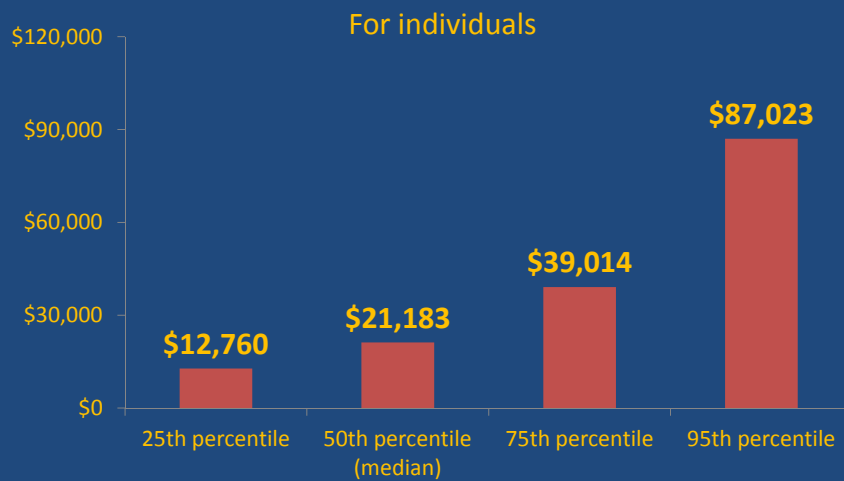


Raising Medicare's Eligibility Age: A Complex Proposition

David Certner
AARP

Alliance For Health Reform
Washington, D.C.
December 17, 2012

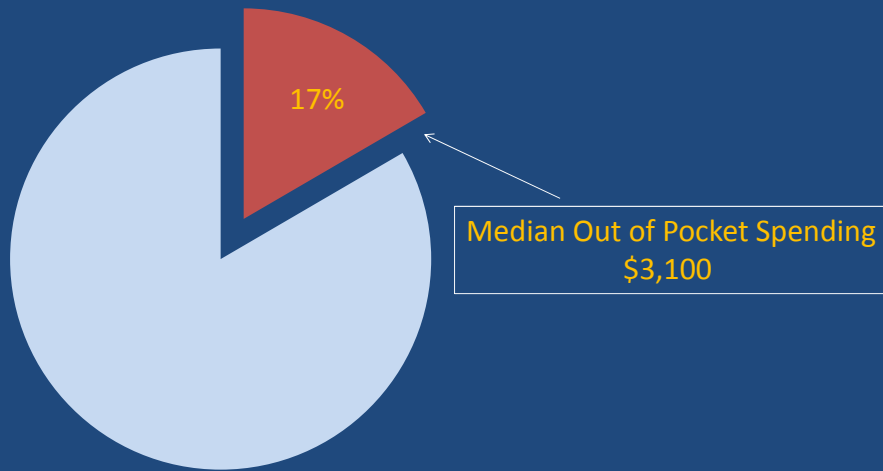
Medicare Beneficiaries Income Distribution



Source: Kaiser Family Foundation, Projecting Income and Assets:
What Might the Future Hold for the Next Generation of Medicare Beneficiaries? June 2011

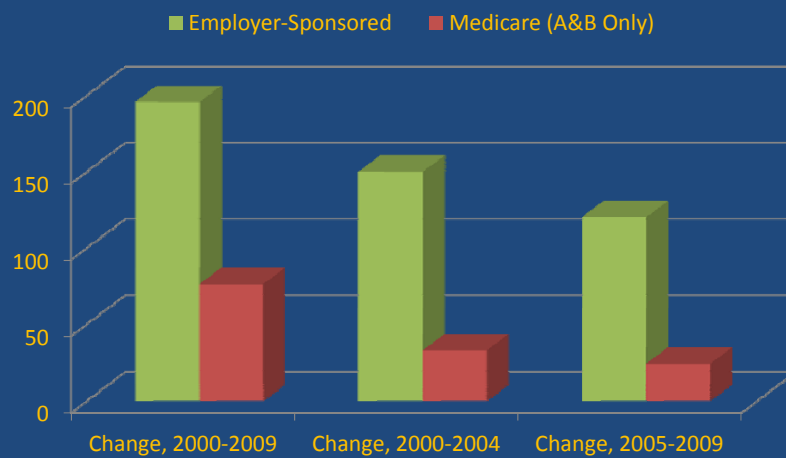
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Health Care Spending Consumes 17% of Income, Current Medicare Beneficiaries



Source: AARP Public Policy Institute, Medicare Beneficiaries' Out of Pocket Spending for Health Care, May 2012, using 2007 Medicare Current Beneficiary Survey Cost and Use File

Medicare Cost Growth Lower than Cost Growth in Private Health Plans



Source: 2010 Medicare Trustees' Report (p. 228) and 2010 Kaiser/HRET Employee Health Benefits Survey