Congressional Budget Office's										Marc	ch 24,	2016
March 2016 Medicare Baseline	Actual											
By fiscal year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
M	ledicare Total	s (Billion	ns of dol	lars)								
Mandatory Outlays (a)	634	695	709	717	791	849	911	1,018	1,052	1,078	1,197	1,292
Discretionary Outlays	6	6	7	7	8	8	8	9	9	10	10	11
Gross Outlays	640	701	715	724	799	857	920	1,027	1,061	1,088	1,208	1,302
Total Offsetting Receipts (b)	-94	-104	-115	-123	-131	-141	-152	-165	-175	-184	-200	-217
Net Outlays (gross outlays - receipts)	546	598	601	601	668	717	768	862	887	904	1,008	1,085
Net Mandatory Outlays (mandatory outlays - receipts)	540	591	594	594	660	709	759	853	877	894	997	1,074
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Benefits	ts of Mandato	ory Outia	ays (Billio	ons ot a	oliars)							
Part A	278	295	302	306	331	351	373	410	423	434	473	507
Part B	279	301	310	317	351	380	410	458	475	489	543	587
Part D	75	97	94	91	106	116	126	149	151	152	179	195
Total Benefits	632	693	706	714	788	847	909	1,016	1,049	1,075	1,195	1,289
Mandatory administration (c)	2	2	2	2	3	2	2	2	2	3	3	2
Total Mandatory Outlays	634	695	709	717	791	849	911	1,018	1,052	1,078	1,197	1,292
Componen	ts of Benefits	Paymer	nts (Billio	ons of do	ollars)							
Hospital inpatient care	143	144	146	149	154	161	168	176	184	193	201	214
Skilled nursing facilities	30	31	33	34	35	37	39	41	44	47	49	53
Physician fee schedule	70	70	72	74	78	82	87	91	96	102	107	114
Hospital outpatient services	43	45	47	49	52	56	60	65	70	76	81	89
Group plans (includes Medicare Advantage)	170	198	204	202	244	270	297	354	356	350	413	447
Home health agencies	18	18	18	19	19	20	21	22	23	25	26	28
Part D prescription drugs (d)	75	97	94	91	106	116	126	149	151	152	179	195
Other services (e)	72	76	79	82	86	90	95	100	106	112	117	126
Independent Payment Advisory Board (f) Subtotal, Medicare Benefits, net of recoveries	0 621	6 79	692	700	-2 773	-1 831	-1 892	-1 998	-1 1,030	-1 1,054	-1 1,173	-2 1,265
			032	, 00	,,,	031	032	330	1,000	1,054	•	
·			14	14	15	16	17	18	20	21	22	24
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays	11 632	13 693	14 706	14 714	15 788	16 847	17 909	18 1,016	20 1,049	21 1,075	22 1,195	24 1,289
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum:	11 632	13 693	706	714	788	847	909	1,016	1,049	1,075	1,195	1,289
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h)	11 632 12	13										
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e	11 632 12 ffect	13 693 13	706	714 11	788	847 12	909 12	1,016	1,049 12	1,075	1,195 12	1,289 12
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h)	11 632 12	13 693	706	714	788	847	909	1,016	1,049 12	1,075	1,195	1,289 12
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h)	11 632 12 ffect	13 693 13 658	706 12 688	714 11 726	788	847 12	909 12	1,016	1,049 12	1,075	1,195 12	1,289 12
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h)	11 632 12 ffect 621 Annual Grow	13 693 13 658 th Rates	706 12 688 (Percen 2.0	714 11 726 at)	788 12 773	847 12 831 7.3	909 12 892 7.3	1,016 13 957 11.8	1,049 12 1,026	1,075 11 1,099 2.5	1,195 12 1,173	1,289 12 1,265 7.9
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts	11 632 12 ffect 621 Annual Growt 5.7 -0.3	13 693 13 658 th Rates 9.6 10.1	706 12 688 (Percen 2.0 10.4	714 11 726 11) 1.2 7.6	788 12 773 10.4 6.6	847 12 831 7.3 7.0	909 12 892 7.3 8.1	1,016 13 957 11.8 8.8	1,049 12 1,026 3.3 5.6	1,075 11 1,099 2.5 5.4	1,195 12 1,173 11.0 8.6	1,289 12 1,265 7.9 8.6
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h)	11 632 12 ffect 621 Annual Grow	13 693 13 658 th Rates	706 12 688 (Percen 2.0	714 11 726 at)	788 12 773	847 12 831 7.3	909 12 892 7.3	1,016 13 957 11.8	1,049 12 1,026	1,075 11 1,099 2.5	1,195 12 1,173	1,289 12 1,265 7.9
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts	11 632 12 ffect 621 Annual Growt 5.7 -0.3	13 693 13 658 th Rates 9.6 10.1	706 12 688 (Percen 2.0 10.4	714 11 726 11) 1.2 7.6	788 12 773 10.4 6.6	847 12 831 7.3 7.0	909 12 892 7.3 8.1	1,016 13 957 11.8 8.8	1,049 12 1,026 3.3 5.6	1,075 11 1,099 2.5 5.4	1,195 12 1,173 11.0 8.6	1,289 12 1,265 7.9 8.6
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts)	11 632 12 ffect 621 Annual Grown 5.7 -0.3 6.8	13 693 13 658 th Rates 9.6 10.1	706 12 688 (Percen 2.0 10.4	714 11 726 1t) 1.2 7.6 -0.1	788 12 773 10.4 6.6 11.2	847 12 831 7.3 7.0 7.4	909 12 892 7.3 8.1	1,016 13 957 11.8 8.8 12.4	1,049 12 1,026 3.3 5.6 2.8	1,075 11 1,099 2.5 5.4 1.9	1,195 12 1,173 11.0 8.6	1,289 12 1,265 7.9 8.6 7.7
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits	11 632 12 ffect 621 Annual Grown 5.7 -0.3 6.8	13 693 13 658 th Rates 9.6 10.1 9.5	706 12 688 (Percen 2.0 10.4 0.5	714 11 726 1.2 7.6 -0.1 4.6 6.3	788 12 773 10.4 6.6 11.2 5.2 7.2	847 12 831 7.3 7.0 7.4 6.3 8.3	909 12 892 7.3 8.1 7.1 6.3 7.8	1,016 13 957 11.8 8.8 12.4 6.3 7.6	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits Part D benefits	11 632 12 ffect 621 Annual Grow 5.7 -0.3 6.8 4.1 5.9 16.6	13 693 13 658 th Rates 9.6 10.1 9.5 3.0 5.0 20.0	706 12 688 (Percen 2.0 10.4 0.5 4.4 5.4 2.9	714 11 726 1t) 1.2 7.6 -0.1 4.6 6.3 5.3	788 12 773 10.4 6.6 11.2 5.2 7.2 8.5	12 831 7.3 7.0 7.4 6.3 8.3 8.6	909 12 892 7.3 8.1 7.1 6.3 7.8 9.1	1,016 13 957 11.8 8.8 12.4 6.3 7.6 9.2	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5 9.2	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2 9.1	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9 9.0	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2 9.0
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits	11 632 12 ffect 621 Annual Grown 5.7 -0.3 6.8	13 693 13 658 th Rates 9.6 10.1 9.5	706 12 688 (Percen 2.0 10.4 0.5	714 11 726 1.2 7.6 -0.1 4.6 6.3	788 12 773 10.4 6.6 11.2 5.2 7.2	847 12 831 7.3 7.0 7.4 6.3 8.3	909 12 892 7.3 8.1 7.1 6.3 7.8	1,016 13 957 11.8 8.8 12.4 6.3 7.6	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits Part D benefits Total Medicare benefits Average benefit spending per beneficiary, adjusted for recoveries	11 632 12 ffect 621 Annual Growl 5.7 -0.3 6.8 4.1 5.9 16.6 6.4	13 693 13 658 th Rates 9.6 10.1 9.5 3.0 5.0 20.0	706 12 688 (Percen 2.0 10.4 0.5 4.4 5.4 2.9	714 11 726 1t) 1.2 7.6 -0.1 4.6 6.3 5.3	788 12 773 10.4 6.6 11.2 5.2 7.2 8.5	12 831 7.3 7.0 7.4 6.3 8.3 8.6	909 12 892 7.3 8.1 7.1 6.3 7.8 9.1	1,016 13 957 11.8 8.8 12.4 6.3 7.6 9.2	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5 9.2	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2 9.1	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9 9.0	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2 9.0
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits Part D benefits Total Medicare benefits Average benefit spending per beneficiary, adjusted for recovand timing shifts (g,h)	11 632 12 ffect 621 Annual Grown 5.7 -0.3 6.8 4.1 5.9 16.6 6.4	13 693 13 658 th Rates 9.6 10.1 9.5 3.0 5.0 20.0 6.0	706 12 688 (Percen 2.0 10.4 0.5 4.4 2.9 4.6	714 11 726 1.2 7.6 -0.1 4.6 6.3 5.3 5.5	788 12 773 10.4 6.6 11.2 5.2 7.2 8.5 6.5	847 12 831 7.3 7.0 7.4 6.3 8.3 8.6 7.5	909 12 892 7.3 8.1 7.1 6.3 7.8 9.1 7.3	1,016 13 957 11.8 8.8 12.4 6.3 7.6 9.2 7.3	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5 9.2 7.3	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2 9.1 7.0	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9 9.0 6.7	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2 9.0 7.9
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits Part D benefits Total Medicare benefits Average benefit spending per beneficiary, adjusted for recovand timing shifts (g,h) Part A benefits	11 632 12 ffect 621 Annual Growl 5.7 -0.3 6.8 4.1 5.9 16.6 6.4 eries	13 693 13 658 th Rates 9.6 10.1 9.5 3.0 20.0 6.0	706 12 688 (Percen 2.0 10.4 0.5 4.4 2.9 4.6	714 11 726 1.2 7.6 -0.1 4.6 6.3 5.3 5.5	788 12 773 10.4 6.6 11.2 5.2 7.2 8.5 6.5	847 12 831 7.3 7.0 7.4 6.3 8.3 8.6 7.5	909 12 892 7.3 8.1 7.1 6.3 7.8 9.1 7.3	1,016 13 957 11.8 8.8 12.4 6.3 7.6 9.2 7.3	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5 9.2 7.3	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2 9.1 7.0	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9 9.0 6.7	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2 9.0 7.9 4.6
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits Total Medicare benefits Average benefit spending per beneficiary, adjusted for recovand timing shifts (g,h) Part A benefits Part B benefits Part B benefits	11 632 12 ffect 621 Annual Grown 5.7 -0.3 6.8 4.1 5.9 16.6 6.4 eries	13 693 13 658 th Rates 9.6 10.1 9.5 3.0 5.0 20.0 6.0	706 12 688 (Percen 2.0 10.4 0.5 4.4 5.4 2.9 4.6	714 11 726 1.2 7.6 -0.1 4.6 6.3 5.3 5.5	788 12 773 10.4 6.6 11.2 5.2 7.2 8.5 6.5	7.3 7.0 7.4 6.3 8.6 7.5	909 12 892 7.3 8.1 7.1 6.3 7.8 9.1 7.3 3.3 4.8	1,016 13 957 11.8 8.8 12.4 6.3 7.6 9.2 7.3 3.4 4.6	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5 9.2 7.3 3.5 4.7	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2 9.1 7.0 3.3 4.5	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9 9.0 6.7 3.0 4.1	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2 9.0 7.9 4.6 5.5
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits Part D benefits Total Medicare benefits Average benefit spending per beneficiary, adjusted for recovand timing shifts (g,h) Part A benefits	11 632 12 ffect 621 Annual Growl 5.7 -0.3 6.8 4.1 5.9 16.6 6.4 eries	13 693 13 658 th Rates 9.6 10.1 9.5 3.0 20.0 6.0	706 12 688 (Percen 2.0 10.4 0.5 4.4 2.9 4.6	714 11 726 1.2 7.6 -0.1 4.6 6.3 5.3 5.5	788 12 773 10.4 6.6 11.2 5.2 7.2 8.5 6.5	847 12 831 7.3 7.0 7.4 6.3 8.3 8.6 7.5	909 12 892 7.3 8.1 7.1 6.3 7.8 9.1 7.3	1,016 13 957 11.8 8.8 12.4 6.3 7.6 9.2 7.3	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5 9.2 7.3	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2 9.1 7.0	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9 9.0 6.7	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2 9.0 7.9 4.6
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits Total Medicare benefits Average benefit spending per beneficiary, adjusted for recovand timing shifts (g,h) Part A benefits Part B benefits Part B benefits Part B benefits Part D benefits	11 632 12 ffect 621 Annual Grown 5.7 -0.3 6.8 4.1 5.9 16.6 6.4 eries	13 693 13 658 th Rates 9.6 10.1 9.5 3.0 5.0 20.0 6.0	706 12 688 (Percen 2.0 10.4 0.5 4.4 2.9 4.6 1.6 2.6 0.0	714 11 726 1.2 7.6 -0.1 4.6 6.3 5.3 5.5 1.7 3.5 2.3	788 12 773 10.4 6.6 11.2 5.2 7.2 8.5 6.5 2.2 4.2 5.1	7.3 7.0 7.4 6.3 8.6 7.5	909 12 892 7.3 8.1 7.1 6.3 7.8 9.1 7.3 3.3 4.8	1,016 13 957 11.8 8.8 12.4 6.3 7.6 9.2 7.3 3.4 4.6	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5 9.2 7.3 3.5 4.7	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2 9.1 7.0 3.3 4.5	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9 9.0 6.7 3.0 4.1	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2 9.0 7.9 4.6 5.5
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits Total Medicare benefits Average benefit spending per beneficiary, adjusted for recovand timing shifts (g,h) Part A benefits Part B benefits Part B benefits Part D benefits Part D benefits	11 632 12 ffect 621 Annual Grown 5.7 -0.3 6.8 4.1 5.9 16.6 6.4 eries 1.3 3.2 13.0	13 693 13 658 th Rates 9.6 10.1 9.5 3.0 5.0 20.0 6.0 0.8 2.6 16.2	12 688 (Percen 2.0 10.4 0.5 4.4 2.9 4.6	714 11 726 1.2 7.6 -0.1 4.6 6.3 5.3 5.5 1.7 3.5 2.3 dexes (P	788 12 773 10.4 6.6 11.2 5.2 7.2 8.5 6.5 2.2 4.2 5.1	847 12 831 7.3 7.0 7.4 6.3 8.6 7.5 3.4 5.3 5.0	909 12 892 7.3 8.1 7.1 6.3 7.8 9.1 7.3 3.3 4.8 5.6	1,016 13 957 11.8 8.8 12.4 6.3 7.6 9.2 7.3 3.4 4.6 5.7	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5 9.2 7.3 3.5 4.7 5.7	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2 9.1 7.0 3.3 4.5 5.9	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9 9.0 6.7 3.0 4.1 5.8	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2 9.0 7.9 4.6 5.5 5.9
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits Part D benefits Average benefit spending per beneficiary, adjusted for recovand timing shifts (g,h) Part A benefits Part B benefits Part B benefits Part D benefits Part D benefits Part D benefits	11 632 12 ffect 621 Annual Grown 5.7 -0.3 6.8 4.1 5.9 16.6 6.4 eries 1.3 3.2 13.0 dates and Cha	13 693 13 658 th Rates 9.6 10.1 9.5 3.0 5.0 20.0 6.0 0.8 2.6 16.2 Inges in 2.4	706 12 688 (Percen 2.0 10.4 0.5 4.4 2.9 4.6 1.6 2.6 0.0 Price Inc.	714 11 726 1.2 7.6 -0.1 4.6 6.3 5.3 5.5 1.7 3.5 2.3 dexes (P	788 12 773 10.4 6.6 11.2 5.2 7.2 8.5 6.5 2.2 4.2 5.1 Percent)	847 12 831 7.3 7.0 7.4 6.3 8.3 8.6 7.5 3.4 5.3 5.0	909 12 892 7.3 8.1 7.1 6.3 7.8 9.1 7.3 3.3 4.8 5.6	1,016 13 957 11.8 8.8 12.4 6.3 7.6 9.2 7.3 3.4 4.6 5.7	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5 9.2 7.3 3.5 4.7 5.7	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2 9.1 7.0 3.3 4.5 5.9	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9 9.0 6.7 3.0 4.1 5.8	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2 9.0 7.9 4.6 5.5 5.9
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits Part D benefits Average benefit spending per beneficiary, adjusted for recovand timing shifts (g,h) Part A benefits Part B benefits Part B benefits Part D benefits Part D benefits Part D benefits Part D benefits	11 632 12 ffect 621 Annual Grown 5.7 -0.3 6.8 4.1 5.9 16.6 6.4 eries 1.3 3.2 13.0	13 693 13 658 th Rates 9.6 10.1 9.5 3.0 5.0 20.0 6.0 0.8 2.6 16.2	12 688 (Percen 2.0 10.4 0.5 4.4 2.9 4.6 1.6 2.6 0.0 Price Inc	714 11 726 1.2 7.6 -0.1 4.6 6.3 5.3 5.5 1.7 3.5 2.3 dexes (P	788 12 773 10.4 6.6 11.2 5.2 7.2 8.5 6.5 2.2 4.2 5.1	847 12 831 7.3 7.0 7.4 6.3 8.6 7.5 3.4 5.3 5.0	909 12 892 7.3 8.1 7.1 6.3 7.8 9.1 7.3 3.3 4.8 5.6	1,016 13 957 11.8 8.8 12.4 6.3 7.6 9.2 7.3 3.4 4.6 5.7	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5 9.2 7.3 3.5 4.7 5.7	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2 9.1 7.0 3.3 4.5 5.9	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9 9.0 6.7 3.0 4.1 5.8	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2 9.0 7.9 4.6 5.5 5.9
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits Part D benefits Average benefit spending per beneficiary, adjusted for recovand timing shifts (g,h) Part A benefits Part B benefits Part B benefits Part D benefits Part D benefits Part D benefits	11 632 12 ffect 621 Annual Grown 5.7 -0.3 6.8 4.1 5.9 16.6 6.4 eries 1.3 3.2 13.0 dates and Cha 2.9 2.2	13 693 13 658 th Rates 9.6 10.1 9.5 3.0 5.0 20.0 6.0 0.8 2.6 16.2 Inges in 2.4 0.9	706 12 688 (Percen 2.0 10.4 0.5 4.4 2.9 4.6 1.6 2.6 0.0 Price Inc.	714 11 726 1.2 7.6 -0.1 4.6 6.3 5.3 5.5 1.7 3.5 2.3 dexes (P	788 12 773 10.4 6.6 11.2 5.2 7.2 8.5 6.5 2.2 4.2 5.1 Percent) 3.3 2.0	847 12 831 7.3 7.0 7.4 6.3 8.3 8.6 7.5 3.4 5.3 5.0 3.2 2.7	909 12 892 7.3 8.1 7.1 6.3 7.8 9.1 7.3 3.3 4.8 5.6	1,016 13 957 11.8 8.8 12.4 6.3 7.6 9.2 7.3 3.4 4.6 5.7	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5 9.2 7.3 3.5 4.7 5.7	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2 9.1 7.0 3.3 4.5 5.9	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9 9.0 6.7 3.0 4.1 5.8	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2 9.0 7.9 4.6 5.5 5.9 3.0 1.9
Amounts paid to providers and recovered (g) Total, Mandatory Medicare Benefit Outlays Memorandum: Number of capitation payments (h) Medicare benefits, net of recoveries, adjusted to remove e of timing shifts (g,h) Total mandatory outlays Total offsetting receipts Net mandatory outlays (mandatory outlays - receipts) Benefits adjusted for recoveries and timing shifts (g,h) Part A benefits Part B benefits Part D benefits Total Medicare benefits Average benefit spending per beneficiary, adjusted for recovand timing shifts (g,h) Part A benefits Part B benefits Part B benefits Part D benefits Consumer price index for urban consumers (calendar year)	11 632 12 ffect 621 Annual Grown 5.7 -0.3 6.8 4.1 5.9 16.6 6.4 eries 1.3 3.2 13.0 dates and Cha 2.9 2.2 1.1	13 693 13 658 th Rates 9.6 10.1 9.5 3.0 20.0 6.0 0.8 2.6 16.2 Inges in 2.4 0.9 0.1	12 688 (Percen 2.0 10.4 0.5 4.4 2.9 4.6 2.6 0.0 Price Inc	714 11 726 1.2 7.6 -0.1 4.6 6.3 5.3 5.5 1.7 3.5 2.3 dexes (P	788 12 773 10.4 6.6 11.2 5.2 7.2 8.5 6.5 2.2 4.2 5.1 Percent) 3.3 2.0 2.4	847 12 831 7.3 7.0 7.4 6.3 8.3 8.6 7.5 3.4 5.3 5.0 3.2 2.7 2.4	909 12 892 7.3 8.1 7.1 6.3 7.8 9.1 7.3 3.3 4.8 5.6	1,016 13 957 11.8 8.8 12.4 6.3 7.6 9.2 7.3 3.4 4.6 5.7 3.1 2.6 2.4	1,049 12 1,026 3.3 5.6 2.8 6.3 7.5 9.2 7.3 3.5 4.7 5.7	1,075 11 1,099 2.5 5.4 1.9 6.0 7.2 9.1 7.0 3.3 4.5 5.9 3.1 2.1 2.4	1,195 12 1,173 11.0 8.6 11.5 5.7 6.9 9.0 6.7 3.0 4.1 5.8 3.1 2.0 2.4 1.0	1,289 12 1,265 7.9 8.6 7.7 7.1 8.2 9.0 7.9 4.6 5.5 5.9 3.0 1.9 2.4

Congressional Budget Office's										Mar	ch 24,	2016
March 2016 Medicare Baseline	Actual											
By fiscal year	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Enrollment (Avera	ge monthly enrolln	nent du	ring fisca	al year, ı	millions	of peop	le)					
Part A	55	57	58	60	62	63	65	67	69	71	73	74
Part B	51	52	54	55	57	58	60	62	63	65	67	68
Part D (j)	41	43	44	45	47	48	50	52	53	55	57	58
Memorandum:												
Part D low-income subsidy	12	12	13	13	13	14	14	15	15	15	16	16
Part A fee-for-service enrollment	38	39	39	39	40	40	41	41	42	43	43	44
Group plan enrollment (k)	17	18	19	21	22	23	25	26	27	28	29	30
Receipts (mostly payroll taxes)	269	287	301	315	329	343	359	376	393	412	432	
HI Trust Fund Income												
receipts (mostly payron taxes)		_0.				J 15						453
Interest	9	8	8	8	8	8	8					453 (m)
Interest Total Income	9 277	8 295	8 309	8 323	8 337	8 352	8 367	7 383	6	5 417	3	(m)
								7	6	5		
Total Income	277	295	309	323	337	352	367	7 383	6 400	5 417	3 435	(m) (m)
Total Income HI Trust Fund Outlays	277 284	295 300	309 308	323 312	337 337	352 358	367 380	7 383 416	6 400 430	5 417 442	3 435 481	(m) (m) 515
Total Income HI Trust Fund Outlays HI trust fund surplus or deficit (I)	277 284 -6	295 300 -5 191	309 308 2 193	323 312 11 204	337 337 0	352 358 -6	367 380 -13	7 383 416 -33	6 400 430 -30	5 417 442 -24	3 435 481 -45	(m) (m) 515 (m)
Total Income HI Trust Fund Outlays HI trust fund surplus or deficit (I)	277 284 -6 196	295 300 -5 191	309 308 2 193	323 312 11 204	337 337 0	352 358 -6	367 380 -13	7 383 416 -33	6 400 430 -30	5 417 442 -24	3 435 481 -45	(m) (m) 515 (m)
Total Income HI Trust Fund Outlays HI trust fund surplus or deficit (I) HI Trust Fund Balance (end-of-year)	277 284 -6 196 Offsetting Receip	295 300 -5 191 ots (Billio	309 308 2 193 ons of de	323 312 11 204 ollars)	337 337 0 204	352 358 -6 198	367 380 -13 185	7 383 416 -33 152	6 400 430 -30 122	5 417 442 -24 97	3 435 481 -45 52	(m) (m) 515 (m) (m)
Total Income HI Trust Fund Outlays HI trust fund surplus or deficit (I) HI Trust Fund Balance (end-of-year) Part A premiums	277 284 -6 196 Offsetting Receip	295 300 -5 191 ots (Billio	309 308 2 193 ons of de	323 312 11 204 collars)	337 337 0 204	352 358 -6 198	367 380 -13 185	7 383 416 -33 152	6 400 430 -30 122	5 417 442 -24 97	3 435 481 -45 52	(m) (m) 515 (m) (m)
Total Income HI Trust Fund Outlays HI trust fund surplus or deficit (I) HI Trust Fund Balance (end-of-year) Part A premiums Part B premiums (n)	277 284 -6 196 Offsetting Receip -3 -67	295 300 -5 191 ots (Billio	309 308 2 193 ons of de	323 312 11 204 pollars) -4 -90	337 337 0 204 -4 -96	352 358 -6 198 -4 -102	367 380 -13 185 -4 -111	7 383 416 -33 152 -4 -121	6 400 430 -30 122 -4 -127	5 417 442 -24 97 -4 -133	3 435 481 -45 52 -5 -145	(m) (m) 515 (m) (m) -5 -158
Total Income HI Trust Fund Outlays HI trust fund surplus or deficit (I) HI Trust Fund Balance (end-of-year) Part A premiums Part B premiums (n) Part D premiums (o)	277 284 -6 196 Offsetting Receip -3 -67 -4	295 300 -5 191 ots (Billion -3 -72 -4	309 308 2 193 ons of do -4 -83 -5	323 312 11 204 biliars) -4 -90 -5	337 337 0 204 -4 -96 -6	352 358 -6 198 -4 -102 -7	367 380 -13 185 -4 -111 -8	7 383 416 -33 152 -4 -121 -8	6 400 430 -30 122 -4 -127 -9	5 417 442 -24 97 -4 -133 -10	3 435 481 -45 52 -5 -145 -11	(m) (m) 515 (m) (m)

NOTES: Components may not add up to totals because of rounding.

- a. Mandatory outlays include the effects of sequestration under the Balanced Budget and Emergency Deficit Control Act of 1985, as amended, on spending for Medicare
- b. Offsetting receipts include premiums, amounts paid to providers and later recovered, and phased-down state contribution (clawback) payments from the states to Part D.
- c. Mandatory outlays for quality improvement organizations, certain activities against fraud and abuse, and certain administrative activities funded in authorization acts.
- d. Includes payments to prescription drug plans and employer group waiver plans, and for the retiree drug subsidy and the low-income subsidy.
- e. Includes ambulance services, ambulatory surgical centers, community mental health centers, durable medical equipment, federally qualified health centers, hospice services, hospital outpatient services that are not paid for using the outpatient prospective payment system, independent and physician in-office laboratory services, outpatient dialysis, outpatient therapy services, Part B prescription drugs, rural health clinic services, and the payment of Part B premiums for Qualifying Individuals.
- f. The IPAB mechanism requires the Secretary of Health and Human Services to make changes to the Medicare program that will reduce spending if the rate of growth in spending per beneficiary is projected to exceed a target rate of growth linked to the consumer price index and per capita changes in nominal gross domestic product. CBO's projections of the rates of growth in spending per beneficiary in the March 2016 baseline are below the target rates of growth for each fiscal year through 2018. However, for 2019, 2024, and 2026, CBO's projection of the rate of growth in Medicare spending is projected to exceed the target rate of growth. As a result, CBO projects that the IPAB mechanism will reduce spending in the 2019-2026 period by \$8 billion.
- g. Amounts that are paid to providers and later recovered are included in the total for mandatory Medicare spending, but the amounts are not broken out by type of provider. CBO counts the initial payment of such amounts as outlays for benefits and the subsequent recovery as offsetting receipts to conform to the reporting in the *Monthly Treasury Statement*. In the past, the Medicare Trustees have reported benefits net of recoveries, so they have not treated the recoveries as offsetting receipts.
- h. Capitation payments to group health plans and prescription drug plans for the month of October are accelerated into the preceding fiscal year when October 1 falls on a weekend. The adjustment for timing shifts reflects 12 capitation payments per year.
- i. The inflation-based updates to payment rates for certain services and providers are adjusted by the 10-year moving average of multi-factor productivity, including: inpatient acute hospitals, skilled nursing facilities, long-term care hospitals, inpatient rehabilitation hospitals, home health agencies, psychiatric hospitals, hospice care, physician services, dialysis, outpatient hospitals, ambulance services, ambulatory surgical center services, laboratory services, certain durable medical equipment, prosthetic devices, and orthotics. The adjustment for multi-factor productivity is included in the PPS Update Factor shown above.
- j. Includes individuals enrolled in stand-alone prescription drug plans, Medicare Advantage plans with prescription drug coverage, employer group waiver plans, and the retiree drug subsidy.
- k. Includes Medicare Advantage, cost contracts, and demonstration contracts covering Medicare Parts A and B. Does not include Health Care Prepayment Plans, which cover Part B services only.
- I. Surpluses and deficits reflect income minus outlays for each year. Deficits are indicated by negative numbers.
- m. The Hospital Insurance Trust Fund is projected to become exhausted in 2026. Accordingly, certain components of trust fund operations for the year of exhaustion and subsequent years are not meaningful under present law and are not shown in this table. The Centers for Medicare & Medicaid Services (CMS) may not make payments in excess of the available balances in a trust fund. However, following rules in the Deficit Control Act of 1985 (section 257(b)), CBO's baseline incorporates the assumption that CMS would pay HI benefits in full even after the balance of the trust fund is exhausted. CBO projects that outlays will exceed receipts by \$60 billion in 2026.
- n. Part B premium receipts include the Part B income-related premium, but do not include the premium surcharge that is transferred to the general fund of the Treasury.
- o. Part D premium receipts include the Part D income-related premium but do not include premiums that enrollees pay directly to their plans or premiums covered by the low-income subsidy.