

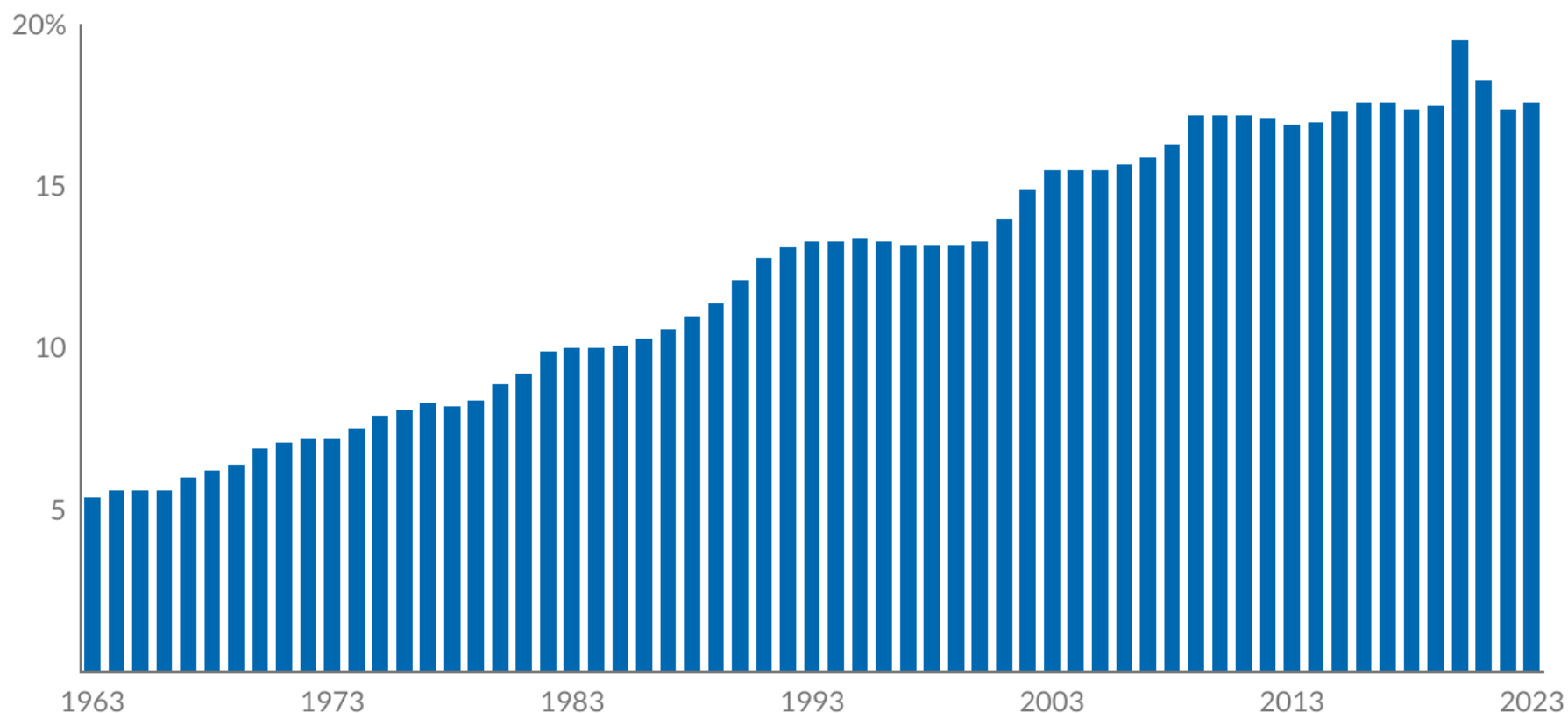
HEALTHCARE

Chart Pack

JUNE 2025

Healthcare costs in the United States have increased drastically over the past several decades

National Health Expenditures (% of GDP)



Source: Centers for Medicare and Medicaid Services

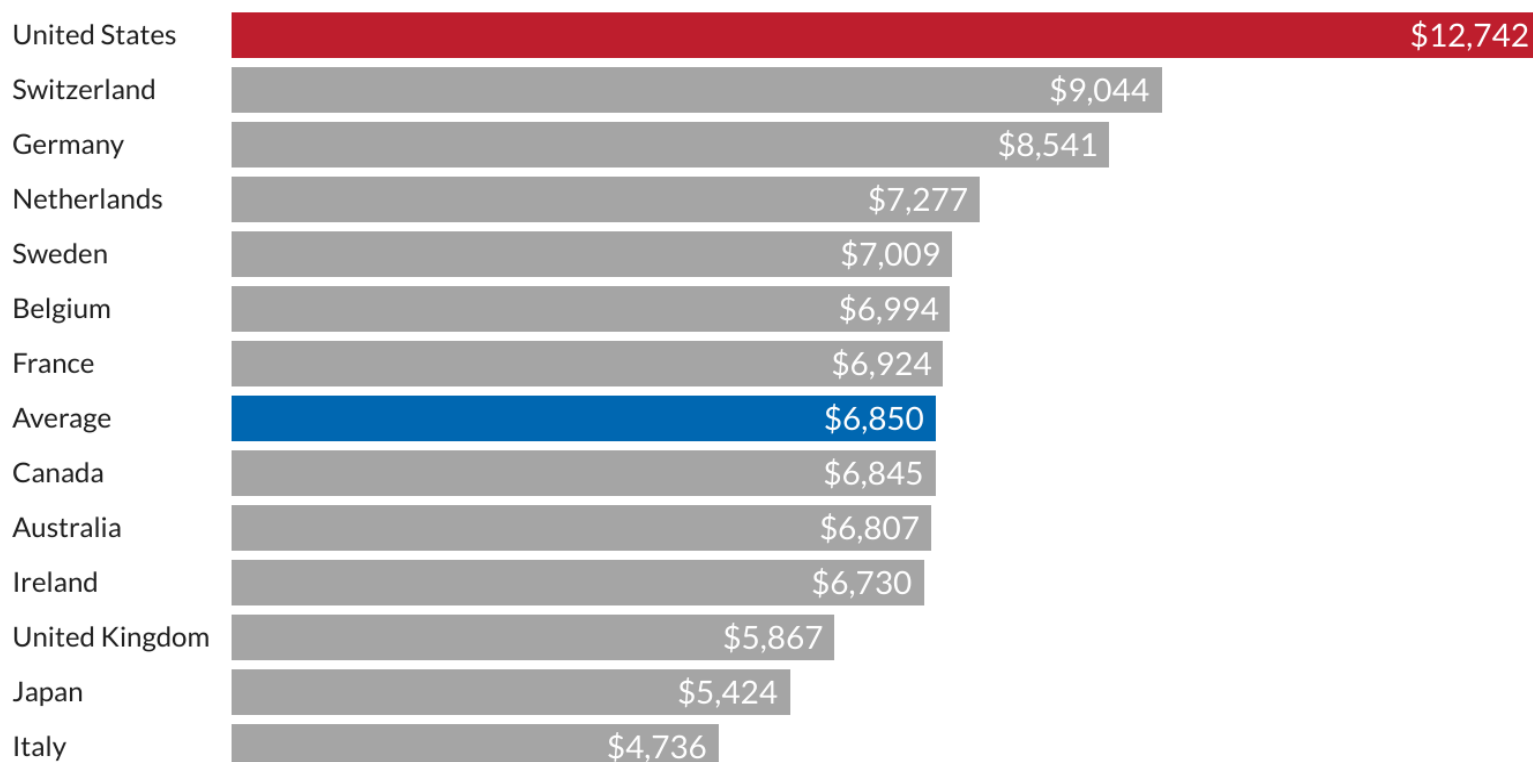
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U.S. per capita healthcare spending is almost twice the average of other wealthy countries

Healthcare Costs Per Capita (\$)

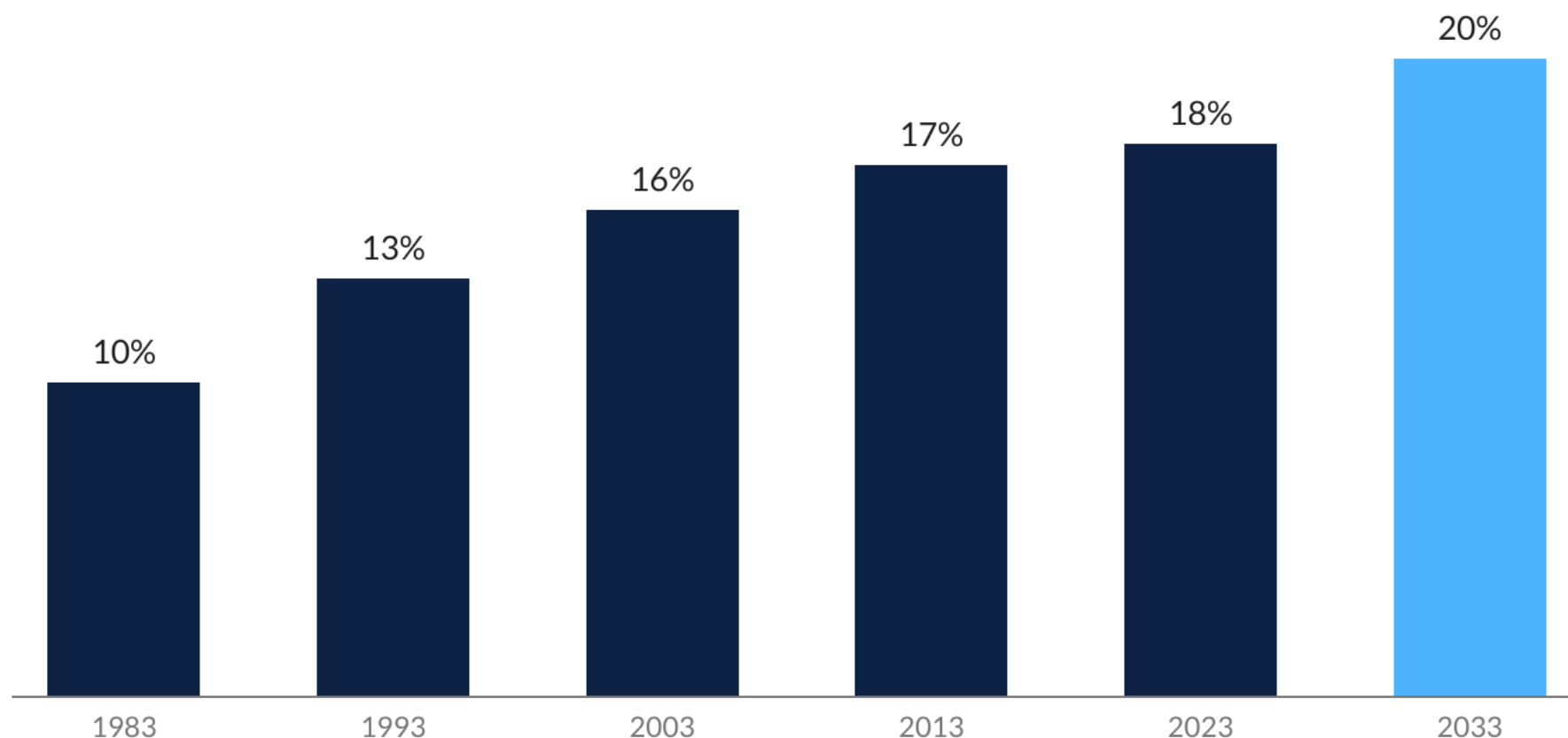


Source: Organisation for Economic Co-operation and Development

Notes: Data are for 2022. Average does not include the United States. The five countries with the largest economies and those with both an above median GDP and GDP per capita, relative to all OECD countries, were included. Chart uses purchasing power parities to convert data into U.S. dollars.

Total U.S. health spending (public and private) is projected to reach one-fifth of the economy by 2033

National Health Expenditures (% of GDP)



Source: Centers for Medicare and Medicaid Services

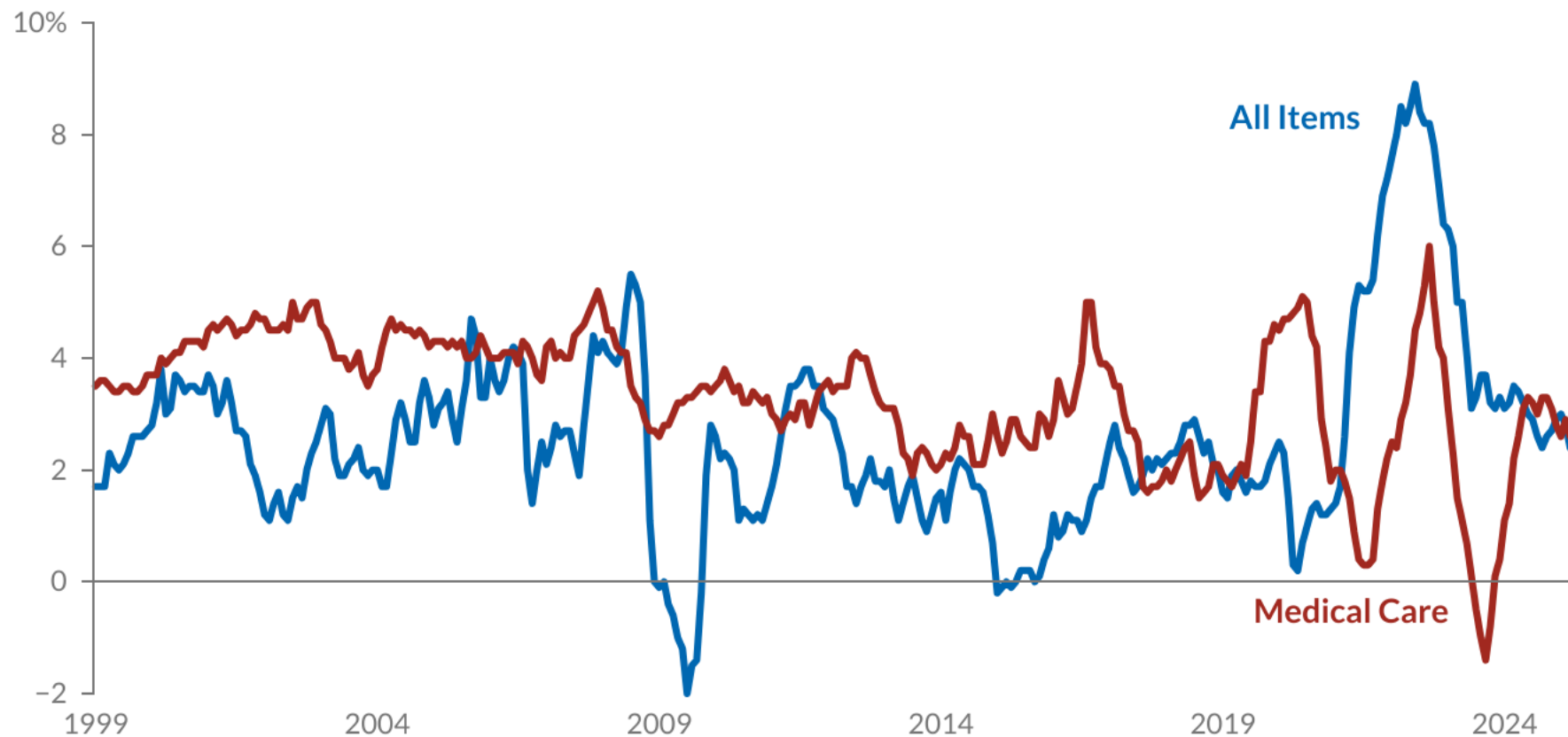
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Prices for medical care have historically grown faster than inflation

Year-Over-Year Change in Consumer Price Index (%)



Source: U.S. Bureau of Labor Statistics

Note: Data are seasonally adjusted.

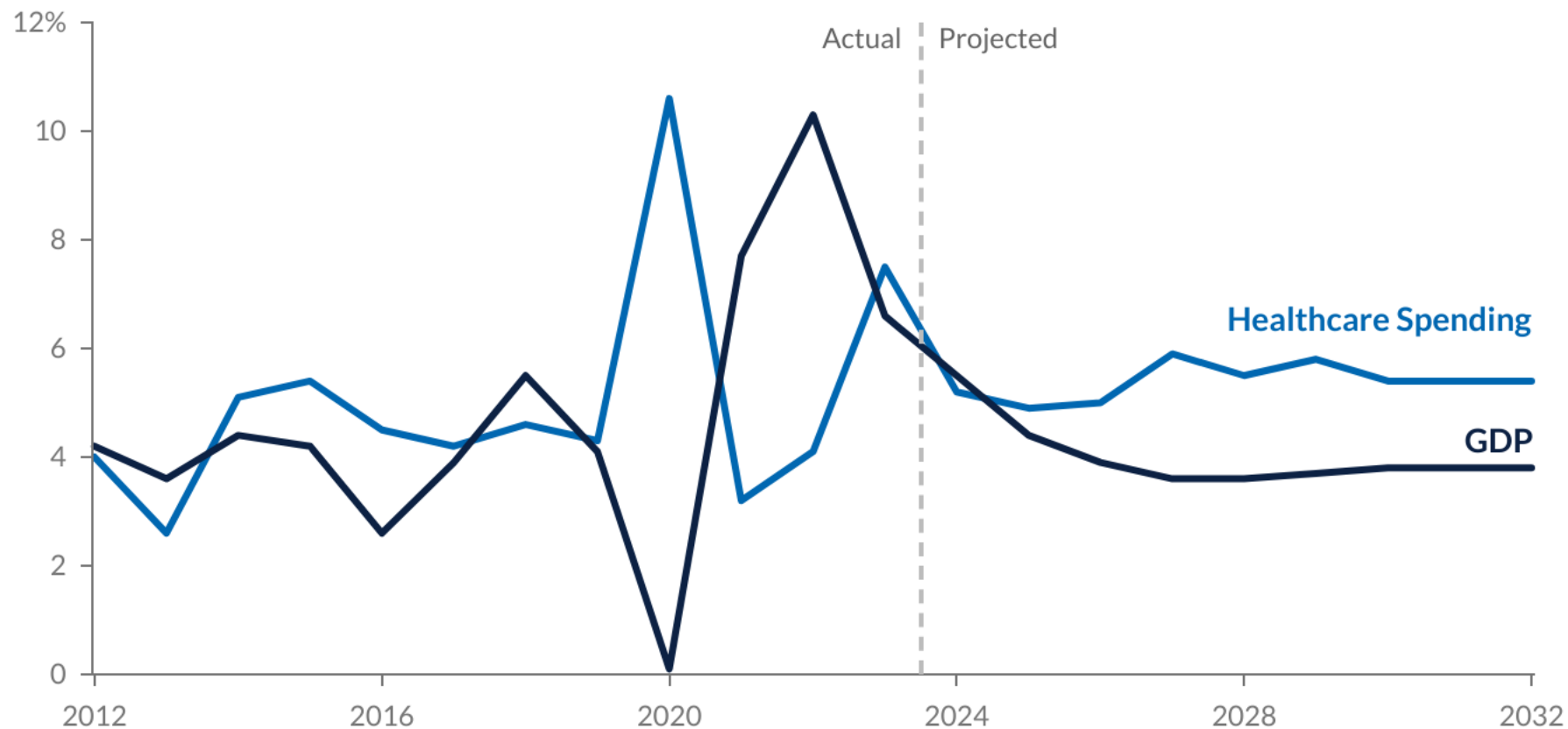
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Healthcare spending is projected to grow faster than the economy over the next decade

Annual Growth Rate (%)



Sources: Congressional Budget Office, Office of Management and Budget, and Centers for Medicare and Medicaid Services

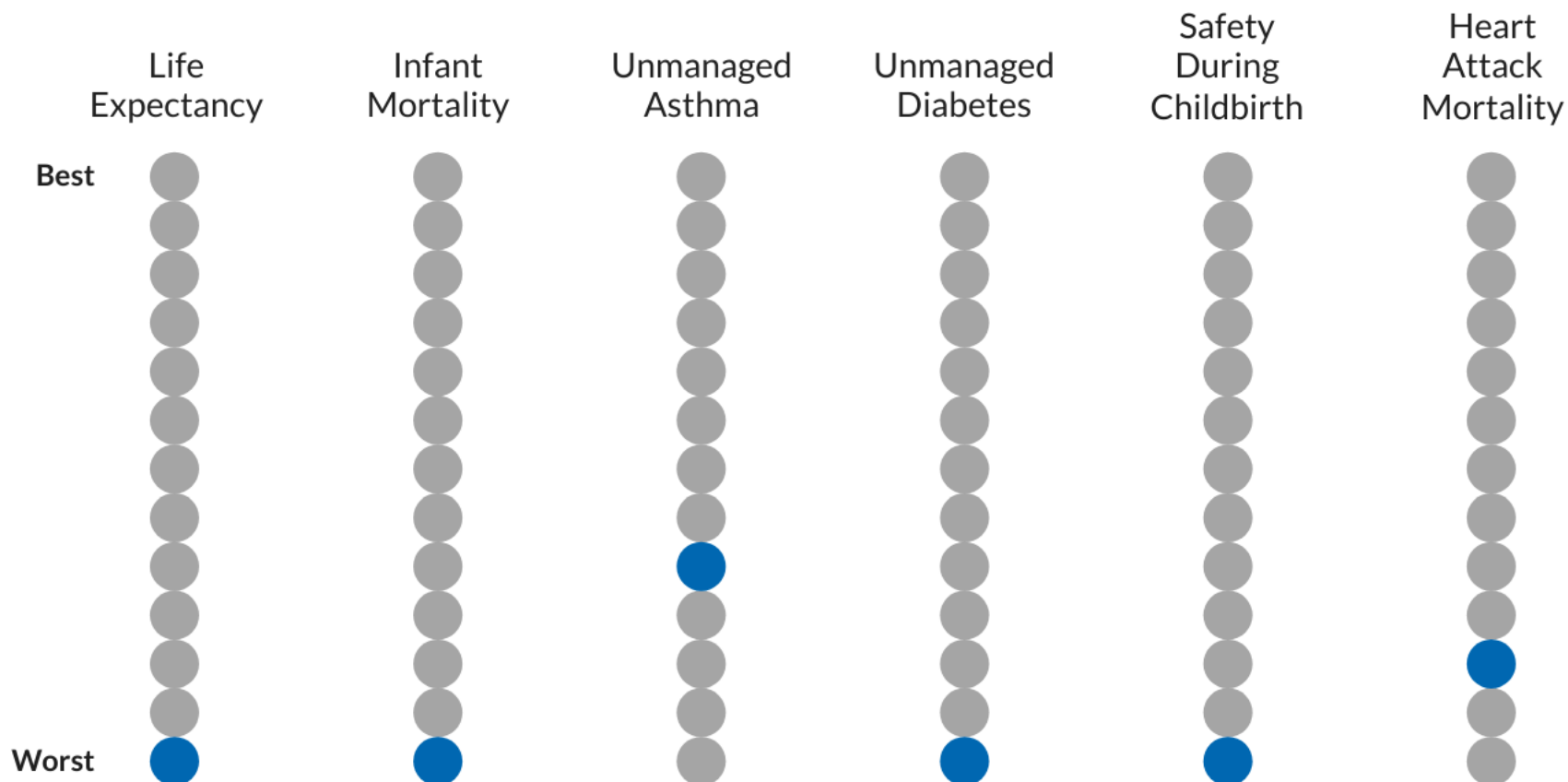
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The United States has worse healthcare outcomes compared to other wealthy countries

● United States



Source: Organisation for Economic Co-operation and Development

Notes: Data are not available for all countries for all metrics. Data are for 2022 or latest available.

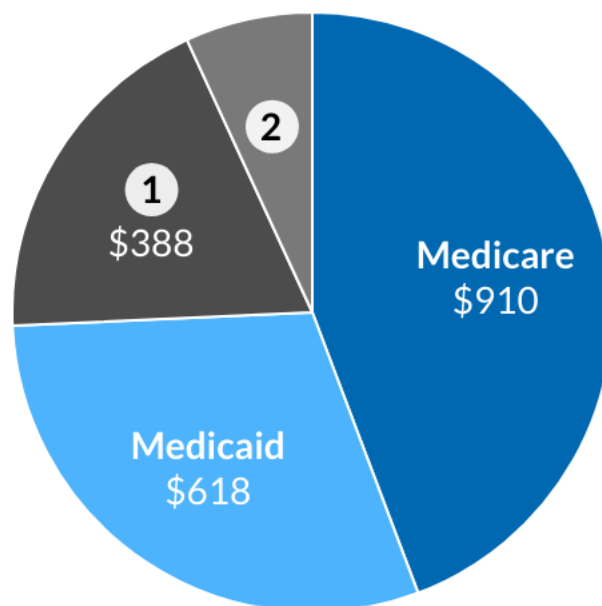
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Medicare and Medicaid account for the majority of federal healthcare expenditures

2024 Federal Health Expenditures
\$2,057 billion



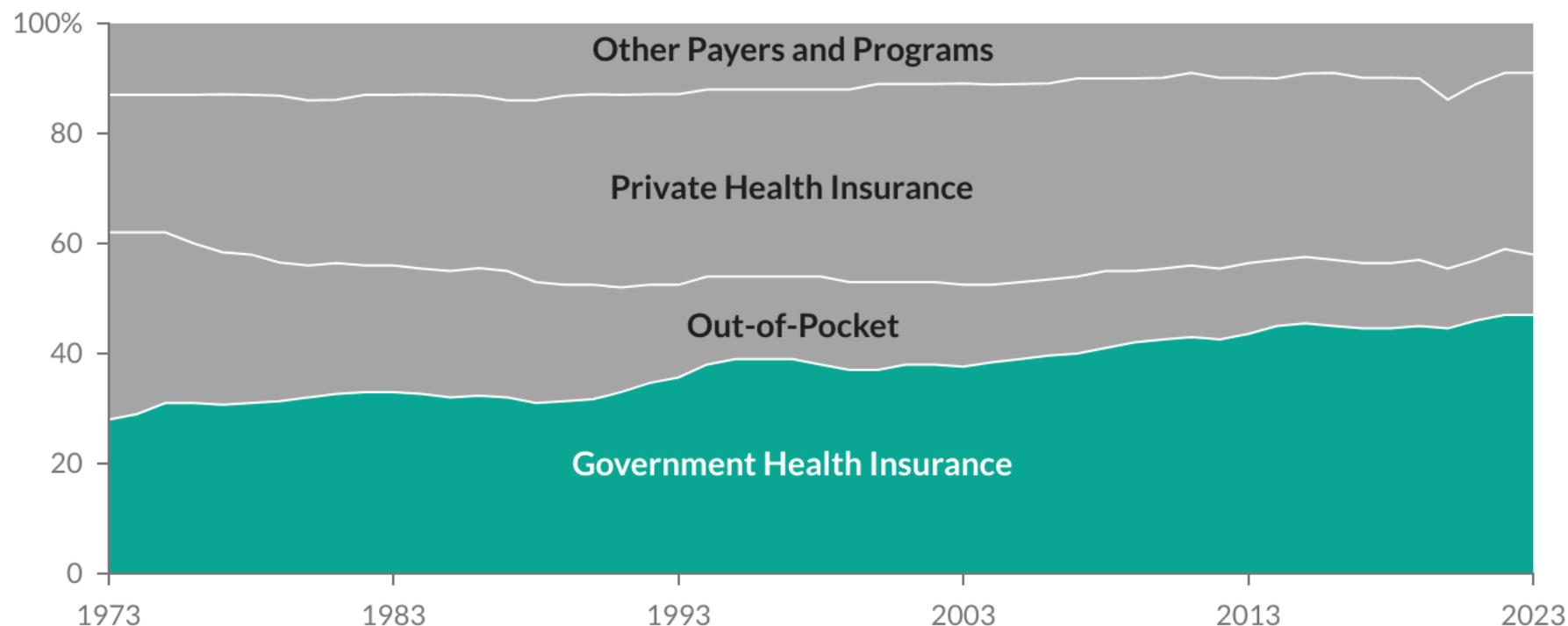
1 Health-related Income Tax Expenditures **2** Other

Sources: The Joint Committee on Taxation and Congressional Budget Office

Notes: Health-related income tax expenditures includes all tax expenditures classified under the Health function by the Joint Committee on Taxation. Medicare spending is net of offsetting receipts. "Other" includes the Children's Health Insurance Program and premium tax credits.

The portion of health spending paid by government-sponsored insurance is growing

Source of Payment (% of Health Consumption Expenditures)



Source: Centers for Medicare and Medicaid Services

Notes: Government health insurance programs include Medicare, Medicaid, CHIP, and healthcare provided by the Department of Defense and the Department of Veterans' Affairs. CMS defines "out-of-pocket spending" to include direct spending by consumers for all healthcare goods and services not covered by insurance, including coinsurance and deductibles. Premiums paid by individuals for private health insurance are counted as part of private health insurance.

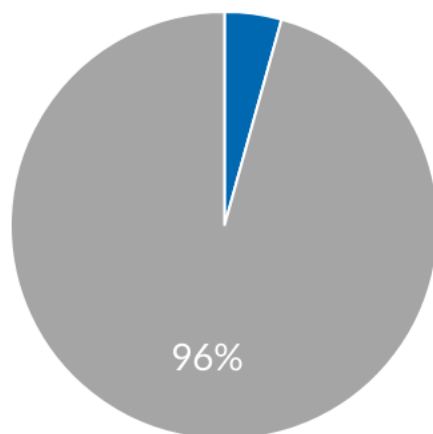
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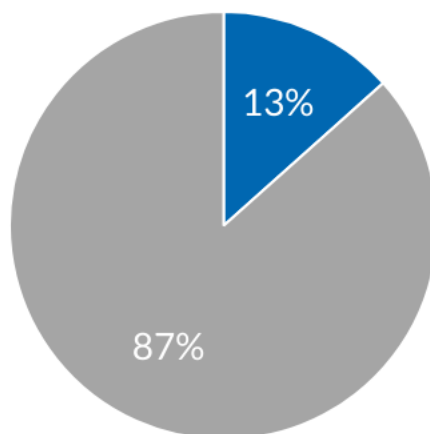
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Medicare represents a growing share of the federal budget

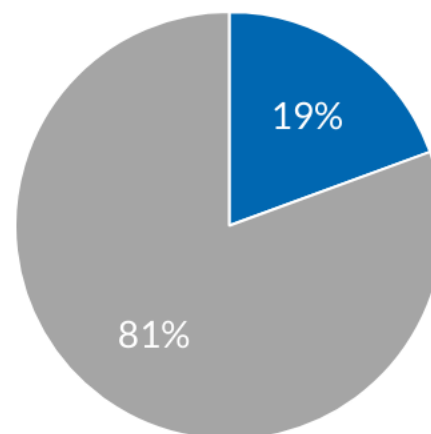
■ Medicare ■ All other federal outlays



1975



2025



2055

Sources: Congressional Budget Office

Note: Pies represent total federal spending. CBO data includes historical budget data and long-term budget projections.

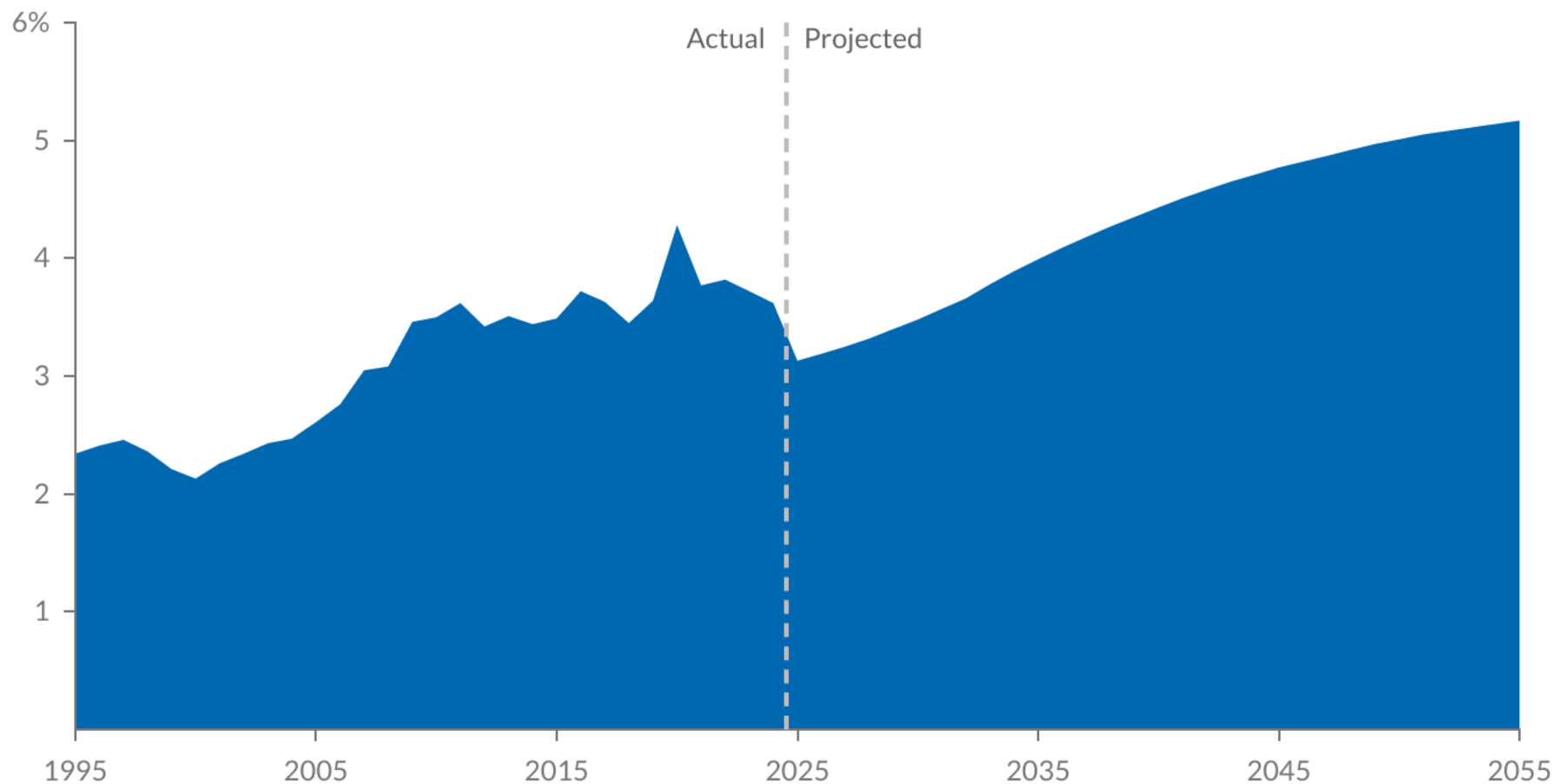
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Medicare spending is expected to grow substantially

Medicare Spending (% of GDP)



Sources: Congressional Budget Office

Note: Medicare spending is net of offsetting receipts. CBO data includes historical budget data and long-term budget projections.

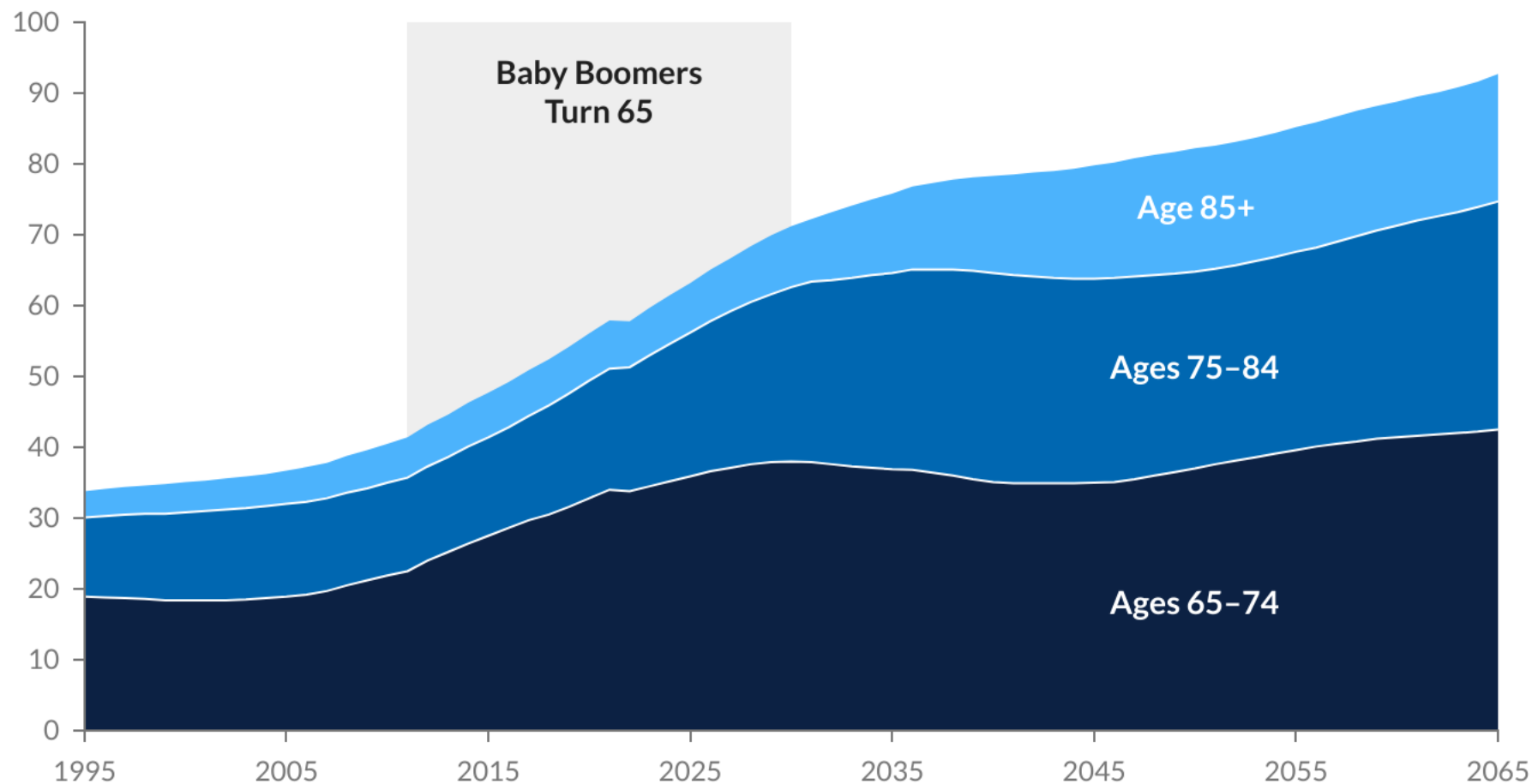
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The elderly population is growing rapidly and living longer

U.S. Population Age 65+ (Millions)



Source: U.S. Census Bureau

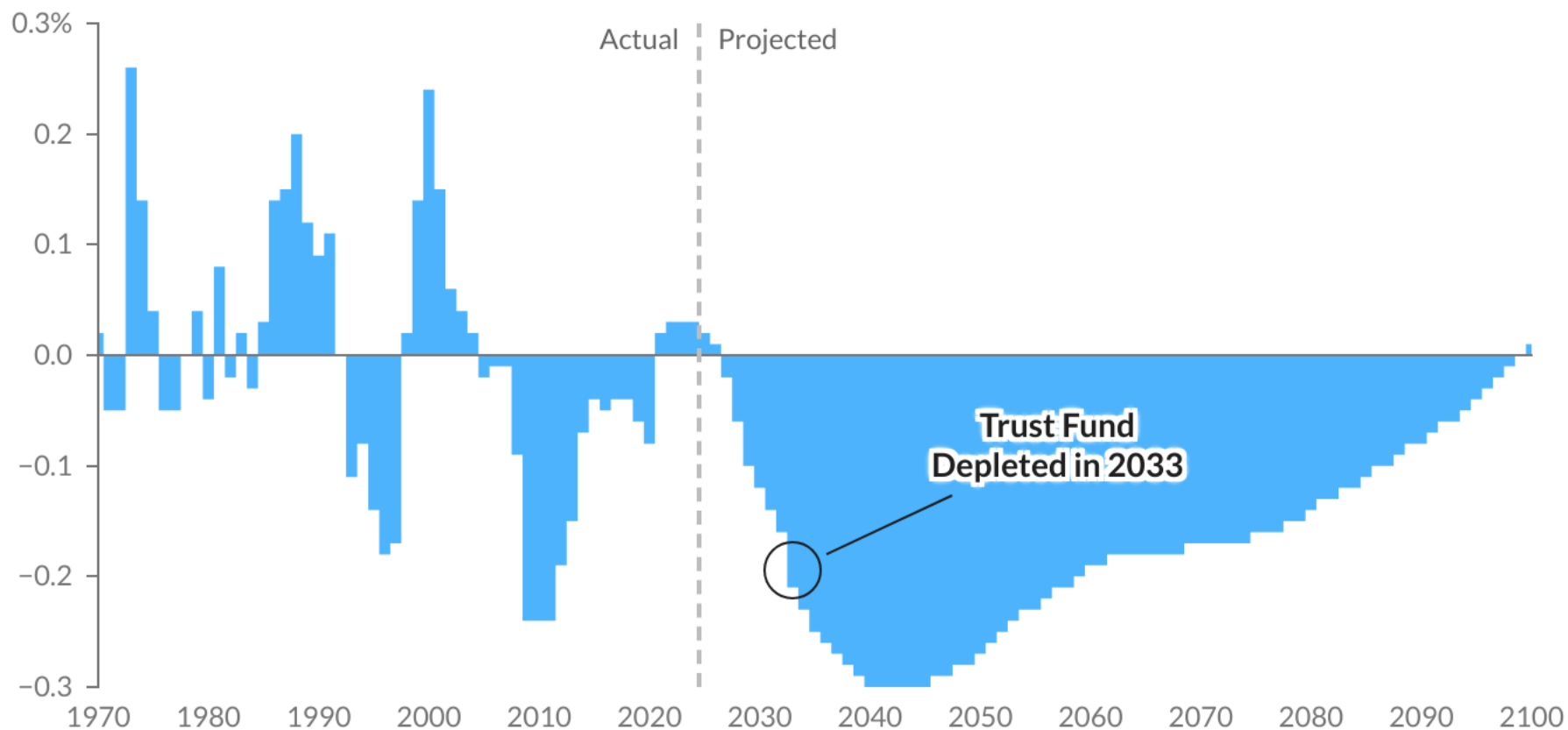
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Medicare's Hospital Insurance Trust Fund is facing significant cash shortfalls

Medicare HI Fund Surpluses/Deficits (% of GDP)



Source: Centers for Medicare and Medicaid Services

Note: Data exclude interest income.

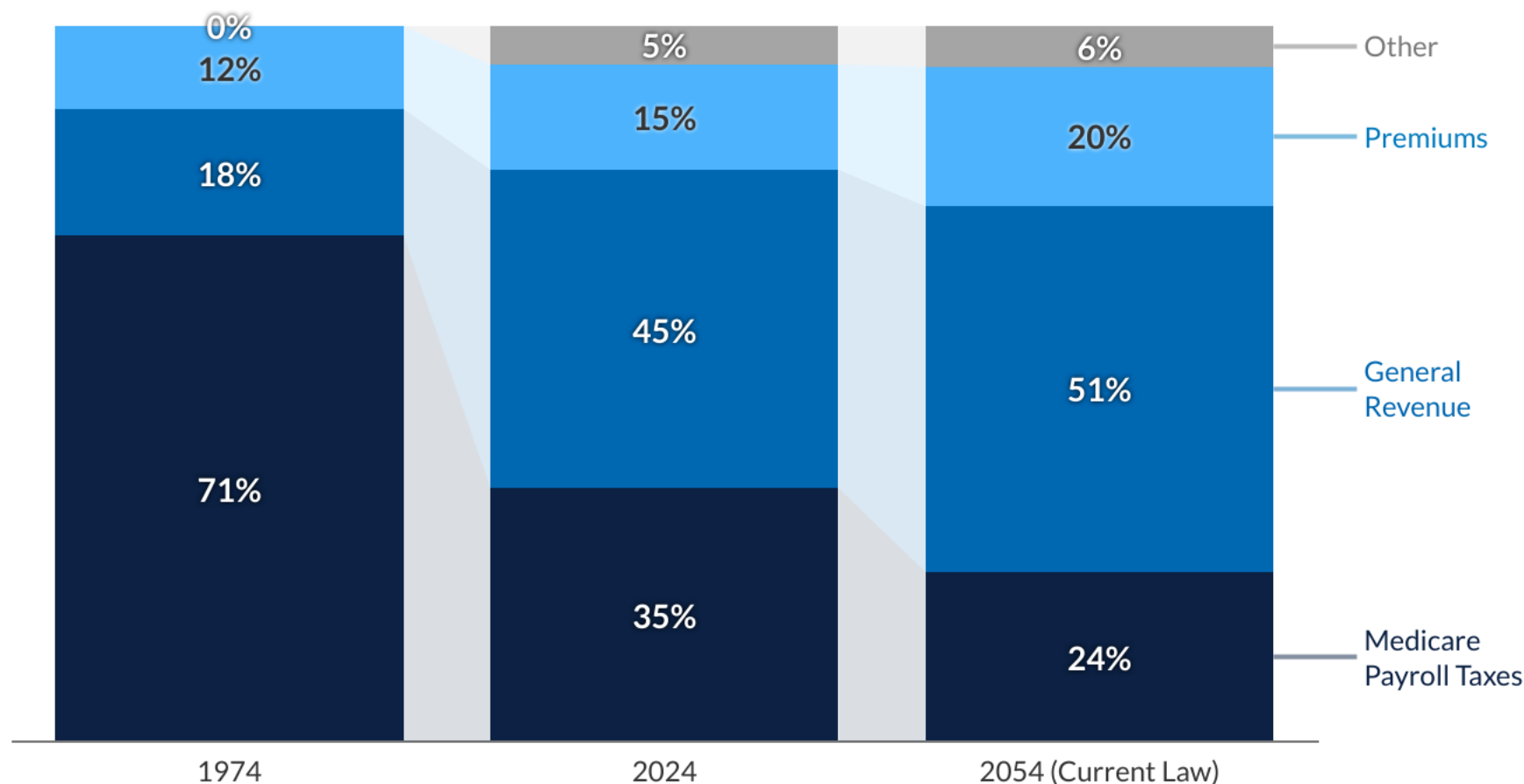
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The general fund is the largest source of financing for Medicare

Share of Medicare Income (%)



Source: Centers for Medicare & Medicaid Services

Notes: "Other" includes proceeds from the taxation of Social Security benefits, which help to finance Medicare Hospital Insurance costs, as well as drug fees and state transfers. Medicare income does not include interest income. Numbers may not sum to 100% due to rounding.