

National Health Expenditures 2021-2030

PROJECTIONS AND INFLUENCES

2021



↑ demand for patient care

- Decrease in spending for federal programs and public health activity
- **Hospital expenditures:** 6.4% spending growth
- **Physician & Clinical Services:** 5.1% spending growth
- **Retail Prescription Drugs:** 4.7% spending growth

2022



Stabilization of utilization post COVID-19 begins

- **Hospital Expenditures:** 6.9% spending growth
- **Physician & Clinical Services:** 6.2% spending growth
- **Retail Prescription Drugs:** 4.3% spending growth

2023-2024



↓ Federal Supplemental payments

↑ Utilization rebound of medicare, Medicaid, Private Insurance

- Stabilization of utilization post COVID-19 continues
- **Hospital Expenditures:** 5.6% spending growth
- **Physician & Clinical Services:** estimated increase spending growth
- **Retail Prescription Drugs:** estimated increase in spending growth due to increased drug utilization from new drug approvals

2025-2030



↑ Medicaid Spending growth

↓ Spending growth for Medicare

↓ Private Health Insurance spending

- National healthcare spending growth total: 5.3% per year
- Growth driven more by traditional elements than COVID-19 effects
- Expiration of Disproportionate Share Hospital payment cap reductions occurs in 2027
- **Hospital Expenditures:** 5.5% spending growth per year
- **Physician & Clinical Services:** 5.5% spending growth per year
- **Retail Prescription Drugs:** 5.2% spending growth per year

