

# **Financial Outlook for Medicare**

## **Presentation for the Second National Medicare Prescription Drug Congress**

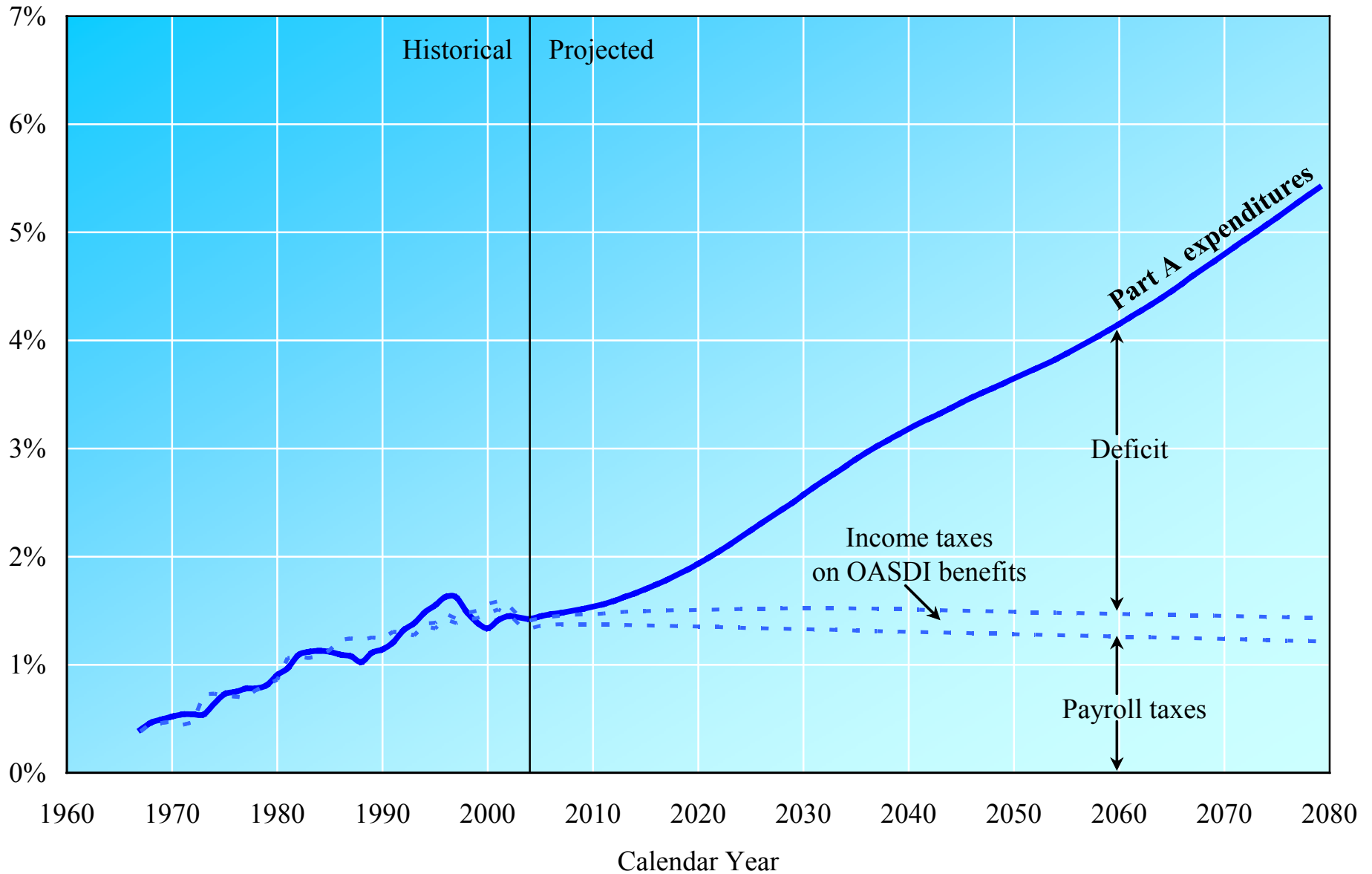
**November 1, 2005**

**Richard S. Foster  
Chief Actuary**

**Centers for Medicare & Medicaid Services**

# Chart 1—HI expenditures and tax revenues

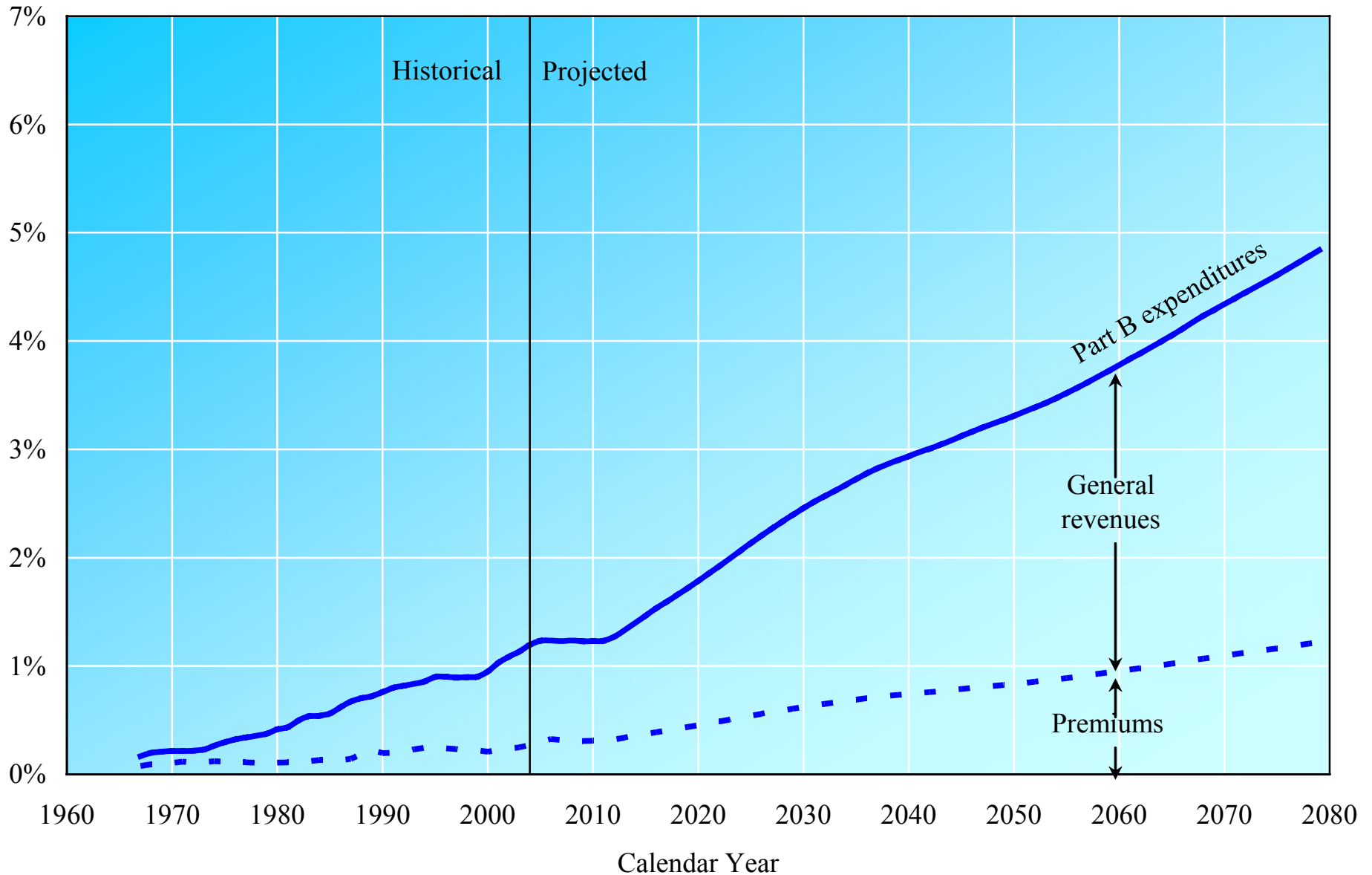
[As a percentage of Gross Domestic Product (GDP)]



Note: Projections are based on the intermediate assumptions from the 2005 Trustees Report.

# Chart 2--SMI Part B expenditures and premium income

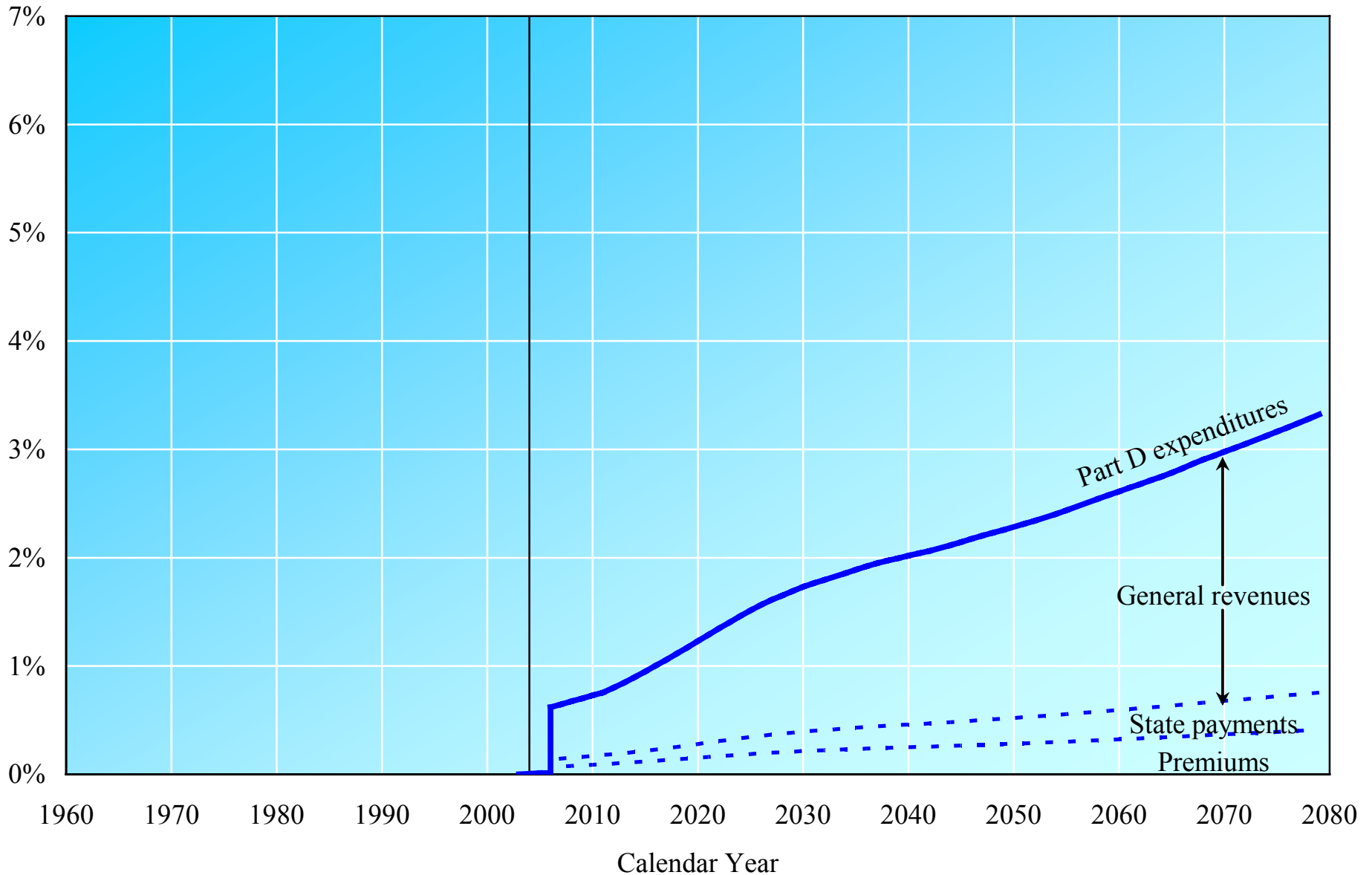
[As a percentage of Gross Domestic Product (GDP)]



Note: Projections are based on the intermediate assumptions from the 2005 Trustees Report.

# Chart 3--SMI Part D expenditures and revenues

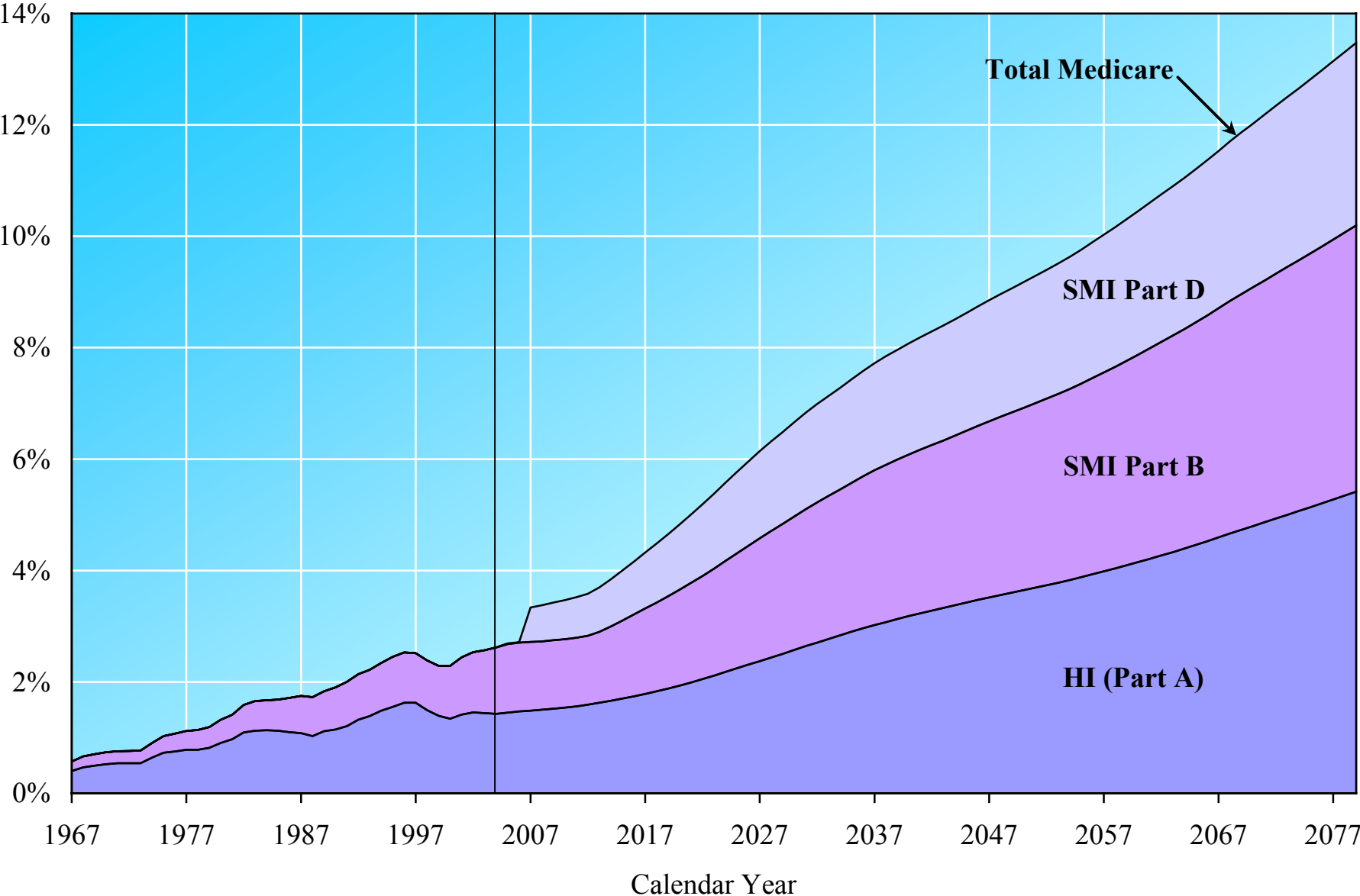
[As a percentage of Gross Domestic Product (GDP)]



Note: Projections are based on the intermediate assumptions from the 2005 Trustees Report.

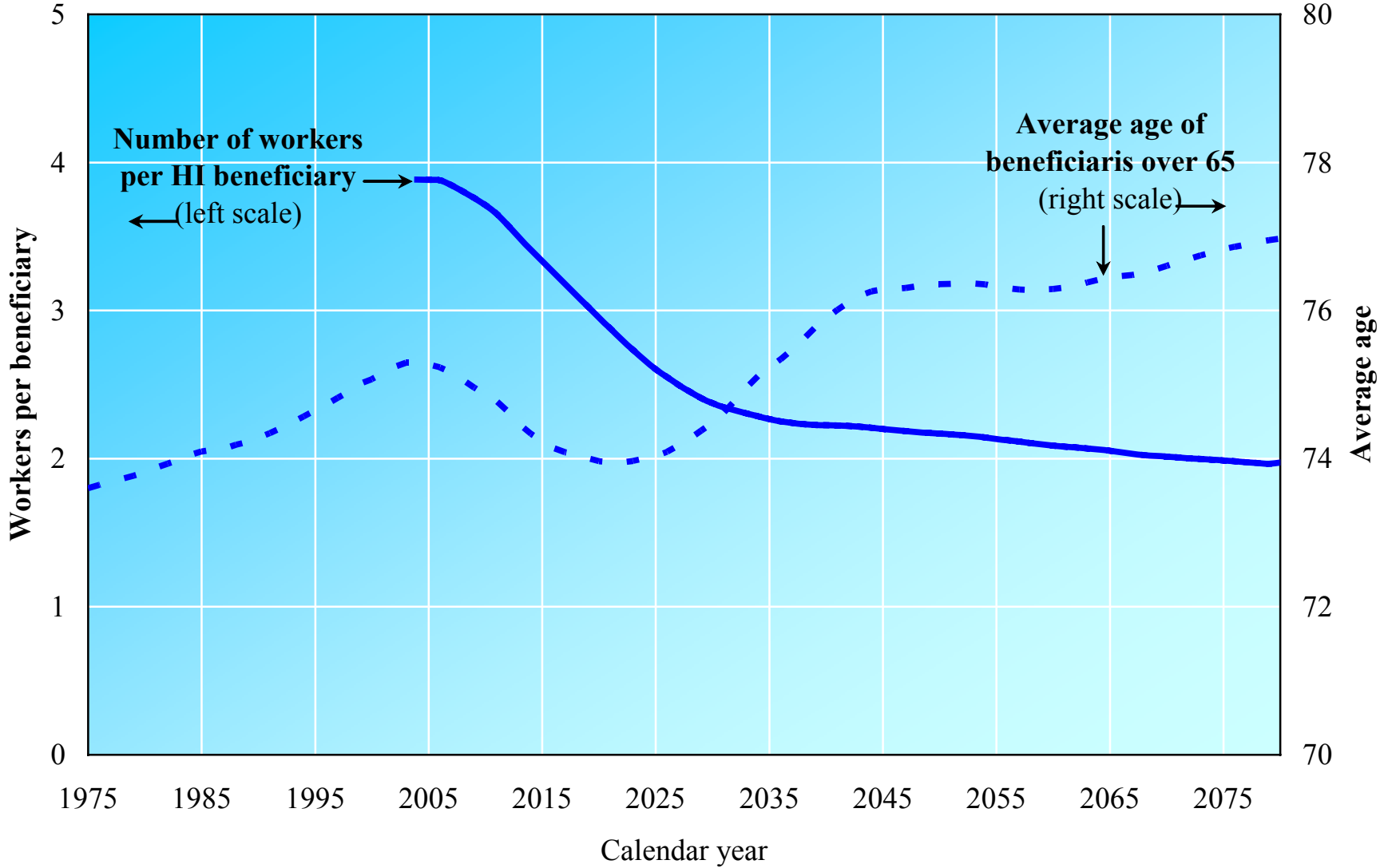
# Chart 4--Medicare expenditures, by component

[As a percentage of Gross Domestic Product (GDP)]



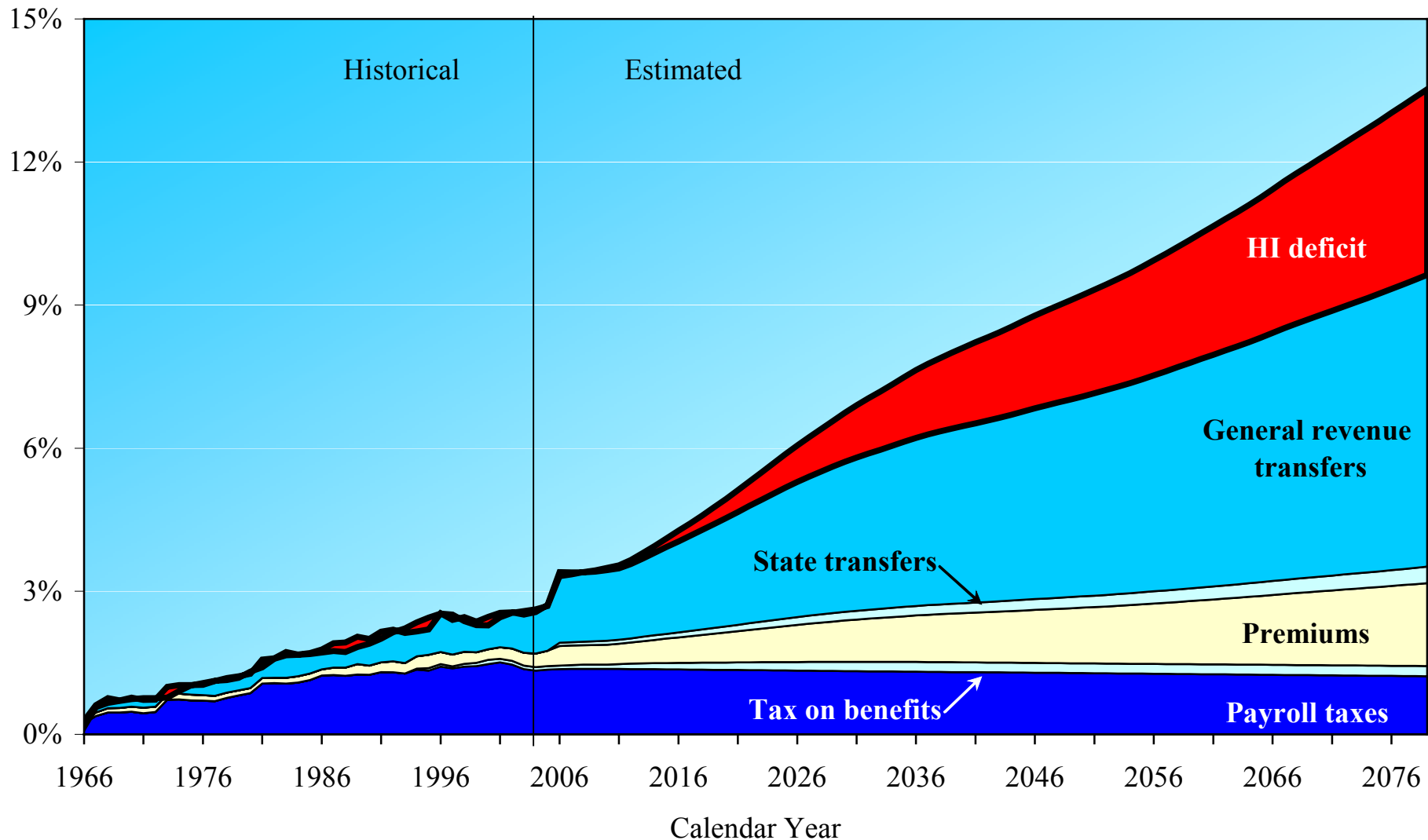
Note: Projections are based on the intermediate assumptions from the 2005 Trustees Report.

### Chart 5—Demographic changes



# Chart 6—Medicare sources of non-interest income and total expenditures

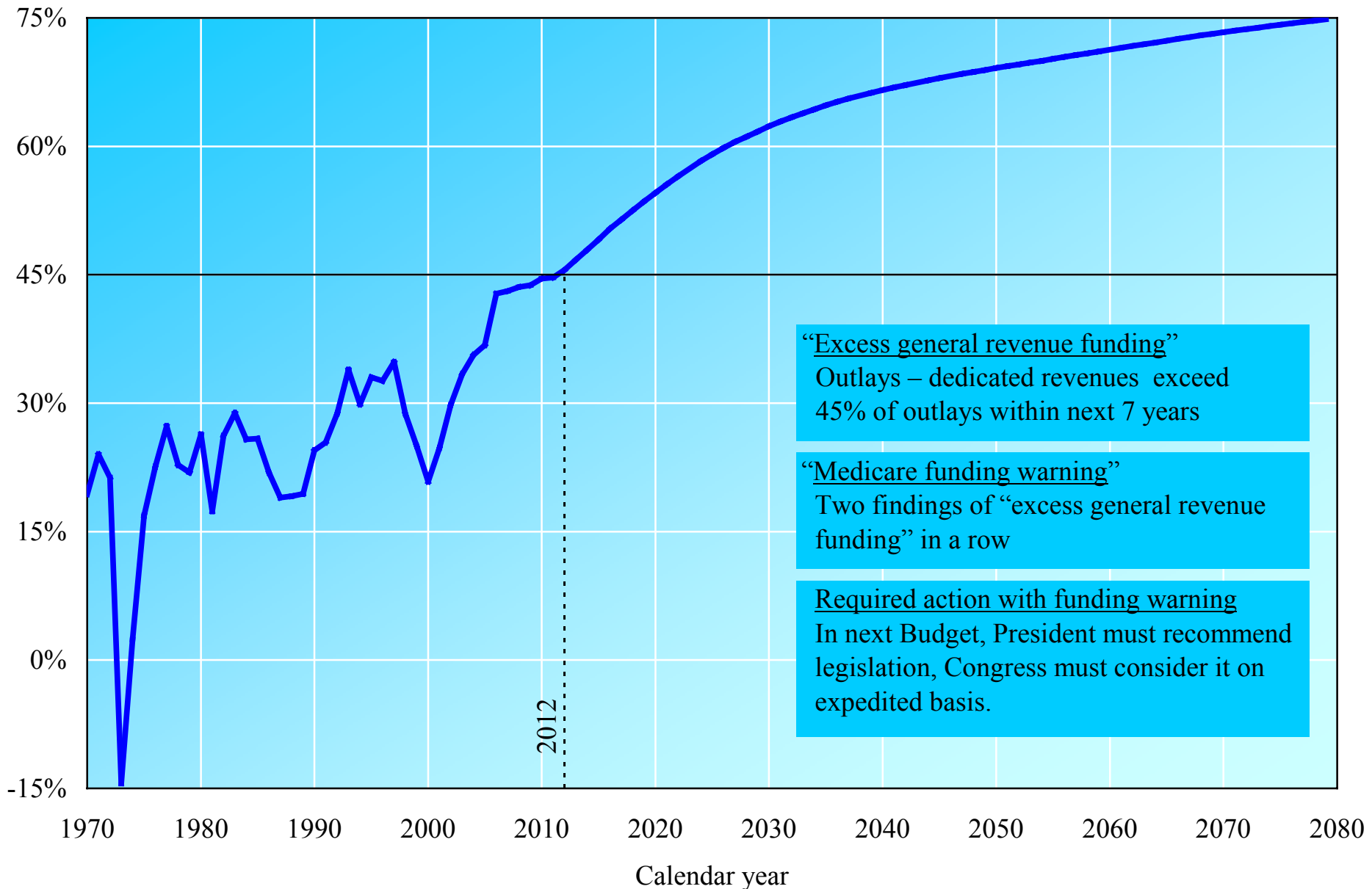
[As a percentage of Gross Domestic Product (GDP)]



Note: Projections are based on the intermediate assumptions from the 2005 Trustees Report.

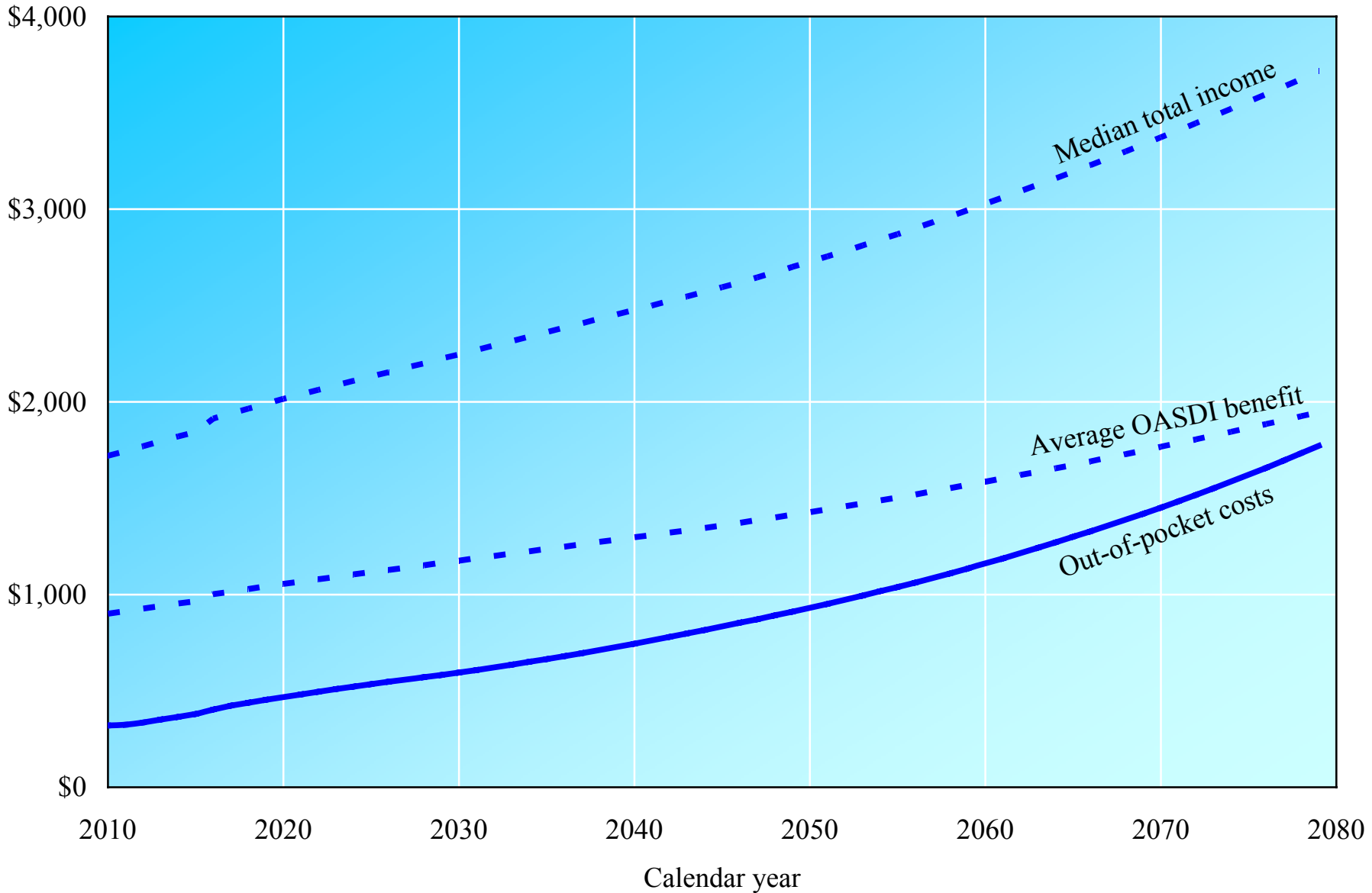
# Chart 7—Difference between Medicare outlays and dedicated revenues

(As a percentage of total outlays)



# Chart 8—Average beneficiary out-of-pocket costs for premiums and cost sharing, vs. income

[Monthly amounts, in constant 2004 dollars]



**Chart 9—SMI general revenues as percentage of Federal income taxes**

