

Table 1
Personal Health Care Expenditures, by Source of Funds: Selected Calendar Years 1960-2001

Year	Total PHCE ¹		Direct Patient Payments		All Third Parties		Third Parties			Other Private Funds
	Amount	Percent of GDP	Amount	Percent of PHCE	Amount	Percent of PHCE	Total		Health Insurance	
							Amount	Percent of PHCE		
					Amount in Billions					
1960	\$23.4	4.4	\$12.9	55.1	\$10.5	44.9	\$5.5	23.5	\$5.0	\$0.5
1970	63.2	6.1	25.1	39.7	38.1	60.3	15.9	25.2	14.1	1.8
1980	214.6	7.7	58.2	27.1	156.4	72.9	69.8	32.5	60.6	9.2
1985	372.3	8.8	95.5	25.7	276.9	74.4	130.2	35.0	111.3	18.8
1990	609.4	10.5	137.3	22.5	472.1	77.5	234.2	38.4	203.6	30.6
1991	672.0	11.2	142.1	21.1	529.9	78.9	257.6	38.3	224.5	33.1
1992	728.9	11.5	145.9	20.0	583.0	80.0	278.3	38.2	242.6	35.7
1993	775.8	11.7	146.9	18.9	628.8	81.1	298.3	38.5	259.9	38.4
1994	816.5	11.6	143.8	17.6	672.6	82.4	311.6	38.2	271.5	40.1
1995	865.7	11.7	146.2	16.9	719.5	83.1	332.3	38.4	288.2	44.1
1996	911.2	11.7	152.0	16.7	759.1	83.3	349.9	38.4	302.5	47.4
1997	959.2	11.5	162.2	16.9	797.0	83.1	370.4	38.6	319.0	51.4
1998	1,009.4	11.5	175.2	17.4	834.2	82.6	396.0	39.2	341.3	54.8
1999	1,064.6	11.5	184.4	17.3	880.2	82.7	422.6	39.7	365.8	56.8
2000	1,137.6	11.6	194.7	17.1	942.9	82.9	453.4	39.9	397.1	56.3
2001	1,236.4	12.3	205.5	16.6	1,030.9	83.4	493.9	39.9	437.2	56.7
					Average Annual Rate of Change					
1960-2001	10.2	---	7.0	---	11.8	---	11.6	---	11.5	12.2
1970-2001	10.1	---	7.0	---	11.2	---	11.7	---	11.7	11.8
1980-2001	8.7	---	6.2	---	9.4	---	9.8	---	9.9	9.0
1970-1980	13.0	---	8.8	---	15.2	---	15.9	---	15.7	17.7
1980-1990	11.0	---	9.0	---	11.7	---	12.9	---	12.9	12.8
1990-2001	6.6	---	3.7	---	7.4	---	7.0	---	7.2	5.8
1999-2000	6.9	---	5.6	---	7.1	---	7.3	---	8.6	-0.9
2000-2001	8.7	---	5.5	---	9.3	---	8.9	---	10.1	0.7

¹Represents total expenditures aggregated on an incurred basis. Because of differences in methodology, definition, and completeness, the PHCE for Medicare services are somewhat higher than the corresponding Medicare program payments shown elsewhere in this publication. PHCE excludes health expenditures for construction, program administration, government public health activities, and research.

²Subset of Federal funds.

³Subset of Federal, State, and local funds.

⁴Excludes State Children's Health Insurance Program and Medicaid expansion.

NOTES: PHCE is personal health care expenditures. GDP is gross domestic product. Numbers may not add to totals due to rounding. National Health Expenditures data files and category definitions are found at <www.cms.hhs.gov/statistics/nhe>.

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

Table 1—Continued
 Personal Health Care Expenditures, by Source of Funds: Selected Calendar Years 1960-2001

Total		Government		Third Parties		Medicare ²		Medicaid ^{3,4}	
Amount	Percent of PHCE	Federal	State and Local	Amount	Percent of PHCE	Amount	Percent of PHCE	Amount	Percent of PHCE
			Amount in Billions						
\$5.0	21.4	\$2.0	\$3.0	---	---	---	---	---	---
22.2	35.1	14.5	7.8	\$7.3	11.6	\$5.0	7.9		
86.6	40.4	62.8	23.8	36.3	16.9	24.7	11.5		
146.7	39.4	109.7	37.0	69.8	18.7	38.8	10.4		
237.9	39.0	174.2	63.7	107.3	17.6	69.7	11.4		
272.3	40.5	201.5	70.8	117.6	17.5	89.0	13.2		
304.7	41.8	229.2	75.5	132.8	18.2	103.4	14.2		
330.5	42.6	250.6	79.9	144.4	18.6	115.7	14.9		
361.0	44.2	273.4	87.5	162.0	19.8	126.2	15.5		
387.2	44.7	296.5	90.8	179.8	20.8	135.3	15.6		
409.2	44.9	315.8	93.4	192.5	21.1	144.5	15.9		
426.6	44.5	329.8	96.8	203.6	21.2	151.7	15.8		
438.2	43.4	335.0	103.2	204.3	20.2	160.0	15.9		
457.6	43.0	347.5	110.1	206.3	19.4	173.5	16.3		
489.5	43.0	371.1	118.4	216.8	19.1	188.3	16.6		
537.0	43.4	406.6	130.4	234.5	19.0	206.5	16.9		
12.1	---	13.8	9.6	---	---	---	---		
10.8	---	11.4	9.5	11.8	---	12.8	---		
9.1	---	9.3	8.4	9.3	---	10.7	---		
14.6	---	15.8	11.8	17.4	---	17.3	---		
10.6	---	10.7	10.3	11.4	---	10.9	---		
7.7	---	8.0	6.7	7.4	---	10.5	---		
7.0	---	6.8	7.5	5.1	---	8.5	---		
9.7	---	9.6	10.1	8.2	---	10.7	---		

Table 2
Gross Domestic Product (GDP), Total Personal Health Care Expenditures (PHCE), Physician PHCE, Total Medicare PHCE,
and Medicare Physician PHCE: Selected Calendar Years 1960-2001

Year	GDP in Billions	PHCE ¹						Medicare PHCE ¹							
		Total		Physician and Clinical Services				Total			Physician and Clinical Services ²				
		Amount in Billions	Percent of GDP	Amount in Billions	Per- cent of GDP	Per- cent of PHCE	Index ³	Amount in Billions	Per- cent of GDP	Percent of PHCE	Amount in Billions	Per- cent of GDP	Per- cent of PHCE	Percent of Medicare PHCE	Index ³
1960	\$527	\$23.4	4.4	\$5.4	1.0	23.1	---	---	---	---	---	---	---	---	---
1970	1,040	63.2	6.1	14.0	1.3	22.2	100	\$7.3	0.7	11.6	\$1.6	0.2	2.5	21.9	100
1980	2,796	214.6	7.7	47.1	1.7	21.9	336	36.3	1.3	16.9	8.2	0.3	3.8	22.6	513
1985	4,213	372.3	8.8	89.8	2.1	24.1	641	69.8	1.7	18.7	16.8	0.4	4.5	24.1	1,050
1990	5,803	609.4	10.5	157.5	2.7	25.8	1,125	107.3	1.8	17.6	30.2	0.5	5.0	28.1	1,888
1991	5,986	672.0	11.2	175.0	2.9	26.0	1,250	117.6	2.0	17.5	31.8	0.5	4.7	27.0	1,988
1992	6,319	728.9	11.5	189.7	3.0	26.0	1,355	132.8	2.1	18.2	33.0	0.5	4.5	24.8	2,063
1993	6,642	775.8	11.7	201.2	3.0	25.9	1,437	144.4	2.2	18.6	34.7	0.5	4.5	24.0	2,169
1994	7,054	816.5	11.6	210.5	3.0	25.8	1,504	162.0	2.3	19.8	38.0	0.5	4.7	23.5	2,375
1995	7,401	865.7	11.7	220.5	3.0	25.5	1,575	179.8	2.4	20.8	41.7	0.6	4.8	23.2	2,606
1996	7,813	911.2	11.7	229.4	2.9	25.2	1,639	192.5	2.5	21.1	44.3	0.6	4.9	23.0	2,769
1997	8,318	959.2	11.5	241.0	2.9	25.1	1,721	203.6	2.4	21.2	47.1	0.6	4.9	23.1	2,944
1998	8,782	1,009.4	11.5	256.8	2.9	25.4	1,834	204.3	2.3	20.2	51.1	0.6	5.1	25.0	3,194
1999	9,274	1,064.6	11.5	270.2	2.9	25.4	1,930	206.3	2.2	19.4	55.2	0.6	5.2	26.8	3,450
2000	9,825	1,137.6	11.6	288.8	2.9	25.4	2,063	216.8	2.2	19.1	59.6	0.6	5.2	27.5	3,725
2001	10,082	1,236.4	12.3	313.6	3.1	25.4	2,240	234.5	2.3	19.0	63.9	0.6	5.2	27.2	3,994
Average Annual Rate of Change															
1960-2001	7.5	10.2	---	10.4	---	---	---	---	---	---	---	---	---	---	---
1970-2001	7.6	10.1	---	10.5	---	---	---	11.8	---	---	12.6	---	---	---	---
1980-2001	6.3	8.7	---	9.4	---	---	---	9.3	---	---	10.3	---	---	---	---
1970-1980	10.4	13.0	---	12.9	---	---	---	17.4	---	---	17.8	---	---	---	---
1980-1990	7.6	11.0	---	12.8	---	---	---	11.4	---	---	13.9	---	---	---	---
1990-2001	5.1	6.6	---	6.5	---	---	---	7.4	---	---	7.1	---	---	---	---
1999-2000	5.9	6.9	---	6.9	---	---	---	5.1	---	---	8.0	---	---	---	---
2000-2001	2.6	8.7	---	8.6	---	---	---	8.2	---	---	7.2	---	---	---	---

¹Represents total expenditures aggregated on an incurred basis. Because of differences in methodology, definition, and completeness, the total Medicare physician and clinical services are somewhat higher than the corresponding Medicare Program payments for physician and clinical services shown elsewhere in this publication. PHCE excludes health expenditures for construction, program administration, government public health activities, and research.

²Excludes expenditures for supplier services; includes expenditures for group practice prepayment plans and independent laboratories.

³This index compares the relative aggregate expenditures for this category in each given year relative to the aggregate expenditures for this category in 1970. Expenditures are in current dollars.

NOTES: Numbers may not add to totals due to rounding. National Health Expenditures data files and category definitions are found at <www.cms.hhs.gov/statistics/nhe>.

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

Table 3
Gross Domestic Product (GDP), Total Personal Health Care Expenditures (PHCE), Hospital PHCE, Total Medicare PHCE,
and Medicare Hospital PHCE: Selected Calendar Years 1960-2001

Year	GDP in Billions	PHCE ¹							Medicare PHCE ¹						
		Total		Hospital			Index ²	Total		Hospital			Percent of Medicare PHCE	Index ²	
		Amount in Billions	Per-cent of GDP	Amount in Billions	Per-cent of GDP	Per-cent of PHCE		Amount in Billions	Per-cent of GDP	Per-cent of PHCE	Amount in Billions	Per-cent of GDP			Per-cent of PHCE
1960	\$527	\$23.4	4.4	\$9.2	1.7	39.3	---	---	---	---	---	---	---	---	---
1970	1,040	63.2	6.1	27.6	2.7	43.7	100	\$7.3	0.7	11.6	\$5.4	0.5	8.5	74.0	100
1980	2,796	214.6	7.7	101.5	3.6	47.3	368	36.3	1.3	16.9	26.4	0.9	12.3	72.7	489
1985	4,213	372.3	8.8	166.6	4.0	44.7	604	69.8	1.7	18.7	48.9	1.2	13.1	70.1	906
1990	5,803	609.4	10.5	253.9	4.4	41.7	920	107.3	1.8	17.6	67.8	1.2	11.1	63.2	1,256
1991	5,986	672.0	11.2	279.5	4.7	41.6	1,013	117.6	2.0	17.5	73.8	1.2	11.0	62.8	1,367
1992	6,319	728.9	11.5	302.3	4.8	41.5	1,095	132.8	2.1	18.2	84.1	1.3	11.5	63.3	1,557
1993	6,642	775.8	11.7	320.0	4.8	41.2	1,159	144.4	2.2	18.6	90.1	1.4	11.6	62.4	1,669
1994	7,054	816.5	11.6	332.4	4.7	40.7	1,204	162.0	2.3	19.8	99.1	1.4	12.1	61.2	1,835
1995	7,401	865.7	11.7	343.6	4.6	39.7	1,245	179.8	2.4	20.8	108.0	1.5	12.5	60.1	2,000
1996	7,813	911.2	11.7	355.2	4.5	39.0	1,287	192.5	2.5	21.1	115.5	1.5	12.7	60.0	2,139
1997	8,318	959.2	11.5	367.6	4.4	38.3	1,332	203.6	2.4	21.2	122.9	1.5	12.8	60.4	2,276
1998	8,782	1,009.4	11.5	378.4	4.3	37.5	1,371	204.3	2.3	20.2	121.3	1.4	12.0	59.4	2,246
1999	9,274	1,064.6	11.5	393.7	4.2	37.0	1,426	206.3	2.2	19.4	122.0	1.3	11.5	59.1	2,259
2000	9,825	1,137.6	11.6	416.5	4.2	36.6	1,509	216.8	2.2	19.1	125.9	1.3	11.1	58.1	2,331
2001	10,082	1,236.4	12.3	451.2	4.5	36.5	1,635	234.5	2.3	19.0	135.0	1.3	10.9	57.6	2,500
Average Annual Rate of Change															
1960-2001	7.5	10.2	---	10.0	---	---	---	---	---	---	---	---	---	---	---
1970-2001	7.6	10.1	---	9.4	---	---	---	11.8	---	---	10.9	---	---	---	---
1980-2001	6.3	8.7	---	7.4	---	---	---	9.3	---	---	8.1	---	---	---	---
1970-1980	10.4	13.0	---	13.9	---	---	---	17.4	---	---	17.2	---	---	---	---
1980-1990	7.6	11.0	---	9.6	---	---	---	11.4	---	---	9.9	---	---	---	---
1990-2001	5.1	6.6	---	5.4	---	---	---	7.4	---	---	6.5	---	---	---	---
1999-2000	5.9	6.9	---	5.8	---	---	---	5.1	---	---	3.2	---	---	---	---
2000-2001	2.6	8.7	---	8.3	---	---	---	8.2	---	---	7.2	---	---	---	---

¹Represents total expenditures aggregated on an incurred basis. Because of differences in methodology, definition, and completeness, the PHCE for Medicare hospital services are somewhat higher than the corresponding Medicare Program payments for all hospital services shown elsewhere in this publication. PHCE excludes health expenditures for construction, program administration, government public health activities, and research.

²This index compares the relative aggregate expenditures for this category in each given year relative to the aggregate expenditures for this category in 1970. Expenditures are in current dollars.

NOTES: Numbers may not add to totals due to rounding. National Health Expenditures data files and category definitions are found at <www.cms.hhs.gov/statistics/nhe>.

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

Table 4
Total Personal Health Care Expenditures (PHCE), by Type of Service: Selected Calendar Years 1960-2001

Type of Service	1960		1990		2000		2001		Average Annual Rate of Change		
	Amount in Billions	Percent	Amount in Billions	Percent	Amount in Billions	Percent	Amount in Billions	Percent	1960-2001	1990-2001	2000-2001
Personal Health Care ¹	\$23.4	100.0	\$609.4	100.0	\$1,137.6	100.0	\$1,236.4	100.0	10	7	9
Hospital Care	9.2	39.3	253.9	41.7	416.5	36.6	451.2	36.5	10	5	8
Physician and Clinical Services	5.4	23.1	157.5	25.8	288.8	25.4	313.6	25.4	10	6	9
Dental Services	2.0	8.5	31.5	5.2	60.7	5.3	65.6	5.3	9	7	8
Other Professional Services	0.4	1.7	18.2	3.0	38.8	3.4	42.3	3.4	12	8	9
Home Health Care ²	0.1	0.4	12.6	2.1	31.7	2.8	33.2	2.7	15	9	5
Prescription Drugs	2.7	11.5	40.3	6.6	121.5	10.7	140.6	11.4	10	12	16
Other Non-Durable Medical Products	1.6	6.8	22.5	3.7	31.2	2.7	31.8	2.6	8	3	2
Durable Medical Equipment	0.7	3.0	10.6	1.7	17.8	1.6	18.4	1.5	8	5	3
Nursing Home Care ³	0.8	3.4	52.7	8.6	93.8	8.2	98.9	8.0	12	6	5
Other Personal Health Care	0.6	2.6	9.6	1.6	36.7	3.2	40.9	3.3	11	14	11

¹Represents estimates of total benefit payments (fee-for-service and managed care) aggregated on an incurred basis.

²Excludes PHCE for home health agency services and supplies furnished by hospital-based and skilled nursing facility-based home health agencies.

³Excludes PHCE for skilled nursing facility services and supplies furnished by hospital-based skilled nursing facilities.

NOTES: Numbers may not add to totals due to rounding. National Health Expenditures data files and category definitions are found at <www.cms.hhs.gov/statistics/nhe>.

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