

Sources Assisted living supply obtained through primary data collection by authors. Long-term care insurance penetration obtained from: Stevenson DG, Frank RG, Hsu J. Private long-term care insurance and state tax incentives. *Inquiry* 2009;46(3): 305–21. Long-term care spending obtained from Burwell B, Sredl K, Eiken S. Medicaid long-term care expenditure. Thomson/Medstat; 2008. Population data obtained from the 2007 Area Resource File. Notes Penetration defined as assisted living units per 1,000 people age sixty-five and older. Statistical significance denotes difference from quartile 4. LTC is long-term care. HCBS is home and community-based services.

	Assisted living penetration quartile			
	1 (low)	2	3	4 (high)
LTC insurance penetration	5.48%**	5.58%**	6.94%	10.04%
Medicaid HCBS spending divided by total Medicaid LTC spending	31.20%**	37.87%	42.59%	44.36%
Total Medicaid LTC spending divided by all Medicaid spending	32.04%	26.75%**	35.51%	38.38%
Medicaid LTC spending divided by population age 65+	\$2,707	\$2,481	\$3,115	\$2,818

** $p < 0.05$