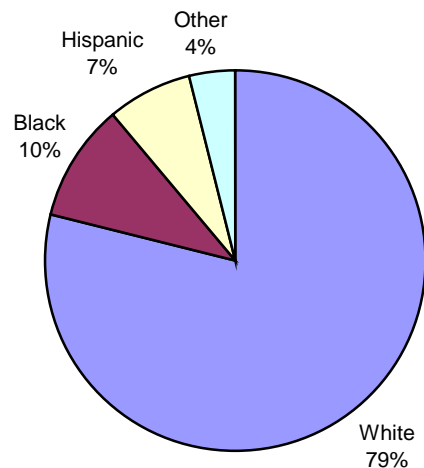


Section 1

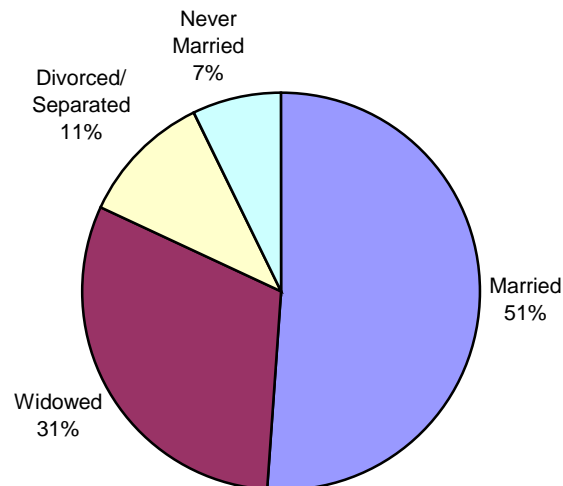
The Medicare Population in 2002

**Medicare Beneficiaries,
by Race and Ethnicity**



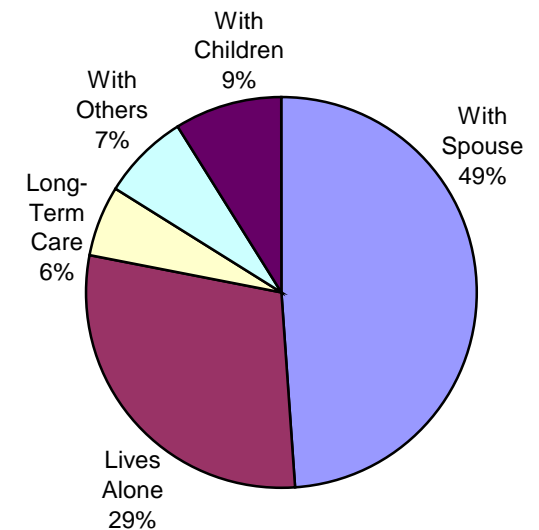
- Seventy-nine percent of beneficiaries were White, 10 percent were Black, 7 percent were Hispanic, and 4 percent were of other racial/ethnic groups.

**Medicare Beneficiaries,
by Marital Status**



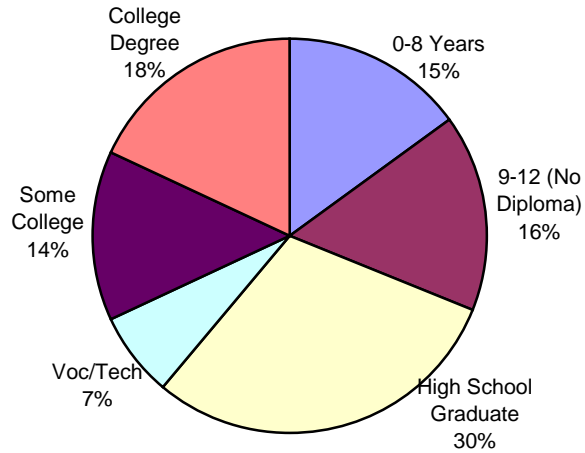
- Most beneficiaries were married or widowed. Few beneficiaries, especially among the aged, were divorced, separated or never married.

**Medicare Beneficiaries,
by Living Arrangement**



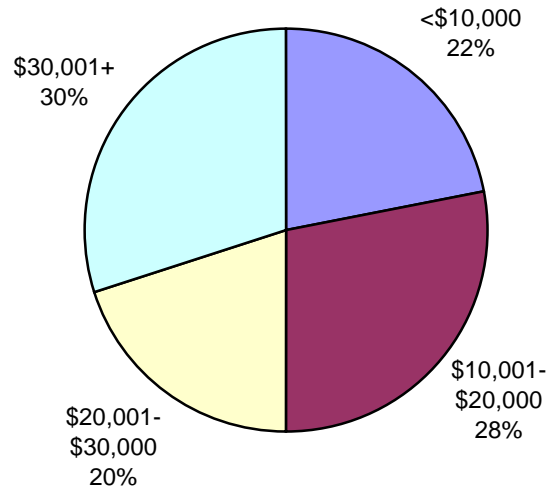
- Nearly half of all beneficiaries lived with their spouses, while 29 percent lived alone, 16 percent lived with children or others, and 6 percent lived in long-term facility care.

**Medicare Beneficiaries,
by Years of Schooling**



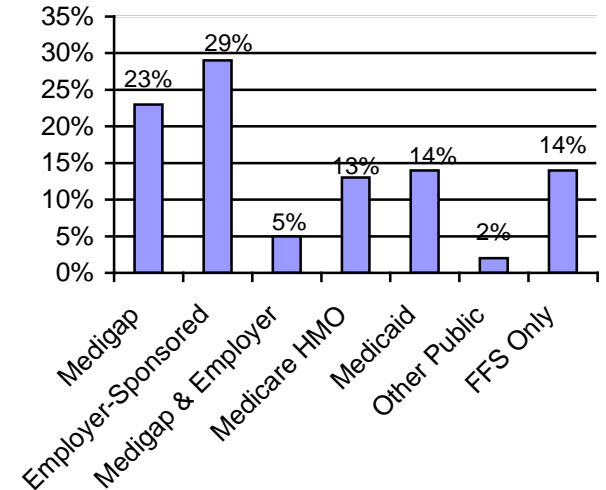
- Over one-third of beneficiaries had less than a high school education and less than one-third had some college education.

**Medicare Beneficiaries,
by Income**



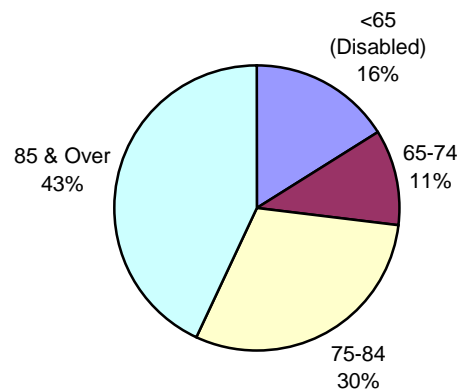
- Twenty-two percent of beneficiaries reported annual incomes of \$10,000 or less. Over one-quarter of beneficiaries reported annual incomes over \$30,000.

**Community Medicare Beneficiaries,
by Insurance Type**



- Fifty-seven percent of all Medicare beneficiaries living in the community had some type of private supplemental insurance. An additional 13 percent were in Medicare HMOs, which cover many services in full, thereby making supplemental policies unnecessary. Fourteen percent of beneficiaries received supplemental coverage through Medicaid and 14 percent had no coverage at all.

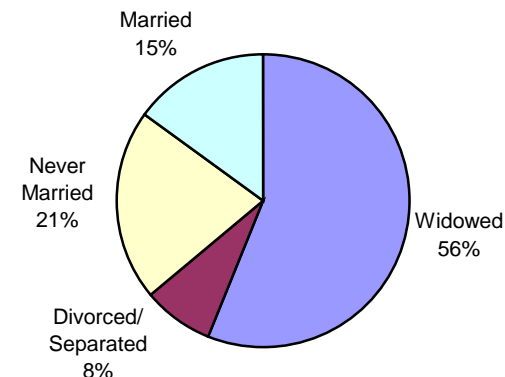
Medicare Beneficiaries in Long-Term Care Facilities, by Age



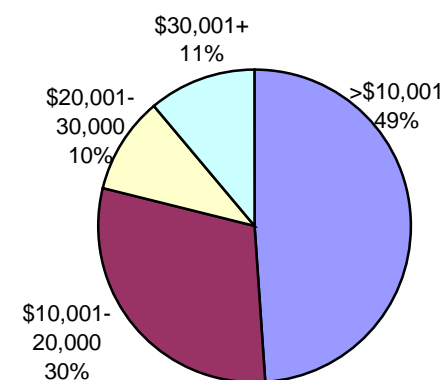
- Beneficiaries in long-term care were disproportionately made up of those aged 85 and older (43 percent of long-term care residents versus 12 percent of the whole Medicare population).

- Beneficiaries in long-term care were much more likely to be widowed or never married. In fact, only 15 percent of beneficiaries in long-term care facilities were married versus 51 percent for the population as a whole.

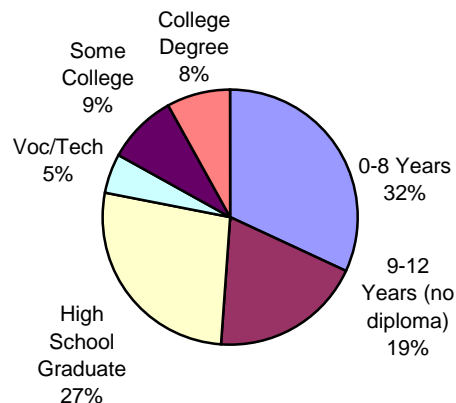
Medicare Beneficiaries in Long-Term Care Facilities, by Marital Status



Medicare Beneficiaries in Long-Term Care Facilities, by Income



Medicare Beneficiaries in Long-Term Care Facilities, by Years of Schooling



- Over half of beneficiaries who lived in facility care did not complete high school, compared to 31 percent who did not complete high school for the population as a whole.

- Twenty-two percent of all beneficiaries had incomes of \$10,000 or less. In long-term care facilities, however, 49 percent of beneficiaries had incomes of \$10,000 or less.