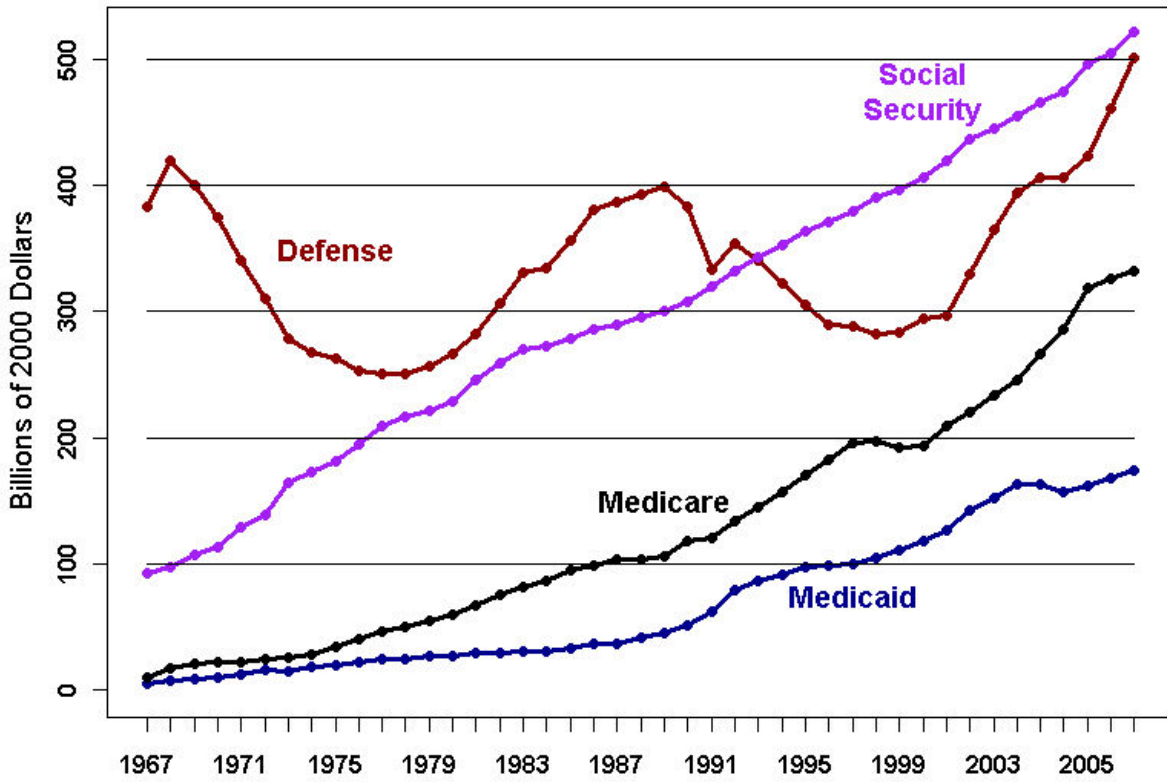


Federal Budget: Defense, Medicaid, Medicare, and Social Security (2000 Dollars) 1967 - 2009



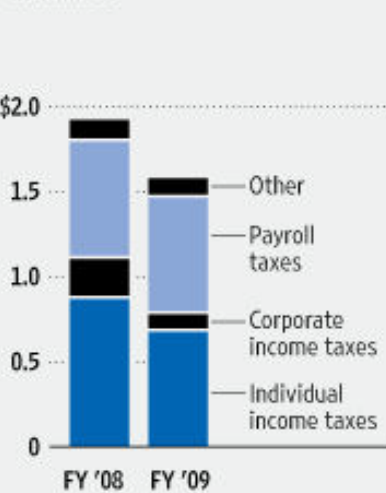
Deep Impact | Ins and outs of the federal budget

Surplus/deficit, in trillions

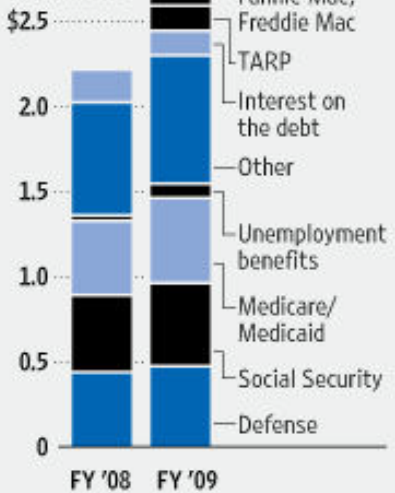


Note: Fiscal year ends Sept. 30

Receipts through June, in trillions

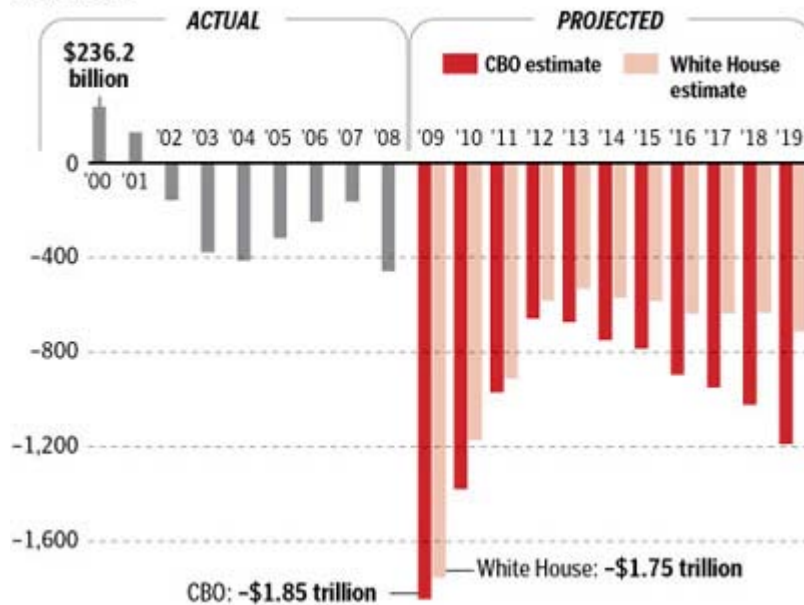


Spending through June, in trillions

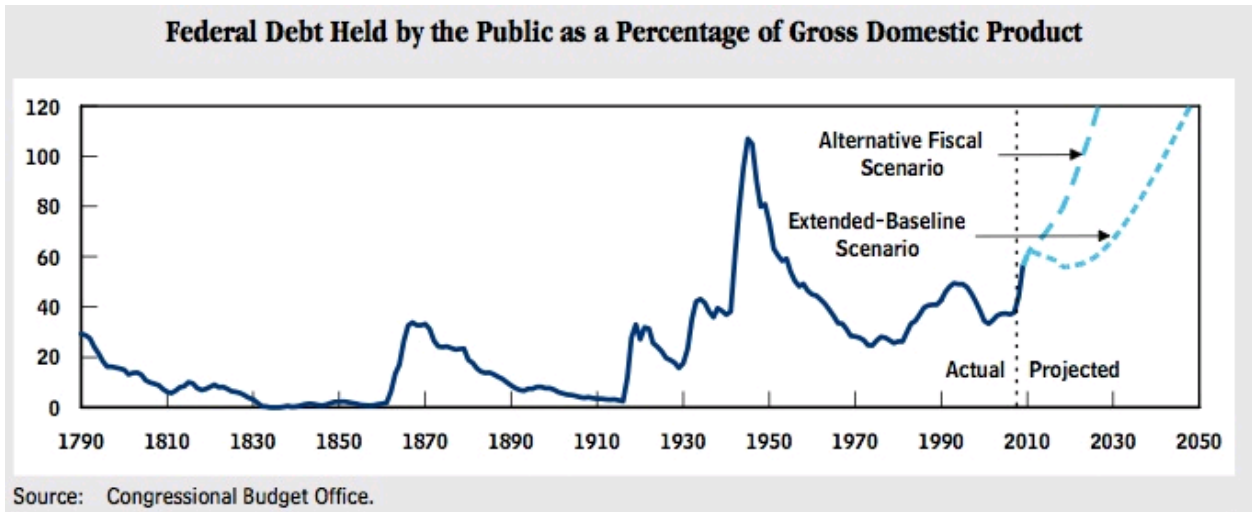


Sources: Treasury Department; Congressional Budget Office

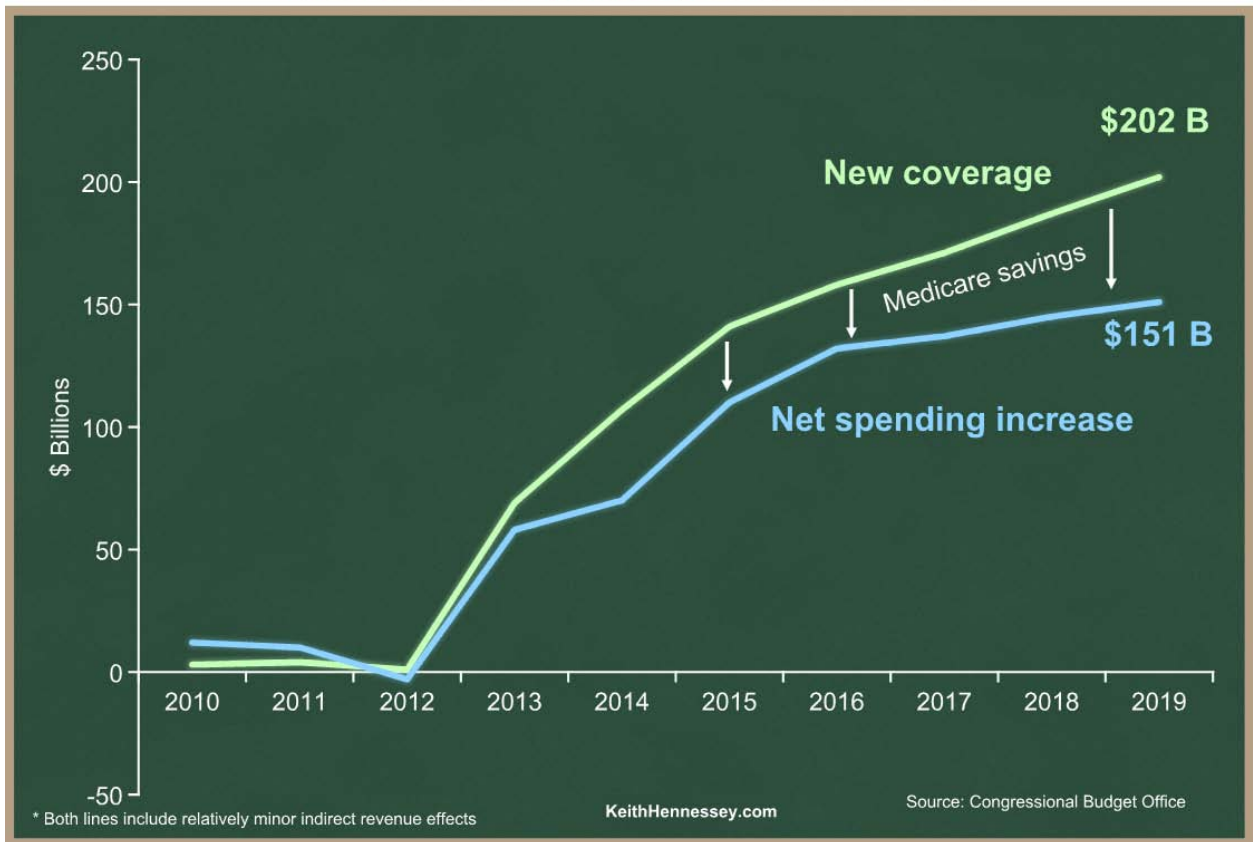
IN BILLIONS



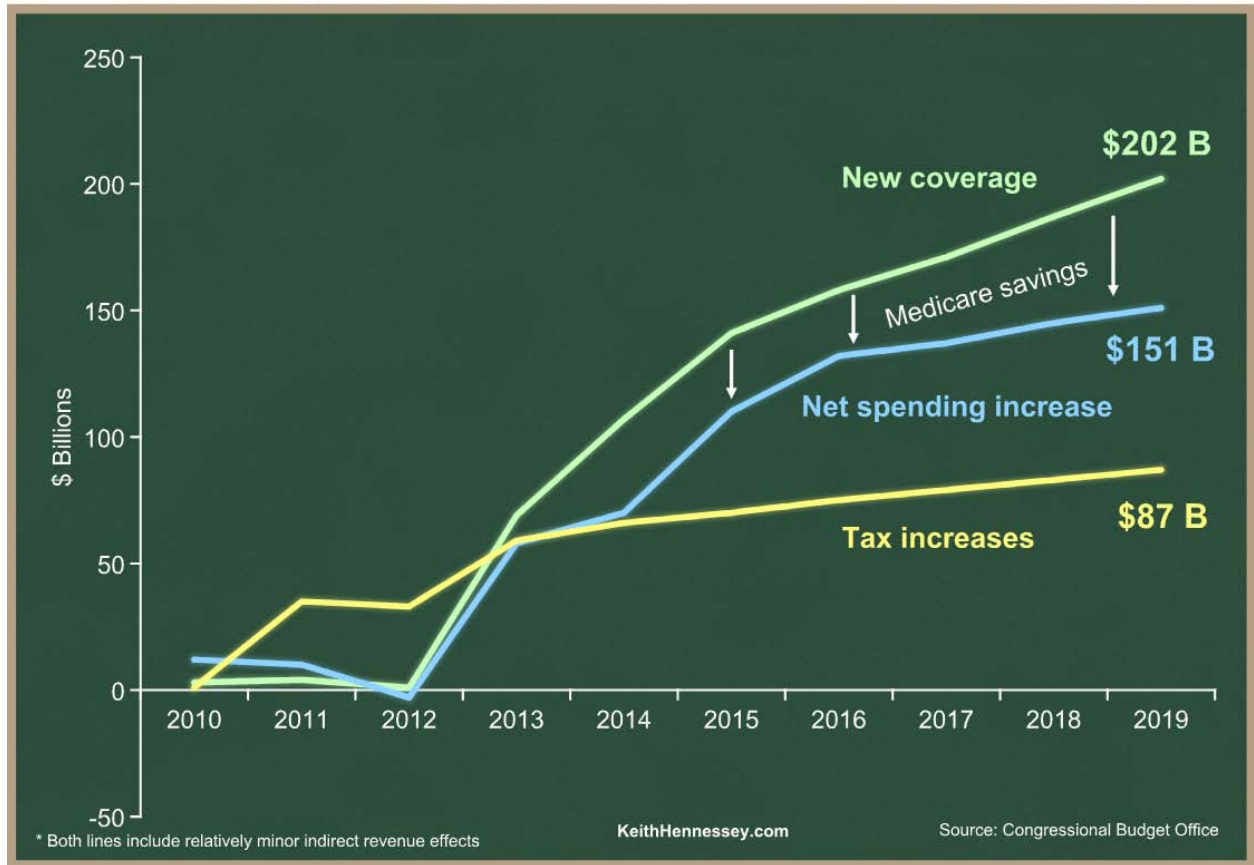
Graph Used by Congressional Budget Director Douglas Elmendorf in Testimony on 16 July 2009 before the Senate Budget Committee



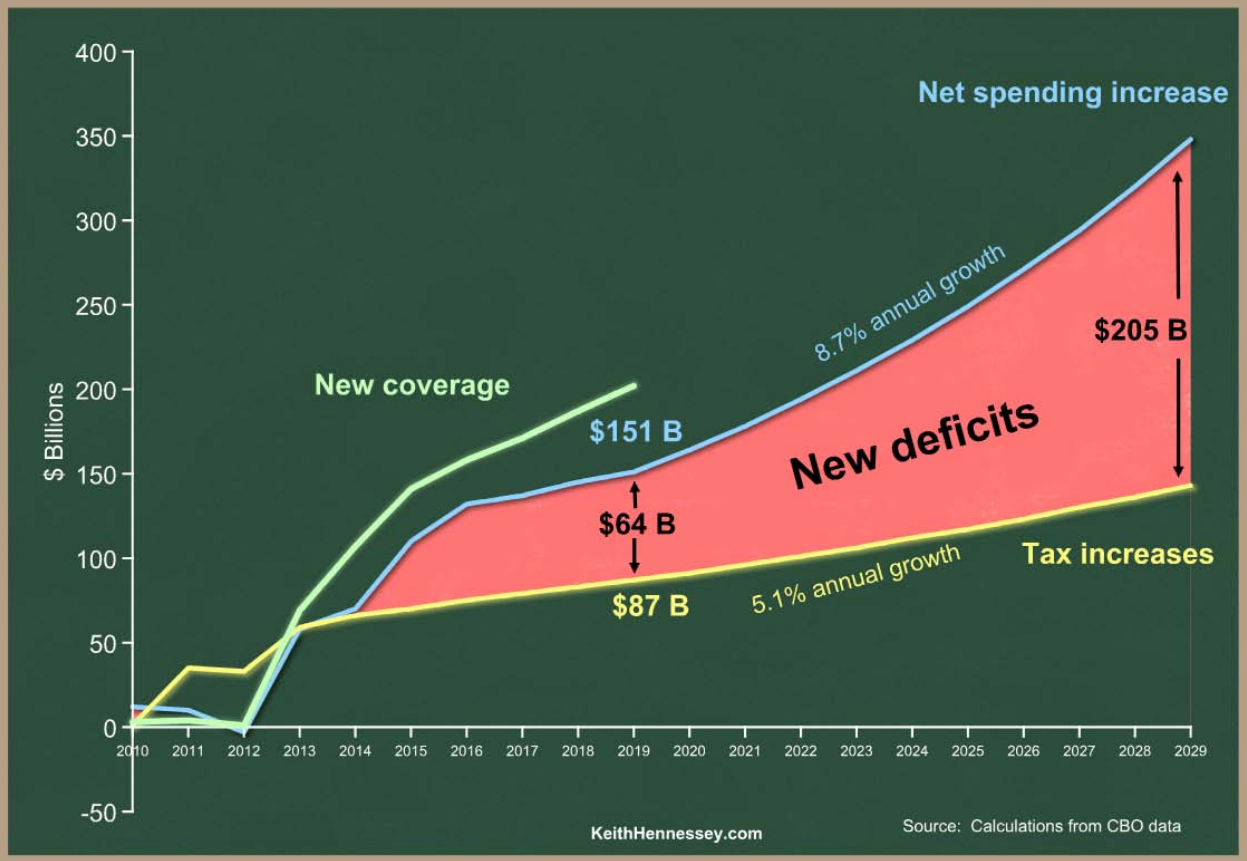
Spending in the House health care bill
 Net deficit effects of new coverage and Medicare provisions



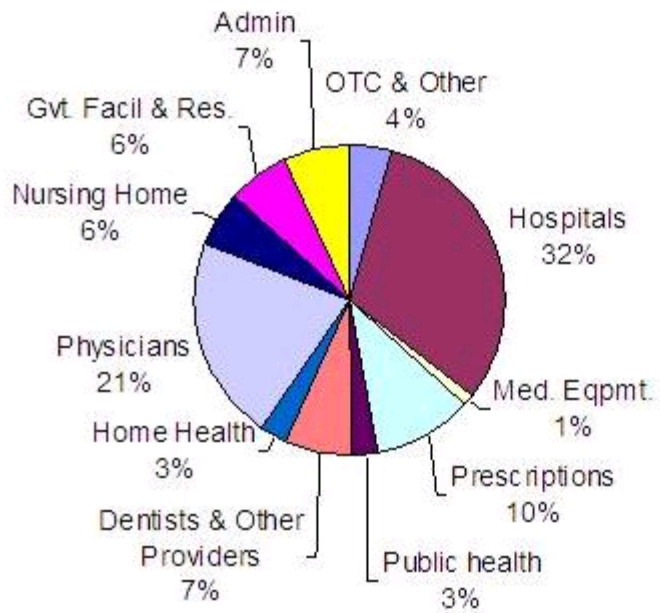
Spending and taxes in the House health care bill



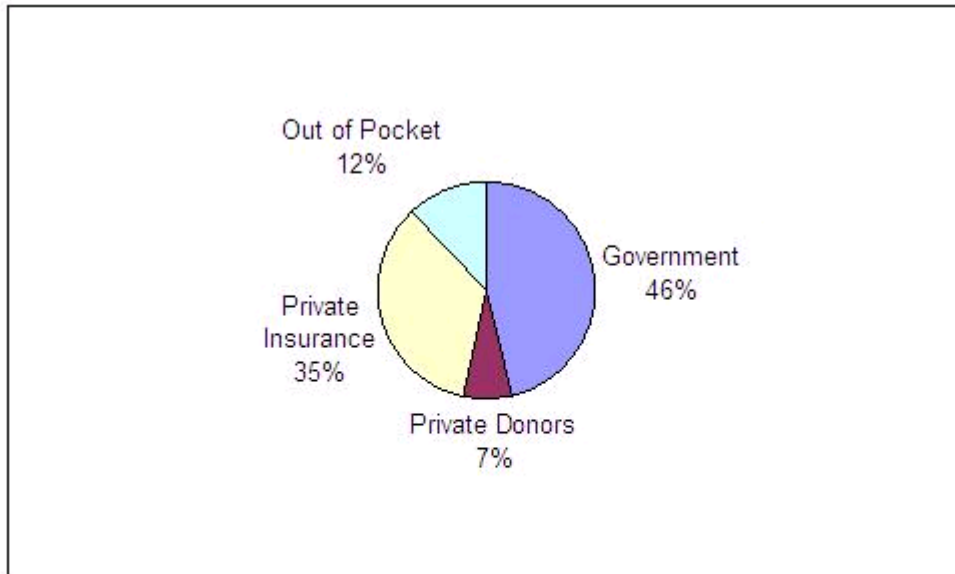
Long run budget effects of the House health care bill



Where the Health Care Money is Spent



Where the Health Care Money is Coming From



Who are the Uninsured?

47 million Total

14 million eligible for existing programs (Medicare, Medicaid, VA, SCHIP)

9.7 million non-citizens

9.1 million (household incomes > \$75,000.00 but do not purchase)

3 to 5 million between jobs

10 million (chronically uninsured)

What Groups Can be Squeezed for Savings?

Hospitals and Nursing Homes

Physicians, Dentists, and other Providers

Drug Companies

Insurance Companies

Trial Lawyers

Possible Reforms (from Dr. Bala Ambati)

Tort Reform

Eliminate television and direct to consumer pharmaceutical marketing

Allow Cross-State (Interstate) Insurance

Encourage charity care (allow tax deduction pro bono work)

Much greater cost transparency – allow doctors to set their own fees and waive fees

“Costs in the last six months of year of life consume the lion’s share of health care spending; should the bill for that be covered by the hospital, the insurance pool, the taxpayer, or (in my view) the patient & family?”