.7 | 234.9                  | 1,312.8              | 560.2                    | 64.9                | 687.7  | 525.6                | 162.1                        | 298.7                 | 269.9                 |
| 2005                         | 1,653.7 | 247.1                  | 1,406.6              | 598.6                    | 69.0                | 739.0  | 562.2                | 176.8                        | 326.0                 | 289.6                 |
| 2006                         | 1,762.0 | 256.5                  | 1,505.5              | 634.6                    | 72.7                | 798.2  | 618.1                | 180.1                        | 381.0                 | 285.7                 |
| Per Capita Amount in Dollars |         |                        |                      |                          |                     |        |                      |                              |                       |                       |
| 1970                         | \$299   | \$119                  | \$181                | \$67                     | \$8                 | \$106  | \$69                 | \$37                         | (4)                   | (4)                   |
| 1980                         | 932     | 252                    | 680                  | 266                      | 40                  | 374    | 271                  | 104                          | (4)                   | (4)                   |
| 1990                         | 2,394   | 536                    | 1,857                | 806                      | 120                 | 931    | 681                  | 250                          | (4)                   | (4)                   |
| 1999                         | 3,818   | 658                    | 3,160                | 1,327                    | 206                 | 1,628  | 1,237                | 390                          | (4)                   | (4)                   |
| 2000                         | 4,033   | 683                    | 3,350                | 1,426                    | 202                 | 1,722  | 1,308                | 414                          | (4)                   | (4)                   |
| 2001                         | 4,339   | 700                    | 3,639                | 1,546                    | 198                 | 1,895  | 1,441                | 454                          | (4)                   | (4)                   |
| 2002                         | 4,649   | 733                    | 3,916                | 1,673                    | 202                 | 2,041  | 1,554                | 487                          | (4)                   | (4)                   |
| 2003                         | 4,967   | 773                    | 4,195                | 1,791                    | 218                 | 2,185  | 1,666                | 519                          | (4)                   | (4)                   |
| 2004                         | 5,265   | 799                    | 4,466                | 1,906                    | 221                 | 2,339  | 1,788                | 551                          | (4)                   | (4)                   |
| 2005                         | 5,572   | 833                    | 4,739                | 2,017                    | 233                 | 2,490  | 1,894                | 596                          | (4)                   | (4)                   |
| 2006                         | 5,880   | 856                    | 5,024                | 2,117                    | 243                 | 2,663  | 2,062                | 601                          | (4)                   | (4)                   |
| Percent Distribution         |         |                        |                      |                          |                     |        |                      |                              |                       |                       |
| 1970                         | 100.0   | 39.6                   | 60.4                 | 22.3                     | 2.8                 | 35.3   | 22.9                 | 12.4                         | 11.6                  | 8.0                   |
| 1980                         | 100.0   | 27.1                   | 72.9                 | 28.5                     | 4.3                 | 40.1   | 29.0                 | 11.1                         | 16.8                  | 11.5                  |
| 1990                         | 100.0   | 22.4                   | 77.6                 | 33.7                     | 5.0                 | 38.9   | 28.4                 | 10.4                         | 17.5                  | 11.5                  |
| 1999                         | 100.0   | 17.2                   | 82.8                 | 34.8                     | 5.4                 | 42.6   | 32.4                 | 10.2                         | 19.3                  | 16.0                  |
| 2000                         | 100.0   | 16.9                   | 83.1                 | 35.4                     | 5.0                 | 42.7   | 32.4                 | 10.3                         | 18.9                  | 16.4                  |
| 2001                         | 100.0   | 16.1                   | 83.9                 | 35.6                     | 4.6                 | 43.7   | 33.2                 | 10.5                         | 19.3                  | 16.9                  |
| 2002                         | 100.0   | 15.8                   | 84.2                 | 36.0                     | 4.3                 | 43.9   | 33.4                 | 10.5                         | 19.1                  | 17.2                  |
| 2003                         | 100.0   | 15.6                   | 84.4                 | 36.0                     | 4.4                 | 44.0   | 33.5                 | 10.5                         | 18.9                  | 17.4                  |
| 2004                         | 100.0   | 15.2                   | 84.8                 | 36.2                     | 4.2                 | 44.4   | 34.0                 | 10.5                         | 19.3                  | 17.4                  |
| 2005                         | 100.0   | 14.9                   | 85.1                 | 36.2                     | 4.2                 | 44.7   | 34.0                 | 10.7                         | 19.7                  | 17.5                  |
| 2006                         | 100.0   | 14.6                   | 85.4                 | 36.0                     | 4.1                 | 45.3   | 35.1                 | 10.2                         | 21.6                  | 16.2                  |

<sup>1</sup>Includes Medicaid SCHIP Expansion & SCHIP.

<sup>2</sup>Subset of Federal funds.

<sup>3</sup>Subset of Federal and State and local funds.

<sup>4</sup>Calculation of per capita estimates is inappropriate.

NOTE: Per capita amounts based on July 1 Census resident-based population estimates for each year. Numbers and percents may not add to due to rounding. Dollar amounts shown are in current dollars.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group; U.S. Bureau of the Census.

**Table 7**  
**Hospital Care Expenditures Aggregate, Per Capita Amounts, and Percent Distribution,**  
**by Source of Funds: Selected Calendar Years 1970-2006**

| Year                         | Total  | Out-of-Pocket Payments | Third-Party Payments |                          |                     | Public |                      |                              |                       |                       |
|------------------------------|--------|------------------------|----------------------|--------------------------|---------------------|--------|----------------------|------------------------------|-----------------------|-----------------------|
|                              |        |                        | Total                | Private Health Insurance | Other Private Funds | Total  | Federal <sup>1</sup> | State and Local <sup>1</sup> | Medicare <sup>2</sup> | Medicaid <sup>3</sup> |
| Billions of Dollars          |        |                        |                      |                          |                     |        |                      |                              |                       |                       |
| 1970                         | \$27.6 | \$2.5                  | \$25.1               | \$9.0                    | \$0.9               | \$15.2 | \$10.0               | \$5.3                        | \$5.4                 | \$2.6                 |
| 1980                         | 101.0  | 5.4                    | 95.6                 | 37.0                     | 5.1                 | 53.6   | 40.5                 | 13.0                         | 26.4                  | 9.2                   |
| 1990                         | 251.6  | 11.3                   | 240.2                | 97.8                     | 10.4                | 132.0  | 101.7                | 30.3                         | 67.8                  | 26.7                  |
| 1999                         | 395.0  | 12.8                   | 382.2                | 131.7                    | 21.1                | 229.3  | 186.2                | 43.1                         | 122.2                 | 66.6                  |
| 2000                         | 417.1  | 13.6                   | 403.4                | 144.3                    | 21.9                | 237.2  | 191.8                | 45.4                         | 124.4                 | 71.1                  |
| 2001                         | 451.5  | 14.3                   | 437.2                | 157.4                    | 20.9                | 258.9  | 209.7                | 49.2                         | 136.4                 | 76.5                  |
| 2002                         | 488.6  | 15.6                   | 473.0                | 172.1                    | 21.6                | 279.3  | 226.0                | 53.3                         | 145.6                 | 84.4                  |
| 2003                         | 525.4  | 17.1                   | 508.3                | 187.7                    | 24.6                | 296.0  | 240.0                | 56.1                         | 151.9                 | 90.3                  |
| 2004                         | 564.4  | 18.7                   | 545.8                | 202.6                    | 25.3                | 317.9  | 257.9                | 60.0                         | 163.5                 | 96.8                  |
| 2005                         | 605.5  | 19.8                   | 585.8                | 215.3                    | 26.9                | 343.6  | 276.7                | 66.9                         | 178.1                 | 105.5                 |
| 2006                         | 648.2  | 21.4                   | 626.8                | 234.8                    | 29.4                | 362.6  | 290.2                | 72.4                         | 187.2                 | 110.6                 |
| Per Capita Amount in Dollars |        |                        |                      |                          |                     |        |                      |                              |                       |                       |
| 1970                         | \$131  | \$12                   | \$119                | \$43                     | \$4                 | \$72   | \$47                 | \$25                         | (4)                   | (4)                   |
| 1980                         | 438    | 23                     | 415                  | 160                      | 22                  | 233    | 176                  | 57                           | (4)                   | (4)                   |
| 1990                         | 991    | 45                     | 947                  | 385                      | 41                  | 520    | 401                  | 120                          | (4)                   | (4)                   |
| 1999                         | 1,412  | 46                     | 1,366                | 471                      | 76                  | 820    | 666                  | 154                          | (4)                   | (4)                   |
| 2000                         | 1,476  | 48                     | 1,428                | 511                      | 77                  | 840    | 679                  | 161                          | (4)                   | (4)                   |
| 2001                         | 1,582  | 50                     | 1,531                | 551                      | 73                  | 907    | 734                  | 172                          | (4)                   | (4)                   |
| 2002                         | 1,695  | 54                     | 1,640                | 597                      | 75                  | 969    | 784                  | 185                          | (4)                   | (4)                   |
| 2003                         | 1,804  | 59                     | 1,745                | 644                      | 84                  | 1,016  | 824                  | 192                          | (4)                   | (4)                   |
| 2004                         | 1,920  | 63                     | 1,856                | 689                      | 86                  | 1,081  | 877                  | 204                          | (4)                   | (4)                   |
| 2005                         | 2,040  | 67                     | 1,974                | 725                      | 91                  | 1,158  | 932                  | 225                          | (4)                   | (4)                   |
| 2006                         | 2,163  | 71                     | 2,092                | 784                      | 98                  | 1,210  | 968                  | 242                          | (4)                   | (4)                   |
| Percent Distribution         |        |                        |                      |                          |                     |        |                      |                              |                       |                       |
| 1970                         | 100.0  | 9.0                    | 91.0                 | 32.5                     | 3.2                 | 55.2   | 36.1                 | 19.1                         | 19.4                  | 9.6                   |
| 1980                         | 100.0  | 5.4                    | 94.6                 | 36.6                     | 5.0                 | 53.0   | 40.1                 | 12.9                         | 26.1                  | 9.1                   |
| 1990                         | 100.0  | 4.5                    | 95.5                 | 38.9                     | 4.1                 | 52.5   | 40.4                 | 12.1                         | 27.0                  | 10.6                  |
| 1999                         | 100.0  | 3.2                    | 96.8                 | 33.3                     | 5.4                 | 58.1   | 47.1                 | 10.9                         | 30.9                  | 16.9                  |
| 2000                         | 100.0  | 3.3                    | 96.7                 | 34.6                     | 5.2                 | 56.9   | 46.0                 | 10.9                         | 29.8                  | 17.0                  |
| 2001                         | 100.0  | 3.2                    | 96.8                 | 34.9                     | 4.6                 | 57.3   | 46.4                 | 10.9                         | 30.2                  | 16.9                  |
| 2002                         | 100.0  | 3.2                    | 96.8                 | 35.2                     | 4.4                 | 57.2   | 46.3                 | 10.9                         | 29.8                  | 17.3                  |
| 2003                         | 100.0  | 3.3                    | 96.7                 | 35.7                     | 4.7                 | 56.7   | 45.7                 | 10.7                         | 28.9                  | 17.2                  |
| 2004                         | 100.0  | 3.3                    | 96.7                 | 35.9                     | 4.5                 | 56.3   | 45.7                 | 10.6                         | 29.0                  | 17.2                  |
| 2005                         | 100.0  | 3.3                    | 96.7                 | 35.6                     | 4.4                 | 56.7   | 45.7                 | 11.0                         | 29.4                  | 17.4                  |
| 2006                         | 100.0  | 3.3                    | 96.7                 | 36.2                     | 4.5                 | 55.9   | 44.8                 | 11.2                         | 28.9                  | 17.1                  |

<sup>1</sup>Includes Medicaid SCHIP Expansion & SCHIP.

<sup>2</sup>Subset of Federal funds.

<sup>3</sup>Subset of Federal and State and local funds.

<sup>4</sup>Calculation of per capita estimates is inappropriate.

NOTE: Per capita amounts based on July 1 Census resident-based population estimates for each year. Numbers and percents may not add to totals due to rounding. Dollar amounts shown are in current dollars.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group; U.S. Bureau of the Census.

**Table 8**  
**Physician and Clinical Services Expenditures Aggregate, Per Capita Amounts, and Percent Distribution,**  
**by Source of Funds: Selected Calendar Years 1970-2006**

| Year                         | Third-Party Payments |                        |       |                          |                     | Public |                      |                              |                       |                       |
|------------------------------|----------------------|------------------------|-------|--------------------------|---------------------|--------|----------------------|------------------------------|-----------------------|-----------------------|
|                              | Total                | Out-of-Pocket Payments | Total | Private Health Insurance | Other Private Funds | Total  | Federal <sup>1</sup> | State and Local <sup>1</sup> | Medicare <sup>2</sup> | Medicaid <sup>3</sup> |
| Billions of Dollars          |                      |                        |       |                          |                     |        |                      |                              |                       |                       |
| 1970                         | \$14.0               | \$6.5                  | \$7.5 | \$4.2                    | \$0.2               | \$3.1  | \$2.3                | \$0.8                        | \$1.6                 | \$0.6                 |
| 1980                         | 47.1                 | 14.3                   | 32.8  | 16.7                     | 1.8                 | 14.2   | 11.2                 | 3.0                          | 8.0                   | 2.4                   |
| 1990                         | 157.5                | 30.2                   | 127.3 | 67.3                     | 11.3                | 48.7   | 38.0                 | 10.7                         | 29.4                  | 7.0                   |
| 1999                         | 269.6                | 30.7                   | 239.0 | 127.6                    | 22.9                | 88.4   | 71.2                 | 17.3                         | 53.0                  | 17.4                  |
| 2000                         | 288.6                | 32.2                   | 256.4 | 136.7                    | 22.2                | 97.5   | 78.9                 | 18.6                         | 58.2                  | 19.1                  |
| 2001                         | 313.2                | 33.5                   | 279.7 | 148.9                    | 23.2                | 107.6  | 86.7                 | 20.9                         | 63.4                  | 21.6                  |
| 2002                         | 337.9                | 35.3                   | 302.6 | 163.1                    | 24.3                | 115.2  | 93.6                 | 21.6                         | 67.4                  | 23.8                  |
| 2003                         | 366.7                | 37.5                   | 329.2 | 177.7                    | 26.1                | 125.5  | 102.5                | 22.9                         | 73.5                  | 25.4                  |
| 2004                         | 393.6                | 40.0                   | 353.6 | 191.1                    | 26.2                | 136.3  | 112.0                | 24.3                         | 80.9                  | 27.8                  |
| 2005                         | 422.6                | 43.3                   | 379.3 | 207.0                    | 28.0                | 144.3  | 118.7                | 25.6                         | 86.4                  | 29.9                  |
| 2006                         | 447.6                | 46.2                   | 401.4 | 219.7                    | 28.6                | 153.1  | 126.4                | 26.6                         | 92.1                  | 31.3                  |
| Per Capita Amount in Dollars |                      |                        |       |                          |                     |        |                      |                              |                       |                       |
| 1970                         | \$67                 | \$31                   | \$36  | \$20                     | \$1                 | \$15   | \$11                 | \$4                          | (4)                   | (4)                   |
| 1980                         | 204                  | 62                     | 142   | 73                       | 8                   | 62     | 49                   | 13                           | (4)                   | (4)                   |
| 1990                         | 621                  | 119                    | 502   | 265                      | 45                  | 192    | 150                  | 42                           | (4)                   | (4)                   |
| 1999                         | 964                  | 110                    | 854   | 456                      | 82                  | 316    | 254                  | 62                           | (4)                   | (4)                   |
| 2000                         | 1,021                | 114                    | 908   | 484                      | 79                  | 345    | 279                  | 66                           | (4)                   | (4)                   |
| 2001                         | 1,097                | 117                    | 980   | 522                      | 81                  | 377    | 304                  | 73                           | (4)                   | (4)                   |
| 2002                         | 1,172                | 122                    | 1,049 | 566                      | 84                  | 400    | 325                  | 75                           | (4)                   | (4)                   |
| 2003                         | 1,259                | 129                    | 1,130 | 610                      | 89                  | 431    | 352                  | 79                           | (4)                   | (4)                   |
| 2004                         | 1,339                | 136                    | 1,203 | 650                      | 89                  | 464    | 381                  | 83                           | (4)                   | (4)                   |
| 2005                         | 1,424                | 146                    | 1,278 | 697                      | 94                  | 486    | 400                  | 86                           | (4)                   | (4)                   |
| 2006                         | 1,493                | 154                    | 1,339 | 733                      | 96                  | 511    | 422                  | 89                           | (4)                   | (4)                   |
| Percent Distribution         |                      |                        |       |                          |                     |        |                      |                              |                       |                       |
| 1970                         | 100.0                | 46.2                   | 53.8  | 30.1                     | 1.6                 | 22.1   | 16.1                 | 6.0                          | 11.8                  | 4.6                   |
| 1980                         | 100.0                | 30.4                   | 69.6  | 35.5                     | 3.9                 | 30.2   | 23.8                 | 6.4                          | 17.0                  | 5.2                   |
| 1990                         | 100.0                | 19.2                   | 80.8  | 42.7                     | 7.2                 | 30.9   | 24.1                 | 6.8                          | 18.6                  | 4.5                   |
| 1999                         | 100.0                | 11.4                   | 88.6  | 47.3                     | 8.5                 | 32.8   | 26.4                 | 6.4                          | 19.7                  | 6.4                   |
| 2000                         | 100.0                | 11.2                   | 88.8  | 47.4                     | 7.7                 | 33.8   | 27.3                 | 6.5                          | 20.2                  | 6.6                   |
| 2001                         | 100.0                | 10.7                   | 89.3  | 47.5                     | 7.4                 | 34.3   | 27.7                 | 6.7                          | 20.2                  | 6.9                   |
| 2002                         | 100.0                | 10.4                   | 89.6  | 48.3                     | 7.2                 | 34.1   | 27.7                 | 6.4                          | 19.9                  | 7.0                   |
| 2003                         | 100.0                | 10.2                   | 89.8  | 48.4                     | 7.1                 | 34.2   | 28.0                 | 6.3                          | 20.0                  | 6.9                   |
| 2004                         | 100.0                | 10.2                   | 89.8  | 48.5                     | 6.7                 | 34.6   | 28.5                 | 6.2                          | 20.6                  | 7.1                   |
| 2005                         | 100.0                | 10.2                   | 89.8  | 49.0                     | 6.6                 | 34.1   | 28.1                 | 6.1                          | 20.4                  | 7.1                   |
| 2006                         | 100.0                | 10.3                   | 89.7  | 49.1                     | 6.4                 | 34.2   | 28.2                 | 6.0                          | 20.6                  | 7.0                   |

<sup>1</sup>Includes Medicaid SCHIP Expansion & SCHIP.

<sup>2</sup>Subset of Federal funds.

<sup>3</sup>Subset of Federal and State and local funds.

<sup>4</sup>Calculation of per capita estimates is inappropriate.

NOTE: Per capita amounts based on July 1 Census resident-based population estimates for each year. Numbers and percents may not add to totals due to rounding. Dollar amounts shown are in current dollars.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group; U.S. Bureau of the Census.

**Table 9**  
**Nursing Home Care Expenditures Aggregate, Per Capita Amounts, and Percent Distribution,**  
**by Source of Funds: Selected Calendar Years 1970-2006**

| Year                         | Total | Out-of-Pocket Payments | Third-Party Payments |                          |                     |       | Total | Public               |                              | Medicare <sup>c</sup> | Medicaid <sup>b</sup> |
|------------------------------|-------|------------------------|----------------------|--------------------------|---------------------|-------|-------|----------------------|------------------------------|-----------------------|-----------------------|
|                              |       |                        | Total                | Private Health Insurance | Other Private Funds | Total |       | Federal <sup>1</sup> | State and Local <sup>1</sup> |                       |                       |
| Billions of Dollars          |       |                        |                      |                          |                     |       |       |                      |                              |                       |                       |
| 1970                         | \$4.0 | \$2.1                  | \$1.9                | \$0.0                    | \$0.2               | \$1.7 | \$1.0 | \$0.7                | \$0.1                        | \$0.9                 |                       |
| 1980                         | 18.5  | 6.6                    | 11.9                 | 0.2                      | 0.7                 | 10.9  | 6.4   | 4.6                  | 0.3                          | 10.2                  |                       |
| 1990                         | 52.6  | 19.0                   | 33.6                 | 2.9                      | 3.8                 | 26.9  | 16.3  | 10.6                 | 1.7                          | 24.1                  |                       |
| 1999                         | 90.5  | 27.5                   | 63.0                 | 8.2                      | 5.0                 | 49.9  | 32.9  | 17.0                 | 9.0                          | 38.9                  |                       |
| 2000                         | 95.3  | 28.7                   | 66.6                 | 7.9                      | 4.5                 | 54.1  | 36.4  | 17.8                 | 10.1                         | 42.0                  |                       |
| 2001                         | 101.5 | 29.0                   | 72.5                 | 8.1                      | 4.0                 | 60.4  | 42.0  | 18.4                 | 12.4                         | 45.8                  |                       |
| 2002                         | 105.7 | 29.7                   | 76.1                 | 8.7                      | 4.0                 | 63.3  | 44.4  | 18.9                 | 13.9                         | 47.1                  |                       |
| 2003                         | 110.5 | 30.5                   | 80.0                 | 8.7                      | 4.2                 | 67.1  | 46.1  | 21.1                 | 14.7                         | 49.7                  |                       |
| 2004                         | 115.2 | 30.8                   | 84.3                 | 8.7                      | 4.2                 | 71.5  | 49.3  | 22.2                 | 17.0                         | 51.5                  |                       |
| 2005                         | 120.7 | 31.5                   | 89.3                 | 8.8                      | 4.4                 | 76.1  | 52.1  | 24.0                 | 19.2                         | 53.7                  |                       |
| 2006                         | 124.9 | 32.9                   | 92.0                 | 9.3                      | 4.6                 | 78.1  | 53.7  | 24.3                 | 20.8                         | 54.2                  |                       |
| Per Capita Amount in Dollars |       |                        |                      |                          |                     |       |       |                      |                              |                       |                       |
| 1970                         | \$19  | \$10                   | \$9                  | \$0                      | \$1                 | \$8   | \$5   | \$3                  | (4)                          | (4)                   |                       |
| 1980                         | 80    | 29                     | 52                   | 1                        | 3                   | 47    | 28    | 20                   | (4)                          | (4)                   |                       |
| 1990                         | 207   | 75                     | 132                  | 12                       | 15                  | 106   | 64    | 42                   | (4)                          | (4)                   |                       |
| 1999                         | 323   | 98                     | 225                  | 29                       | 18                  | 178   | 118   | 61                   | (4)                          | (4)                   |                       |
| 2000                         | 337   | 102                    | 236                  | 28                       | 16                  | 192   | 129   | 63                   | (4)                          | (4)                   |                       |
| 2001                         | 356   | 102                    | 254                  | 28                       | 14                  | 212   | 147   | 65                   | (4)                          | (4)                   |                       |
| 2002                         | 367   | 103                    | 264                  | 30                       | 14                  | 220   | 154   | 66                   | (4)                          | (4)                   |                       |
| 2003                         | 379   | 105                    | 275                  | 30                       | 14                  | 230   | 158   | 72                   | (4)                          | (4)                   |                       |
| 2004                         | 392   | 105                    | 287                  | 29                       | 14                  | 243   | 168   | 76                   | (4)                          | (4)                   |                       |
| 2005                         | 407   | 106                    | 301                  | 30                       | 15                  | 256   | 175   | 81                   | (4)                          | (4)                   |                       |
| 2006                         | 417   | 110                    | 307                  | 31                       | 15                  | 261   | 179   | 81                   | (4)                          | (4)                   |                       |
| Percent Distribution         |       |                        |                      |                          |                     |       |       |                      |                              |                       |                       |
| 1970                         | 100.0 | 52.0                   | 48.0                 | 0.2                      | 4.8                 | 43.0  | 25.9  | 17.1                 | 3.5                          | 23.3                  |                       |
| 1980                         | 100.0 | 35.7                   | 64.3                 | 1.1                      | 4.0                 | 59.2  | 34.6  | 24.6                 | 1.7                          | 55.4                  |                       |
| 1990                         | 100.0 | 36.1                   | 63.9                 | 5.6                      | 7.2                 | 51.1  | 31.0  | 20.1                 | 3.2                          | 45.8                  |                       |
| 1999                         | 100.0 | 30.4                   | 69.6                 | 9.0                      | 5.5                 | 55.1  | 36.3  | 18.7                 | 10.0                         | 43.0                  |                       |
| 2000                         | 100.0 | 30.1                   | 69.9                 | 8.3                      | 4.8                 | 56.8  | 38.2  | 18.6                 | 10.6                         | 44.1                  |                       |
| 2001                         | 100.0 | 28.5                   | 71.5                 | 8.0                      | 4.0                 | 59.5  | 41.3  | 18.1                 | 12.2                         | 45.1                  |                       |
| 2002                         | 100.0 | 28.0                   | 72.0                 | 8.2                      | 3.8                 | 59.9  | 42.0  | 17.9                 | 13.2                         | 44.6                  |                       |
| 2003                         | 100.0 | 27.6                   | 72.4                 | 7.8                      | 3.8                 | 60.8  | 41.7  | 19.1                 | 13.3                         | 45.0                  |                       |
| 2004                         | 100.0 | 26.8                   | 73.2                 | 7.5                      | 3.7                 | 62.1  | 42.8  | 19.3                 | 14.8                         | 44.7                  |                       |
| 2005                         | 100.0 | 26.1                   | 73.9                 | 7.3                      | 3.6                 | 63.0  | 43.1  | 19.9                 | 15.9                         | 44.5                  |                       |
| 2006                         | 100.0 | 26.4                   | 73.6                 | 7.4                      | 3.7                 | 62.5  | 43.0  | 19.5                 | 16.7                         | 43.4                  |                       |

<sup>1</sup>Includes Medicaid SCHIP Expansion & SCHIP.

<sup>2</sup>Subset of Federal funds.

<sup>3</sup>Subset of Federal and State and local funds.

<sup>4</sup>Calculation of per capita estimates is inappropriate.

NOTE: The figure 0.0 denotes less than \$50 million for aggregate amounts and 0 denotes less than \$0.50 for per capita amounts. Per capita amounts based on July 1 Census resident-based population estimates for each year. Numbers and percents may not add to totals due to rounding. Dollar amounts shown are in current dollars.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group; U.S. Bureau of the Census.

**Table 10**  
**Personal Health Care Expenditures other than Hospital Care, Physician and Clinical Services, and Nursing Home Care<sup>1</sup> Aggregate,**  
**Per Capita Amounts, and Percent Distribution, by Source of Funds: Selected Calendar Years 1970-2006**

| Year                         | Third-Party Payments |        |                |       |       |                      |                              |                       |                       |       |
|------------------------------|----------------------|--------|----------------|-------|-------|----------------------|------------------------------|-----------------------|-----------------------|-------|
|                              | Out-of-Pocket        |        | Private Health |       |       | Other Private        |                              | Public                |                       |       |
| Total                        | Payments             | Total  | Insurance      | Funds | Total | Federal <sup>2</sup> | State and Local <sup>2</sup> | Medicare <sup>3</sup> | Medicaid <sup>4</sup> |       |
| Billions of Dollars          |                      |        |                |       |       |                      |                              |                       |                       |       |
| 1970                         | \$17.3               | \$13.9 | \$3.5          | \$0.9 | \$0.4 | \$2.2                | \$1.2                        | \$1.0                 | \$0.1                 | \$0.8 |
| 1980                         | 48.2                 | 31.8   | 16.4           | 7.3   | 1.5   | 7.5                  | 4.2                          | 3.3                   | 1.4                   | 2.8   |
| 1990                         | 145.8                | 75.5   | 70.2           | 36.6  | 5.0   | 28.6                 | 16.8                         | 11.8                  | 7.7                   | 11.9  |
| 1999                         | 313.1                | 113.0  | 200.0          | 103.8 | 8.5   | 87.8                 | 55.9                         | 31.9                  | 21.5                  | 48.5  |
| 2000                         | 338.7                | 118.4  | 220.3          | 114.2 | 8.3   | 97.8                 | 62.5                         | 35.3                  | 23.1                  | 54.8  |
| 2001                         | 372.6                | 123.0  | 249.6          | 127.0 | 8.3   | 114.3                | 73.2                         | 41.2                  | 26.5                  | 65.1  |
| 2002                         | 408.6                | 130.9  | 277.7          | 138.5 | 8.4   | 130.8                | 84.2                         | 46.6                  | 29.4                  | 75.4  |
| 2003                         | 443.3                | 139.7  | 303.6          | 147.2 | 8.8   | 147.5                | 96.5                         | 51.1                  | 32.7                  | 85.4  |
| 2004                         | 474.5                | 145.4  | 329.1          | 157.8 | 9.2   | 162.0                | 106.4                        | 55.6                  | 37.3                  | 93.7  |
| 2005                         | 504.8                | 152.6  | 352.2          | 167.4 | 9.7   | 175.1                | 114.8                        | 60.3                  | 42.3                  | 100.5 |
| 2006                         | 541.3                | 156.0  | 385.3          | 170.8 | 10.1  | 204.4                | 147.7                        | 56.7                  | 80.9                  | 89.6  |
| Per Capita Amount in Dollars |                      |        |                |       |       |                      |                              |                       |                       |       |
| 1970                         | \$82                 | \$66   | \$16           | \$4   | \$2   | \$10                 | \$6                          | \$5                   | (5)                   | (5)   |
| 1980                         | 209                  | 138    | 71             | 32    | 7     | 33                   | 18                           | 14                    | (5)                   | (5)   |
| 1990                         | 574                  | 298    | 277            | 144   | 20    | 113                  | 66                           | 47                    | (5)                   | (5)   |
| 1999                         | 1,119                | 404    | 715            | 371   | 30    | 314                  | 200                          | 114                   | (5)                   | (5)   |
| 2000                         | 1,199                | 419    | 780            | 404   | 29    | 346                  | 221                          | 125                   | (5)                   | (5)   |
| 2001                         | 1,305                | 431    | 874            | 445   | 29    | 401                  | 256                          | 144                   | (5)                   | (5)   |
| 2002                         | 1,417                | 454    | 963            | 480   | 29    | 454                  | 292                          | 162                   | (5)                   | (5)   |
| 2003                         | 1,523                | 480    | 1,043          | 506   | 30    | 507                  | 331                          | 175                   | (5)                   | (5)   |
| 2004                         | 1,614                | 495    | 1,119          | 537   | 31    | 551                  | 362                          | 189                   | (5)                   | (5)   |
| 2005                         | 1,701                | 514    | 1,187          | 564   | 33    | 590                  | 387                          | 203                   | (5)                   | (5)   |
| 2006                         | 1,806                | 521    | 1,286          | 570   | 34    | 682                  | 493                          | 189                   | (5)                   | (5)   |
| Percent Distribution         |                      |        |                |       |       |                      |                              |                       |                       |       |
| 1970                         | 100.0                | 80.0   | 20.0           | 5.0   | 2.5   | 12.5                 | 6.8                          | 5.7                   | 0.8                   | 4.6   |
| 1980                         | 100.0                | 66.0   | 34.0           | 15.2  | 3.2   | 15.6                 | 8.7                          | 6.9                   | 2.8                   | 5.8   |
| 1990                         | 100.0                | 51.8   | 48.2           | 25.1  | 3.4   | 19.6                 | 11.5                         | 8.1                   | 5.3                   | 8.2   |
| 1999                         | 100.0                | 36.1   | 63.9           | 33.1  | 2.7   | 28.0                 | 17.9                         | 10.2                  | 6.9                   | 15.5  |
| 2000                         | 100.0                | 35.0   | 65.0           | 33.7  | 2.5   | 28.9                 | 18.5                         | 10.4                  | 6.8                   | 16.2  |
| 2001                         | 100.0                | 33.0   | 67.0           | 34.1  | 2.2   | 30.7                 | 19.6                         | 11.1                  | 7.1                   | 17.5  |
| 2002                         | 100.0                | 32.0   | 68.0           | 33.9  | 2.0   | 32.0                 | 20.6                         | 11.4                  | 7.2                   | 18.5  |
| 2003                         | 100.0                | 31.5   | 68.5           | 33.2  | 2.0   | 33.3                 | 21.8                         | 11.5                  | 7.4                   | 19.3  |
| 2004                         | 100.0                | 30.6   | 69.4           | 33.3  | 1.9   | 34.2                 | 22.4                         | 11.7                  | 7.9                   | 19.8  |
| 2005                         | 100.0                | 30.2   | 69.8           | 33.2  | 1.9   | 34.7                 | 22.7                         | 12.0                  | 8.4                   | 19.9  |
| 2006                         | 100.0                | 28.8   | 71.2           | 31.6  | 1.9   | 37.8                 | 27.3                         | 10.5                  | 15.0                  | 16.5  |

<sup>1</sup>Personal health care expenditures include other professional services, dental services, other personal health care services, home health care services, prescription drugs, durable medical equipment, and other non-durable medical equipment.

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

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

<sup>4</sup>Subset of Federal and State and local funds.

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

NOTE: Per capita amounts based on July 1 Census resident-based population estimates for each year. Numbers and percents may not add to totals due to rounding.

Dollar amounts shown are in current dollars.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group; U.S. Bureau of the Census.

**Table 11**  
**Expenditures for Health Services and Supplies Under Public Programs, by Type of Expenditure and Program: Calendar Year 2006**

| Program Area  | Personal Health Care               |           |               |                                 |                 |                             |                  |                    |                                    |                           |                   |                            |                 |                          |
|---|------------------------------------|-----------|---------------|---------------------------------|-----------------|-----------------------------|------------------|--------------------|------------------------------------|---------------------------|-------------------|----------------------------|-----------------|--------------------------|
|   | Total Health Services and Supplies | Total     | Hospital Care | Physician and Clinical Services | Dental Services | Other Professional Services | Home Health Care | Prescription Drugs | Other Non Durable Medical Products | Durable Medical Equipment | Nursing Home Care | Other Personal Health Care | Adminis-tration | Public Health Activities |
|   | Billions of Dollars                |           |               |                                 |                 |                             |                  |                    |                                    |                           |                   |                            |                 |                          |
| Public and Private Spending                                 | \$1,966.2                          | \$1,762.0 | \$648.2       | \$447.6                         | \$91.5          | \$58.9                      | \$52.7           | \$216.7            | \$35.6                             | \$23.7                    | \$124.9           | \$62.2                     | \$145.4         | \$58.7                   |
| All Public Programs   | 912.1                              | 798.2     | 362.6         | 153.1                           | 5.5             | 19.3                        | 39.7             | 74.0               | 2.2                                | 7.5                       | 78.1              | 56.3                       | 55.2            | 58.7                     |
| Federal Funds   | 664.4                              | 618.1     | 290.2         | 126.4                           | 3.2             | 14.8                        | 29.7             | 58.7               | 2.2                                | 7.1                       | 53.7              | 31.9                       | 36.7            | 9.7                      |
| State and Local Funds                                       | 247.7                              | 180.1     | 72.4          | 26.6                            | 2.2             | 4.5                         | 10.0             | 15.3               | 0.0                                | 0.4                       | 24.3              | 24.3                       | 18.5            | 49.0                     |
| Medicare  | 401.3                              | 381.0     | 187.2         | 92.1                            | 0.1             | 12.4                        | 19.8             | 39.5               | 2.2                                | 7.0                       | 20.8              | --                         | 20.2            | --                       |
| Medicaid <sup>1</sup>                                       | 308.6                              | 285.7     | 110.6         | 31.3                            | 4.4             | 3.6                         | 17.7             | 19.2               | --                                 | --                        | 54.2              | 44.6                       | 22.9            | --                       |
| Federal   | 174.3                              | 161.6     | 62.8          | 18.4                            | 2.5             | 2.1                         | 9.6              | 11.0               | --                                 | --                        | 30.3              | 24.9                       | 12.7            | --                       |
| State and Local   | 134.3                              | 124.1     | 47.8          | 12.9                            | 1.9             | 1.5                         | 8.2              | 8.1                | --                                 | --                        | 24.0              | 19.7                       | 10.2            | --                       |
| Other State and Local                                       | 6.7                                | 6.7       | 1.9           | 0.7                             | 0.1             | 0.1                         | 0.1              | 3.2                | 0.0                                | 0.0                       | 0.4               | 0.2                        | --              | --                       |
| Public Assistance Programs                                  | 31.4                               | 31.3      | 20.9          | 2.9                             | 0.1             | --                          | 0.3              | 2.8                | --                                 | --                        | 2.7               | 1.8                        | 0.1             | --                       |
| Department of Veterans Affairs                              | 28.8                               | 26.0      | 14.7          | 5.5                             | --              | --                          | --               | 4.3                | --                                 | --                        | --                | 1.5                        | 2.8             | --                       |
| Department of Defense <sup>2</sup>                          | 33.0                               | 25.2      | 6.2           | 12.6                            | --              | 2.6                         | --               | 3.5                | --                                 | 0.3                       | --                | --                         | 7.9             | --                       |
| Workers' Compensation                                       | 0.8                                | 0.7       | 0.2           | 0.4                             | --              | 0.1                         | --               | 0.1                | --                                 | 0.0                       | --                | --                         | 0.0             | --                       |
| Federal   | 32.2                               | 24.4      | 6.0           | 12.2                            | --              | 2.5                         | --               | 3.4                | --                                 | 0.3                       | --                | --                         | 7.8             | --                       |
| State and Local   | 20.6                               | 20.6      | 15.7          | --                              | --              | --                          | 1.7              | --                 | --                                 | --                        | --                | 3.2                        | 0.0             | --                       |
| State and Local Hospitals <sup>3</sup>                      | 23.0                               | 21.7      | 5.5           | 8.0                             | 0.8             | 0.6                         | 0.0              | 1.6                | --                                 | 0.2                       | 0.0               | 5.0                        | 1.3             | --                       |
| Other Public Programs for Personal Health Care <sup>4</sup> | 18.2                               | 17.4      | 4.4           | 7.1                             | 0.6             | 0.2                         | 0.0              | 1.1                | --                                 | 0.1                       | 0.0               | 3.8                        | 0.8             | --                       |
| Federal   | 4.8                                | 4.3       | 1.0           | 0.9                             | 0.2             | 0.3                         | 0.0              | 0.5                | --                                 | 0.1                       | 0.0               | 1.2                        | 0.5             | --                       |
| State and Local   | 58.7                               | --        | --            | --                              | --              | --                          | --               | --                 | --                                 | --                        | --                | --                         | --              | 58.7                     |
| Government Public Health Activities                         | 9.7                                | --        | --            | --                              | --              | --                          | --               | --                 | --                                 | --                        | --                | --                         | --              | 9.7                      |
| Federal   | 49.0                               | --        | --            | --                              | --              | --                          | --               | --                 | --                                 | --                        | --                | --                         | --              | 49.0                     |
| State and Local   |                                    |           |               |                                 |                 |                             |                  |                    |                                    |                           |                   |                            |                 |                          |
| CMS Programs  |                                    |           |               |                                 |                 |                             |                  |                    |                                    |                           |                   |                            |                 |                          |
| Medicare, Medicaid and SCHIP                                | 718.3                              | 674.1     | 300.4         | 125.4                           | 5.1             | 16.1                        | 37.6             | 60.0               | 2.2                                | 7.0                       | 75.0              | 45.1                       | 44.2            | --                       |

<sup>1</sup>Excludes funds paid into the Medicare trust funds by States under buy-in agreements to cover premiums for Medicaid recipients.

<sup>2</sup>Includes care for retirees and military dependents.

<sup>3</sup>Category comprises state and local subsidies to hospitals and home health agencies, as well as school health programs.

<sup>4</sup>Includes program spending for Medicaid SCHIP Expansion & SCHIP, maternal and child health, vocational rehabilitation medical payments, temporary disability insurance medical payments, Public Health Service and other Federal hospitals, Indian health services, and alcoholism, drug abuse, and mental health.

NOTE: The figure 0.0 denotes amounts less than \$50 million. Numbers may not add to total due to rounding. Dashes (--) indicate not applicable. Dollar amounts shown are in current dollars.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group

**Table 12**  
**Private Health Insurance Premiums, Benefits and Net Cost, Selected Calendar Years 1980-2006**

|                                      | 1960   | 1970   | 1980   | 1990    | 1993    | 1997    | 1998    | 1999    | 2000    | 2001    | 2002    | 2003    | 2004    | 2005    | 2006    |
|--------------------------------------|--|--------|--------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| Private Health Insurance Premiums    | Billions of Dollars                                    |        |        |         |         |         |         |         |         |         |         |         |         |         |         |
| Health Services and Supplies         | \$5.9  | \$15.5 | \$68.8 | \$233.7 | \$295.5 | \$359.1 | \$384.9 | \$417.1 | \$455.1 | \$498.0 | \$552.5 | \$602.8 | \$645.8 | \$685.6 | \$723.4 |
| Private Health Insurance Benefits    |  |        |        |         |         |         |         |         |         |         |         |         |         |         |         |
| Personal Health Care                 | 5.0  | 14.1   | 61.2   | 204.6   | 257.6   | 319.6   | 344.6   | 371.3   | 403.1   | 441.4   | 482.4   | 521.2   | 560.2   | 598.6   | 634.6   |
| Hospital                             | 3.3  | 9.0    | 37.0   | 97.8    | 108.8   | 114.5   | 122.0   | 131.7   | 144.3   | 157.4   | 172.1   | 187.7   | 202.6   | 215.3   | 234.8   |
| Physician and Clinical Services      | 1.6  | 4.2    | 16.7   | 67.3    | 94.7    | 115.0   | 122.1   | 127.6   | 136.7   | 148.9   | 163.1   | 177.7   | 191.1   | 207.0   | 219.7   |
| Other Professional Services          | 0.0  | 0.0    | 0.8    | 6.6     | 9.0     | 12.2    | 12.5    | 13.1    | 13.8    | 15.1    | 16.1    | 17.6    | 19.0    | 20.3    | 21.5    |
| Dental Services                      | 0.0  | 0.2    | 3.8    | 15.3    | 19.4    | 25.7    | 27.2    | 29.2    | 31.3    | 34.3    | 36.6    | 37.9    | 40.5    | 43.0    | 45.3    |
| Other Personal Health Care           | --   | --     | --     | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      |
| Home Health Care                     | 0.0  | 0.0    | 0.3    | 2.9     | 4.3     | 7.1     | 8.4     | 7.8     | 6.9     | 5.8     | 5.2     | 5.4     | 5.5     | 5.6     | 6.0     |
| Nursing Home Care                    | 0.0  | 0.0    | 0.2    | 2.9     | 3.4     | 7.5     | 8.0     | 8.2     | 7.9     | 8.1     | 8.7     | 8.7     | 8.7     | 8.8     | 9.3     |
| Prescription Drugs                   | 0.0  | 0.5    | 1.8    | 10.6    | 16.4    | 35.5    | 42.0    | 51.1    | 59.5    | 69.3    | 78.0    | 83.5    | 90.1    | 95.7    | 95.1    |
| Other Non-durable Medical Products   | --   | --     | --     | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      |
| Durable Medical Equipment            | 0.0  | 0.1    | 0.5    | 1.3     | 1.5     | 2.3     | 2.5     | 2.5     | 2.6     | 2.5     | 2.6     | 2.7     | 2.8     | 2.8     | 2.9     |
| Net Cost                             |  |        |        |         |         |         |         |         |         |         |         |         |         |         |         |
| Net Cost of Private Health Insurance | 0.9  | 1.4    | 7.6    | 29.1    | 38.0    | 39.5    | 40.3    | 45.9    | 52.0    | 56.6    | 70.1    | 81.6    | 85.7    | 87.0    | 88.8    |
| Private Health Insurance Premiums    | Percent Distribution                                   |        |        |         |         |         |         |         |         |         |         |         |         |         |         |
| Health Services and Supplies         | 100.0  | 100.0  | 100.0  | 100.0   | 100.0   | 100.0   | 100.0   | 100.0   | 100.0   | 100.0   | 100.0   | 100.0   | 100.0   | 100.0   | 100.0   |
| Private Health Insurance Benefits    |  |        |        |         |         |         |         |         |         |         |         |         |         |         |         |
| Personal Health Care                 | 85.3   | 90.7   | 88.9   | 87.6    | 87.2    | 89.0    | 89.5    | 89.0    | 88.6    | 88.6    | 87.3    | 86.5    | 86.7    | 87.3    | 87.7    |
| Hospital                             | 56.1   | 57.9   | 53.7   | 41.8    | 36.8    | 31.9    | 31.7    | 31.6    | 31.7    | 31.6    | 31.2    | 31.1    | 31.4    | 31.4    | 32.5    |
| Physician and Clinical Services      | 27.2   | 27.1   | 24.3   | 28.8    | 32.0    | 32.0    | 31.7    | 30.6    | 30.0    | 29.9    | 29.5    | 29.5    | 29.6    | 30.2    | 30.4    |
| Other Professional Services          | 0.1  | 0.3    | 1.2    | 2.8     | 3.1     | 3.4     | 3.2     | 3.2     | 3.0     | 3.0     | 2.9     | 2.9     | 2.9     | 3.0     | 3.0     |
| Dental Services                      | 0.6  | 1.4    | 5.5    | 6.5     | 6.6     | 7.1     | 7.1     | 7.0     | 6.9     | 6.9     | 6.6     | 6.3     | 6.3     | 6.3     | 6.3     |
| Other Personal Health Care           | --   | --     | --     | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      |
| Home Health Care                     | 0.0  | 0.0    | 0.5    | 1.2     | 1.5     | 2.0     | 2.2     | 1.9     | 1.5     | 1.2     | 0.9     | 0.9     | 0.8     | 0.8     | 0.8     |
| Nursing Home Care                    | 0.0  | 0.1    | 0.3    | 1.3     | 1.2     | 2.1     | 2.1     | 2.0     | 1.7     | 1.6     | 1.6     | 1.4     | 1.3     | 1.3     | 1.3     |
| Prescription Drugs                   | 0.6  | 3.1    | 2.6    | 4.5     | 5.5     | 9.9     | 10.9    | 12.2    | 13.1    | 13.9    | 14.1    | 13.9    | 13.9    | 14.0    | 13.1    |
| Other Non-durable Medical Products   | --   | --     | --     | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      |
| Durable Medical Equipment            | 0.6  | 0.8    | 0.8    | 0.5     | 0.5     | 0.6     | 0.6     | 0.6     | 0.6     | 0.5     | 0.5     | 0.5     | 0.4     | 0.4     | 0.4     |
| Net Cost                             |  |        |        |         |         |         |         |         |         |         |         |         |         |         |         |
| Net Cost of Private Health Insurance | 14.7   | 9.3    | 11.1   | 12.4    | 12.8    | 11.0    | 10.5    | 11.0    | 11.4    | 11.4    | 12.7    | 13.5    | 13.3    | 12.7    | 12.3    |
| Private Health Insurance Premiums    | Average Annual Percent Change from Previous Year Shown |        |        |         |         |         |         |         |         |         |         |         |         |         |         |
| Health Services and Supplies         |  | 10.2   | 16.1   | 13.0    | 8.1     | 5.0     | 7.2     | 8.4     | 9.1     | 9.4     | 10.9    | 9.1     | 7.1     | 6.2     | 5.5     |
| Private Health Insurance Benefits    |  |        |        |         |         |         |         |         |         |         |         |         |         |         |         |
| Personal Health Care                 |  | 10.9   | 15.8   | 12.8    | 8.0     | 5.5     | 7.8     | 7.7     | 8.6     | 9.5     | 9.3     | 8.0     | 7.5     | 6.9     | 6.0     |
| Hospital                             |  | 10.6   | 15.2   | 10.2    | 3.6     | 1.3     | 6.6     | 7.9     | 9.6     | 9.1     | 9.4     | 9.0     | 8.0     | 6.3     | 9.1     |
| Physician and Clinical Services      |  | 10.2   | 14.8   | 14.9    | 12.1    | 5.0     | 6.2     | 4.5     | 7.1     | 8.9     | 9.5     | 8.9     | 7.5     | 8.3     | 6.1     |
| Other Professional Services          |  | 17.7   | 34.6   | 23.0    | 11.2    | 7.8     | 2.4     | 5.6     | 5.3     | 9.2     | 6.4     | 9.5     | 7.9     | 7.0     | 5.9     |
| Dental Services                      |  | 18.7   | 33.5   | 14.9    | 8.3     | 7.2     | 5.8     | 7.7     | 7.1     | 9.4     | 6.8     | 3.7     | 6.8     | 6.1     | 5.5     |
| Other Personal Health Care           |  | --     | --     | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      |
| Home Health Care                     |  | 16.8   | 48.5   | 23.5    | 14.7    | 13.0    | 18.2    | -6.8    | -11.1   | -16.8   | -9.2    | 3.4     | 1.2     | 1.8     | 7.8     |
| Nursing Home Care                    |  | --     | --     | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      |
| Prescription Drugs                   |  | 30.0   | 13.9   | 19.5    | 15.5    | 21.3    | 18.4    | 21.5    | 16.6    | 16.3    | 12.6    | 7.1     | 7.9     | 6.2     | -0.7    |
| Other Non-durable Medical Products   |  | --     | --     | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      | --      |
| Durable Medical Equipment            |  | 13.9   | 15.6   | 8.8     | 5.9     | 11.6    | 8.3     | 0.9     | 1.3     | -0.5    | 2.1     | 5.7     | 1.8     | 1.2     | 1.1     |
| Net Cost                             |  |        |        |         |         |         |         |         |         |         |         |         |         |         |         |
| Net Cost of Private Health Insurance |  | 5.3    | 18.2   | 14.3    | 9.3     | 1.0     | 2.1     | 13.7    | 13.4    | 8.9     | 23.8    | 16.5    | 4.9     | 1.6     | 2.1     |

NOTE: The figure 0 denotes amounts less than \$50 million. Dashes (--) indicate not applicable. Numbers and percents may not add to totals due to rounding. Dollar amounts are shown in current dollars.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group.

**Table 13**

**Per Enrollee<sup>1</sup> Expenditures and Average Annual Percent Change in Medicare Spending and in Private Health Insurance Premiums, Calendar Years 1969-2006**

| Calendar Years        | All Benefits                 |                          | Common Benefits <sup>2</sup> |                          |
|-----------------------|------------------------------|--------------------------|------------------------------|--------------------------|
|                       | Health Services and Supplies |                          | Health Services and Supplies |                          |
|                       | Medicare                     | Private Health Insurance | Medicare                     | Private Health Insurance |
| Per Enrollee Spending |                              |                          |                              |                          |
| 1969                  | \$358                        | \$87                     | \$327                        | \$75                     |
| 1970                  | \$383                        | \$100                    | \$352                        | \$86                     |
| 1971                  | \$414                        | \$114                    | \$385                        | \$96                     |
| 1972                  | \$449                        | \$132                    | \$417                        | \$107                    |
| 1973                  | \$468                        | \$144                    | \$433                        | \$117                    |
| 1974                  | \$568                        | \$161                    | \$525                        | \$136                    |
| 1975                  | \$670                        | \$185                    | \$622                        | \$156                    |
| 1976                  | \$783                        | \$231                    | \$726                        | \$187                    |
| 1977                  | \$885                        | \$279                    | \$830                        | \$217                    |
| 1978                  | \$1,004                      | \$313                    | \$938                        | \$241                    |
| 1979                  | \$1,135                      | \$360                    | \$1,064                      | \$281                    |
| 1980                  | \$1,335                      | \$406                    | \$1,257                      | \$324                    |
| 1981                  | \$1,571                      | \$473                    | \$1,479                      | \$373                    |
| 1982                  | \$1,804                      | \$539                    | \$1,703                      | \$421                    |
| 1983                  | \$2,017                      | \$598                    | \$1,902                      | \$457                    |
| 1984                  | \$2,206                      | \$675                    | \$2,077                      | \$495                    |
| 1985                  | \$2,347                      | \$743                    | \$2,203                      | \$545                    |
| 1986                  | \$2,459                      | \$757                    | \$2,316                      | \$572                    |
| 1987                  | \$2,604                      | \$821                    | \$2,457                      | \$634                    |
| 1988                  | \$2,739                      | \$957                    | \$2,567                      | \$727                    |
| 1989                  | \$3,056                      | \$1,104                  | \$2,808                      | \$819                    |
| 1990                  | \$3,264                      | \$1,250                  | \$3,007                      | \$925                    |
| 1991                  | \$3,526                      | \$1,373                  | \$3,209                      | \$1,022                  |
| 1992                  | \$3,897                      | \$1,488                  | \$3,495                      | \$1,102                  |
| 1993                  | \$4,213                      | \$1,605                  | \$3,729                      | \$1,162                  |
| 1994                  | \$4,631                      | \$1,664                  | \$4,014                      | \$1,189                  |
| 1995                  | \$5,009                      | \$1,749                  | \$4,303                      | \$1,224                  |
| 1996                  | \$5,325                      | \$1,830                  | \$4,529                      | \$1,251                  |
| 1997                  | \$5,580                      | \$1,909                  | \$4,719                      | \$1,297                  |
| 1998                  | \$5,497                      | \$2,014                  | \$4,723                      | \$1,355                  |
| 1999                  | \$5,550                      | \$2,137                  | \$4,834                      | \$1,409                  |
| 2000                  | \$5,779                      | \$2,308                  | \$4,992                      | \$1,508                  |
| 2001                  | \$6,307                      | \$2,539                  | \$5,419                      | \$1,652                  |
| 2002                  | \$6,692                      | \$2,828                  | \$5,730                      | \$1,812                  |
| 2003                  | \$6,989                      | \$3,102                  | \$5,979                      | \$1,985                  |
| 2004                  | \$7,551                      | \$3,306                  | \$6,369                      | \$2,127                  |
| 2005                  | \$8,119                      | \$3,505                  | \$6,789                      | \$2,277                  |
| 2006                  | \$9,491                      | \$3,689                  | \$7,065                      | \$2,442                  |



**Table 13 - Continued**

**Per Enrollee<sup>1</sup> Expenditures and Average Annual Percent Change in Medicare Spending and in Private Health Insurance Premiums, Calendar Years 1969-2006**

| Calendar Years                                 | All Benefits                 |                          | Common Benefits <sup>2</sup> |                          |
|--|------------------------------|--------------------------|------------------------------|--------------------------|
|  | Health Services and Supplies |                          | Health Services and Supplies |                          |
|  | Medicare                     | Private Health Insurance | Medicare                     | Private Health Insurance |
| <b>Annual Percent Change</b>                   |                              |                          |                              |                          |
| 1970   | 7.0                          | 14.4                     | 7.9                          | 15.4                     |
| 1971   | 8.3                          | 14.0                     | 9.4                          | 11.2                     |
| 1972   | 8.4                          | 15.4                     | 8.2                          | 11.1                     |
| 1973   | 4.3                          | 9.4                      | 3.9                          | 9.5                      |
| 1974   | 21.3                         | 11.7                     | 21.1                         | 16.2                     |
| 1975   | 17.9                         | 15.0                     | 18.6                         | 14.8                     |
| 1976   | 16.9                         | 24.9                     | 16.7                         | 20.5                     |
| 1977   | 13.0                         | 20.7                     | 14.4                         | 15.8                     |
| 1978   | 13.5                         | 12.5                     | 13.0                         | 10.9                     |
| 1979   | 13.0                         | 14.9                     | 13.5                         | 16.7                     |
| 1980   | 17.7                         | 12.7                     | 18.1                         | 15.5                     |
| 1981   | 17.6                         | 16.7                     | 17.6                         | 15.0                     |
| 1982   | 14.8                         | 13.8                     | 15.2                         | 12.9                     |
| 1983   | 11.8                         | 11.0                     | 11.7                         | 8.6                      |
| 1984   | 9.4                          | 12.9                     | 9.2                          | 8.2                      |
| 1985   | 6.4                          | 10.1                     | 6.1                          | 10.2                     |
| 1986   | 4.8                          | 1.9                      | 5.1                          | 4.9                      |
| 1987   | 5.9                          | 8.5                      | 6.1                          | 10.8                     |
| 1988   | 5.2                          | 16.5                     | 4.5                          | 14.7                     |
| 1989   | 11.6                         | 15.3                     | 9.4                          | 12.6                     |
| 1990   | 6.8                          | 13.3                     | 7.1                          | 13.0                     |
| 1991   | 8.0                          | 9.8                      | 6.7                          | 10.5                     |
| 1992   | 10.5                         | 8.4                      | 8.9                          | 7.8                      |
| 1993   | 8.1                          | 7.9                      | 6.7                          | 5.5                      |
| 1994   | 9.9                          | 3.7                      | 7.6                          | 2.3                      |
| 1995   | 8.2                          | 5.1                      | 7.2                          | 2.9                      |
| 1996   | 6.3                          | 4.6                      | 5.3                          | 2.2                      |
| 1997   | 4.8                          | 4.3                      | 4.2                          | 3.7                      |
| 1998   | -1.5                         | 5.5                      | 0.1                          | 4.5                      |
| 1999   | 1.0                          | 6.1                      | 2.3                          | 3.9                      |
| 2000   | 4.1                          | 8.0                      | 3.3                          | 7.0                      |
| 2001   | 9.1                          | 10.0                     | 8.6                          | 9.5                      |
| 2002   | 6.1                          | 11.4                     | 5.7                          | 9.7                      |
| 2003   | 4.4                          | 9.7                      | 4.3                          | 9.5                      |
| 2004   | 8.0                          | 6.6                      | 6.5                          | 7.2                      |
| 2005   | 7.5                          | 6.0                      | 6.6                          | 7.1                      |
| 2006   | 16.9                         | 5.2                      | 4.1                          | 7.2                      |
| <b>Average Annual Percent Change by Period</b> |                              |                          |                              |                          |
| 1970 - 2006                                    | 9.3                          | 10.5                     | 8.7                          | 9.7                      |
| 1970 - 1993                                    | 11.0                         | 12.8                     | 10.8                         | 12.0                     |
| 1993 - 1997                                    | 7.3                          | 4.4                      | 6.1                          | 2.8                      |
| 1997 - 1999                                    | -0.3                         | 5.8                      | 1.2                          | 4.2                      |
| 1999 - 2002                                    | 6.4                          | 9.8                      | 5.8                          | 8.7                      |
| 2002 - 2006                                    | 9.1                          | 6.9                      | 5.4                          | 7.7                      |

<sup>1</sup> Per enrollee includes primary policy holder plus dependents.

<sup>2</sup> Common benefits refers to benefits commonly covered by Medicare and Private Health Insurance. These benefits are hospital services, physician and clinical services, other professional services and durable medical products.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group.