

Table 3
National Health Expenditures, Aggregate, and Average Annual Growth from Previous Year Shown,
by Source of Funds, Selected Calendar Years 1960-2010

	1960	1970	1980	1990	1993	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
	Source of funds																		
National Health Expenditures (\$ in Billions)	\$27.4	\$74.9	\$255.8	\$724.3	\$921.5	\$1,142.6	\$1,209.0	\$1,286.6	\$1,377.2	\$1,494.1	\$1,636.4	\$1,774.3	\$1,900.0	\$2,029.1	\$2,162.4	\$2,297.1	\$2,403.9	\$2,495.8	\$2,593.6
Health Consumption Expenditures	24.8	67.1	235.7	675.6	860.3	1,070.4	1,129.6	1,201.1	1,289.6	1,402.8	1,534.4	1,664.3	1,782.6	1,902.6	2,031.5	2,153.4	2,250.1	2,349.5	2,444.6
Out of pocket	13.1	25.0	58.4	138.7	145.3	163.8	179.4	190.5	201.8	209.1	222.2	236.8	248.9	263.4	271.9	287.3	294.0	294.4	299.7
Health Insurance	7.5	31.7	142.2	439.5	594.3	761.2	795.3	848.1	920.3	1,015.1	1,120.5	1,220.8	1,320.6	1,415.3	1,520.2	1,610.2	1,700.7	1,793.3	1,870.8
Private Health Insurance	5.8	15.4	69.1	234.3	296.3	362.5	388.1	419.9	459.6	503.0	560.5	614.5	658.9	702.9	740.2	776.2	807.6	828.8	848.7
Medicare	-	7.7	37.4	110.2	150.0	210.4	209.2	212.8	224.3	247.1	264.6	282.0	310.5	338.8	403.1	432.3	466.9	499.8	524.6
Medicaid	-	5.3	26.0	73.7	122.4	160.8	169.0	183.5	200.5	224.2	248.2	269.1	290.9	309.5	306.8	326.4	343.8	374.4	401.4
Federal	-	2.8	14.5	42.6	77.0	95.0	98.7	107.2	116.9	132.3	145.3	160.9	172.4	177.6	174.0	185.9	202.9	247.5	269.5
State and Local	-	2.4	11.5	31.1	45.4	65.9	70.4	76.3	83.6	91.9	102.9	108.2	118.5	131.9	132.8	140.5	141.0	127.0	131.9
Other Health Insurance Programs ¹	1.7	3.3	9.7	21.4	25.6	27.5	28.9	31.9	35.9	40.8	47.3	55.2	60.3	64.1	70.1	75.4	82.4	90.3	96.1
Other Third Party Payers and Programs and Public Health Activity ²	4.3	10.4	35.0	97.5	120.7	145.4	154.9	162.5	167.5	178.6	191.6	206.7	213.1	224.0	239.3	255.9	255.4	261.8	274.1
Investment	2.6	7.8	20.1	48.7	61.2	72.2	79.4	85.5	87.5	91.3	102.0	110.0	117.4	126.5	130.9	143.7	153.8	146.3	149.0
	Average Annual Percent Change from Previous Year Shown																		
National Health Expenditures		10.6%	13.1%	11.0%	8.4%	5.5%	5.8%	6.4%	7.0%	8.5%	9.5%	8.4%	7.1%	6.8%	6.6%	6.2%	4.7%	3.8%	3.9%
Health Consumption Expenditures		10.5	13.4	11.1	8.4	5.6	5.5	6.3	7.4	8.8	9.4	8.5	7.1	6.7	6.8	6.0	4.5	4.4	4.0
Out of pocket		6.7	8.9	9.0	1.6	3.0	9.5	6.2	5.9	3.6	6.3	6.6	5.1	5.8	3.3	5.6	2.3	0.2	1.8
Health Insurance		15.6	16.2	11.9	10.6	6.4	4.5	6.6	8.5	10.3	10.4	8.9	8.2	7.2	7.4	5.9	5.6	5.4	4.3
Private Health Insurance		10.3	16.2	13.0	8.1	5.2	7.1	8.2	9.5	9.4	11.4	9.6	7.2	6.7	5.3	4.9	4.0	2.6	2.4
Medicare		-	17.2	11.4	10.8	8.8	-0.6	1.7	5.4	10.2	7.1	6.6	10.1	9.1	19.0	7.2	8.0	7.0	5.0
Medicaid		-	17.3	11.0	18.4	7.1	5.1	8.6	9.2	11.8	10.7	8.4	8.1	6.4	-0.9	6.4	5.3	8.9	7.2
Federal		-	17.7	11.4	21.8	5.4	3.9	8.7	9.1	13.1	9.9	10.7	7.2	3.0	-2.0	6.8	9.1	22.0	8.9
State and Local		-	16.7	10.4	13.5	9.8	6.8	8.5	9.5	10.0	11.9	5.2	9.5	11.3	0.7	5.8	0.3	-9.9	3.9
Other Health Insurance Programs ¹		7.0	11.4	8.2	6.2	1.8	5.1	10.1	12.5	13.7	16.0	16.7	9.3	6.2	9.4	7.6	9.3	9.6	6.5
Other Third Party Payers and Programs and Public Health Activity ²		9.3	12.9	10.8	7.4	4.8	6.5	4.9	3.1	6.6	7.3	7.9	3.1	5.1	6.8	6.9	-0.2	2.5	4.7
Investment		11.7	10.0	9.2	7.9	4.2	10.0	7.7	2.4	4.3	11.8	7.8	6.8	7.8	3.5	9.7	7.1	-4.9	1.9

¹ Includes Children's Health Insurance Program (Titles XIX and XXI), Department of Defense, and Department of Veterans Affairs.

² Includes worksite health care, other private revenues, Indian Health Service, workers' compensation, general assistance, maternal and child health, vocational rehabilitation, other federal programs, Substance Abuse and Mental Health Services Administration, other state and local programs, and school health.

- Not applicable; Medicare and Medicaid became effective July 1966

NOTE: Numbers 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.

Table 15
Private Health Insurance Premiums, Benefits and Net Cost, Aggregates, Percent Distribution, and Average Annual Percent Change, Selected Calendar Years 1960-2010

	1960	1970	1980	1990	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Private Health Insurance Premiums	Billions of Dollars																	
Health Consumption Expenditures	\$5.8	\$15.4	\$69.1	\$234.3	\$362.5	\$388.1	\$419.9	\$459.6	\$503.0	\$560.5	\$614.5	\$658.9	\$702.9	\$740.2	\$776.2	\$807.6	\$828.8	\$848.7
Private Health Insurance Benefits																		
Personal Health Care	\$4.9	\$14.0	\$61.4	\$205.1	\$322.6	\$347.4	\$373.7	\$407.1	\$445.8	\$488.5	\$527.5	\$566.9	\$607.7	\$640.6	\$673.5	\$707.5	\$734.0	\$746.0
Hospital	\$3.2	\$8.8	\$36.9	\$96.9	\$114.3	\$121.1	\$129.3	\$141.9	\$154.4	\$170.6	\$186.1	\$201.6	\$218.4	\$237.5	\$250.1	\$266.8	\$279.5	\$285.8
Physician and Clinical Services	\$1.6	\$4.2	\$16.7	\$67.0	\$114.7	\$122.8	\$128.4	\$138.0	\$150.6	\$163.7	\$177.9	\$189.3	\$201.9	\$211.4	\$222.2	\$233.0	\$237.2	\$239.4
Dental Services	\$0.0	\$0.2	\$3.8	\$15.3	\$25.6	\$27.1	\$29.2	\$31.3	\$34.3	\$36.6	\$37.4	\$40.5	\$42.9	\$45.1	\$47.6	\$49.1	\$50.0	\$51.0
Other Professional Services	\$0.0	\$0.0	\$0.9	\$6.8	\$12.7	\$12.9	\$13.5	\$14.2	\$15.6	\$17.0	\$18.7	\$19.9	\$20.4	\$21.2	\$22.8	\$24.0	\$24.2	\$24.8
Other Health, Residential, and Personal Care	\$0.0	\$0.1	\$0.3	\$1.0	\$2.1	\$2.2	\$2.3	\$2.5	\$2.6	\$3.0	\$3.4	\$4.0	\$4.3	\$4.5	\$4.8	\$5.3	\$5.8	\$6.3
Home Health Care	\$0.0	\$0.0	\$0.3	\$2.9	\$8.3	\$8.8	\$8.4	\$7.7	\$6.7	\$6.5	\$6.3	\$5.9	\$6.1	\$5.6	\$5.1	\$4.5	\$4.4	\$4.5
Nursing Care Facilities and Continuing Care Retirement Communities	\$0.0	\$0.0	\$0.2	\$2.8	\$6.8	\$7.4	\$7.8	\$7.5	\$7.7	\$8.2	\$8.1	\$7.8	\$8.3	\$9.4	\$10.2	\$10.9	\$11.8	\$12.7
Prescription Drugs	\$0.0	\$0.5	\$1.8	\$10.9	\$35.9	\$42.3	\$51.9	\$60.7	\$70.6	\$79.6	\$86.3	\$94.4	\$101.6	\$102.2	\$106.8	\$110.1	\$117.2	\$117.0
Other Non-durable Medical Products	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Durable Medical Equipment	\$0.0	\$0.1	\$0.6	\$1.5	\$2.3	\$2.7	\$3.0	\$3.3	\$3.1	\$3.3	\$3.3	\$3.5	\$3.7	\$3.8	\$4.0	\$3.9	\$3.9	\$4.4
Net Cost of Private Health Insurance	\$0.8	\$1.4	\$7.7	\$29.1	\$39.9	\$40.7	\$46.2	\$52.5	\$57.2	\$72.0	\$87.0	\$92.0	\$95.2	\$99.6	\$102.7	\$100.1	\$94.8	\$102.7
Private Health Insurance Premiums	Percent Distribution																	
Health Consumption 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	100.0	100.0	100.0
Private Health Insurance Benefits																		
Personal Health Care	85.3	90.7	88.9	87.6	89.0	89.5	89.0	88.6	88.6	87.2	85.8	86.0	86.5	86.5	86.8	87.6	88.6	87.9
Hospital	55.4	57.3	53.3	41.4	31.5	31.2	30.8	30.9	30.7	30.4	30.3	30.6	31.1	32.1	32.2	33.0	33.7	33.7
Physician and Clinical Services	27.6	27.3	24.1	28.6	31.6	31.6	30.6	30.0	29.9	29.2	28.9	28.7	28.7	28.6	28.6	28.9	28.6	28.2
Dental Services	0.7	1.4	5.5	6.5	7.1	7.0	7.0	6.8	6.8	6.5	6.1	6.1	6.1	6.1	6.1	6.1	6.0	6.0
Other Professional Services	0.1	0.3	1.2	2.9	3.5	3.3	3.2	3.1	3.1	3.0	3.0	3.0	2.9	2.9	2.9	3.0	2.9	2.9
Other Health, Residential, and Personal Care	0.3	0.4	0.4	0.4	0.6	0.6	0.6	0.5	0.5	0.5	0.5	0.6	0.6	0.6	0.6	0.7	0.7	0.7
Home Health Care	0.0	0.0	0.5	1.2	2.3	2.3	2.0	1.7	1.3	1.2	1.0	0.9	0.9	0.8	0.7	0.6	0.5	0.5
Nursing Care Facilities and Continuing Care Retirement Communities	0.0	0.1	0.3	1.2	1.9	1.9	1.8	1.6	1.5	1.5	1.3	1.2	1.2	1.3	1.3	1.3	1.4	1.5
Prescription Drugs	0.6	3.1	2.6	4.6	9.9	10.9	12.4	13.2	14.0	14.2	14.0	14.3	14.5	13.8	13.8	13.6	14.1	13.8
Other Non-durable Medical Products	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Durable Medical Equipment	0.7	0.9	0.8	0.7	0.6	0.7	0.7	0.7	0.6	0.6	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Net Cost of Private Health Insurance	14.7	9.3	11.1	12.4	11.0	10.5	11.0	11.4	11.4	12.8	14.2	14.0	13.5	13.5	13.2	12.4	11.4	12.1
Private Health Insurance Premiums	Average Annual Percent Change from Previous Year Shown																	
Health Consumption Expenditures		10.3	16.2	13.0	6.4	7.1	8.2	9.5	9.4	11.4	9.6	7.2	6.7	5.3	4.9	4.0	2.6	2.4
Private Health Insurance Benefits																		
Personal Health Care		11.0	15.9	12.8	6.7	7.7	7.6	8.9	9.5	9.6	8.0	7.5	7.2	5.4	5.1	5.1	3.7	1.6
Hospital		10.7	15.4	10.1	2.4	5.9	6.8	9.8	8.8	10.5	9.1	8.3	8.3	8.7	5.3	6.7	4.8	2.2
Physician and Clinical Services		10.2	14.8	14.9	8.0	7.1	4.6	7.5	9.1	8.7	8.6	6.4	6.6	4.7	5.1	4.9	1.8	0.9
Dental Services		18.7	33.5	14.9	7.7	5.8	7.7	7.1	9.8	6.5	2.3	8.3	5.9	5.2	5.5	3.1	1.8	2.2
Other Professional Services		17.7	35.0	23.0	9.3	1.3	4.9	5.4	9.8	8.7	10.1	6.3	2.6	3.7	7.6	5.3	1.0	2.6
Other Health, Residential, and Personal Care		14.7	16.2	13.2	10.4	9.1	3.6	5.9	6.5	15.1	10.9	18.2	7.9	4.8	6.4	11.3	9.0	9.4
Home Health Care		16.8	48.5	23.5	16.3	6.7	-5.0	-7.7	-12.7	-4.0	-2.6	-6.0	3.5	-8.3	-9.6	-11.8	-1.9	1.9
Nursing Care Facilities and Continuing Care Retirement Communities		—	35.5	30.6	13.5	9.8	4.4	-3.7	3.5	5.7	-1.0	-3.4	6.7	12.2	8.5	6.9	8.3	8.2
Prescription Drugs		30.0	14.1	19.6	18.6	17.8	22.6	16.9	16.3	12.8	8.3	9.4	7.7	0.5	4.5	3.2	6.4	-0.2
Other Non-durable Medical Products		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Durable Medical Equipment		12.9	15.6	10.4	5.8	19.7	9.1	10.7	-5.6	5.7	1.6	6.8	5.0	2.8	4.9	-3.1	1.4	11.6
Net Cost of Private Health Insurance		5.4	18.3	14.3	4.6	2.0	13.6	13.7	8.9	25.7	20.9	5.7	3.5	4.6	3.2	-2.6	-5.2	8.3

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.