

**Table 1**  
**Personal Health Care Expenditures, by Source of Funds: Selected Calendar Years 1960-2002**

Year					Third Parties					
	Total PHCE <sup>1</sup>		Direct Patient		All Third Parties		Private			Other Private Funds
			Payments				Total			
	Amount	Percent of GDP	Amount	Percent of PHCE	Amount	Percent of PHCE	Amount	Percent of PHCE	Health Insurance	
Amount in Billions										
1960	\$23.4	4.4	\$12.9	55.1	\$10.5	44.9	\$5.5	23.5	\$5.0	\$0.5
1970	63.3	6.1	25.1	39.7	38.2	60.3	15.9	25.1	14.1	1.8
1980	214.6	7.7	58.2	27.1	156.4	72.9	69.8	32.5	60.6	9.2
1985	372.3	8.8	95.5	25.7	276.8	74.3	130.1	34.9	111.3	18.8
1990	609.4	10.5	137.3	22.5	472.1	77.5	234.2	38.4	203.6	30.6
1991	672.0	11.2	142.1	21.1	529.9	78.9	257.6	38.3	224.5	33.1
1992	728.9	11.5	145.9	20.0	583.0	80.0	278.3	38.2	242.6	35.7
1993	775.7	11.7	146.9	18.9	628.8	81.1	298.3	38.5	259.9	38.4
1994	816.4	11.6	143.8	17.6	672.6	82.4	311.5	38.2	271.4	40.1
1995	865.7	11.7	146.5	16.9	719.2	83.1	333.0	38.5	288.8	44.2
1996	911.2	11.7	151.9	16.7	759.3	83.3	349.5	38.4	302.2	47.3
1997	959.3	11.5	162.1	16.9	797.2	83.1	370.6	38.6	319.2	51.4
1998	1,009.6	11.5	175.3	17.4	834.3	82.6	396.4	39.3	342.0	54.4
1999	1,065.0	11.5	184.5	17.3	880.5	82.7	422.6	39.7	366.4	56.2
2000	1,135.3	11.6	192.6	17.0	942.7	83.0	452.9	39.9	398.7	54.2
2001	1,231.3	12.2	200.5	16.3	1,030.8	83.7	490.9	39.9	437.2	53.7
2002	1,340.2	12.8	212.5	15.9	1,127.7	84.1	535.5	40.0	479.3	56.2
Average Annual Rate of Change										
1960-2002	10.1	---	6.9	---	11.8	---	11.5	---	11.5	11.9
1970-2002	10.0	---	6.9	---	11.2	---	11.6	---	11.6	11.4
1980-2002	8.7	---	6.1	---	9.4	---	9.7	---	9.9	8.6
1970-1980	13.0	---	8.8	---	15.1	---	15.9	---	15.7	17.7
1980-1990	11.0	---	9.0	---	11.7	---	12.9	---	12.9	12.8
1990-2002	6.8	---	3.7	---	7.5	---	7.1	---	7.4	5.2
2000-2001	8.5	---	4.1	---	9.3	---	8.4	---	9.7	-0.9
2001-2002	8.8	---	6.0	---	9.4	---	9.1	---	9.6	4.7

<sup>1</sup>Represents total expenditures aggregated on an incurred basis. Because of differences in methodology, definition, and completeness, the PHCE for Medicare services are somewhat higher than the corresponding Medicare program payments shown elsewhere in this publication. PHCE excludes health expenditures for construction, program administration, government public health activities, and research.

<sup>2</sup>Subset of Federal funds.

<sup>3</sup>Subset of Federal, State and local funds.

<sup>4</sup>Excludes State Children's Health Insurance Program and Medicaid expansion.

NOTES: PHCE is personal health care expenditures. GDP is gross domestic product. Numbers may not add to totals due to rounding. Refer to "Health Accounts," for National Health Expenditures data files and category definitions <[www.cms.hhs.gov/statistics/nhe](http://www.cms.hhs.gov/statistics/nhe)>.

SOURCE: Centers for Medicare & Medicaid Services, Office of the Actuary, National Health Statistics Group.

Table 1—Continued

## Personal Health Care Expenditures, by Source of Funds: Selected Calendar Years 1960-2002

				Third Parties			
				Government			
Total		Federal	State and Local	Medicare <sup>2</sup>		Medicaid <sup>3,4</sup>	
Amount	Percent of PHCE			Amount	Percent of PHCE	Amount	Percent of PHCE
Amount in Billions							
\$5.0	21.4	\$2.0	\$3.0	---	---	---	---
22.3	35.2	14.5	7.8	\$7.3	11.5	\$5.0	7.9
86.6	40.4	62.8	23.8	36.3	16.9	24.7	11.5
146.7	39.4	109.7	37.0	69.8	18.7	38.8	10.4
237.9	39.0	174.2	63.7	107.3	17.6	69.7	11.4
272.3	40.5	201.5	70.8	117.6	17.5	89.0	13.2
304.7	41.8	229.2	75.5	132.8	18.2	103.4	14.2
330.5	42.6	250.6	79.9	144.4	18.6	115.7	14.9
361.1	44.2	273.5	87.6	162.1	19.9	126.2	15.5
386.2	44.6	295.4	90.8	178.6	20.6	135.3	15.6
409.8	45.0	316.5	93.3	193.1	21.2	144.5	15.9
426.6	44.5	329.8	96.8	203.6	21.2	151.7	15.8
437.9	43.4	334.7	103.2	204.0	20.2	160.0	15.8
457.9	43.0	347.7	110.2	206.2	19.4	173.7	16.3
489.8	43.1	372.0	117.8	217.5	19.2	188.3	16.6
539.9	43.8	412.1	127.8	239.2	19.4	207.5	16.9
592.2	44.2	450.5	141.7	259.1	19.3	232.4	17.3
12.0	---	13.8	9.6	---	---	---	---
10.8	---	11.3	9.5	11.8	---	12.7	---
9.1	---	9.4	8.4	9.3	---	10.7	---
14.5	---	15.8	11.8	17.4	---	17.3	---
10.6	---	10.7	10.3	11.4	---	10.9	---
7.9	---	8.2	6.9	7.6	---	10.6	---
10.2	---	10.8	8.5	10.0	---	10.2	---
9.7	---	9.3	10.9	8.3	---	12.0	---