

EXHIBIT 3. National Health Expenditures by Type and Payer, 2021

Type of expenditure	Payer amount (millions) and share of total							
	Total	Medicaid	CHIP	Medicare	Private insurance	Other health insurance ¹	Other third-party payers ²	Out of pocket
Total payer expenditures	\$4,255,127	\$734,011	\$22,254	\$900,787	\$1,211,431	\$149,883	\$803,608	\$433,153
Hospital care	1,323,912	245,307	5,591	350,726	448,778	86,091	153,335	34,083
Physician and clinical services	864,563	99,332	4,874	222,082	328,077	38,768	105,860	65,570
Dental services	161,777	15,263	2,586	4,729	64,934	2,109	8,720	63,436
Other professional services ³	130,647	9,494	480	36,240	37,490	–	17,453	29,490
Home health care	125,195	42,788	64	46,583	15,926	698	6,242	12,895
Other non-durable medical products ⁴	97,387	–	–	2,332	–	–	–	95,055
Prescription drugs	377,987	39,624	2,281	119,923	151,680	10,146	4,495	49,839
Durable medical equipment ⁵	67,126	9,102	222	12,357	13,087	–	984	31,374
Nursing care facilities and continuing care retirement communities ⁶	181,314	54,267	18	40,589	16,281	6,796	18,972	44,391
Other health, residential, and personal care services ⁷	223,479	129,641	1,966	4,302	14,773	924	64,852	7,020
Administration ⁸	307,106	89,191	4,172	60,925	120,405	4,350	28,062	–
Public health activity	187,604	–	–	–	–	–	187,604	–
Investment	207,031	–	–	–	–	–	207,029	–

EXHIBIT 3. (continued)

Type of expenditure	Payer amount (millions) and share of total							
	Total	Medicaid	CHIP	Medicare	Private insurance	Other health insurance ¹	Other third-party payers ²	Out of pocket
Total payer share of expenditures	100.0%	17.3%	0.5%	21.2%	28.5%	3.5%	18.9%	10.2%
Hospital care	100.0	18.5	0.4	26.5	33.9	6.5	11.6	2.6
Physician and clinical services	100.0	11.5	0.6	25.7	37.9	4.5	12.2	7.6
Dental services	100.0	9.4	1.6	2.9	40.1	1.3	5.4	39.2
Other professional services ³	100.0	7.3	0.4	27.7	28.7	–	13.4	22.6
Home health care	100.0	34.2	0.1	37.2	12.7	0.6	5.0	10.3
Other non-durable medical products ⁴	100.0	–	–	2.4	–	–	–	97.6
Prescription drugs	100.0	10.5	0.6	31.7	40.1	2.7	1.2	13.2
Durable medical equipment ⁵	100.0	13.6	0.3	18.4	19.5	–	1.5	46.7
Nursing care facilities and continuing care retirement communities ⁶	100.0	29.9	0.0	22.4	9.0	3.7	10.5	24.5
Other health, residential, and personal care services ⁷	100.0	58.0	0.9	1.9	6.6	0.4	29.0	3.1
Administration ⁸	100.0	29.0	1.4	19.8	39.2	1.4	9.1	–
Public health activity	100.0	–	–	–	–	–	100.0	–
Investment	100.0	–	–	–	–	–	100.0	–

Notes: Every five years National Health Expenditure Accounts undergo a comprehensive revision that includes the incorporation of newly available source data, methodological and definitional changes, and benchmark estimates from the U.S. Census Bureau's quinquennial Economic Census. The values shown here reflect the comprehensive revision made in 2019, and thus, the figures shown here may reflect methodological and definitional shifts within payer and service categories from prior publications of MACStats. For example, the 2019 methodology improved the allocation of Medicaid managed care premiums to the goods and services categories for some states by the additional use of Medicaid Drug Rebate System data. This change caused a downward revision to retail prescription drug spending and an upward revision for most of the other service categories.

EXHIBIT 3. (continued)

– Dash indicates zero; 0.0% indicates an amount less than 0.05% that rounds to zero.

¹ U.S. Department of Defense and U.S. Department of Veterans Affairs.

² Includes all other public and private programs and expenditures except for out-of-pocket amounts.

³ The other professional services category includes services provided in establishments operated by health practitioners other than physicians and dentists, including those provided by private-duty nurses; chiropractors; podiatrists; optometrists; and physical, occupational, and speech therapists.

⁴ The other non-durable medical products category includes the retail sales of non-prescription drugs and medical sundries.

⁵ The durable medical equipment category includes retail sales of items such as contact lenses, eyeglasses, and other ophthalmic products; surgical and orthopedic products; hearing aids; wheelchairs; and medical equipment rentals.

⁶ The nursing care facilities and continuing care retirement communities category includes nursing and rehabilitative services provided in freestanding nursing home facilities that are generally provided for an extended period of time by registered or licensed practical nurses and other staff.

⁷ The other health, residential, and personal care category includes spending for Medicaid home- and community-based waivers, care provided in residential facilities for people with intellectual disabilities or mental health and substance abuse disorders, ambulance services, school health, and worksite health care.

⁸ The administrative category includes the administrative cost of health care programs (e.g., Medicare and Medicaid) and the net cost of private health insurance (administrative costs as well as additions to reserves, rate credits and dividends, premium taxes, and plan profits or losses).

Sources: Office of the Actuary (OACT), CMS, 2022, *National health expenditures by type of service and source of funds: Calendar years 1960–2021*, Baltimore, MD: OACT, <https://www.cms.gov/files/zip/national-health-expenditures-type-service-and-source-funds-cy-1960-2021.zip>. OACT, 2022, *National health expenditure accounts: Methodology paper, 2021*, Baltimore, MD: OACT, <https://www.cms.gov/files/document/definitions-sources-and-methods.pdf>. OACT, 2020, *Summary of 2019 comprehensive revision to the national health expenditure accounts*, Baltimore, MD: OACT, <https://www.cms.gov/files/document/summary-benchmark-changes-2019.pdf>.