

US Health Care Spending

A supplement to California Health Care Foundation's *Health Care Costs 101*, 2016 edition available at www.chcf.org.

CALIFORNIA HEALTH CARE ALMANAC QUICK REFERENCE GUIDE



California Health Care Foundation

US Health Spending	2013	2014	2016P
Total Health Spending (in trillions)	\$2.9	\$3.0	\$3.4
Health Care as Share of GDP	17.3%	17.5%	18.1%
Per Capita Spending	\$9,115	\$9,523	\$10,527
Growth in Total Spending (in billions)	\$81	\$151	\$159
Growth in Total Spending	2.9%	5.3%	4.9%
Growth in Per Capita Spending	2.1%	4.5%	4.0%

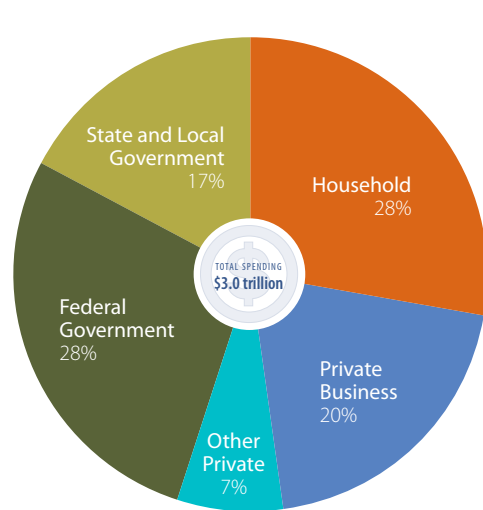
Annual Spending per Enrollee	2013	2014	2016P
Medicare	\$11,434	\$11,707	\$12,220
Medicaid	\$7,676	\$7,523	\$7,898
Employer-Sponsored Insurance	\$5,132	\$5,305	\$6,076
Marketplace*	n/a	\$4,074	n/a

Change in Coverage, 2014	
All Private Health Insurance	1.2%
• Employer-Sponsored	-1.0%
• Direct Purchase [†]	19.5%
Medicaid	13.2%
Medicare	3.1%
Uninsured	-19.5%

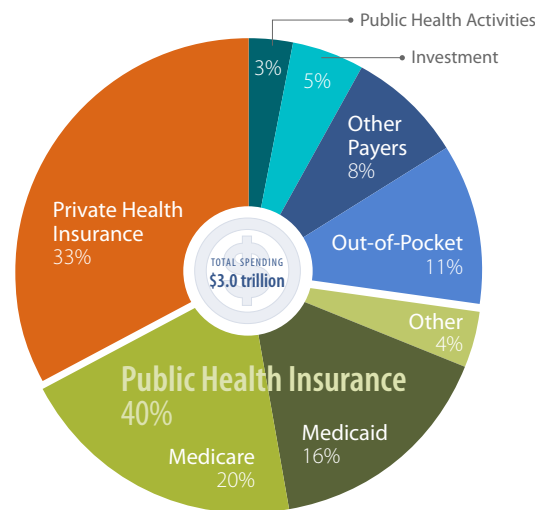
[†]Includes enrollees in marketplace plans, Medigap, and other directly purchased health insurance, such as coverage purchased off-exchange.
Note: *Change* refers to percentage change in number of people covered from prior year.

Reference Points	2013	2014
Federal Revenues as Share of GDP	16.8%	17.6%
GDP Growth	3.1%	4.1%
CPI Growth	1.5%	1.6%
Medical CPI Growth	2.5%	2.4%
Population Growth	0.8%	0.7%
Insured Share of Population	86.0%	88.8%

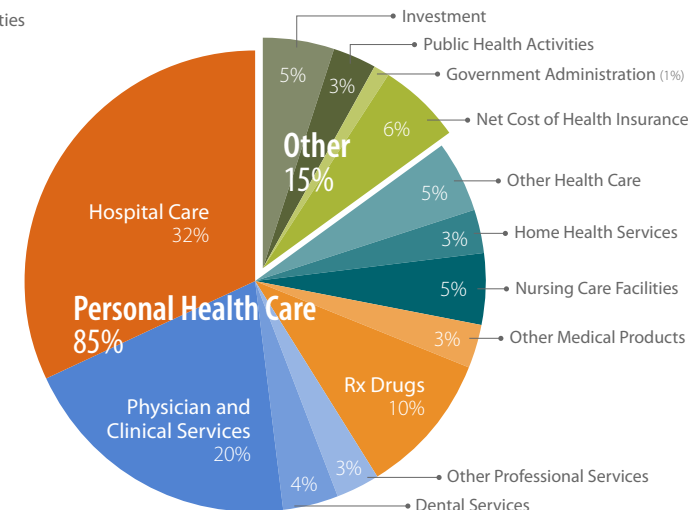
SPONSORS, 2014



PAYMENT SOURCES, 2014



SPENDING CATEGORIES, 2014



*Individual health insurance coverage purchased on federal- and state-run health exchanges, such as Covered California and healthcare.gov.

Notes: *Health spending* refers to national health expenditures except when noted. Projections shown as *P*. *GDP* is gross domestic product; *CPI* is consumer price index. *Growth* refers to percentage growth from prior year. *Sponsors* are the entities that are ultimately responsible for financing the health care bill. Pie segments may not sum to 100% due to rounding.

Sources: National Health Expenditure Data, Historical, 1960-2014 (www.cms.gov) and Projections, 2013-2024 (www.cms.gov), Centers for Medicare & Medicaid Services, 2015. CPI-U: US City Average, Annual Figures, Bureau of Labor Statistics.

Growth Rates

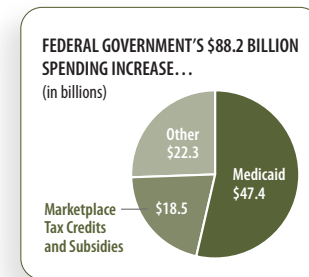
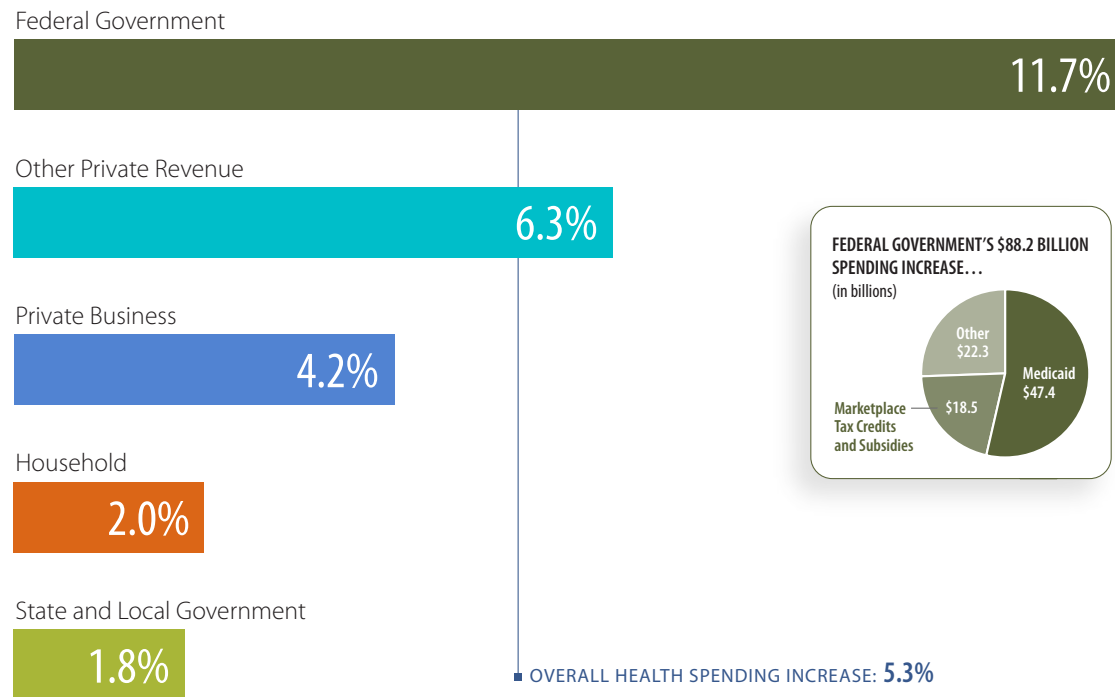
BY SPONSOR	2004-14	2013	2014
Private Business	3.2%	1.7%	4.2%
Household	3.8%	1.9%	2.0%
Other Private Revenue	5.7%	5.9%	6.3%
Federal Government	7.1%	3.5%	11.7%
State and Local Government	4.9%	3.7%	1.8%

BY PAYER	2004-14	2013	2014
Private Health Insurance	4.2%	1.6%	4.4%
Out-of-Pocket	2.9%	2.1%	1.3%
Medicare	7.1%	3.0%	5.5%
Medicaid	5.5%	5.9%	11.0%
Other Public Insurance	6.4%	3.3%	5.5%
Other Payers	4.6%	6.3%	6.0%
Public Health Activities	3.7%	0.7%	3.1%
Investment	3.3%	-0.5%	0.9%

BY SPENDING CATEGORY	2004-14	2013	2014
Hospital Care	5.6%	3.5%	4.1%
Physician and Clinical Services	4.5%	2.5%	4.6%
Dental	3.3%	1.5%	2.8%
Other Professional Services	5.4%	3.5%	5.2%
Nursing Care Facilities	4.0%	1.3%	3.6%
Home Health Services	6.4%	3.3%	4.8%
Other Health Care	5.3%	4.7%	4.1%
Prescription Drugs	4.4%	2.4%	12.2%
Other Medical Products	4.2%	3.2%	2.8%
Net Cost of Health Insurance	5.4%	5.3%	12.4%
Government Administration	4.1%	8.5%	10.7%
Public Health Activities	3.7%	0.7%	3.1%
Investment Category	3.3%	-0.5%	0.9%

REFERENCE POINTS	2004-14	2013	2014
Total Health Spending	4.8%	2.9%	5.3%
Total Health Spending per Capita	3.9%	2.1%	4.5%
GDP	3.5%	3.1%	4.1%
CPI	2.3%	1.5%	1.6%
Medical CPI	3.4%	2.5%	2.4%

ANNUAL GROWTH IN HEALTH SPENDING, BY SPONSOR, UNITED STATES, 2014



Notes: Health spending refers to national health expenditures except when noted. Growth refers to percentage growth from prior year. Sponsors are the entities that are ultimately responsible for financing the health care bill. CPI is consumer price index; GDP is gross domestic product. Marketplace is individual health insurance coverage purchased on federal- and state-run health exchanges, such as Covered California and healthcare.gov.

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