

Macro Roundup Article

Headline: [U.S. Health Spending is Slowing Down](#)

Article Link: <https://www.briefingbook.info/p/us-health-spending-is-slowing-down>

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Publication	Briefing Book
Publication Date	November 30, 2023

Tweet: Victoria Udalova notes that, according to the Bureau of Economic Analysis, the share of American GDP spent on health care declined for the second straight year to 17.1% in 2022, the lowest level since 2014.

Summary: According to the new BEA estimates, the share of GDP spent on health in 2022 declined to 17.1% from 17.5% in 2021 and 17.9% in 2020. This marks the second consecutive year of decline in health spending as a share of GDP. The estimated share in 2022 represents the smallest share of the economy spent on health since 2014 and a smaller share that was spent on health in 2019, before the start of the pandemic. Adjusting for differences in overall and medical inflation, the share of GDP spent on health in 2022 was largely unchanged from 2020 and 2021. As such, the decline in health spending as a share of GDP in 2021 and 2022 was primarily driven by high inflation in sectors outside of health and a lagging medical inflation.

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Primary Topic: Government Spending

Topics: Database, Fiscal Policy, Government Spending, Healthcare/Seniors, Op-Ed/Blog Post

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