

factsheet

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Costs of Alzheimer's to Medicare and Medicaid

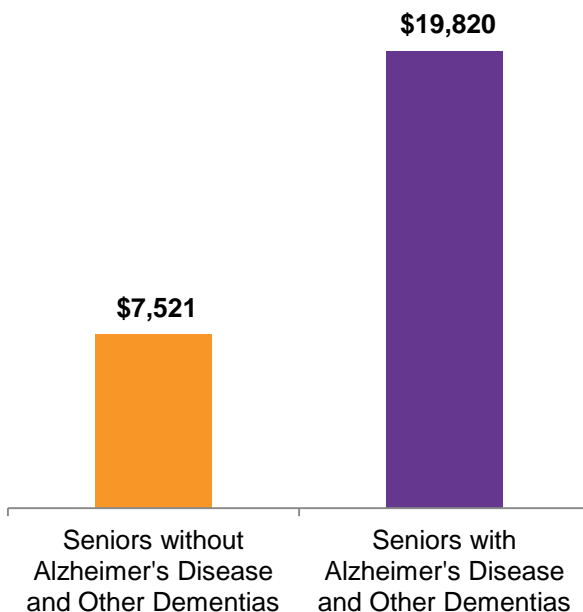
Individuals with Alzheimer's disease and other dementias are high users of health care, long-term care and hospice services.

- Average annual Medicare payments for individuals with Alzheimer's disease and other dementias are almost three times higher than for those without the conditions.
- Medicaid payments for those with Alzheimer's and other dementias are, on average, 19 times higher.

In 2012, Medicare and Medicaid will spend an estimated \$140 billion caring for people with Alzheimer's and other dementias.

- \$104.5 billion by the federal government under Medicare.
- \$35.5 billion by federal and state governments, combined, under the Medicaid program.

Average Annual Per Person Medicare Payments



Average Annual Per Person Medicaid Payments

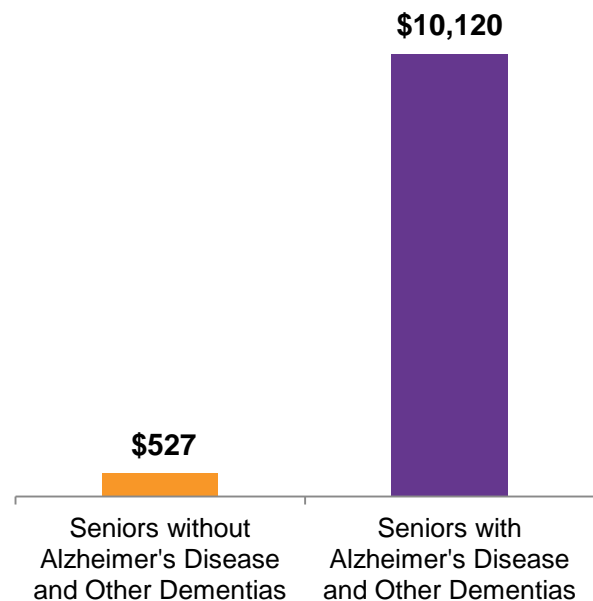


EXHIBIT H-1 – Alzheimer's Document consists of 2 pages. Entire exhibit provided. Meeting Date: 06-13-12

With the aging of the baby boom generation, the number of Americans aged 65 and over with Alzheimer's is expected to dramatically escalate.

- Today, 5.2 million Americans aged 65 and over are living with Alzheimer's disease.
- By 2050, there are projected to be nearly a million new cases every year, with another American developing Alzheimer's every 33 seconds.
- The number of Americans living with Alzheimer's in 2050 is expected to total 13.5 million – and could be as high as 16 million.

The costs of caring for individuals with Alzheimer's will also expand in lock step – costing Medicare and Medicaid a combined total of \$805 billion (in 2010 dollars) in 2050.

- In 2050, Medicare will spend a projected \$627 billion caring for people with Alzheimer's – an increase of nearly 600 percent between 2010 and 2050.
- Medicaid spending on people with Alzheimer's will increase nearly 400 percent between 2010 and 2050, as costs will reach \$178 billion in 2050.

Alzheimer's Prevalence and Cost to Medicare and Medicaid
(in 2010 dollars)

