



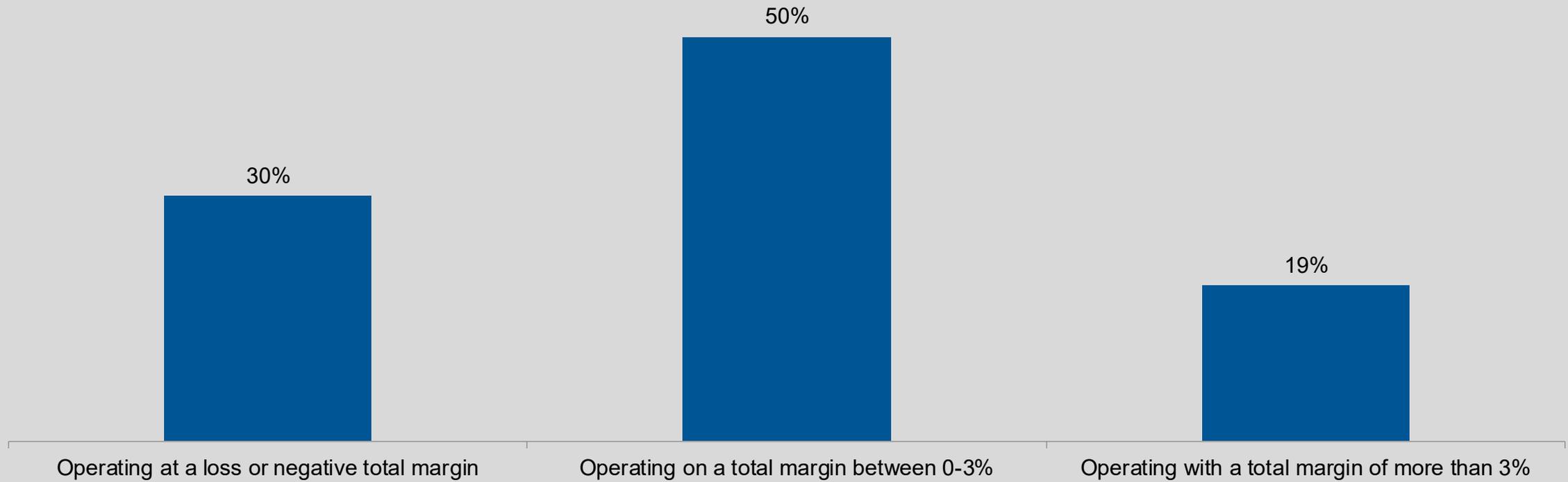
2025 Provider Insights: Medicaid

Survey of 363 nursing home providers reflects growing concerns by long term care professionals across the country about the impact of federal Medicaid cuts.

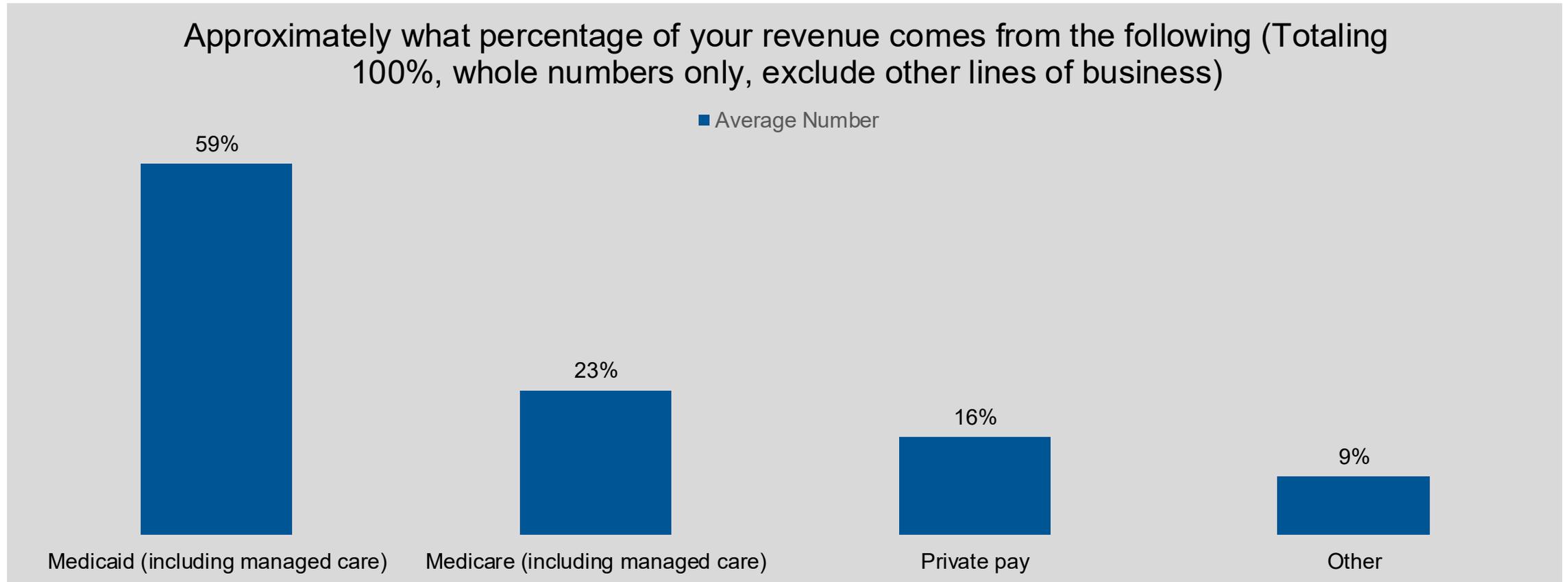
June 2025

Nursing homes are on the brink: 80 percent are operating in the red or barely breaking even.

What is your current operating situation relative to your budget? (i.e., total margin for all payers)

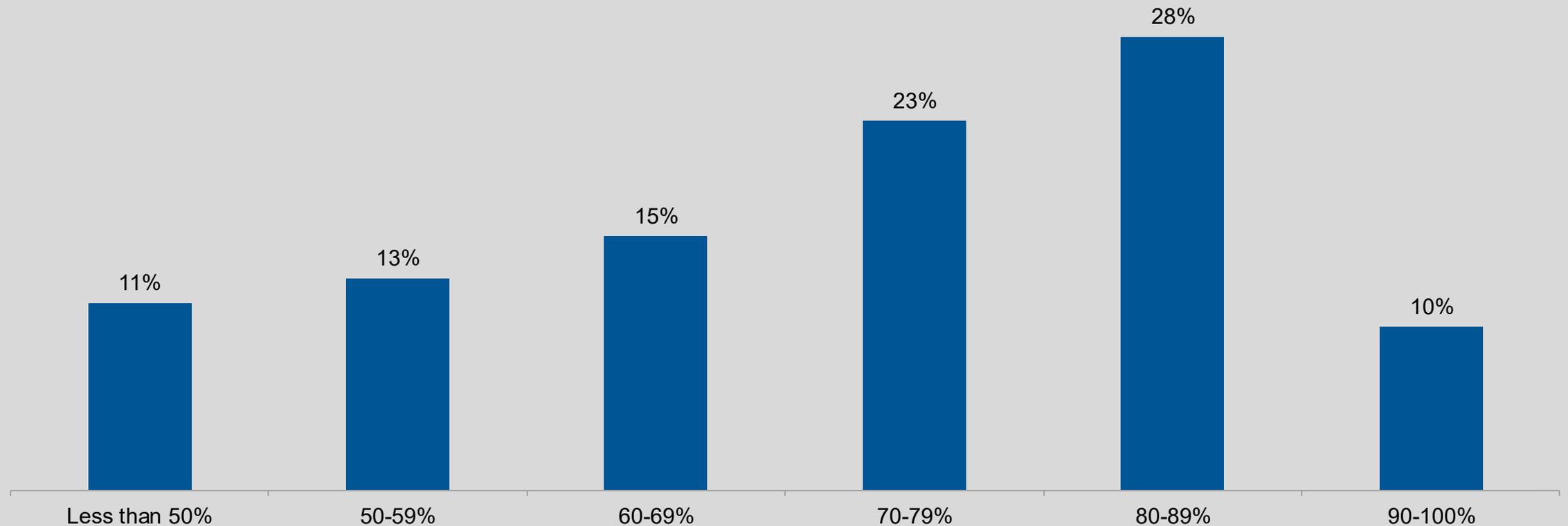


Medicaid continues to be the largest payer of long term care services.



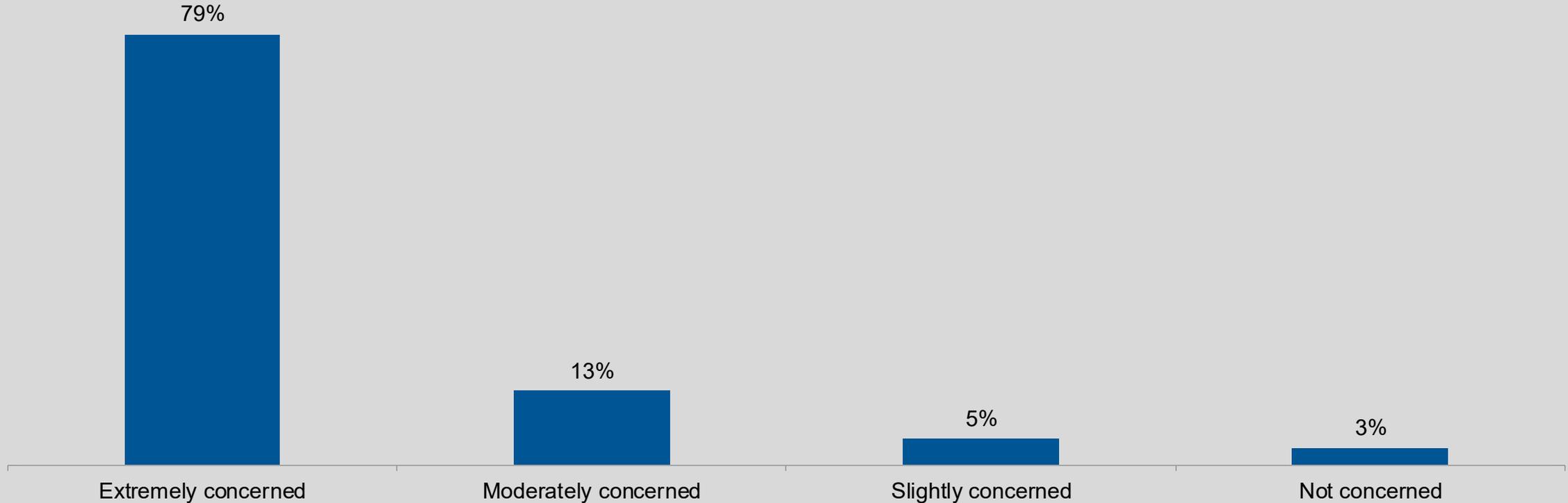
Nearly two-thirds of nursing home providers report Medicaid reimbursement as less than 80 percent of the actual cost of care.

How much does Medicaid reimburse you for care compared to actual costs?



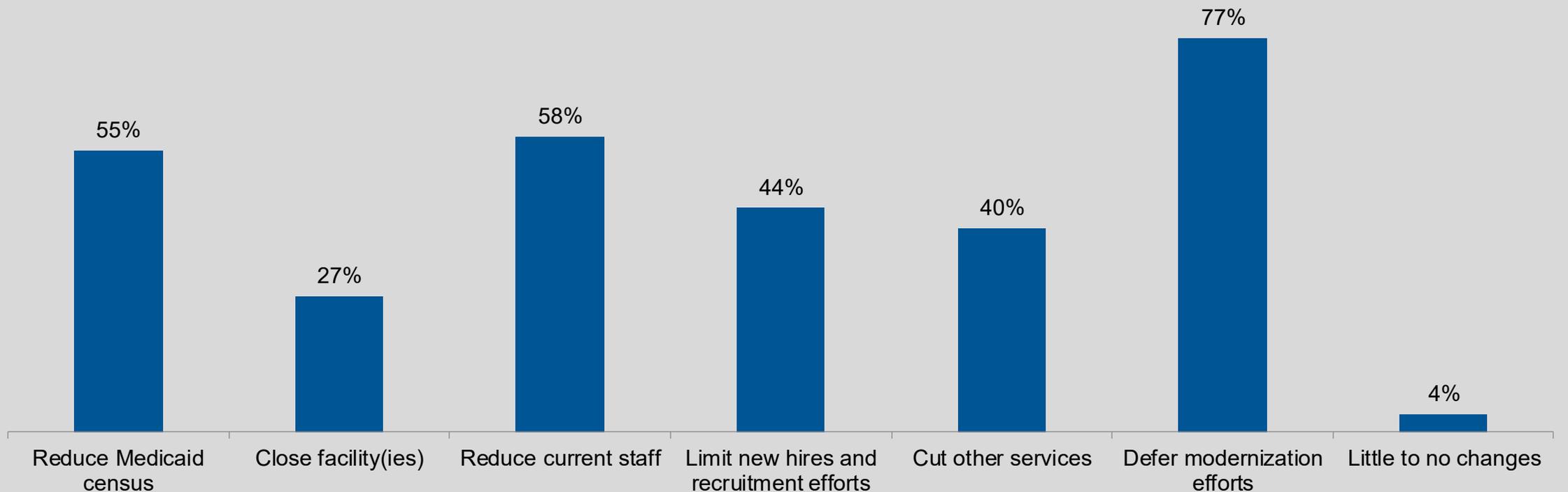
An overwhelming majority of nursing home providers are concerned about potential reductions to Medicaid.

How concerned are you about potential reductions to Medicaid for long term care?



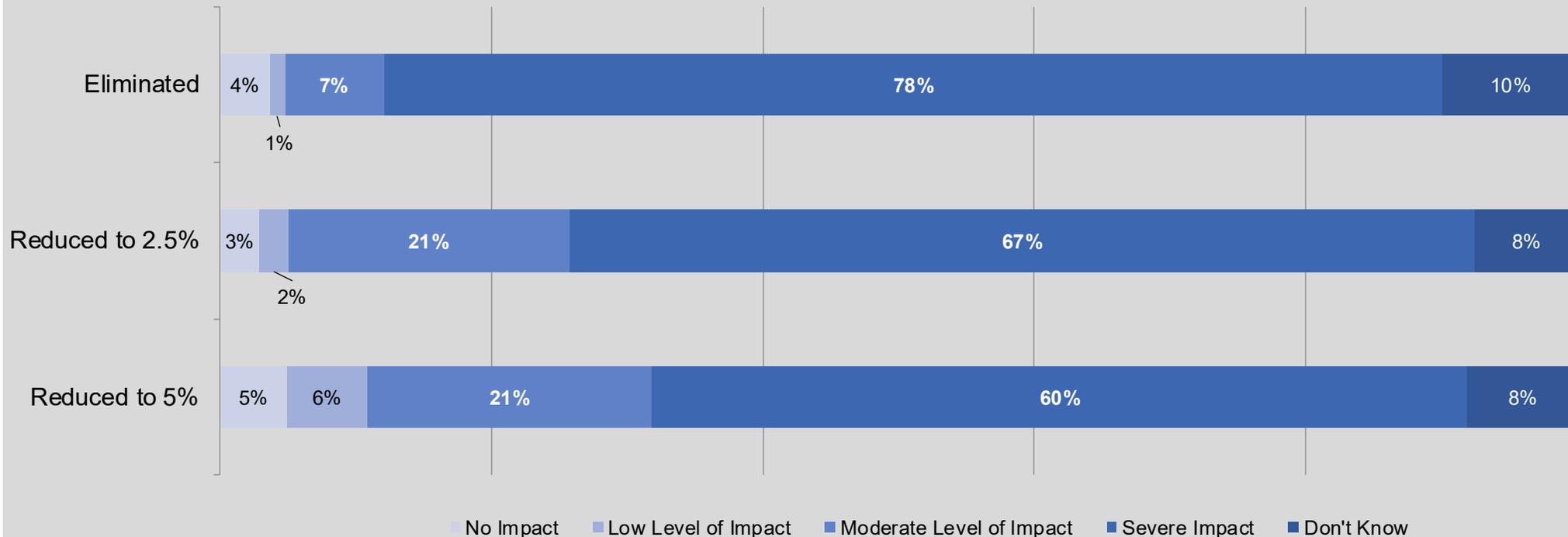
More than half of nursing homes would be forced to cut staff, and more than one-quarter would have to close their doors.

If the federal government reduces Medicaid funding, what changes would your facility(ies) have to make? (select all that apply)



More than 8 in 10 providers say any reduction to or elimination of provider taxes would have a significant impact on their facilities.

Some have suggested reducing or eliminating provider taxes to reduce federal spending on Medicaid. What impact would reducing or eliminating provider taxes have on your facility(ies)?





Providers shared candid concerns about the impact of Medicaid cuts.

Please explain further in your own words what Medicaid means to your residents, staff, and organization and what impact cuts would have:

“Reducing Medicaid funding would hinder our ability to care for those who are the foundation of who we are today, and who have fought for what we have.”

“As a Nonprofit Foundation, we aim to care for the underserved and vulnerable. Any reduction to Medicaid jeopardizes our ability to fulfill our mission to our community.”

“One of our buildings is 95% Medicaid funded. It is already underfunded, and any further cuts could lead to closure in a rural area.”