

Table 134. Expenditures for health services and supplies and percent distribution, by type of payer: United States, selected years 1987-2008

(Data are compiled from various sources by the Centers for Medicare & Medicaid Services)

| Type of payer   | 1987    | 1990    | 1995    | 2000      | 2004      | 2005      | 2006      | 2007      | 2008      |
|---|---------|---------|---------|-----------|-----------|-----------|-----------|-----------|-----------|
| Amount in billions  |         |         |         |           |           |           |           |           |           |
| Total <sup>1</sup> .....  | \$477.8 | \$666.8 | \$952.5 | \$1,264.1 | \$1,733.6 | \$1,851.9 | \$1,975.4 | \$2,089.7 | \$2,181.3 |
| Private.....  | 333.4   | 457.1   | 602.4   | 821.1     | 1,051.7   | 1,115.3   | 1,174.9   | 1,236.4   | 1,265.0   |
| Private business.....   | 122.1   | 177.3   | 243.4   | 342.2     | 444.2     | 472.4     | 484.3     | 503.2     | 509.4     |
| Employer contribution to private health insurance premiums.....   | 84.2    | 128.7   | 175.8   | 251.0     | 338.6     | 362.7     | 369.6     | 383.3     | 387.8     |
| Private employer contribution to Medicare hospital insurance trust fund <sup>2</sup> .....  | 24.6    | 29.4    | 43.1    | 62.3      | 68.6      | 72.5      | 77.3      | 81.3      | 82.7      |
| Workers compensation and temporary disability insurance and industrial inplant health services.....                                 | 13.3    | 19.2    | 24.4    | 29.0      | 37.0      | 37.2      | 37.5      | 38.6      | 38.9      |
| Household.....  | 188.9   | 251.0   | 317.5   | 425.1     | 546.2     | 578.5     | 620.3     | 656.9     | 685.0     |
| Employee contribution to private health insurance premiums and individual policy premiums.....                                      | 43.9    | 69.0    | 99.0    | 133.6     | 195.3     | 205.5     | 221.6     | 233.5     | 246.1     |
| Employee and self-employment contributions and voluntary premiums paid to Medicare hospital insurance trust fund <sup>2</sup> ..... | 29.5    | 35.6    | 56.0    | 82.6      | 91.4      | 96.5      | 107.1     | 112.7     | 117.3     |
| Premiums paid by individuals to Medicare supplementary medical insurance trust fund.....  | 6.2     | 10.2    | 16.4    | 16.3      | 24.6      | 29.0      | 36.7      | 40.4      | 43.9      |
| Out-of-pocket health spending.....  | 109.2   | 136.1   | 146.1   | 192.6     | 234.8     | 247.5     | 254.9     | 270.3     | 277.8     |
| Other private revenues.....   | 22.4    | 28.8    | 41.5    | 53.8      | 61.3      | 64.4      | 70.2      | 76.2      | 70.6      |
| Public.....   | 144.4   | 209.7   | 350.2   | 443.0     | 681.8     | 736.6     | 800.6     | 853.3     | 916.2     |
| Federal government.....   | 73.9    | 110.6   | 197.3   | 235.7     | 387.1     | 413.5     | 455.9     | 485.9     | 536.3     |
| Employer contributions to private health insurance premiums.....  | 4.9     | 9.9     | 11.4    | 14.3      | 21.6      | 23.1      | 24.3      | 24.6      | 25.1      |
| Medicaid <sup>3</sup> .....   | 28.1    | 43.2    | 88.1    | 119.7     | 175.1     | 182.8     | 180.6     | 191.8     | 208.2     |
| Other <sup>4</sup> .....  | 22.3    | 28.5    | 37.9    | 50.1      | 79.6      | 83.7      | 89.8      | 95.9      | 103.4     |
| State and local government.....   | 70.5    | 99.1    | 152.8   | 207.4     | 294.7     | 323.0     | 344.6     | 367.4     | 380.0     |
| Employer contributions to private health insurance premiums.....  | 16.0    | 26.2    | 38.8    | 55.9      | 90.6      | 99.7      | 108.3     | 114.4     | 120.4     |
| Medicaid <sup>3</sup> .....   | 22.8    | 31.6    | 60.1    | 85.1      | 122.1     | 137.2     | 138.9     | 147.5     | 147.4     |
| Other <sup>5</sup> .....  | 28.6    | 37.2    | 48.3    | 58.9      | 72.9      | 76.7      | 87.5      | 94.8      | 100.9     |
| Percent distribution  |         |         |         |           |           |           |           |           |           |
| Total.....  | 100.0   | 100.0   | 100.0   | 100.0     | 100.0     | 100.0     | 100.0     | 100.0     | 100.0     |
| Private.....  | 69.8    | 68.6    | 63.2    | 65.0      | 60.7      | 60.2      | 59.5      | 59.2      | 58.0      |
| Private business.....   | 25.6    | 26.6    | 25.5    | 27.1      | 25.6      | 25.5      | 24.5      | 24.1      | 23.4      |
| Employer contribution to private health insurance premiums.....   | 17.6    | 19.3    | 18.5    | 19.9      | 19.5      | 19.6      | 18.7      | 18.3      | 17.8      |
| Private employer contribution to Medicare hospital insurance trust fund <sup>2</sup> .....  | 5.2     | 4.4     | 4.5     | 4.9       | 4.0       | 3.9       | 3.9       | 3.9       | 3.8       |
| Workers compensation and temporary disability insurance and industrial inplant health services.....                                 | 2.8     | 2.9     | 2.6     | 2.3       | 2.1       | 2.0       | 1.9       | 1.8       | 1.8       |
| Household.....  | 39.5    | 37.6    | 33.3    | 33.6      | 31.5      | 31.2      | 31.4      | 31.4      | 31.4      |

|   |             |             |             |             |             |             |             |             |             |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Employee contribution to private health insurance premiums and individual policy premiums.....                                      | 9.2         | 10.4        | 10.4        | 10.6        | 11.3        | 11.1        | 11.2        | 11.2        | 11.3        |
| Employee and self-employment contributions and voluntary premiums paid to Medicare hospital insurance trust fund <sup>2</sup> ..... | 6.2         | 5.3         | 5.9         | 6.5         | 5.3         | 5.2         | 5.4         | 5.4         | 5.4         |
| Premiums paid by individuals to Medicare supplementary medical insurance trust fund.....  | 1.3         | 1.5         | 1.7         | 1.3         | 1.4         | 1.6         | 1.9         | 1.9         | 2.0         |
| Out-of-pocket health spending.....  | 22.9        | 20.4        | 15.3        | 15.2        | 13.5        | 13.4        | 12.9        | 12.9        | 12.7        |
| Other private revenues.....   | 4.7         | 4.3         | 4.4         | 4.3         | 3.5         | 3.5         | 3.6         | 3.6         | 3.2         |
| <b>Public.....</b>  | <b>30.2</b> | <b>31.4</b> | <b>36.8</b> | <b>35.0</b> | <b>39.3</b> | <b>39.8</b> | <b>40.5</b> | <b>40.8</b> | <b>42.0</b> |
| Federal government.....   | 15.5        | 16.6        | 20.7        | 18.6        | 22.3        | 22.3        | 23.1        | 23.3        | 24.6        |
| Employer contributions to private health insurance premiums.....  | 1.0         | 1.5         | 1.2         | 1.1         | 1.2         | 1.2         | 1.2         | 1.2         | 1.2         |
| Medicaid <sup>3</sup> .....   | 5.9         | 6.5         | 9.2         | 9.5         | 10.1        | 9.9         | 9.1         | 9.2         | 9.5         |
| Other <sup>4</sup> .....  | 4.7         | 4.3         | 4.0         | 4.0         | 4.6         | 4.5         | 4.5         | 4.6         | 4.7         |
| State and local government.....   | 14.7        | 14.9        | 16.0        | 16.4        | 17.0        | 17.4        | 17.4        | 17.6        | 17.4        |
| Employer contributions to private health insurance premiums.....  | 3.3         | 3.9         | 4.1         | 4.4         | 5.2         | 5.4         | 5.5         | 5.5         | 5.5         |
| Medicaid <sup>3</sup> .....   | 4.8         | 4.7         | 6.3         | 6.7         | 7.0         | 7.4         | 7.0         | 7.1         | 6.8         |
| Other <sup>5</sup> .....  | 6.0         | 5.6         | 5.1         | 4.7         | 4.2         | 4.1         | 4.4         | 4.5         | 4.6         |

<sup>1</sup>Excludes research and construction.

<sup>2</sup>Includes one-half of self-employment contribution to Medicare hospital insurance trust fund and taxation of Social Security benefits.

<sup>3</sup>Includes Medicaid buy-in premiums for Medicare.

<sup>4</sup>Includes expenditures for Medicare (with adjustments for contributions by employers and individuals and premiums paid to the Medicare insurance trust fund), maternal and child health, vocational rehabilitation, Substance Abuse and Mental Health Services Administration, Indian Health Service, federal workers' miscellaneous general hospital and medical programs, public health activities, Department of Defense, Department of Veterans Affairs, and Children's Health Insurance Program (CHIP).

<sup>5</sup>Includes other public and general assistance, maternal and child health, vocational rehabilitation, public health activities, hospital subsidies, and state phase-down payments. See Appendix II, Health expenditure, national.

NOTES: This table disaggregates health expenditures according to four classes of payers: businesses, households (individuals), federal government, and state and local governments, with a small amount of revenue coming from nonpatient revenue sources such as philanthropy. Where businesses or households pay dedicated funds into government health programs (for example, Medicare) or employers and employees share in the cost of health premiums, these costs are assigned to businesses or households accordingly. This results in a lower share of expenditures being assigned to the federal government than for tabulations of expenditures by source of funds. Estimates of national health expenditure by source of funds aim to track government-sponsored health programs over time and do not delineate the role of business employers in paying for health care. Estimates may not sum to totals because of rounding.

Data have been revised and differ from previous editions of *Health, United States*.

Data for additional years are available. See Appendix III.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group. *Businesses, Households, and Governments, 1987-2008*.

Available from: <http://www.cms.hhs.gov/NationalHealthExpendData/>.