

Table 1.3
Gross Domestic Product (GDP), Total Personal Health Care Expenditures (PHCE), Hospital PHCE, Total Medicare PHCE,
and Medicare Hospital PHCE: Selected Calendar Years 1960-2005

Year	GDP in Billions	PHCE						Medicare PHCE					
		Total		Hospital		Total		Total		Hospital		Percent of Medicare	
		Amount		Amount		Amount		Amount		Amount		Percent of Medicare	
		in Billions	Percent of GDP	in Billions	Percent of GDP	in Billions	Percent of GDP	in Billions	Percent of GDP	in Billions	Percent of GDP	in Billions	Percent of Medicare
1960	\$526.4	\$23.3	4.4	\$9.2	1.7	39.4							
1970	1,038.5	62.9	6.1	27.6	2.7	43.8		--\$7.3	---	--\$1.6	---	--\$5.4	---
1980	2,789.5	215.3	7.7	101.0	3.6	46.9		36.1	1.3	16.7	0.9	26.4	12.3
1990	5,803.1	607.5	10.5	251.6	4.3	41.4		106.6	1.8	17.5	1.2	67.8	11.2
1991	5,995.9	669.2	11.2	277.1	4.6	41.4		117.3	2.0	17.5	1.2	73.8	11.0
1992	6,337.7	725.9	11.5	299.8	4.7	41.3		132.4	2.1	18.2	1.3	83.7	11.5
1993	6,657.4	773.6	11.6	317.2	4.8	41.0		146.2	2.2	18.9	1.4	92.2	11.9
1994	7,072.2	814.4	11.5	329.8	4.7	40.5		163.4	2.3	20.1	1.4	100.6	12.4
1995	7,397.7	863.7	11.7	340.7	4.6	39.5		179.9	2.4	20.8	1.5	109.1	12.6
1996	7,816.9	910.3	11.6	352.2	4.5	38.7		193.6	2.5	21.3	1.5	116.6	12.8
1997	8,304.3	959.8	11.6	364.8	4.4	38.0		204.2	2.5	21.3	1.5	122.0	12.7
1998	8,747.0	1,010.5	11.6	376.3	4.3	37.2		202.4	2.3	20.0	1.4	120.1	11.9
1999	9,268.4	1,068.3	11.5	395.0	4.3	37.0		206.1	2.2	19.3	1.3	122.3	11.5
2000	9,817.0	1,139.9	11.6	417.0	4.2	36.6		216.4	2.2	19.0	1.3	124.7	10.9
2001	10,128.0	1,239.0	12.2	451.4	4.5	36.4		239.9	2.4	19.4	1.4	137.1	11.1
2002	10,469.6	1,341.2	12.8	488.6	4.7	36.4		257.6	2.5	19.2	1.4	146.3	10.9
2003	10,960.8	1,446.3	13.2	525.4	4.8	36.3		275.6	2.5	19.1	1.4	153.8	10.6
2004	11,712.5	1,551.3	13.2	566.9	4.8	36.5		303.4	2.6	19.6	1.4	166.7	10.7
2005	12,455.8	1,661.4	13.3	611.6	4.9	36.8		331.4	2.7	19.9	1.4	180.3	10.9
Average Annual Rate of Change													
1960-2005	7.3	9.9		9.8									
1970-2005	7.4	9.8	---	9.3	---			--\$1.5	---	---	---	--\$10.6	---
1980-2005	6.2	8.5	---	7.5	---			9.3	---	---	---	8.0	---
1970-1980	10.4	13.1	---	13.9	---			17.4	---	---	---	17.3	---
1980-1990	7.6	10.9	---	9.6	---			11.4	---	---	---	9.9	---
1990-2005	5.2	6.9	---	6.1	---			7.9	---	---	---	6.7	---
2001-2002	3.4	8.3	---	8.2	---			7.4	---	---	---	6.7	---
2002-2003	4.7	7.8	---	7.5	---			7.0	---	---	---	5.1	---
2003-2004	6.9	7.3	---	7.9	---			10.1	---	---	---	8.4	---
2004-2005	6.3	7.1	---	7.9	---			9.2	---	---	---	8.1	---

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.

NOTES: Numbers may not add to totals because of rounding. Expenditures are in current dollars. National Health Expenditures data files and category definitions are found at <http://www.cms.hhs.gov/NationalHealthExpendData/02_NationalHealthAccountsHistorical.asp#TopOfPage>

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