

Many seniors on Medicare falling into medical debt

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(HealthDay)—"Medicare For All" gets tossed around a lot by advocates

of universal health coverage, but a new study finds that today's Medicare is far from free for seniors and people with disabilities.

Instead, a large number of beneficiaries are sliding into medical debt and delaying needed [health](#) care due to financial holes in the system, according to findings published online Dec. 10 in *JAMA Health Forum*.

Nearly 11% of Medicare beneficiaries said they struggle to pay their [medical bills](#) and have delayed care because they can't afford it, according to researchers who analyzed data from a regular federal survey of current Medicare beneficiaries.

"People sort of imagine the Medicare population is well taken care of in this regard, in terms of being able to access care," said lead researcher Jeanne Madden, an associate professor of pharmacy and health systems science at Northeastern University in Boston. "But it's not universally accessible. It's not equitable."

The Medicare crunch particularly affects [people](#) under 65 who are on the program due to disability, results show. One-quarter of the younger enrollees have delayed care they couldn't afford, and nearly 30% have trouble paying medical bills.

But some lower-income seniors are also struggling under Medicare. About 8% of beneficiaries 65 and older have delayed care and 7% have trouble paying off medical bills.

Older adults with annual incomes between \$15,000 and \$25,000 were 2.5 times more likely to delay care and three times more likely to have problems paying bills than seniors making more than \$50,000, the researchers found.

[Chronic health problems](#) add to the unaffordability of Medicare. Seniors

with four to 10 chronic conditions were more than twice as likely to have problems paying medical bills as those with one condition or none at all, the findings showed.

"In the older group, the ones that are at the highest risk of not being able to afford their care are lower-income and with the highest health care needs," Madden said.

Part of the problem is that traditional Medicare has fairly high cost-sharing requirements for beneficiaries, she noted. For example, a doctor's visit under Medicare Part B requires a 20% copay.

"If you have a lot of illnesses, it adds up to some real money" as you go to various specialists, as well as your primary care doctor, Madden said.

There's also no cap on out-of-pocket expenses for traditional Medicare, even though Obamacare (the Affordable Care Act) provides such caps for private health plans and coverage obtained through Medicare Advantage, she added. (Medicare Advantage is a program that provides Medicare benefits through a private-sector insurer.)

"Those are capped in terms of their out-of-pocket expenses, but regular old Medicare is not capped," Madden said.

This research points out the flaws in the current [Medicare](#) system, said Eric Roberts, an assistant professor of health policy and management at the University of Pittsburgh.

"Medicare is not complete coverage. It doesn't include dental, vision and hearing. It doesn't cover long-term care. There can be high out-of-pocket costs if you don't have supplemental coverage, and supplemental coverage in Medicare is complicated," said Roberts, who wrote an editorial that accompanied the new study.

There are various programs under Medicaid that help cover some of the gaps in Medicare, but these have evolved in a piecemeal fashion that leaves some groups of people out in the cold, he explained.

Roberts said reform efforts among legislators or policymakers could use this study as a tool to direct help to specific groups without breaking the bank.

"There are groups for whom the costs of health care are quite prohibitive but for whom existing policy is inadequate for shielding them against very high out-of-pocket costs that make getting important care difficult," he said. "Targeted reforms that focus on those populations I think could go a long way to addressing some of these issues around affordability of care in the Medicare program."

Adding a cap on out-of-pocket expenses to traditional Medicare and Medicare's prescription drug benefit also could go a long way to help people make ends meet, Madden and Roberts added.

"A cap would protect this other risk group of people who have very high medical needs, people who are especially unhealthy and need a lot of [health care](#)," Madden said.

More information: The American Society on Aging has more about the [affordability of Medicare](#).

Jeanne M. Madden et al, Affordability of Medical Care Among Medicare Enrollees, *JAMA Health Forum* (2021). [DOI: 10.1001/jamahealthforum.2021.4104](#)

Eric T. Roberts, The Unintended Cost of High Cost Sharing in Medicare—Assessing Consequences for Patients and Options for Policy, *JAMA Health Forum* (2021). [DOI: 10.1001/jamahealthforum.2021.3624](#)

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