What's Causing the Increase in U.S. Insurance Premiums?

29% Increase in Spending

Private Health Insurance Spending 2009-2015

Source: CMS National Health Expenditures

$240 Billion
Biggest Causes are Hospitals & Insurance Administration/Profit

Source: CMS National Health Expenditures
Half of Growth in Private Spending Has Been for Hospital Services

**Sources of Private Insurance Spending Increase, 2009-2015**

- **Hospital Svcs**: 41% Increase, 49% of Total
- **Physician & Clinical Services**: 19% Increase, 18% of Total
- **Drugs**: 20% Increase, 10% of Total
- **Other Svcs**: 24% Increase, 11% of Total
- **Insurance Admin**: 30% Increase, 12% of Total

Source: CMS National Health Expenditures
Similar Pattern for Total Spending; >1/3 of Growth Due to Hospitals

Source: CMS National Health Expenditures
Hospitals Are Biggest Contributor to Growth for Two Decades

Growth in U.S. Private Health Insurance Spending, 2001-2015

- Hospitals: +163%
- Physicians/Clinical: +83%
- Prescription Drugs: +96%
- Insurance Administration: +123%

Source: CMS National Health Expenditures
Insurance Administration is #2

Growth in U.S. Private Health Insurance Spending, 2001-2015

- Hospitals: +163%
- Physicians/Clinical: +83%
- Prescription Drugs: +96%
- Insurance Administration: +123%

Source: CMS National Health Expenditures
As Much Private Insurance $ Goes to Insurer Admin as to Drugs

Source:
CMS National Health Expenditures

Growth in U.S. Private Health Insurance Spending, 2001-2015

- Hospitals
- Physicians/Clinical
- Prescription Drugs
- Insurance Administration