

Table 18
Amount of Cost-Sharing Liability for Medicare Beneficiaries, by Type of Coverage and
Type of Cost-Sharing Liability: Calendar Years 1977-2000

Year	Total Hospital Insurance and/or Supplementary Medical Insurance Liability	Hospital Insurance (HI) Liability				Supplementary Medical Insurance (SMI) Liability			Balance Billing ³
		Total	Inpatient Hospital Copayments	Skilled Nursing Facility Coinsurance	Coinsurance	Total	Deductible ^{1,2}	Coinsurance ²	
Amount in Millions									
1977	\$4,489	\$1,091	\$844	\$171	\$76	\$3,398	\$1,049	\$1,545	\$804
1978	5,046	1,311	1,019	210	82	3,735	1,102	1,723	910
1979	5,898	1,512	1,168	257	87	4,386	1,157	2,072	1,157
1980	7,074	1,807	1,395	312	100	5,267	1,207	2,519	1,541
1981	8,433	2,080	1,615	355	110	6,353	1,358	3,042	1,953
1982	10,388	2,804	2,131	524	149	7,584	1,574	3,730	2,280
1983	11,448	3,250	2,504	561	185	8,198	1,453	4,260	2,485
1984	11,802	3,403	2,775	415	212	8,399	1,532	4,607	2,260
1985	13,145	3,461	2,867	381	213	9,684	1,651	5,363	2,670
1986	14,643	4,206	3,584	409	213	10,436	1,711	6,022	2,703
1987	15,655	4,586	3,818	568	200	11,069	1,796	7,073	2,201
1988	16,315	5,006	4,004	671	332	11,309	1,864	7,649	1,795
1989 ⁴	16,891	3,903	3,607	60	236	12,988	1,943	8,942	2,104
1990	19,955	5,980	4,519	569	892	13,975	2,021	9,728	2,226
1991	23,855	6,770	4,934	868	968	17,085	2,444	12,762	1,879
1992	24,767	7,108	5,115	864	1,129	17,659	2,666	14,120	873
1993	25,880	7,665	5,394	817	1,454	18,215	2,801	14,902	512
1994 ⁵	27,706	8,076	5,574	773	1,730	19,630	2,670	16,721	239
1995 ⁵	29,763	8,411	5,766	685	1,960	21,352	2,754	18,411	187
1996 ⁵	31,177	8,957	5,978	631	2,348	22,220	2,790	19,312	118
1997 ⁵	32,786	9,264	6,147	648	2,469	23,522	3,163	20,260	99
1998 ⁵	33,056	8,944	6,071	613	2,259	24,112	2,723	21,308	81
1999 ⁵	33,703	8,957	6,181	637	2,139	24,746	2,712	21,959	75
2000 ⁵	35,587	9,278	6,327	712	2,239	26,308	2,773	23,464	71

See footnotes at end of table.

Table 18—Continued
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Year	Total Hospital Insurance and/or Supplementary Medical Insurance Liability	Hospital Insurance (HI) Liability					Supplementary Medical Insurance (SMI) Liability			Balance Billing ³
		Total	Inpatient Hospital Copayments		Skilled Nursing Facility Coinsurance	Total	Deductible ^{1,2}	Coinsurance ²		
			Deductible	Coinsurance						
Percent Distribution										
1977	100	24.3	18.8	3.8	1.7	75.7	23.4	34.4	17.9	
1978	100	26.0	20.2	4.2	1.6	74.0	21.8	34.1	18.0	
1979	100	25.6	19.8	4.4	1.5	74.4	19.6	35.1	19.6	
1980	100	25.5	19.7	4.4	1.4	74.5	17.1	35.6	21.8	
1981	100	24.7	19.2	4.2	1.3	75.3	16.1	36.1	23.2	
1982	100	27.0	20.5	5.0	1.4	73.0	15.2	35.9	21.9	
1983	100	28.4	21.9	4.9	1.6	71.6	12.7	37.2	21.7	
1984	100	28.8	23.5	3.5	1.8	71.2	13.0	39.0	19.1	
1985	100	26.3	21.8	2.9	1.6	73.7	12.6	40.8	20.3	
1986	100	28.7	24.5	2.8	1.5	71.3	11.7	41.1	18.5	
1987	100	29.3	24.4	3.6	1.3	70.7	11.5	45.2	14.1	
1988	100	30.7	24.5	4.1	2.0	69.3	11.4	46.9	11.0	
1989 ⁴	100	23.1	21.4	0.4	1.4	76.9	11.5	52.9	12.5	
1990	100	30.0	22.6	2.9	4.5	70.0	10.1	48.7	11.2	
1991	100	28.4	20.7	3.6	4.1	71.6	10.2	53.5	7.9	
1992	100	28.7	20.7	3.5	4.6	71.3	10.8	57.0	3.5	
1993	100	29.6	20.8	3.2	5.6	70.4	10.8	57.6	2.0	
1994 ⁵	100	29.1	20.1	2.8	6.2	70.9	9.6	60.4	0.9	
1995 ⁵	100	28.3	19.4	2.3	6.6	71.7	9.3	61.9	0.6	
1996 ⁵	100	28.7	19.2	2.0	7.5	71.3	8.9	61.9	0.4	
1997 ⁵	100	28.3	18.7	2.0	7.5	71.7	9.6	61.8	0.3	
1998 ⁵	100	27.1	18.4	1.9	6.8	72.9	8.2	64.5	0.2	
1999 ⁵	100	26.6	18.3	1.9	6.3	73.4	8.0	65.2	0.2	
2000 ⁵	100	26.1	17.8	2.0	6.3	73.9	7.8	65.9	0.2	

¹The Omnibus Budget Reconciliation Act (OBRA) of 1981 raised the annual SMI deductible amount from \$60 to \$75 effective January 1, 1982. OBRA 1990 raised the deductible to \$100 effective January 1, 1991.

²In previous editions of the Statistical Supplement, the cost-sharing liability amounts for SMI were understated. Estimates of cost-sharing liability beginning in 1999 are significantly higher than those reported for prior years due to improvements in the methodology used to calculate Part B cost sharing. The amounts shown for SMI deductible and coinsurance for calendar years 1991-1998 are actuarial estimates and represent revisions. Data for years prior to 1991 are not available.

³Balance billing on unassigned claims is the difference between the charge submitted by the physician and the charge allowed by Medicare; the beneficiary is liable for this difference, in addition to the 20 percent coinsurance set by law. The Medicare Physician Payment Reform Act established a limit that a physician can charge Medicare beneficiaries on unassigned claims; in 1998 a physician could not charge more than 115 percent of the amount listed in the Medicare Physician Fee Schedule for non-participating physicians.

⁴Under the Medicare Catastrophic Coverage Act (MCCA) of 1988, Medicare coverage for inpatient hospital care for calendar year 1989 was extended to an unlimited number of days, and beneficiaries paid only one hospital deductible and no inpatient hospital coinsurance. Skilled nursing facility (SNF) care under MCCA paid for 150 SNF covered days of care for calendar year 1989 at 100 percent of covered charges, except for \$25.50 a day coinsurance for days 1-8 of the SNF stay. The MCCA cost-sharing changes for Part B coverage were not scheduled to be implemented until January 1, 1990. However, the MCCA was repealed effective January 1, 1990.

⁵Beginning 1994, managed care enrollees are excluded when the average cost-sharing liability per enrollee is computed. The enrollment populations used to calculate the liability per enrollee are the fee-for-service populations with the appropriate coverage: that is, the HI and/or SMI population for total liability, HI population for HI liability, and SMI population for SMI liability. Because of the use of different denominators, the total will not equal the sum of the parts.

NOTES: Medicare cost-sharing liability represent cost sharing for fee-for-service care only and are currently only available through calendar year 2000. Numbers may not add to totals because of rounding.

SOURCES: Centers for Medicare & Medicaid Services, Office of Information Services: Data from the Medicare Decision Support Access Facility; Office of the Actuary; data development by the Office of Research, Development, and Information.