

US Health Care Spending

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

CALIFORNIA HEALTH CARE ALMANAC QUICK REFERENCE GUIDE

JANUARY 2018



California Health Care Foundation

US Health Spending	2015	2016
Total Health Spending (in trillions)	\$3.2	\$3.3
Health Care as Share of GDP	17.7%	17.9%
Per Capita Spending	\$9,994	\$10,348
Growth in Total Spending (in billions)	\$174.6	\$136.4
Growth in Total Spending	5.8%	4.3%
Growth in Per Capita Spending	5.0%	3.5%

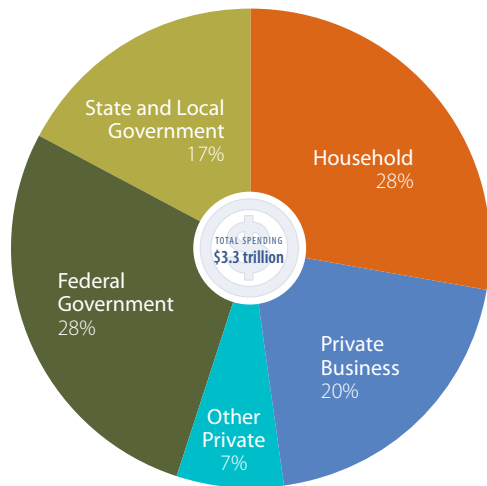
Annual Spending per Enrollee	2015	2016
Medicare	\$11,951	\$12,046
Medicaid	\$7,870	\$7,941
All Private Health Insurance	\$5,445	\$5,721
• Employer-Sponsored	\$5,496	\$5,727
• Marketplace	\$4,442	\$4,706

Change in Coverage	2015	2016
All Private Health Insurance	1.8%	0.0%
• Employer-Sponsored	1.4%	0.5%
• Marketplace	66.7%	11.3%
Medicaid	4.9%	3.0%
Medicare	2.7%	2.8%
Uninsured	-17.1%	-2.8%

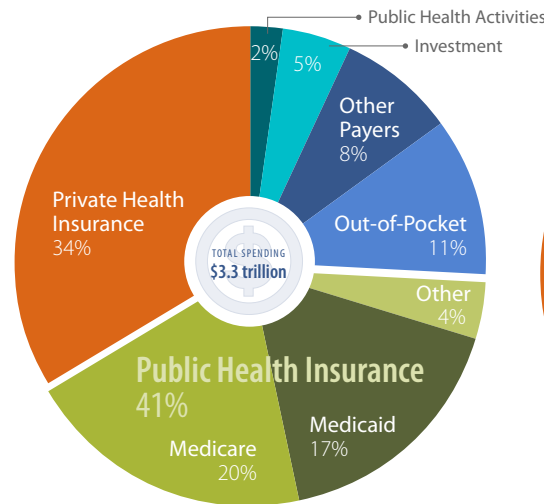
Note: *Change* refers to percentage change in number of people covered from prior year.

Reference Points	2015	2016
Federal Revenues as Share of GDP	18.2%	17.8%
GDP Growth	4.0%	2.8%
CPI Growth	0.1%	1.3%
Medical CPI Growth	2.6%	3.8%
Population Growth	0.7%	0.7%
Insured Share of Population	90.8%	91.1%

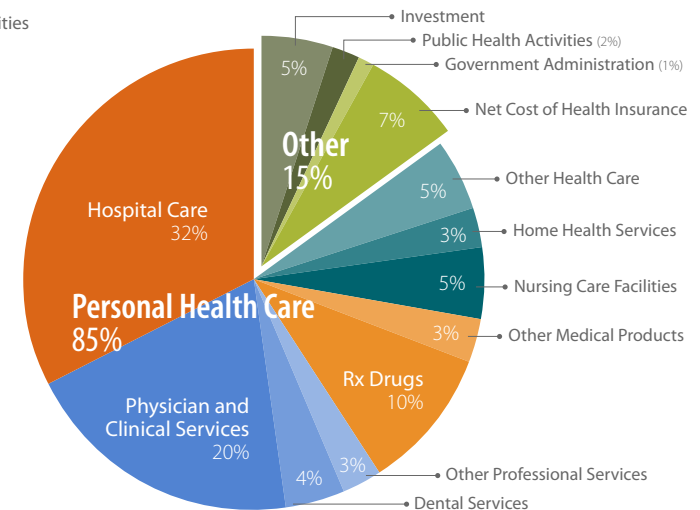
SPONSORS, 2016



PAYMENT SOURCES, 2016



SPENDING CATEGORIES, 2016



Notes: *Health spending* refers to national health expenditures except when noted. *GDP* is gross domestic product. *CPI* is consumer price index. *Marketplace* refers to individual health insurance coverage purchased on federal- and state-run health exchanges, such as healthcare.gov and Covered California. *Growth* refers to percentage growth from prior year. *Sponsors* are the entities that are ultimately responsible for financing the health care bill. *Other (public health insurance)* includes Children's Health Insurance Program (CHIP), Department of Defense, and Department of Veterans Affairs spending. *Other payers* refers to other third-party payers and programs. Pie segments may not sum to 100% due to rounding.

Sources: National Health Expenditure Data, Historical, 1960-2016, Centers for Medicare & Medicaid Services, 2017, www.cms.gov; Table 24. Historical Consumer Price Index for All Urban Consumers (CPI-U): U.S. city average, all items, Bureau of Labor Statistics, www.bls.gov.

Growth Rates

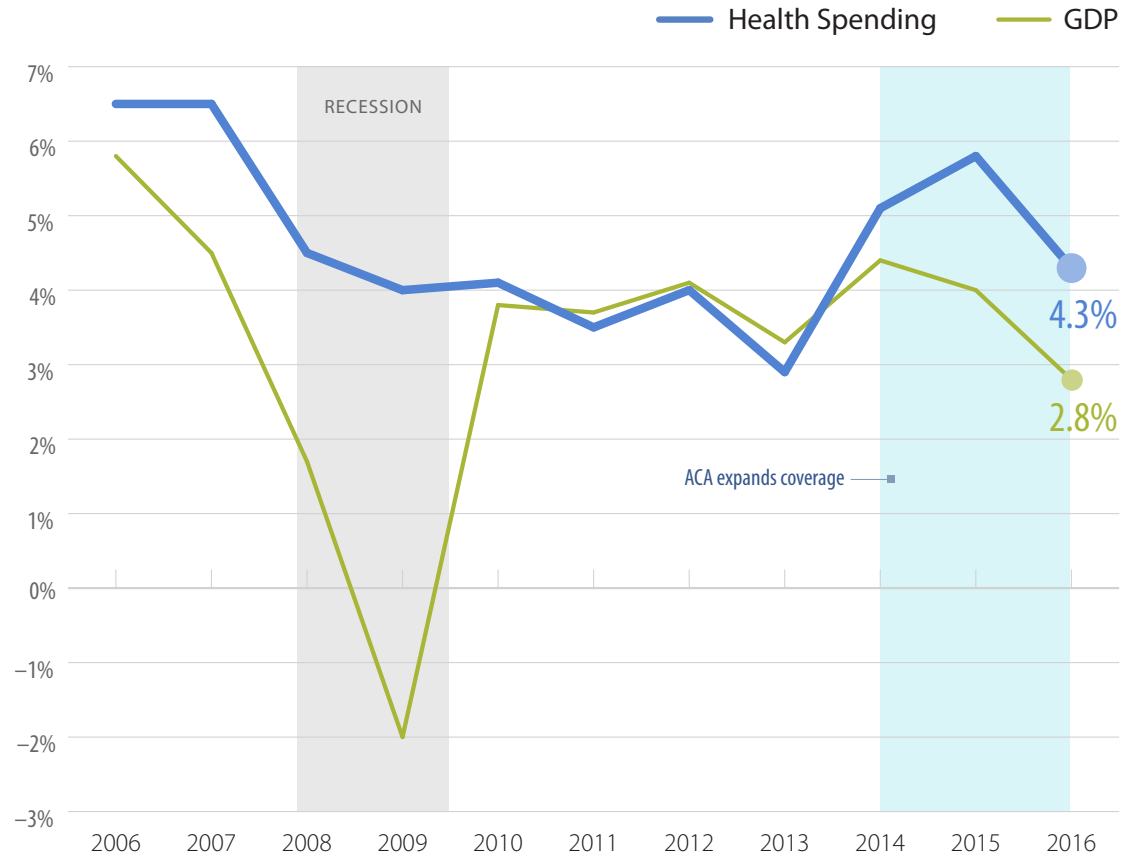
BY SPONSOR	2006-16	2015	2016
Private Business	3.2%	4.4%	5.0%
Household	3.6%	5.0%	4.6%
Other Private Revenue	4.1%	3.1%	6.3%
Federal Government	6.6%	8.9%	3.9%
State and Local Government	4.3%	4.8%	2.8%

BY PAYER	2006-16	2015	2016
Private Health Insurance	4.3%	6.9%	5.1%
Out-of-Pocket	2.6%	2.8%	3.9%
Medicare	5.2%	4.8%	3.6%
Medicaid	6.3%	9.5%	3.9%
• Federal Medicaid	7.5%	12.5%	4.4%
• State and Local Medicaid	4.6%	4.9%	3.2%
Other Public Health Insurance	6.0%	7.5%	3.9%
Other Payers	3.7%	1.9%	6.1%
Public Health Activities	3.0%	2.9%	0.6%
Investment	2.3%	2.7%	2.4%

BY SPENDING CATEGORY	2006-16	2015	2016
Hospital Care	5.2%	5.7%	4.7%
Physician and Clinical Services	4.3%	5.9%	5.4%
Dental	3.1%	4.4%	4.6%
Other Professional Services	5.2%	5.9%	4.7%
Nursing Care Facilities	3.4%	3.7%	2.9%
Home Health Services	5.9%	5.8%	4.0%
Other Health Care	5.6%	8.7%	5.3%
Prescription Drugs	3.9%	8.9%	1.3%
Other Medical Products	3.8%	4.3%	4.6%
Net Cost of Health Insurance	4.8%	6.1%	5.8%
Government Administration	4.3%	2.8%	4.0%
Public Health Activities	3.0%	2.9%	0.6%
Investment	2.3%	2.7%	2.4%

REFERENCE POINTS	2006-16	2015	2016
Total Health Spending	4.5%	5.8%	4.3%
Total Health Spending per Capita	3.6%	5.0%	3.5%
GDP	3.0%	4.0%	2.8%
CPI	1.8%	0.1%	1.3%
Medical CPI	3.3%	2.6%	3.8%

GROWTH IN HEALTH SPENDING VS. ECONOMY, 2006 to 2016



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