

Table 1.3
Gross Domestic Product (GDP), Total Personal Health Care Expenditures (PHCE), Hospital PHCE, Total Medicare PHCE,
and Medicare Hospital PHCE: Selected Calendar Years 1960-2008

Medicare PHCE ¹														
Year	GDP in Billions	PHCE ¹					Hospital							Percent of Medi- care PHCE
		Total		Hospital			Total			Hospital				
		Amount in Billions	Per- cent of GDP	Amount in Billions	Per- cent of GDP	Per- cent of PHCE	Amount in Billions	Per- cent of GDP	Per- cent of PHCE	Amount in Billions	Per- cent of GDP	Per- cent of PHCE		
1960	\$526.4	\$23.3	4.4	\$9.2	1.7	39.4	---	---	---	---	---	---	---	
1970	1,038.3	62.9	6.1	27.6	2.7	43.8	\$7.3	0.7	11.6	\$5.4	0.5	8.5	73.6	
1980	2,788.1	214.8	7.7	101.0	3.6	47.0	36.1	1.3	16.8	26.4	0.9	12.3	73.2	
1990	5,800.5	607.5	10.5	251.6	4.3	41.4	106.6	1.8	17.5	67.8	1.2	11.2	63.6	
1991	5,992.1	669.1	11.2	277.0	4.6	41.4	117.3	2.0	17.5	73.8	1.2	11.0	62.9	
1992	6,342.3	725.9	11.4	299.8	4.7	41.3	132.4	2.1	18.2	83.7	1.3	11.5	63.2	
1993	6,667.4	773.5	11.6	317.1	4.8	41.0	146.2	2.2	18.9	92.2	1.4	11.9	63.0	
1994	7,085.2	814.2	11.5	329.7	4.7	40.5	163.4	2.3	20.1	100.6	1.4	12.4	61.6	
1995	7,414.7	863.4	11.6	340.7	4.6	39.5	179.9	2.4	20.8	109.1	1.5	12.6	60.7	
1996	7,838.5	909.9	11.6	352.1	4.5	38.7	193.6	2.5	21.3	116.6	1.5	12.8	60.2	
1997	8,332.4	959.3	11.5	364.7	4.4	38.0	204.2	2.5	21.3	122.0	1.5	12.7	59.7	
1998	8,793.5	1,010.0	11.5	376.2	4.3	37.2	202.4	2.3	20.0	120.1	1.4	11.9	59.4	
1999	9,353.5	1,067.8	11.4	394.8	4.2	37.0	205.7	2.2	19.3	122.2	1.3	11.4	59.4	
2000	9,951.5	1,139.2	11.4	416.9	4.2	36.6	215.9	2.2	18.9	124.4	1.3	10.9	57.6	
2001	10,286.2	1,238.3	12.0	451.2	4.4	36.4	238.8	2.3	19.3	136.4	1.3	11.0	57.1	
2002	10,642.3	1,340.3	12.6	488.4	4.6	36.4	256.0	2.4	19.1	145.3	1.4	10.8	56.8	
2003	11,142.1	1,447.5	13.0	527.4	4.7	36.4	273.8	2.5	18.9	152.9	1.4	10.6	55.8	
2004	11,867.8	1,549.9	13.1	566.5	4.8	36.5	300.3	2.5	19.4	165.3	1.4	10.7	55.0	
2005	12,638.4	1,655.2	13.1	607.5	4.8	36.7	326.3	2.6	19.7	179.1	1.4	10.8	54.9	
2006	13,398.9	1,762.9	13.2	649.4	4.8	36.8	382.1	2.9	21.7	187.4	1.4	10.6	49.1	
2007	14,077.6	1,866.4	13.3	687.6	4.9	36.8	408.2	2.9	21.9	196.2	1.4	10.5	48.1	
2008	14,441.4	1,952.3	13.5	718.4	5.0	36.8	444.3	3.1	22.8	211.3	1.5	10.8	47.6	
Average Annual Rate of Change														
1960-2008	7.1	9.7	---	9.5	---	---	---	---	---	---	---	---	---	
1970-2008	7.2	9.5	---	9.0	---	---	11.4	---	---	10.2	---	---	---	
1980-2008	6.1	8.2	---	7.3	---	---	9.4	---	---	7.7	---	---	---	
1970-1980	10.4	13.1	---	13.9	---	---	17.4	---	---	17.3	---	---	---	
1980-1990	7.6	11.0	---	9.6	---	---	11.4	---	---	9.9	---	---	---	
1990-2008	5.2	6.7	---	6.0	---	---	8.3	---	---	6.5	---	---	---	
2001-2002	3.5	8.2	---	8.2	---	---	7.2	---	---	6.5	---	---	---	
2002-2003	4.7	8.0	---	8.0	---	---	6.9	---	---	5.2	---	---	---	
2003-2004	6.5	7.1	---	7.4	---	---	9.7	---	---	8.1	---	---	---	
2004-2005	6.5	6.8	---	7.2	---	---	8.7	---	---	8.4	---	---	---	
2005-2006	6.0	6.5	---	6.9	---	---	17.1	---	---	4.7	---	---	---	
2006-2007	5.1	5.9	---	5.9	---	---	6.8	---	---	4.7	---	---	---	
2007-2008	2.6	4.6	---	4.5	---	---	8.9	---	---	7.7	---	---	---	

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

NOTES: Numbers may not add to totals because of rounding. Expenditures are in current dollars. National Health Expenditures data files and category definitions are found at <http://www.cms.hhs.gov/NationalHealthExpendData/02_NationalHealthAccountsHistorical.asp#TopOfPage>.

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