Table 3.1

Growth in Personal Health Care Expenditures (PHCE) and Medicare Program Payments: Selected Calendar Years 1967-2004

	Me	edicare Program P	ayments		F	PHCE		
		Inpatient	Physician/	·	Н	ospital	Physicia	n and Clinic
Year	Total ¹	Hospital	Supplier ²	Total ³	Total	Medicare ⁴	Total	Medicare ⁵
				Amount in Billions				
1967	\$4.2	\$2.7	\$1.2	\$43.6	\$18.1	\$3.2	\$10.1	\$1.2
1983	53.4	34.5	13.7	308.2	146.3	41.2	67.8	13.7
1990	101.4	56.7	30.2	609.4	253.9	67.8	157.5	30.2
1993	129.4	68.2	34.7	775.8	320.0	90.1	201.2	34.7
1994	146.5	75.7	38.5	816.5	332.4	98.9	210.5	37.9
1995	159.0	78.9	41.6	865.7	343.6	107.0	220.5	41.7
1996	167.1	79.9	42.5	911.9	355.9	115.1	229.4	44.3
1997	175.4	82.3	43.6	959.2	367.5	121.4	241.0	47.1
1998	168.2	83.0	44.2	1,009.9	379.2	119.9	256.8	51.3
1999	166.7	83.9	46.5	1,062.6	392.2	120.4	270.2	55.3
2000	174.3	85.2	51.5	1,130.4	412.1	125.7	286.4	59.6
2001	197.5	93.0	59.1	1,231.3	444.3	137.2	315.1	65.1
2002	215.4	99.4	64.3	1,342.9	484.2	148.6	340.8	69.0
2003	232.8	104.3	71.8	1,445.7	525.5	154.0	367.0	73.7
2004	255.3	110.5	79.3	1,560.2	570.8	163.4	399.9	81.8
			Avei	rage Annual Rate of Char	nge			
1967-1983	17.2	17.3	16.4	13.0	14.0	17.3	12.6	16.4
1983-2004	7.7	5.7	8.7	8.0	6.7	6.8	8.8	8.9
1967-2004	11.7	10.6	12.0	10.2	9.8	11.2	10.5	12.1
2003-2004	9.7	5.9	10.4	7.9	8.6	6.1	9.0	11.0

¹Includes Medicare program payments for other types of services not shown separately.

NOTES: Medicare program payments represent unadjusted amounts paid for covered services incurred during a calendar year under Medicare fee-for-service only and exclude payments for managed care services. Program payments differ from PHCE, which reflect estimates of interim and retroactive adjustments made to institutional providers as well as prorated shares of payments for managed care. Refer to glossary for definitions of and differences between program payments and benefit payments. In addition, the PHCE defines hospital and physician and clinic services differently than Medicare defines inpatient hospital and physician/supplier. Because of these differences in methodology and completeness, the Medicare payment amounts under the PHCE categories will differ from the corresponding amounts under the Medicare categories.

SOURCES: Centers for Medicare & Medicaid Services, Office of Information Services: Medicare program payments from the Medicare Decision Support Access Facility. Effective 2002 Medicare program payments from the Medicare Data Extract System; data development by the Office of Research, Development, and Information. PHCE developed by the Office of the Actuary, National Health Statistics Group.

²Includes program payments for physicians, practitioners, durable medical equipment, supplies and other medical services.

³Includes other types of expenditures not shown separately.

⁴Includes total benefit payments for inpatient hospital, facility-based skilled nursing facilities, facility-based home health agencies, facility-based hospices, and, for certain years, facility-based physicians.

⁵Includes total benefit payments for physicians, laboratory services performed in a physician's office, independent laboratory services, and freestanding end stage renal disease facilities.

Table 3.2

Medicare Program Payments, by Type of Coverage and Type of Entitlement: Calendar Years 1967-2004

		al Insurance ar							
	Supplement	ary Medical Ins	surance	H	ospital Insuran	ce	Supplement	tary Medical Ins	urance
Year	Total	Aged ¹	Disabled ²	Total	Aged ¹	Disabled ²	Total	Aged ¹	Disabled ²
				Α	mount in Millior	ns			
1967	\$4,239	\$4,239		\$2,967	\$2,967		\$1,272	\$1,272	
1968	5,290	5,290		3,767	3,767		1,523	1,523	
1969	6,268	6,268		4,597	4,597		1,670	1,670	
1970	6,572	6,572		4,740	4,740		1,832	1,832	
1971	7,354	7,354		5,358	5,358		1,996	1,996	
1972	8,019	8,019		5,836	5,836		2,184	2,184	
1973	9,251	9,039	\$213 ³	6,848	6,674	\$174 ³	2,403	2,364	\$39 ³
1974	11,238	10,257	981	8,118	7,454	664	3,120	2,803	317
1975	14,549	13,056	1,492	10,519	9,537	982	4,029	3,519	511
1976	17,619	15,637	1,983	12,794	11,496	1,298	4,825	4,141	684
1977	20,477	18,015	2,462	14,710	13,116	1,594	5,767	4,898	869
1978	23,543	20,579	2,964	16,630	14,741	1,890	6,912	5,838	1,074
1979	27,699	24,005	3,694	19,258	16,940	2,317	8,441	7,065	1,377
1980	33,725	29,224	4,501	23,194	20,404	2,790	10,531	8,820	1,710
1981	39,918	36,614	5,304	27,486	24,181	3,306	12,432	10,434	1,999
1982	48,134	41,787	6,347	33,333	29,360	3,973	14,802	12,427	2,375
1983	53,438	46,727	6,711	36,314	32,141	4,173	17,124	14,586	2,538
1984	59,132	52,118	7,014	40,608	36,084	4,524	18,525	16,034	2,490
1985	63,877	56,428	7,449	42,266	37,511	4,755	21,611	18,918	2,693
1986	68,863	60,810	8,053	44,566	39,507	5,059	24,297	21,304	2,994
1987	75,817	67,098	8,719	47,414	42,131	5,283	28,402	24,966	3,436
1988	81,403	72,187	9,217	50,689	45,111	5,578	30,715	27,076	3,639
1989	93,844	82,757	11,087	57,942	51,111	6,830	35,903	31,646	4,257
See footno	ites at end of table								

See footnotes at end of table.

Table 3.2—Continued

Medicare Program Payments, by Type of Coverage and Type of Entitlement: Calendar Years 1967-2004

	Hosp Suppleme	oital Insurance a ntary Medical In	nd/or surance	Н	ospital Insuranc	e	Supplemen	tary Medical Ins	urance
Year	Total	Aged ¹	Disabled ²	Total	Aged ¹	Disabled ²	Total	Aged ¹	Disabled ²
				Α	mount in Million	S		_	
1990	\$101,419	\$89,620	\$11,799	\$62,347	\$55,170	\$7,177	\$39,072	\$34,449	\$4,623
1991	110,887	98,059	12,828	68,998	61,280	7,718	41,889	36,779	5,110
1992	120,710	106,241	14,469	76,661	67,883	8,777	44,049	38,357	5,692
1993	129,386	113,491	15,894	82,099	72,577	9,522	47,287	40,914	6,372
1994	146,549	127,714	18,835	94,205	82,693	11,512	52,343	45,021	7,323
1995	158,980	137,952	21,029	101,835	89,131	12,704	57,145	48,821	8,325
1996	167,063	144,485	22,577	107,949	94,389	13,559	59,114	50,096	9,018
1997	175,423	151,655	23,768	114,327	100,034	14,293	61,096	51,621	9,475
1998	168,164	144,418	23,746	102,542	89,013	13,529	65,622	55,405	10,217
1999	166,687	142,425	24,262	98,847	85,413	13,434	67,839	57,012	10,828
2000	174,261	148,488	25,773	101,663	87,549	14,114	72,599	60,939	11,660
2001	197,505	167,825	29,680	113,846	97,807	16,039	83,658	70,017	13,641
2002	215,411	182,303	33,108	122,993	105,384	17,609	92,418	76,919	15,499
2003	232,821	195,726	37,095	129,552	110,396	19,156	103,269	85,331	17,939
2004	255,325	213,241	42,085	139,747	118,424	21,323	115,579	94,817	20,762
				Averag	e Annual Rate of	Chang ₍			
1967-1983	17.2	16.2		16.9	16.1		17.6	16.5	
1974-1983	18.9	18.4	23.8	18.1	17.6	22.7	20.8	20.1	26.0
1967-2004	11.7	11.2		11.0	10.5		13.0	12.4	
1974-2004	11.0	10.6	13.4	10.0	9.7	12.3	12.8	12.5	15.0
1983-2004	7.7	7.5	9.1	6.6	6.4	8.1	9.5	9.3	10.5

¹Represents all enrollees 65 years of age or over, including those with end stage renal disease.

NOTES: Medicare program payments represent unadjusted amounts paid for covered services incurred during a calendar year under Medicare fee-for-service only and exclude payments for managed care services. Program payments differ from benefit payments, which reflect estimates of interim and retroactive adjustments made to institutional providers as well as payments for managed care. Refer to glossary for definitions of and distinctions between program payments and benefit payments.

SOURCE: Centers for Medicare & Medicaid Services, Office of Information Services: Data from the Medicare Decision Support Access Facility. Effective 2002, data from the Medicare Data Extract System; data development by the Office of Research, Development, and Information.

²Represents all enrollees under 65 years of age, including those with end stage renal disease and those with end stage renal disease only. Disabled enrollees were not covered under Medicare until July 1, 1973.

³Represents reimbursements for the last 6 months of 1973.

Table 3.3

Persons Enrolled and Persons Served Under Medicare, and Program Payments, by Type of Coverage and Service:

Selected Calendar Years 1967-2004

						Year					
Type of Coverage and Service	1967	1974	1980	1983	1990	1995	1997	2000	2002	2003	2004
Type of Coverage					Number of Enr	ollees in Thou	sands				
Hospital Insurance and/or											
Supplementary Medical Insurance	19,521	24,201	28,478	30,026	34,213	37,566	38,465	39,632	40,503	41,126	41,729
Hospital Insurance	19,494	23,924	28,067	29,587	33,731	37,152	38,059	39,211	40,079	40,696	41,391
Supplementary Medical Insurance	17,893	23,167	27,400	28,975	32,636	35,711	36,479	37,369	38,088	38,629	39,101
Гуре of Coverage and Service											
Persons Served ¹					mber of Persor		nousand:				
Γotal	7,154	11,833	18,031	19,732	27,099	30,423	29,847	29,583	31,754	32,587	33,016
Hospital Insurance	3,960	5,133	6,752	7,443	7,036	8,036	8,118	7,325	7,837	8,022	8,157
Inpatient Hospital Services	3,601	5,081	6,672	7,170	6,543	6,964	6,887	6,917	7,380	7,521	7,611
Skilled Nursing Facility Services	354	266	257	265	638	1,233	1,503	1,468	1,622	1,693	1,752
Home Health Agency Services	126	276	726	1,318	1,936	3,427	3,458	1,444	1,565	1,618	1,693
Supplementary Medical Insurance Physician and Other	6,523	11,468	17,822	19,472	26,951	30,249	29,620	29,313	31,499	32,323	32,734
Medical Services	6,415	11,079	17,258	18,923	26,350	29,539	28,961	28,763	30,993	31,830	32,265
Outpatient Services ²	1,511	3,431	7,538	9,089	15,511	19,709	20,543	21,029	23,015	23,600	24,003
Home Health Agency Services	118	134	327	20	38	41	48	1,190	1,107	1,185	1,273
Persons Served					Rate per 1	,000 Enrollees	3				
Total	366	489	633	657	792	893	904	904	908	910	908
Hospital Insurance	203	215	241	252	209	239	249	227	227	227	227
Inpatient Hospital Services	185	212	238	242	194	207	211	214	214	213	211
Skilled Nursing Facility Services	18	11	9	9	19	37	46	45	47	48	49
Home Health Agency Services	6	12	26	45	57	102	106	45	45	46	47
Supplementary Medical Insurance Physician and Other	365	495	650	672	826	939	955	962	967	970	971
Medical Services	359	478	630	653	807	917	934	944	952	955	957
Outpatient Services 2	84	148	275	314	475	612	662	690	707	708	712
Home Health Agency Services See footnotes at end of table.	7	6	12	1	1	1	2	39	34	36	38

Table 3.3—Continued

Persons Enrolled and Persons Served Under Medicare, and Program Payments, by Type of Coverage and Service:

Selected Calendar Years 1967-2004

						Year					
Type of Coverage and Service	1967	1974	1980	1983	1990	1995	1997	2000	2002	2003	2004
Program Payments					Amo	unt in Millions					
Total	\$4,239	\$11,179	\$33,613	\$53,446	\$101,419	\$158,980	\$175,423	\$174,261	\$215,411	\$232,821	255,325
Hospital Insurance	2,967	8,000	23,119	36,314	62,347	101,835	114,327	101,663	122,993	129,552	139,747
Inpatient Hospital Services	2,667	7,680	22,297	34,519	56,716	78,944	84,563	85,197	99,382	104,283	110,550
Skilled Nursing Facility Services	274	224	344	428	1,971	7,799	11,237	10,621	14,363	14,775	17,043
Home Health Agency Services	26	96	478	1,366	3,660	15,092	16,487	2,918	4,788	4,916	5,479
Supplementary Medical Insurance Physician and Other	1,272	3,179	10,494	17,132	39,072	57,145	61,069	72,599	92,418	103,269	115,579
Medical Services	1,217	2,740	8,358	13,660	30,222	41,617	43,621	51,474	64,272	71,791	79,271
Outpatient Services ²	38	397	1,962	3,443	8,773	15,328	17,256	16,787	23,346	26,286	30,335
Home Health Agency Services	17	40	175	29	78	200	219	4,338	4,800	5,192	5,973
Program Payments					Per P	erson Served					
Total	\$593	\$945	\$1,864	\$2,709	\$3,743	\$5,226	\$5,877	\$5,891	\$6,784	\$7,145	\$7,733
Hospital Insurance	749	1,559	3,424	4,879	8,861	12,672	14,083	13,878	15,694	16,150	17,132
Inpatient Hospital Services	741	1,512	3,342	4,814	8,668	11,336	12,279	12,318	13,466	13,866	14,525
Skilled Nursing Facility Services	774	842	1,339	1,615	3,089	6,325	7,476	7,235	8,855	8,727	9,728
Home Health Agency Services	206	348	658	1,036	1,890	4,404	4,768	2,021	3,059	3,038	3,236
Supplementary Medical Insurance Physician and Other	195	277	589	880	1,450	1,889	2,062	2,477	2,934	3,195	3,531
Medical Services	190	247	484	722	1,147	1,409	1,506	1,790	2,074	2,255	2,457
Outpatient Services ²	25	116	260	379	566	778	840	798	1,014	1,114	1,264
Home Health Agency Services	144	299	535	1,450	2,053	4,878	4,563	3,644	4,336	4,383	4,692

¹Does not reflect beneficiaries who received covered services, but for whom no program payments were reported during the year. Detail does not add to totals by type of service because one person may have used several types of services.

NOTES: Included in the total program payments and in the total hospital insurance payments for 1997, 2000, 2003, and 2004 are \$2.0, \$2.9, \$5.6 and \$6.7 billion dollars, respectively for hospice services not shown separately. The change in program payments and utilization for home health between 1997 and 2004 is due in part to the Balanced Budget Act of 1997 (Public Law 105-33) which called for the gradual transfer of home health services unassociated with a hospital or skilled nursing facility stay from hospital insurance to supplementary medical insurance. The use of home health agency benefit was also affected by the efforts to identify fraudulent activities in the use of services, and by the introduction of interim per beneficiary cost limits at levels resulting in substantially lower aggregate payments (these cost limits were used until the prospective payment system was implemented in October 2000). The impact was first noted in 1998 (not shown). Numbers may not add to totals because of rounding. Refer to glossary for definitions of program payments and benefit payments.

SOURCE: Centers for Medicare & Medicaid Services, Office of Information Services: Data from the Medicare Decision Support Access Facility. Effective 2002 data from the Medicare Data Extract System; data development by the Office of Research, Development, and Information.

²Prior to April 1, 1968, outpatient hospital services were covered by hospital insurance and supplementary medical insurance. All outpatient hospital services for 1967 are shown as supplementary medical insurance services for purposes of comparison.

³Beginning with 1994, Medicare enrollees in managed care plans are not included in the denominator used to calculate the utilization rates.

Table 3.4

Persons Served and Program Payments for Medicare Beneficiaries, by

Demographic Characteristics: Calendar Year 2004

				Program Pa	ayments	
Demographic	Persons S Number in	Served ¹	Amount in		Per Person	Per
Characteristic	Thousands	Percent	Millions	Percent	Served ¹	Enrollee ²
Total	33,016	100.0	\$255,325	100.0	\$7,734	\$7,025
Sex						
Male	13,811	41.8	111,835	43.8	8,098	6,972
Female	19,205	58.2	143,491	56.2	7,472	7,067
Age						
Under 65 Years	5,177	15.7	42,259	16.6	8,162	7,001
65-74 Years	13,277	40.2	81,638	32.0	6,149	5,257
75-84 Years	10,464	31.7	89,888	35.2	8,590	8,358
85 Years or Ove	4,097	12.4	41,541	16.3	10,139	10,318
Race ³						
White	28,203	85.4	209,560	82.1	7,430	6,840
Non-White	4,762	14.4	45,334	17.8	9,520	8,049
Type of Entitlement						
Aged ⁴	27,851	84.4	213,241	83.5	7,656	7,036
Disabled⁵	5,164	15.6	42,085	16.5	8,149	6,972
MSA Type ⁶						
Urban	23,831	72.2	193,665	75.9	8,127	7,165
Rural	8,752	26.5	59,822	23.4	6,835	6,421

Does not reflect beneficiaries who received covered services, but for whom no program payments were reported during the year.

NOTES: MSA is metropolitan statistical area. Numbers may not add to totals because of rounding. Refer to glossary for definitions of program payments, benefit payments, and persons served.

SOURCE: Centers for Medicare & Medicaid Services, Office of Information Services: Data from the Medicare Data Extract System; data development by the Office of Research, Development, and Information.

²Medicare enrollees in managed care plans are not included in the denominator used to calculate average payments.

³Excludes unknown race.

⁴Includes aged persons with end stage renal disease (ESRD).

⁵Includes disabled persons with ESRD and persons entitled to Medicare because of ESRD only.

⁶Excludes outlying areas.

Table 3.5

Program Payments for Medicare Beneficiaries Residing in Urban and Rural Areas, by Area of Residence:

Calendar Year 2004

	Total	Program Paym	ents	Urba	an Program Pa	ayments 1	R	ural Program P	ayments 1
	Amount in	Per Person	Per	Amount in	Per Person	Per	Amount in	Per Person	Per
Area of Residence	Millions	Served	Enrollee ²	Millions	Served	Enrollee ²	Millions	Served	Enrollee ²
United States ³	\$253,488	\$7,780	\$7,148	\$193,665	\$8,127	\$7,407	\$59,822	\$6,835	\$6,421
Northeast	53,145	8,520	7,684	48,138	8,787	7,900	5,006	6,595	6,091
Midwest	59,949	7,210	6,755	42,256	7,640	7,118	17,693	6,355	6,023
South	100,658	7,893	7,327	70,686	8,140	7,516	29,972	7,366	6,918
West	39,736	7,530	6,695	32,585	7,876	6,916	7,151	6,275	5,845
New England	14,087	8,138	7,332	12,497	8,414	7,569	1,590	6,470	5,886
Connecticut	3,902	8,525	7,904	3,778	8,536	7,917	123	8,191	7,461
Maine	1,320	6,326	5,719	713	6,345	5,707	606	6,304	5,723
Massachusetts	6,367	8,908	7,927	6,283	8,938	7,955	85	7,132	6,346
New Hampshire	1,133	6,935	6,138	754	7,205	6,291	379	6,452	5,852
Rhode Island	819	8,245	7,131	819	8,245	7,131	(4)	(4)	(4)
Vermont	547	6,265	5,809	150	6,423	6,106	397	6,207	5,704
Middle Atlantic	39,057	8,667	7,820	35,641	8,926	8,023	3,416	6,655	6,191
New Jersey	9,314	9,062	8,264	9,314	9,062	8,264	(4)	(4)	(4)
New York	18,090	8,934	7,995	16,745	9,273	8,268	1,345	6,138	5,661
Pennsylvania	11,653	8,017	7,263	9,582	8,265	7,426	2,071	7,040	6,591
East North Central	43,335	7,534	7,014	33,710	7,874	7,295	9,625	6,545	6,180
Illinois	11,464	7,899	7,220	9,350	8,312	7,483	2,114	6,477	6,250
Indiana	5,699	7,027	6,550	4,024	7,204	6,710	1,675	6,635	6,197
Michigan	10,763	7,998	7,477	8,742	8,390	7,825	2,021	6,654	6,270
Ohio	10,887	7,644	7,189	8,653	7,822	7,341	2,234	7,026	6,658
Wisconsin	4,521	6,281	5,895	2,941	6,538	6,180	1,580	5,853	5,429
See footnotes at end of table.									

Table 3.5—Continued

Program Payments for Medicare Beneficiaries Residing in Urban and Rural Areas, by Area of Residence:

Calendar Year 2004

	Total	Program Paym	ents	Urb	an Program Pa	ayments ¹	R	ural Program P	ayments 1
	Amount in	Per Person	Per	Amount in	Per Person	Per	Amount in	Per Person	Per
Area of Residence	Millions	Served	Enrollee ²	Millions	Served	Enrollee ²	Millions	Served	Enrollee ²
West North Central	\$16,614	\$6,483	\$6,163	\$8,546	\$6,840	\$6,496	\$8,068	\$6,143	\$5,845
Iowa	2,528	5,622	5,436	927	5,460	5,394	1,601	5,721	5,460
Kansas	2,511	6,984	6,541	1,232	7,216	6,611	1,279	6,774	6,474
Minnesota	3,566	6,163	6,070	2,169	6,603	6,618	1,398	5,586	5,382
Missouri	5,278	7,221	6,717	3,191	7,555	7,006	2,087	6,763	6,319
Nebraska	1,530	6,499	6,157	644	6,934	6,378	886	6,216	6,006
North Dakota	558	5,788	5,456	190	5,878	5,246	368	5,743	5,571
South Dakota	641	5,729	5,214	192	5,884	5,200	449	5,666	5,220
South Atlantic	53,661	7,833	7,295	41,000	8,090	7,500	12,661	7,101	6,703
Delaware	982	8,490	8,008	700	8,640	8,095	283	8,139	7,827
District of Columbia	600	10,564	8,820	600	10,564	8,820	(4)	(4)	(4)
Florida	20,133	8,769	8,243	18,399	8,857	8,344	1,734	7,937	7,306
Georgia	6,641	7,293	6,767	4,049	7,443	6,830	2,592	7,070	6,671
Maryland	5,416	9,177	8,247	4,863	9,228	8,234	553	8,752	8,364
North Carolina	7,967	7,145	6,726	4,787	7,132	6,795	3,180	7,164	6,821
South Carolina	4,110	7,076	6,573	2,750	7,079	6,582	1,360	7,068	6,555
Virginia	5,714	6,544	6,031	4,002	6,703	6,116	1,711	6,199	5,840
West Virginia	2,098	6,714	6,408	851	6,815	6,375	1,247	6,647	6,430
East South Central	17,837	7,377	6,881	9,329	7,460	6,914	8,508	7,289	6,845
Alabama	4,705	7,397	6,915	3,035	7,401	6,938	1,670	7,389	6,872
Kentucky	4,159	6,947	6,479	1,825	7,175	6,606	2,334	6,779	6,384
Mississippi	3,286	7,954	7,389	1,067	8,299	7,503	2,220	7,798	7,338
Tennessee	5,687	7,387	6,891	3,402	7,436	6,894	2,285	7,315	6,886
West South Central	29,160	8,368	7,695	20,356	8,604	7,864	8,804	7,868	7,331
Arkansas	2,859	6,902	6,236	1,165	6,885	6,064	1,694	6,914	6,360
Louisiana	4,689	9,231	8,393	3,259	9,067	8,280	1,430	9,628	8,664
Oklahoma	3,538	7,757	7,241	1,834	7,963	7,392	1,703	7,548	7,081
Texas	18,075	8,580	7,915	14,098	8,774	8,035	3,976	7,957	7,516
See footnotes at end of table.									

Table 3.5—Continued

Program Payments for Medicare Beneficiaries Residing in Urban and Rural Areas, by Area of Residence:

Calendar Year 2004

	Total	Program Paym	ents	Url	oan Program F	Payments 1	R	ural Program P	ayments 1
	Amount in	Per Person	Per	Amount in	Per Person	Per	Amount in	Per Person	Per
Area of Residence	Millions	Served	Enrollee ²	Millions	Served	Enrollee ²	Millions	Served	Enrollee ²
Mountain	\$11,917	\$6,763	\$6,119	\$8,157	\$7,111	\$6,375	\$3,760	\$6,112	\$5,628
Arizona	3,526	7,223	6,333	2,958	7,444	6,563	568	6,257	5,354
Colorado	2,395	6,843	6,466	1,892	7,076	6,629	503	6,090	5,920
Idaho	875	5,584	5,255	285	5,856	5,394	590	5,461	5,190
Montana	800	5,937	5,335	266	6,073	5,808	533	5,871	5,399
Nevada	1,451	8,208	7,089	1,205	8,519	7,253	246	6,963	6,379
New Mexico	1,180	6,284	5,464	520	5,996	5,055	661	6,531	5,845
Utah	1,292	6,335	5,862	922	6,481	5,964	370	5,999	5,624
Wyoming	398	6,205	5,825	109	5,625	5,155	289	6,457	6,125
Pacific	27,819	7,915	6,977	24,428	8,169	7,118	3,391	6,467	6,105
Alaska	333	7,968	6,737	134	7,870	6,675	199	8,035	6,779
California	20,809	8,616	7,447	19,682	8,733	7,515	1,126	6,978	6,428
Hawaii	608	5,483	5,139	445	5,582	5,186	163	5,230	5,016
Oregon	2,128	6,039	5,985	1,207	6,141	5,964	921	5,910	6,012
Washington	3,941	6,631	5,884	2,959	6,678	5,865	981	6,494	5,937

The classification of counties into urban or rural groups is based on the list of metropolitan statistical areas (MSAs) defined by the Office of Management and Budget. For the purpose of this table, a rural area of residence is defined as an MSA with fewer than 50,000 resident population.

NOTES: Numbers may not add to totals because of rounding. Refer to glossary for definitions of program payments and benefit payments.

SOURCE: Centers for Medicare & Medicaid Services, Office of Information Services: Data from the Medicare Data Extract System; data development by the Office of Research, Development, and Information.

²Medicare enrollees in managed care plans are not included in the denominator used to calculate average payments.

³Excludes Puerto Rico, Guam, Virgin Islands, residence unknown, foreign countries, and other outlying areas not shown separately.

⁴No area for this jurisdiction is defined as rural.

Table 3.6

Persons Served and Program Payments for Medicare Beneficiaries, by Type of Entitlement,
Amount of Program Payments, Type of Coverage, and Type of Service: Calendar Year 2004

Type of Entitlement and Amount of	-				
Hospital Insurance	Total Hospital		Hospital I		
and/or Supplementary	Insurance and/or			Skilled	Home
Medical Insurance	Supplementary	T. ()	Hospital	Nursing	Health
Program Payments	Medical Insurance	Total	Inpatient	Facility	Agency
All Beneficiaries		Nu	mber of Persons Serve	ed ¹	
Total	33,015,320	8,156,540	7,610,820	1,752,460	1,693,260
\$1 - \$99	1,943,860	1,340	840	100	220
\$100 - \$499	5,518,400	31,260	12,840	980	1,920
\$500 - \$999	4,541,440	38,360	15,700	1,900	1,420
\$1,000 - \$1,999	5,174,760	80,480	34,920	3,880	6,620
\$2,000 - \$4,999	6,076,180	642,900	532,340	17,840	36,600
\$5,000 - \$9,999	3,385,560	1,690,380	1,562,860	86,920	128,160
\$10,000 - \$14,999	1,601,100	1,259,340	1,187,680	164,200	176,000
\$15,000 - \$19,999	1,078,020	955,000	913,140	208,040	200,640
\$20,000 - \$24,999	796,280	724,520	695,100	203,180	181,140
\$25,000 or More	2,899,720	2,732,960	2,655,400	1,065,420	960,540
		Amount of I	Program Payments in	Thousands	
Total	\$255,325,452	\$139,746,950	\$110,549,895	\$17,042,775	\$5,478,929
\$1 - \$99	92,280	68	35	6	15
\$100 - \$499	1,589,434	7,961	2,845	271	470
\$500 - \$999	3,323,157	21,790	7,482	1,129	607
\$1,000 - \$1,999	7,472,955	90,684	34,703	4,000	7,776
\$2,000 - \$4,999	19,523,922	1,589,241	1,304,966	36,347	73,412
\$5,000 - \$9,999	23,959,469	7,650,968	6,683,563	248,418	303,064
\$10,000 - \$14,999	19,708,115	9,758,759	8,074,120	700,109	448,167
\$15,000 - \$19,999	18,714,775	11,104,390	8,789,595	1,206,422	576,766
\$20,000 - \$24,999	17,815,404	11,288,925	8,629,899	1,502,827	558,001
\$25,000 or More	143,125,941	98,234,165	77,022,688	13,343,246	3,510,651
		Average Pr	ogram Payment per Po	erson Served	
Total	\$7,734	\$17,133	\$14,525	\$9,725	\$3,236
\$1 - \$99	47	51	41	59	70
\$100 - \$499	288	255	222	276	245
\$500 - \$999	732	568	477	594	428
\$1,000 - \$1,999	1,444	1,127	994	1,031	1,175
\$2,000 - \$4,999	3,213	2,472	2,451	2,037	2,006
\$5,000 - \$9,999	7,077	4,526	4,276	2,858	2,365
\$10,000 - \$14,999	12,309	7,749	6,798	4,264	2,546
\$15,000 - \$19,999	17,360	11,628	9,626	5,799	2,875
\$20,000 - \$24,999	22,373	15,581	12,415	7,397	3,080
\$25,000 or More	49,359	35,944	29,006	12,524	3,655
See footnotes at end of tal	ble.				

Table 3.6—Continued

Persons Served and Program Payments for Medicare Beneficiaries, by Type of Entitlement,

Amount of Program Payments, Type of Coverage, and Type of Service: Calendar Year 2004

Hospital Insurance	Supplementary Medical Insurance						
				Home Health			
Hospice	Total	Physician	Outpatient	Agency			
	Nun	nber of Persons Served 1					
797,160	32,734,300	32,265,340	24,002,520	1,273,360			
180	1,942,700	1,709,840	517,280	180			
15,560	5,495,600	5,355,820	2,871,460	3,800			
19,660	4,521,160	4,491,540	3,099,260	5,540			
35,680	5,141,400	5,122,260	3,995,920	23,700			
69,920	6,009,140	5,990,620	5,039,480	153,160			
102,560	3,333,220	3,322,060	2,860,980	255,120			
94,580	1,575,960	1,570,460	1,374,000	186,220			
75,540	1,062,500	1,059,160	934,140	129,120			
67,180	784,740	782,380	696,840	95,320			
316,300	2,867,880	2,861,200	2,613,160	421,200			
	Amount of P	rogram Payments in Thousa	nds				
\$6,675,351	\$115,578,502	\$79,270,728	\$30,335,133	\$5,972,640			
12	92,212	72,111	20,084	17			
4,375	1,581,473	1,253,436	327,222	815			
12,572	3,301,368	2,590,521	709,235	1,612			
44,205	7,382,271	5,694,573	1,664,285	23,413			
174,515	17,934,681	13,331,861	4,292,611	310,209			
415,922	16,308,501	11,553,453	3,941,558	813,490			
536,363	9,949,356	6,711,729	2,393,061	844,567			
531,608	7,610,384	5,096,761	1,795,896	717,728			
598,198	6,526,479	4,295,848	1,688,039	542,591			
4,357,579	44,891,776	28,670,435	13,503,142	2,718,199			
	Average Pro	gram Payment per Person S	erved				
\$8,374	\$3,531	\$2,457	\$1,264	\$4,690			
65	47	42	39	94			
281	288	234	114	214			
639	730	577	229	291			
1,239	1,436	1,112	416	988			
2,496	2,985	2,225	852	2,025			
4,055	4,893	3,478	1,378	3,189			
5,671	6,313	4,274	1,742	4,535			
7,037	7,163	4,812	1,923	5,559			
8,904	8,317	5,491	2,422	5,692			
13,777	15,653	10,020	5,167	6,453			

Table 3.6—Continued

Persons Served and Program Payments for Medicare Beneficiaries, by Type of Entitlement,

Amount of Program Payments, Type of Coverage, and Type of Service: Calendar Year 2004

Type of Entitlement		·							
and Amount of									
Hospital Insurance	Total Hospital		Hospital In						
and/or Supplementary	Insurance and/or			Skilled	Home				
Medical Insurance	Supplementary		Hospital	Nursing	Health				
Program Payments	Medical Insurance	Total	Inpatient	Facility	Agency				
Aged Beneficiaries		Nui	mber of Persons Serve	ed ¹					
Total	27,851,120	6,933,280	6,418,240	1,635,860	1,530,060				
\$1 - \$99	1,458,260	900	460	80	200				
\$100 - \$499	4,522,280	24,840	7,340	940	1,580				
\$500 - \$999	3,861,280	30,100	8,420	1,820	1,140				
\$1,000 - \$1,999	4,456,360	63,380	20,320	3,660	5,540				
\$2,000 - \$4,999	5,254,480	522,380	417,800	16,620	33,320				
\$5,000 - \$9,999	2,883,980	1,430,640	1,310,100	82,560	118,800				
\$10,000 - \$14,999	1,363,600	1,079,360	1,011,760	156,200	161,900				
\$15,000 - \$19,999	931,540	831,780	792,640	199,280	186,120				
\$20,000 - \$24,999	686,860	632,440	604,800	193,280	166,640				
\$25,000 or More	2,432,480	2,317,460	2,244,600	981,420	854,820				
		Amount of Program Payments in Thousands							
Total	\$213,240,886	\$118,424,231	\$91,184,350	\$15,953,313	\$4,971,001				
\$1 - \$99	69,407	46	17	6	13				
\$100 - \$499	1,314,325	6,540	1,630	261	408				
\$500 - \$999	2,827,412	17,965	4,239	1,110	494				
\$1,000 - \$1,999	6,439,411	73,624	20,586	3,818	6,390				
\$2,000 - \$4,999	16,881,379	1,295,090	1,026,636	33,805	66,805				
\$5,000 - \$9,999	20,396,794	6,482,850	5,565,436	235,789	282,175				
\$10,000 - \$14,999	16,794,120	8,406,218	6,809,667	667,534	414,456				
\$15,000 - \$19,999	16,180,473	9,744,259	7,537,739	1,162,519	537,291				
\$20,000 - \$24,999	15,369,530	9,928,001	7,402,830	1,440,895	515,778				
\$25,000 or More	116,968,034	82,469,637	62,815,570	12,407,575	3,147,191				
		Average Pro	ogram Payment per Pe	erson Served					
Total	\$7,656	\$17,081	\$14,207	\$9,752	\$3,249				
\$1 - \$99	48	51	36	72	67				
\$100 - \$499	291	263	222	278	258				
\$500 - \$999	732	597	503	610	433				
\$1,000 - \$1,999	1,445	1,162	1,013	1,043	1,153				
\$2,000 - \$4,999	3,213	2,479	2,457	2,034	2,005				
\$5,000 - \$9,999	7,072	4,531	4,248	2,856	2,375				
\$10,000 - \$14,999	12,316	7,788	6,731	4,274	2,560				
\$15,000 - \$19,999	17,370	11,715	9,510	5,834	2,887				
\$20,000 - \$24,999	22,377	15,698	12,240	7,455	3,095				
\$25,000 or More	48,086	35,586	27,985	12,642	3,682				
See footnotes at end of ta	ble.								

Table 3.6—Continued

Persons Served and Program Payments for Medicare Beneficiaries, by Type of Entitlement,

Amount of Program Payments, Type of Coverage, and Type of Service: Calendar Year 2004

Hospital Insurance	Supplementary Medical Insurance							
				Home				
		-		Health				
Hospice	Total	Physician	Outpatient	Agency				
Number of Persons Served ¹								
756,940	27,616,940	27,283,700	20,249,360	1,136,520				
160	1,457,440	1,298,860	375,380	140				
15,000	4,502,760	4,405,700	2,330,840	3,120				
18,980	3,843,340	3,821,420 2,615,340		4,460				
34,440	4,427,180	4,412,680	3,421,820	20,340				
67,360	5,199,520	5,183,920	4,341,160	138,480				
98,760	2,841,160	2,831,720	2,426,140	232,100				
90,700	1,342,620	1,337,780	1,163,000	168,680				
72,320	919,180	916,160	803,240	116,500				
63,840	677,460	675,300	597,480	86,200				
295,380	2,406,280	2,400,160	2,174,960	366,500				
	Amoun	t of Program Payments in The	ousands					
\$6,315,567	\$94,816,655	\$66,815,158	\$22,729,245	\$5,272,252				
10	69,361	54,995	14,353	13				
4,241	1,307,785	1,052,536	254,594	654				
12,122	2,809,447	2,236,470	571,672	1,305				
42,830	6,365,787	4,970,997	1,374,671	20,119				
167,843	15,586,290	11,695,713	3,608,659	281,917				
399,450	13,913,944	9,902,943	3,272,361	738,641				
514,561	8,387,902	5,671,206	1,952,737	763,960				
506,711	6,436,214	4,342,192	1,451,094	642,928				
568,498	5,441,529	3,663,046	1,289,832	488,651				
4,099,300	34,498,397	23,225,060	8,939,272	2,334,065				
	Average	e Program Payment per Perso	on Served					
\$8,344	\$3,433	\$2,449	\$1,122	\$4,639				
62	48	42	38	94				
283	290	239	109	210				
639	731	585	219	292				
1,244	1,438	1,127	402	989				
2,492	2,998	2,256	831	2,036				
4,045	4,897	3,497	1,349	3,182				
5,673	6,247	4,239	1,679	4,529				
7,007	7,002	4,740	1,807	5,519				
8,905	8,032	5,424	2,159	5,669				
13,878	14,337	9,676	4,110	6,369				

Table 3.6—Continued

Persons Served and Program Payments for Medicare Beneficiaries, by Type of Entitlement,
Amount of Program Payments, Type of Coverage, and Type of Service: Calendar Year 2004

Type of Entitlement								
and Amount of								
Hospital Insurance	Total Hospital	Hospital Insurance						
and/or Supplementary	Insurance and/or			Skilled	Home			
Medical Insurance	Supplementary		Hospital	Nursing	Health			
Program Payments	Medical Insurance	Total	Inpatient	Facility	Agency			
Disabled Beneficiaries	Disabled Beneficiaries Number of Persons Served ¹							
Total	5,164,200	1,223,260	1,192,580	116,600	163,200			
\$1 - \$99	485,600	440	380	20	20			
\$100 - \$499	996,120	6,420	5,500	40	340			
\$500 - \$999	680,160	8,260	7,280	80	280			
\$1,000 - \$1,999	718,400	17,100	14,600	220	1,080			
\$2,000 - \$4,999	821,700	120,520	114,540	1,220	3,280			
\$5,000 - \$9,999	501,580	259,740	252,760	4,360	9,360			
\$10,000 - \$14,999	237,500	179,980	175,920	8,000	14,100			
\$15,000 - \$19,999	146,480	123,220	120,500	8,760	14,520			
\$20,000 - \$24,999	109,420	92,080	90,300	9,900	14,500			
\$25,000 or More	467,240	415,500	410,800	84,000	105,720			
	Amount of Program Payments in Thousands							
Total	\$42,084,566	\$21,322,719	\$19,365,545	\$1,089,461	\$507,928			
\$1 - \$99	22,873	22	18	(2)	2			
\$100 - \$499	275,109	1,421	1,215	10	62			
\$500 - \$999	495,745	3,824	3,242	19	113			
\$1,000 - \$1,999	1,033,544	17,060	14,116	182	1,387			
\$2,000 - \$4,999	2,642,543	294,151	278,330	2,542	6,607			
\$5,000 - \$9,999	3,562,674	1,168,117	1,118,128	12,629	20,889			
\$10,000 - \$14,999	2,913,995	1,352,541	1,264,453	32,575	33,711			
\$15,000 - \$19,999	2,534,301	1,360,131	1,251,856	43,903	39,475			
\$20,000 - \$24,999	2,445,874	1,360,924	1,227,069	61,931	42,223			
\$25,000 or More	26,157,907	15,764,528	14,207,118	935,671	363,460			
	Average Program Payment per Person Served							
Total	\$8,149	\$17,431	\$16,238	\$9,344	\$3,112			
\$1 - \$99	47	50	47	7	97			
\$100 - \$499	276	221	221	240	182			
\$500 - \$999	729	463	445	233	405			
\$1,000 - \$1,999	1,439	998	967	826	1,284			
\$2,000 - \$4,999	3,216	2,441	2,430	2,084	2,014			
\$5,000 - \$9,999	7,103	4,497	4,424	2,897	2,232			
\$10,000 - \$14,999	12,269	7,515	7,188	4,072	2,391			
\$15,000 - \$19,999	17,301	11,038	10,389	5,012	2,719			
\$20,000 - \$24,999	22,353	14,780	13,589	6,256	2,912			
\$25,000 or More	55,984	37,941	34,584	11,139	3,438			

¹Does not reflect beneficiaries who received covered services, but for whom no program payments were reported. Numbers do not add by type of service because one person may have used several types of services

NOTES: Numbers may not add to totals because of rounding. Refer to glossary for definitions of program payments, benefit payments, and persons served.

SOURCE: Centers for Medicare & Medicaid Services, Office of Information Services: Data from the Medicare Data Extract System; data development by the Office of Research, Development, and Information.

Table 3.6—Continued

Persons Served and Program Payments for Medicare Beneficiaries, by Type of Entitlement,
Amount of Program Payments, Type of Coverage, and Type of Service: Calendar Year 2004

Hospital Insurance		Supplementary Medical Insurance							
				Home					
11	T . (.)	DI CONTRACTOR		Health					
Hospice	Total	Physician	Outpatient	Agency					
Number of Persons Served ¹									
40,220	5,117,360	4,981,640	3,753,160	136,840					
20	485,260	410,980	141,900	40					
560	992,840	950,120	540,620	680					
680	677,820	670,120	483,920	1,080					
1,240	714,220	709,580	574,100	3,360					
2,560	809,620	806,700 698,320		14,680					
3,800	492,060	490,340 434,840		23,020					
3,880	233,340	232,680	211,000	17,540					
3,220	143,320	143,000	130,900	12,620					
3,340	107,280	107,080	99,360	9,120					
20,920	461,600	461,040	438,200	54,700					
	Amour	t of Program Payments in Th	ousands						
\$359,784	\$20,761,847	\$12,455,570	\$7,605,889	\$700,388					
2	22,851	17,116	5,731	4					
134	273,689	200,900	72,628	160					
450	491,921	354,051	137,562	307					
1,375	1,016,484	723,576	289,614	3,294					
6,672	2,348,392	1,636,148	683,952	28,292					
16,472	2,394,557	1,650,510	669,197	74,850					
21,803	1,561,454	1,040,523	440,324	80,607					
24,897	1,174,171	754,568	344,802	74,800					
29,701	1,084,950	632,803	398,207	53,940					
258,279	10,393,380	5,445,375	4,563,870	384,134					
	Average	e Program Payment per Pers	on Served						
\$8,945	\$4,057	\$2,500	\$2,027	\$5,118					
87	47	42	40	94					
239	276	211	134	236					
662	726	528	284	284					
1,109	1,423	1,020	504	980					
2,606	2,901	2,028	979	1,927					
4,335	4,866	3,366	1,539	3,252					
5,619	6,692	4,472	2,087	4,596					
7,732	8,193	5,277	2,634	5,927					
8,892	10,113	5,910	4,008	5,914					
12,346	22,516	11,811	10,415	7,023					