

**Table 1.1**  
**Personal Health Care Expenditures (PHCE), by Source of Funds: Selected Calendar Years 1960-2009**

Year	Total PHCE <sup>1</sup>		Direct Patient Payments		Third Parties		Total	
					Third Parties		Total	
					Third Parties		Total	
	Amount	Percent of Current GDP	Amount	Percent of PHCE	Amount	Percent of PHCE	Health Insurance <sup>2</sup>	Percent of PHCE
Billions of Dollars								
1960	\$23.3	4.4	\$13.0	55.9	\$10.3	44.1	\$6.6	28.3
1970	63.1	6.1	25.0	39.6	38.1	60.4	29.6	46.9
1980	217.1	7.8	58.4	26.9	158.7	73.1	131.9	60.8
1985	376.8	8.9	96.0	25.5	280.7	74.5	235.5	62.5
1990	616.6	10.6	138.8	22.5	477.8	77.5	403.0	65.4
1991	677.4	11.3	141.8	20.9	535.6	79.1	455.3	67.2
1992	733.4	11.6	144.3	19.7	589.1	80.3	503.9	68.7
1993	781.0	11.7	145.4	18.6	635.6	81.4	546.2	69.9
1994	823.0	11.6	143.5	17.4	679.5	82.6	587.3	71.4
1995	872.7	11.8	146.4	16.8	726.3	83.2	630.7	72.3
1996	921.7	11.8	152.9	16.6	768.8	83.4	669.4	72.6
1997	974.5	11.7	164.6	16.9	809.8	83.1	704.7	72.3
1998	1,028.3	11.7	180.0	17.5	848.4	82.5	735.5	71.5
1999	1,088.8	11.6	190.7	17.5	898.1	82.5	781.0	71.7
2000	1,164.4	11.7	202.1	17.4	962.3	82.6	843.5	72.4
2001	1,264.1	12.3	209.5	16.6	1,054.6	83.4	930.8	73.6
2002	1,371.6	12.9	222.8	16.2	1,148.8	83.8	1,019.3	74.3
2003	1,479.0	13.3	237.1	16.0	1,241.9	84.0	1,102.4	74.5
2004	1,585.0	13.4	248.8	15.7	1,336.2	84.3	1,191.5	75.2
2005	1,692.6	13.4	263.8	15.6	1,428.8	84.4	1,278.3	75.5
2006	1,798.8	13.4	272.1	15.1	1,526.7	84.9	1,367.6	76.0
2007	1,904.3	13.5	289.4	15.2	1,615.0	84.8	1,444.7	75.9
2008	1,997.2	13.9	298.2	14.9	1,699.0	85.1	1,528.1	76.5
2009	2,089.9	14.8	299.3	14.3	1,790.5	85.7	1,615.0	77.3
Average Annual Rate of Change								
1960-2009	9.6	---	6.6	---	11.1	---	11.9	---
1970-2009	9.4	---	6.6	---	10.4	---	10.8	---
1980-2009	8.1	---	5.8	---	8.7	---	9.0	---
1990-2009	6.6	---	4.1	---	7.2	---	7.6	---
1970-1980	13.2	---	8.9	---	15.3	---	16.1	---
1980-1990	11.0	---	9.0	---	11.7	---	11.8	---
1990-2000	6.6	---	3.8	---	7.3	---	7.7	---
2000-2001	8.6	---	3.6	---	9.6	---	10.3	---
2001-2002	8.5	---	6.4	---	8.9	---	9.5	---
2002-2003	7.8	---	6.4	---	8.1	---	8.2	---
2003-2004	7.2	---	4.9	---	7.6	---	8.1	---
2004-2005	6.8	---	6.0	---	6.9	---	7.3	---
2005-2006	6.3	---	3.2	---	6.9	---	7.0	---
2006-2007	5.9	---	6.3	---	5.8	---	5.6	---
2007-2008	4.9	---	3.1	---	5.2	---	5.8	---
2008-2009	4.6	---	0.4	---	5.4	---	5.7	---

<sup>1</sup>Represents total expenditures aggregated on an incurred basis. Due to differences in definition and methodology, total Medicare services may differ from corresponding Medicare program payments shown elsewhere in this publication. PHCE excludes health expenditures for government administration and net cost of health insurance, government public health activities, research, and structures and equipment.

<sup>2</sup>Includes Private Health Insurance, Medicare, Medicaid, Children's Health Insurance Program (Titles XIX and XXI), Department of Defense, and Department of Veteran's Affairs.

<sup>3</sup>Includes Children's Health Insurance Program (Titles XIX and XXI), Department of Defense, and Department of Veterans' Affairs.

<sup>4</sup>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.

NOTES: GDP is gross domestic product. Numbers may not add to totals due to rounding. Dollar amounts shown are in current dollars.

National Health Expenditures data files and category definitions can be found at

[http://www.cms.hhs.gov/NationalHealthExpendData/02\\_NationalHealthAccountsHistorical.asp#TopOfPage](http://www.cms.hhs.gov/NationalHealthExpendData/02_NationalHealthAccountsHistorical.asp#TopOfPage)

SOURCES: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group and U.S. Department of Commerce, Bureau of Economic Analysis.

**Table 1.1--continued**  
**Personal Health Care Expenditures (PHCE), by Source of Funds: Selected Calendar Years 1960-2009**

Third Parties									
Health Insurance <sup>2</sup>								Other Third Party Payers <sup>4</sup>	
Private Health Insurance	Percent of PHCE	Medicare	Percent of PHCE	Medicaid	Percent of PHCE	Other Health Insurance Programs <sup>3</sup>	Percent of PHCE	Amount	Percent of PHCE
Billions of Dollars									
\$4.9	21.1	---	---	---	---	\$1.7	7.2	\$3.7	15.8
14.0	22.2	\$7.3	11.5	5.0	8.0	3.3	5.2	8.5	13.5
61.4	28.3	36.3	16.7	24.7	11.4	9.6	4.4	26.7	12.3
111.8	29.7	69.8	18.5	38.8	10.3	15.1	4.0	45.2	12.0
204.8	33.2	107.3	17.4	69.7	11.3	21.2	3.4	74.8	12.1
225.8	33.3	117.3	17.3	88.9	13.1	23.2	3.4	80.4	11.9
244.1	33.3	132.4	18.0	103.4	14.1	24.0	3.3	85.2	11.6
258.1	33.0	146.2	18.7	116.5	14.9	25.4	3.3	89.4	11.4
270.8	32.9	163.4	19.9	126.9	15.4	26.2	3.2	92.2	11.2
288.0	33.0	179.9	20.6	136.2	15.6	26.6	3.0	95.6	11.0
304.1	33.0	193.6	21.0	144.5	15.7	27.2	3.0	99.4	10.8
321.9	33.0	204.2	21.0	151.4	15.5	27.2	2.8	105.1	10.8
346.2	33.7	202.4	19.7	158.3	15.4	28.5	2.8	112.9	11.0
372.9	34.2	205.7	18.9	171.2	15.7	31.2	2.9	117.1	10.8
405.8	34.9	215.9	18.5	186.9	16.1	34.9	3.0	118.8	10.2
444.1	35.1	238.8	18.9	208.5	16.5	39.4	3.1	123.9	9.8
488.0	35.6	256.0	18.7	230.1	16.8	45.2	3.3	129.5	9.4
526.2	35.6	273.8	18.5	249.8	16.9	52.7	3.6	139.5	9.4
562.8	35.5	300.2	18.9	271.2	17.1	57.2	3.6	144.7	9.1
603.8	35.7	326.4	19.3	287.7	17.0	60.4	3.6	150.5	8.9
636.4	35.4	381.7	21.2	283.7	15.8	65.9	3.7	159.1	8.8
663.8	34.9	407.4	21.4	302.5	15.9	71.0	3.7	170.3	8.9
692.7	34.7	440.8	22.1	316.5	15.8	78.2	3.9	170.9	8.6
712.2	34.1	471.3	22.5	345.7	16.5	85.9	4.1	175.6	8.4
Average annual Rate of Change									
10.7	---	---	---	---	---	8.4	---	8.2	---
10.6	---	11.3	---	11.5	---	8.7	---	8.1	---
8.8	---	9.2	---	9.5	---	7.8	---	6.7	---
6.8	---	8.1	---	8.8	---	7.6	---	4.6	---
15.9	---	17.4	---	17.2	---	11.4	---	12.2	---
12.8	---	11.5	---	10.9	---	8.2	---	10.8	---
7.1	---	7.2	---	10.4	---	5.1	---	4.7	---
9.4	---	10.6	---	11.6	---	13.0	---	4.3	---
9.9	---	7.2	---	10.3	---	14.9	---	4.5	---
7.8	---	6.9	---	8.6	---	16.4	---	7.7	---
7.0	---	9.7	---	8.6	---	8.6	---	3.8	---
7.3	---	8.7	---	6.1	---	5.6	---	4.0	---
5.4	---	17.0	---	-1.4	---	9.0	---	5.7	---
4.3	---	6.7	---	6.6	---	7.7	---	7.0	---
4.4	---	8.2	---	4.6	---	10.1	---	0.4	---
2.8	---	6.9	---	9.2	---	9.8	---	2.7	---