



Economic Impact of Medicaid Home & Community-Based Services

Community providers of I/DD services support a robust economy –both as employers of one of the fastest-growing workforces and by helping people with disabilities and their families secure and maintain employment.¹

Employing hundreds of thousands of direct support professionals, plus the economic output of those workers in their communities, generates positive impacts at the state and federal levels.

In 2023, for every \$1.00 invested in HCBS for people with I/DD, the broader economy generated an additional \$1.50

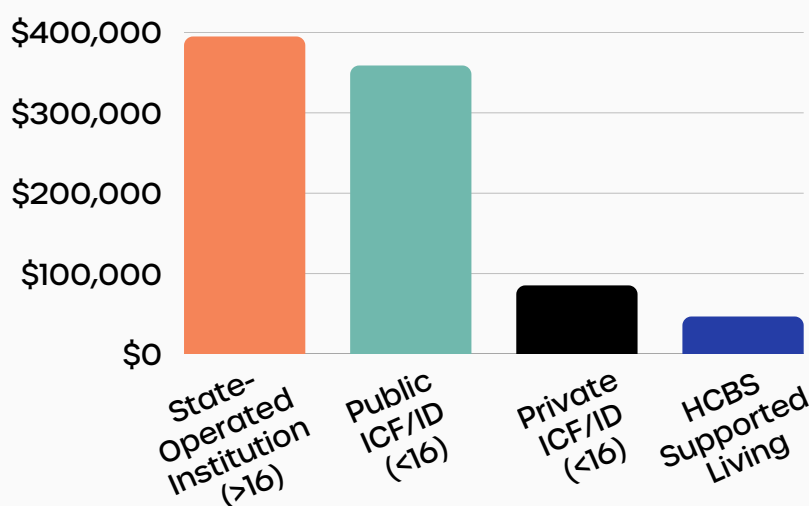
For more information on the economic impact of community-based I/DD services at the state and federal level, please contact Tom Rice, ANCOR's Director of Policy and Regulatory Affairs, at trice@ancor.org.

Community-Based I/DD Services Are Cost-Efficient

Home and community-based services (HCBS) are essential to supporting people with I/DD to live lives with dignity and independence.

HCBS is a cost-efficient solution as compared to the alternative of providing long-term supports in **large and expensive** state-run institutions.

Average Annual Cost of Residential Care for People with I/DD (FY 2023)²



1. PHI, [Direct Care Workers in the United States: Key Facts 2025](#).
2. Shea Tanis, et al., [The State of the States in Intellectual and Developmental Disabilities](#), Kansas University Center on Disabilities (2025).