

## STATISTICAL BRIEF #39

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### **The Uninsured in America, First Half of 2002: Estimates of the Uninsured Living in Working Families for the Civilian Noninstitutionalized Population under Age 65**

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#### **Introduction**

Health insurance coverage for Americans under age 65 is closely linked with employment, income, and family characteristics. Private group coverage is primarily obtained through and subsidized by employers. Public insurance is primarily available to persons with disabilities and to children, and sometimes their parents, in families with incomes that range from 0 percent to between 133 percent and 200 percent of the Federal poverty line. Those without employer-sponsored or public coverage face high prices in the nongroup private insurance market.

In recent years health care costs have risen, leading many employers to respond by either dropping insurance coverage for their workers or passing some of the costs onto their employees in the form of higher premium shares, higher deductibles, and less generous benefits.\*

This Statistical Brief presents data from the Household Component of the Medical Expenditure Panel Survey (MEPS-HC) for the first half of 2002 on the percentage and number of uninsured Americans under the age of 65 who lived in families with an adult worker. Estimates are presented for four types of working families: 1) those with any employed adult, 2) those with at least one full-time working adult, 3) those with only part-time working adults, and 4) those with two or more full-time working adults. Note that these four types of families may overlap; for example, number 4 is a subset of number 2. All differences between estimates discussed in the text are statistically significant at the 0.05 level.

#### **Highlights**

- In the first half of 2002, 20.9 percent of adults age 19–64 and 13.3 percent of children age 0–18 were uninsured in the United States.
- Among those uninsured, 78.4 percent lived in a working family (a family in which at least one adult was employed).
- Most uninsured Americans lived in a working family with at least one adult full-time worker: 60.0 percent of uninsured adults and 74.7 percent of uninsured children.
- 9.7 percent of uninsured adults and 17.7 percent of uninsured children lived in a working family with two or more adult full-time workers.
- 14.0 percent of uninsured Americans lived in a working family with only part-time workers.
- From a different perspective, 32.1 percent of all persons living in a family with only part-time workers were uninsured while only 15 percent of persons living in a family with at least one full-time worker were uninsured. Those living in a family with two full-time workers were the least likely to be uninsured, at 4.5 percent.

\* Kaiser Family Foundation and Health Research and Educational Trust, *Employer Health Benefits: 2002 Annual Survey*, September 2002.

## Findings

In the first part of 2002, 18.5 percent of the U.S. civilian noninstitutionalized population under the age of 65 was uninsured (figure 1) for a total of 45.9 million individuals (not shown). Children (age 18 and under) were less likely than adults (over age 18) to be uninsured (13.3 percent versus 20.9 percent). Of the 45.9 million uninsured in the U.S., 10.2 million were children and 35.7 million were adults (not shown).

A large percentage of America's uninsured, 78.4 percent, lived in working families (figure 2). This represents 36.0 million uninsured Americans in the first part of 2002 (not shown). A higher percentage of uninsured children (84.5 percent) lived in a family with at least one adult employed than uninsured adults (76.6 percent).

Full-time vs. part-time work status can have an impact on employer-sponsored coverage because employers often provide insurance coverage only to full-time workers or require part-time workers to pay a larger share of premiums than full-time workers.

Figure 2 shows that a large percentage of the uninsured population under age 65, 63.3 percent, lived in a family with at least one full-time working adult (29.0 million—not shown). This accounts for 74.7 percent of uninsured children and 60.0 percent of uninsured adults. Furthermore, 17.7 percent of uninsured children (1.8 million—not shown) and 9.7 percent of uninsured adults (3.5 million—not shown) lived in families where there were two or more full-time working adults. A smaller percentage of uninsured individuals lived in working families that were supported by only part-time working adults (14.0 percent): 5.5 million uninsured adults (15.4 percent) lived in a family with no full-time workers, while only 0.9 million children (8.8 percent) lived in such a family.

Figure 3 shows the percentage of all persons under age 65 living in different types of working families who were uninsured. Those living in a family with only part-time workers were more likely to be uninsured than persons living in a family with at least one full-time worker: 32.1 percent and 15.0 percent, respectively. Those living in families with two full-time workers were the least likely to be uninsured, at only 4.5 percent.

## Definitions

### *Age*

Adults are ages 19 to 64. Children are ages 18 and under. Note that some other MEPS Statistical Briefs use different age ranges for children and adults and will report slightly different estimates for the uninsured. For example, Statistical Brief #19 (Rhoades) reports uninsurance among children ages 0–17 at 12.9 percent for the first part of 2002.

### *Insured*

Insurance status is measured over the current round of the survey; in this file (HC-053) the round took place in the first part of 2002. Persons are defined as insured if they held one of the following types of coverage during the round: private insurance, Medicare, TRICARE, Medicaid, SCHIP (State Children's Health Insurance Program), or other public hospital/physician coverage.

### *Uninsured*

Persons not insured by private insurance, Medicare, TRICARE, Medicaid, SCHIP (State Children's Health Insurance Program), or other public hospital/physician coverage at any point during the round are defined as uninsured.

### *Employed*

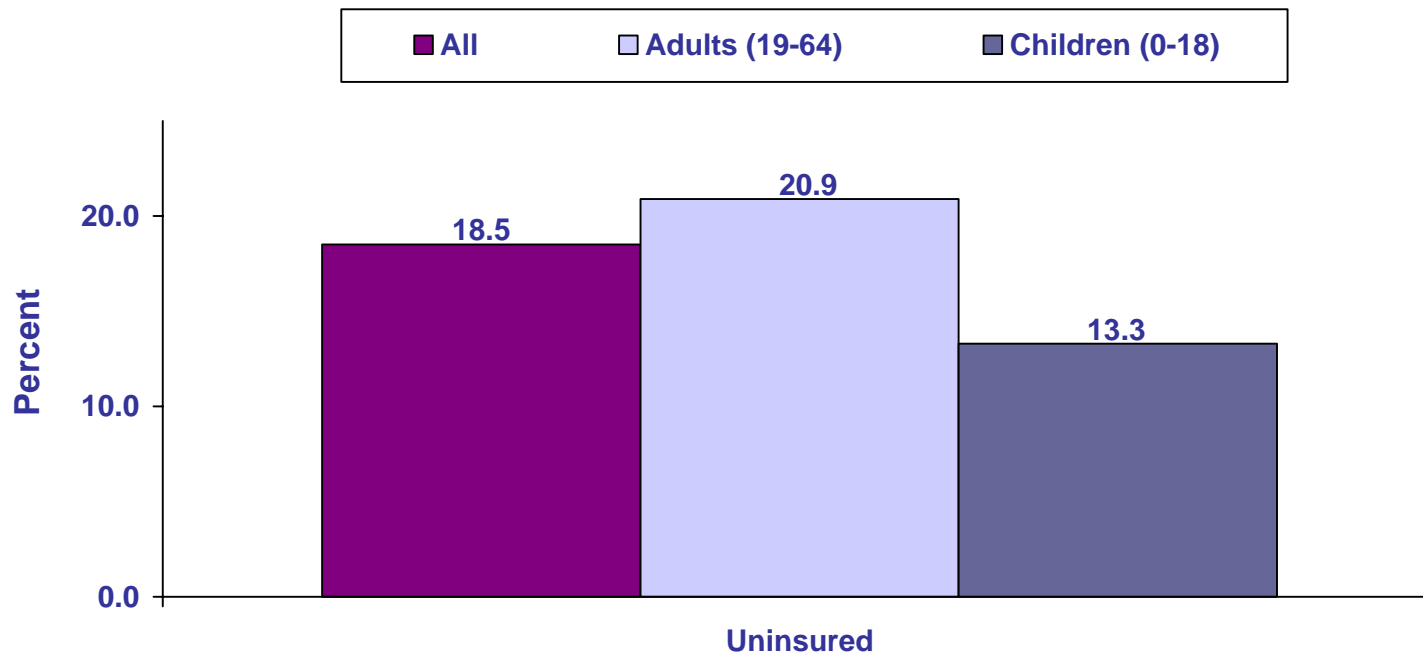
Persons currently employed or who had a job in the first part of 2002 are defined as being employed at the time of the survey. Persons with a job in the first part of 2002 are included because insurance status is measured over the round.

### *Full-Time Worker*

A full-time worker is defined as a person who works 35 hours or more per week at his or her current main job.



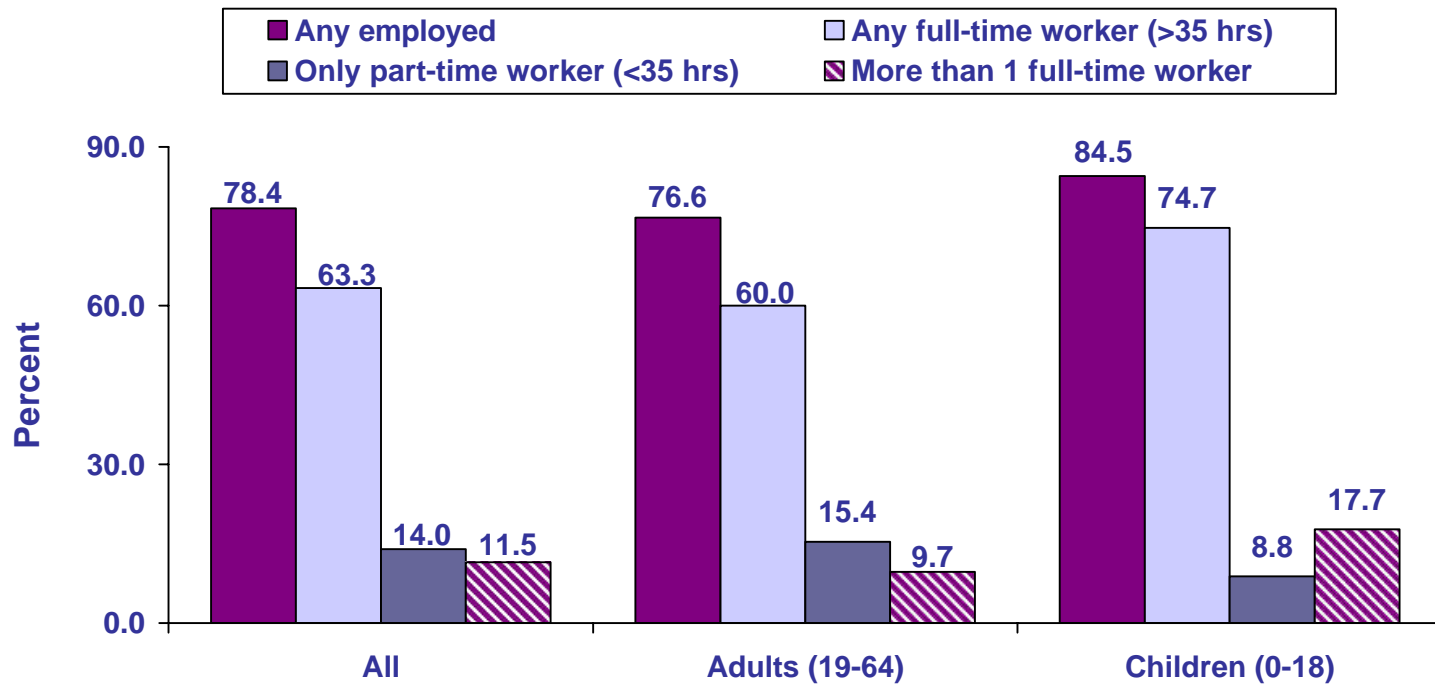
**Figure 1. Percentage of uninsured by age:  
U.S. population under 65, first half of 2002**



Source: Center for Financing, Access and Cost Trends, AHRQ, Household Component of the Medical Expenditure Panel Survey, 2002



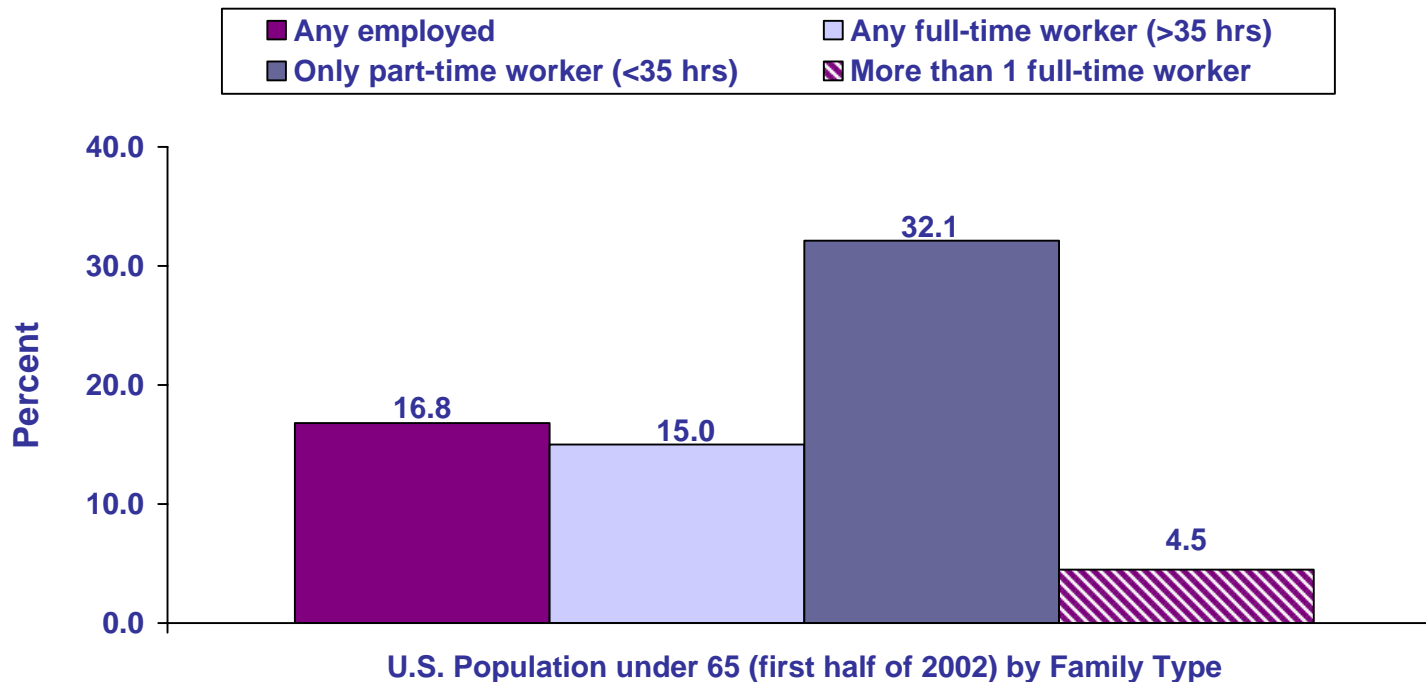
**Figure 2. Percentage of uninsured living in a family with adult worker:  
U.S. population under 65, first half of 2002**



Source: Center for Financing, Access and Cost Trends, AHRQ, Household Component of the Medical Expenditure Panel Survey, 2002



**Figure 3. Percentage of uninsured by working family status:  
U.S. population under 65, first half of 2002**



Source: Center for Financing, Access and Cost Trends, AHRQ, Household Component of the Medical Expenditure Panel Survey, 2002

