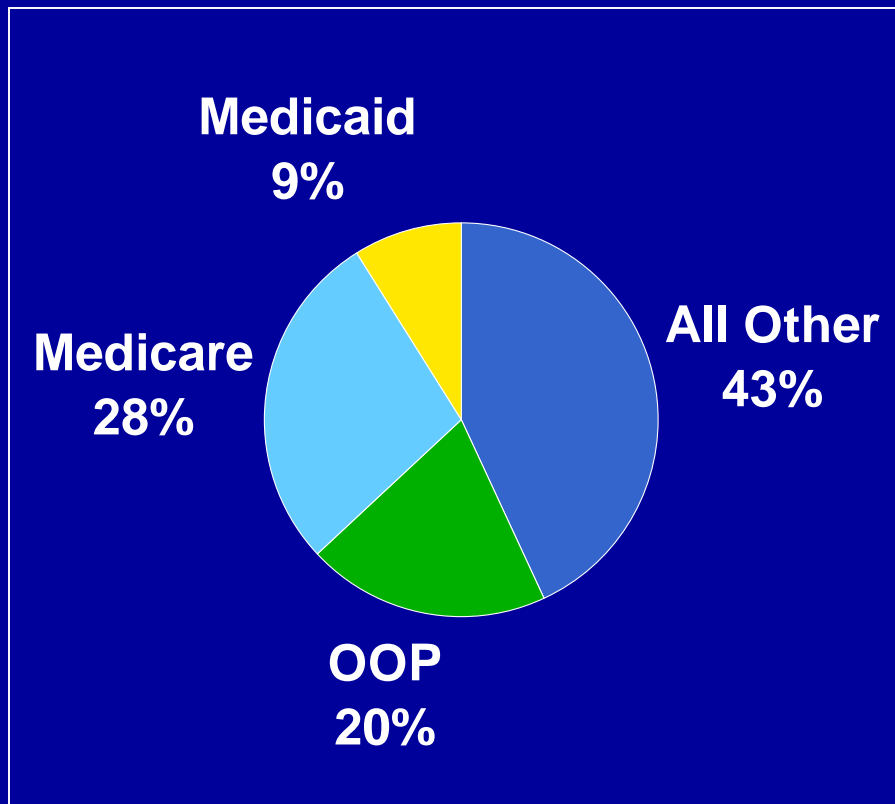


Growth in Health Care Spending

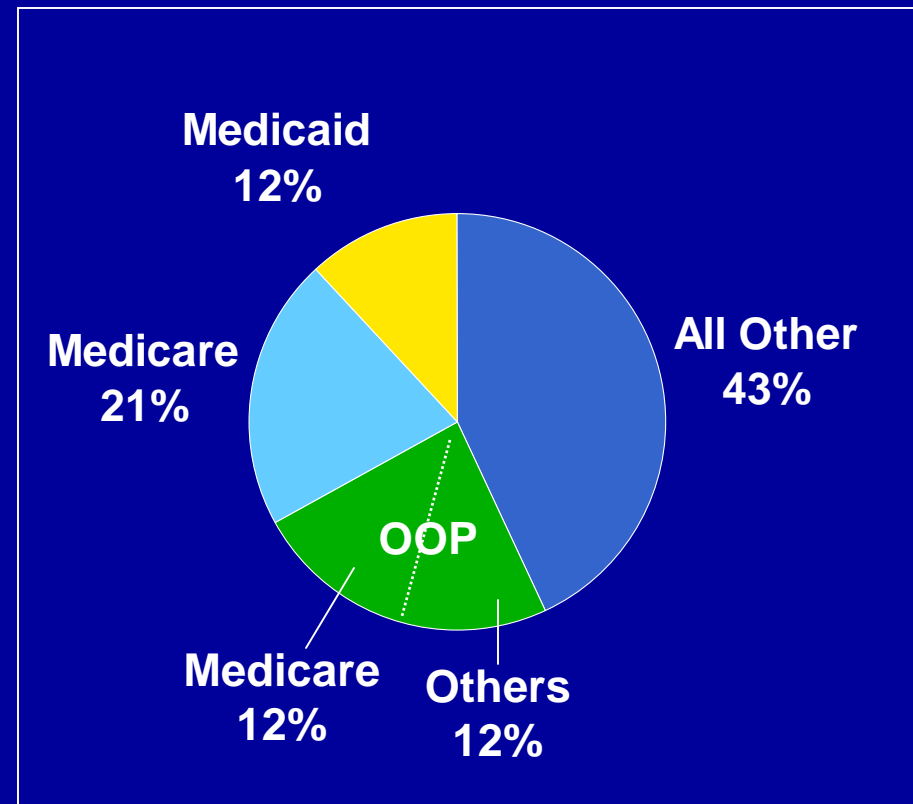
Marilyn Moon
Feb. 23rd, 2005

Kaiser Family Foundation

An Alternative View of 2006 Drug Spending By Payer

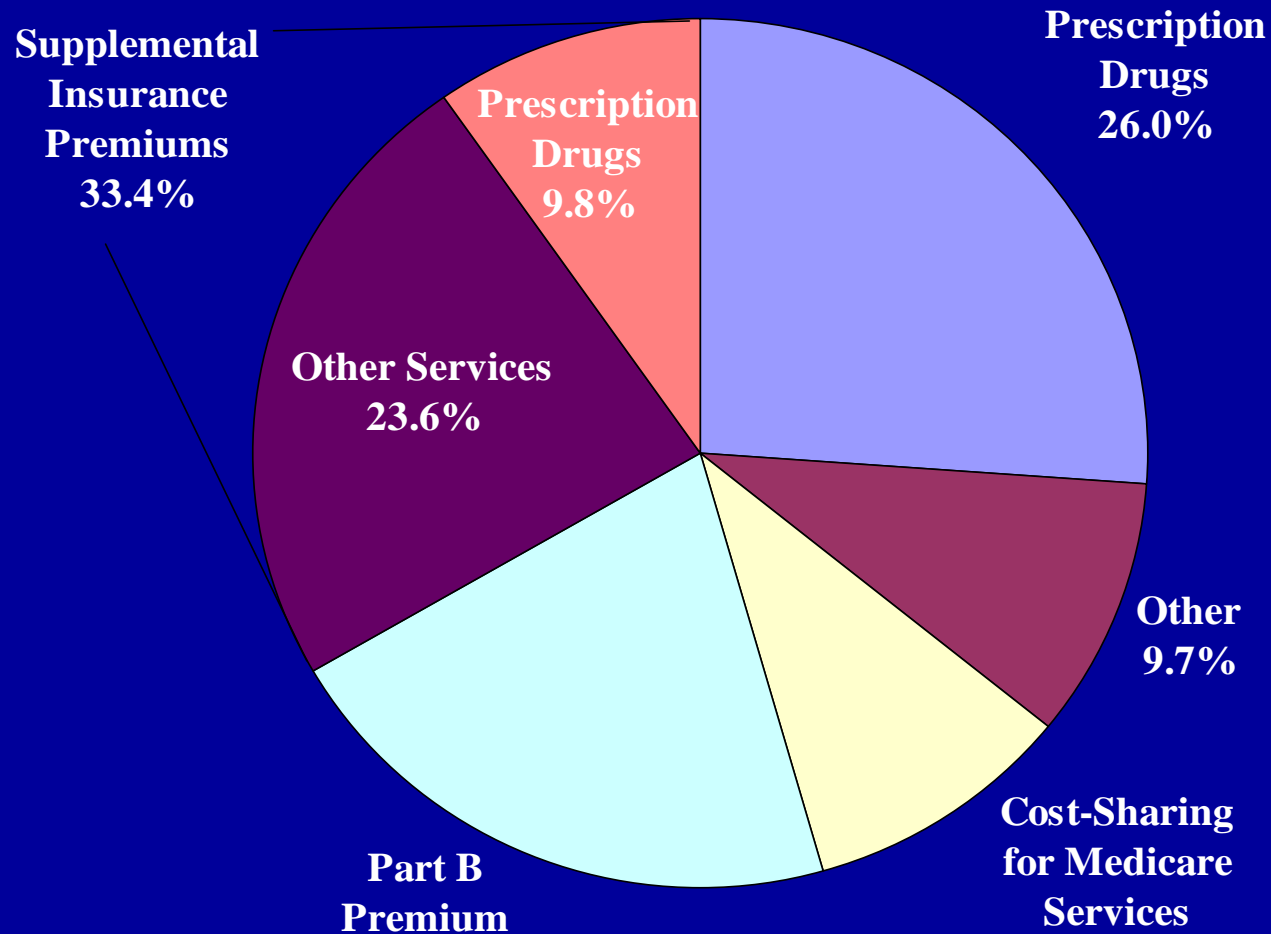


CMS, OACT Version



Adjusted Version

Distribution of Out-of-Pocket Spending Among Elderly Beneficiaries, 2004



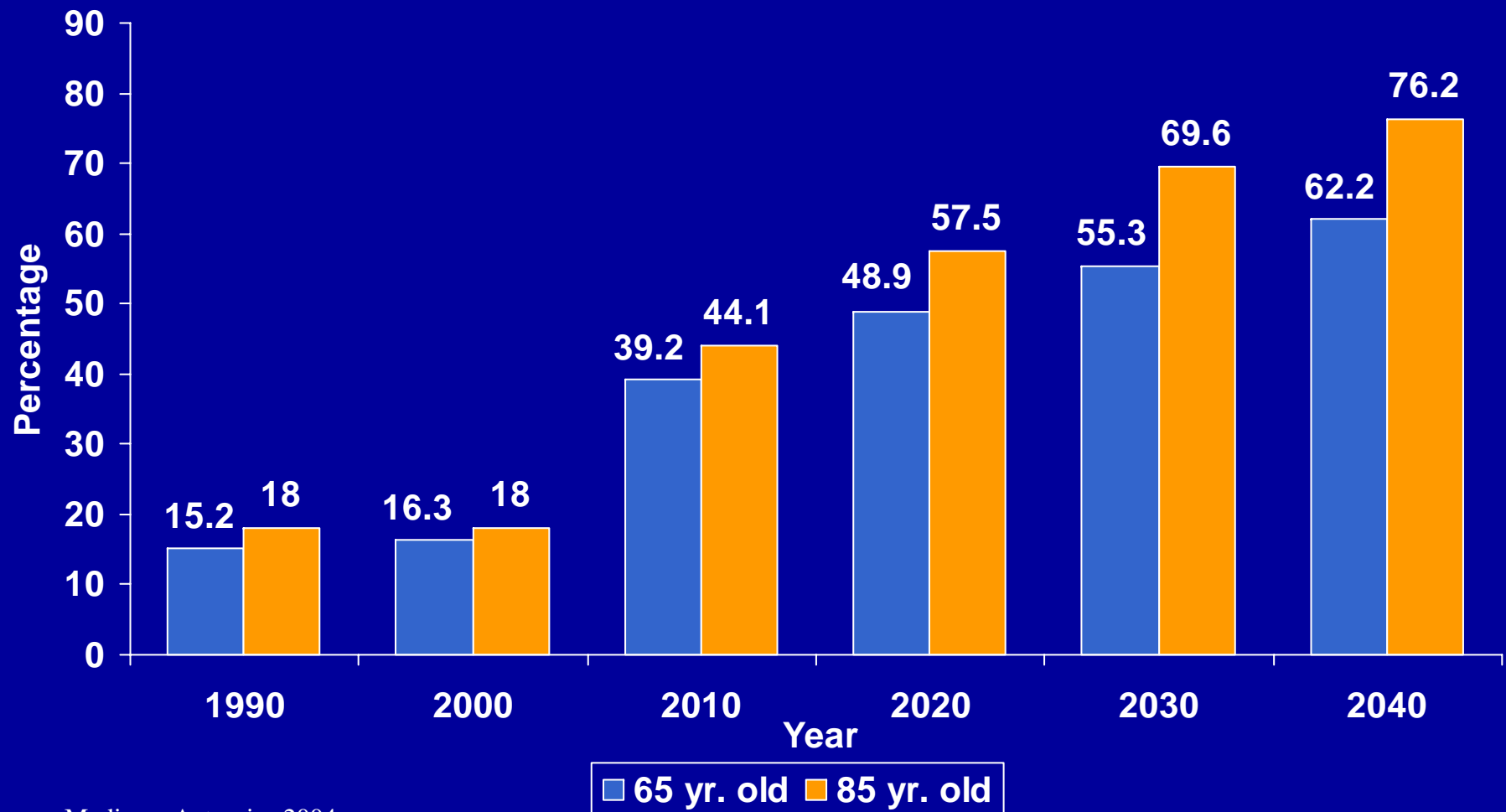
Source: American Institutes For Research Analysis of the 2000 Medicare Current Beneficiary Survey Projected to 2004

Out-of-Pocket Spending as a Share of Income Among Elderly Beneficiaries



Source: American Institutes for Research Calculations Using NHE, CPI, CPS, and Trustees Report, MCBS

Medicare Liability as a Share of Social Security Benefit (Illustrative of 65 and 85 year olds)



Source: Medicare Actuaries 2004

Note: In 2010 and beyond, there is a large increase in liability because drugs become a Medicare Benefit. If all out-of-pocket costs were shown, the share would be higher in earlier years and lower after 2010