

Nursing homes are central to community health, yet many receive fines or payment denials for failing to meet quality and safety standards. Our project investigates how these penalties are distributed across the United States and whether facilities in lower-income or more vulnerable areas tend to receive more penalties. By combining federal data on nursing home penalties, wages for health-care managers, and community-level socioeconomic indicators, we explore how local conditions may shape nursing home quality.

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Objective

Our objective is to use three combined datasets to answer questions such as:

- Are nursing homes that receive frequent penalties concentrated in specific states or regions?
- Within a state (focusing on Illinois), which cities experience the highest concentration of nursing home penalties?
- How do local wages and poverty levels relate to the number and severity of penalties?

More broadly, we aim to generate data-driven insights about how local socioeconomic conditions relate to nursing home quality.

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Methodology

Data sources:

- CMS “Nursing Home Penalties” dataset (fines and payment denials).
- BLS OEWS wage data for Medical and Health Services Managers (scraped with Selenium).
- U.S. Census community indicators

Cleaning & integration:

- Cleaned missing values, removed symbols (e.g., “\$”, commas) from numeric columns, and standardized location fields (uppercasing city names, stripping punctuation, aligning state abbreviations).

Analysis methods:

- Descriptive group-bys (penalties per state, penalties per provider/city).
- Linear regression using percent below poverty level to predict city-level penalty counts.
- K-Means clustering of states based on total fines and number of denials to identify “high-risk” vs. “low-risk” clusters.

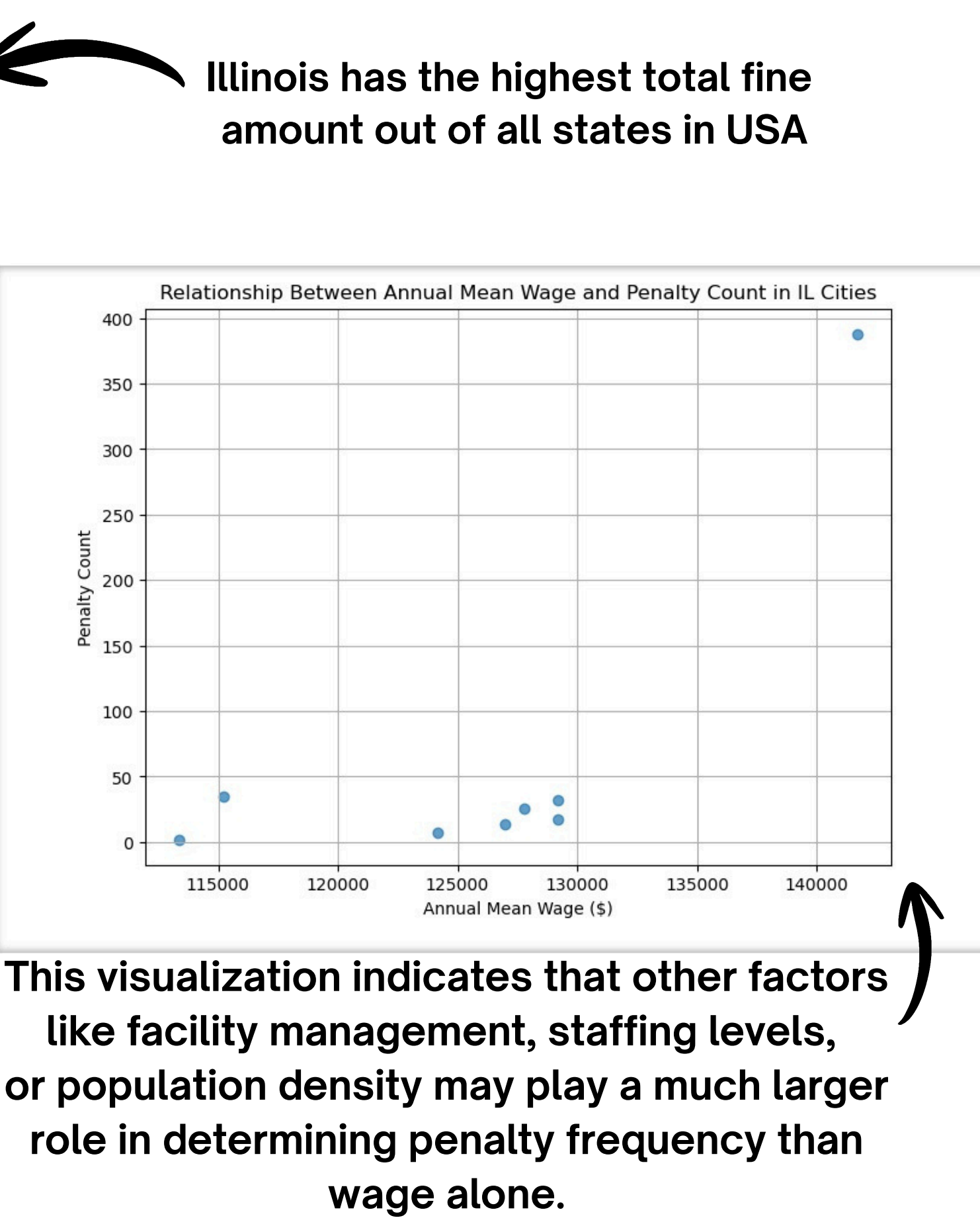
Aggregated penalties by state and by city, then merged with wage data (by Illinois city) and ACS poverty data (by place/city).

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Analysis

- The clustering results show that nursing home penalties are geographically concentrated, with a small group of states forming a clear high-risk tier characterized by very large fines and multiple payment denials. This can suggest systematic differences in oversight or staffing rather than surrounding economic conditions.
- Illinois stands out with the highest total fine amount nationwide, but the penalties within the state are concentrated in only a few cities. This can point to localized issues rather than statewide issues.
- The wage-versus-penalty visualization for Illinois indicates little correlation between annual mean wages and penalty counts, meaning wage levels alone do not explain facility performance. Other factors, such as training quality, facility resources, or population density, likely play a larger role.

Insight 1: State Penalty Totals			
State	num_penalties	total_fine	avg_fine
IL	1662	78593493.0	47288.50
TX	2130	62841318.0	29502.97
CA	1504	34363872.0	22848.32
FL	809	25492561.0	31511.20
OH	800	25253268.0	31566.50
NC	584	21702507.0	37161.83
MI	541	21504953.0	39758.38
PA	745	21459336.0	28804.40
MO	795	20679888.0	26011.43
MA	432	17093894.0	39569.20
LA	330	16155244.0	48955.28
NJ	412	14822170.0	35976.14
WI	374	14506963.0	38788.67
WA	310	13441557.0	43359.86
NY	459	12412140.0	27043.00
IA	383	10647807.0	27799.10
TN	211	10067425.0	47712.91
KS	464	8248327.0	17776.57
MN	301	8130133.0	21359.93
OK	369	7128320.0	19317.94
GA	312	6943359.0	22254.36
RI	177	6509692.0	36777.92
KY	191	6221057.0	32570.90
CO	381	6006368.0	15764.75
MD	129	5850590.0	45353.41
VA	169	5395920.0	31928.52
IN	282	5371905.0	19049.31
CT	208	5199746.0	24998.78
OR	148	5099530.0	34456.20
MS	165	4426809.0	26829.15
SC	264	4258109.0	16129.20
NM	148	3749808.0	25337.03
WV	105	3581316.0	34107.77
MT	110	2925442.0	26594.93
UT	110	2878499.0	26168.17
DE	54	2866416.0	53081.78
VT	40	2636076.0	70901.90
AL	120	2726887.0	22724.06
SD	147	2720413.0	18506.21
NE	132	2416551.0	18307.20
AR	109	1885416.0	17297.39
DC	28	1874165.0	66934.46
WY	75	1582057.0	21094.09
ID	56	1354089.0	24194.45
HI	46	1343871.0	29214.59
AZ	66	1177049.0	17834.08
NH	52	1006144.0	19340.92
ME	47	917135.0	19513.51
NV	43	895566.0	20827.12
WY	69	851776.0	12344.58
AK	13	4743217.0	36485.92
PR	29	176481.0	6085.55



State	Fines	Denials	Cluster
14 IL	78593493.0	576	2
44 TX	62841318.0	200	1
4 CA	34363872.0	267	1
9 FL	25492561.0	32	0
36 OH	25253268.0	228	1
27 NC	21702507.0	118	1
22 MI	21504953.0	216	1
24 MO	20679888.0	185	1
19 MA	17093894.0	32	0
18 LA	16155244.0	47	0
31 NJ	14822170.0	17	0
49 WI	14506963.0	112	0
48 WA	13441557.0	39	0
24 NY	12412140.0	22	0
12 IA	10647807.0	116	0
43 TN	10067425.0	59	0
16 KS	8248327.0	57	0
23 MN	8130133.0	85	0
36 OK	7128320.0	72	0
10 GA	6943359.0	42	0
40 RI	6509692.0	24	0
17 KY	6221057.0	32	0
5 CO	6006368.0	42	0
20 MD	5850590.0	15	0
46 VA	5395920.0	9	0
15 WV	3581316.0	63	0
6 CT	5199746.0	13	0
37 OR	5099530.0	9	0
25 MS	4426809.0	23	0
41 SC	4258109.0	16	0
32 NM	3749808.0	28	0
60 WY	3581316.0	2	0
26 MT	2925442.0	8	0
45 UT	2878499.0	15	0
8 DE	2866416.0	7	0
47 VT	2636076.0	12	0
1 AL	2726887.0	16	0
42 SD	2720413.0	1	0
29 NE	2416551.0	50	0
2 AR	1885416.0	15	0
7 DC	1874165.0	10	0
28 ND	1620570.0	0	0
13 ID	1354089.0	2	0
11 HI	1343871.0	6	0
3 AZ	1177049.0	5	0
30 NH	1006144.0	3	0
21 ME	917135.0	7	0
33 NV	895566.0	2	0
01 WY	851776.0	3	0
0 AK	4743217.0	5	0
39 PR	176481.0	0	0

This data clusters states based on their “risk”.

Cluster 0 = Highest total fines & highest number of denials (high-risk states)

Cluster 1 = Medium fines and/or moderate denials (mid-risk states)

Cluster 2 = Low fines and few to no denials (low-risk states)

This clustering helps reveal clear geographic patterns in nursing home performance and highlights where quality problems are most concentrated.

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Conclusion

Our analysis shows that nursing home penalties are not evenly distributed but instead cluster in specific states and cities, indicating clear geographic disparities in care quality. While socioeconomic factors like wages and poverty levels show some relationship to penalty frequency, they do not fully explain why certain regions consistently perform worse.