Project 5 - Understanding No-Shows for Physicians' Appointment

Team 13 April 27, 2017

Project Description

A person makes a doctor appointment, receives all the instructions and does not show up. Who to blame? Can data science help provide a solution?

Why did we choose this project?

Healthcare costs in the US took up 17.8% of GDP in 2016. Given this high cost, any form of systemic improvements can drive tremendous savings. To this end, many operations research projects have focused on how to improve processes at healthcare providers (clinics, hospitals).

As OR students, the latest hooha of United forcibly "re-accommodating" a customer was definitely an interesting one on many levels, particularly because it shone a spotlight on a very common revenue maximizing practice - overbooking.

Like airplane seats, doctor appointments are "perishable goods" - once passed, the time lost due to a no-show is irretrievable. According to a study done, the estimated cost to a community hospital per year due to no-show is approximately \$3 million. There is definitely an imperative to devise a solution, but would overbooking be feasible in an industry like healthcare? We decided to test our hypothesis on a dataset shared by a hospital from Brazil.

Dataset Description

Those data have been recorded in the state of Espirito Santo, Brazil. Datapoints are only from the public sector, primary care.

Description of the dataset

- Age: Age of the patient
- Gender: Gender of the patient
- AppointmentRegistration: Time and date when the patient took the appointment
- AppointmentData: Date of the appointment
- Diabetes: Is the patient affected by diabetes? (0/1)
- Alcoholism: is the patient alcoolic? (0/1)
- Hypertension: Is the patient affected by hypertension? (0/1)
- Handicap: Level of handicap of the aptient (0/1/2/3/4)
- Smokes: Is the patient smoking? (0/1)
- Scholarship: Is the patient receiving a scholarship? Those scholarships are given by Bolsa Familia to low income families who accept to send their kids to school nd have them vaccinated.
- Tuberculosis: Is the patient affected by tuberculosis? (0/1)
- Awaiting Time: How many days the patient waited between the appointment registration and the date of the appointment
- Status: Did the patient show-up or not? (No-Show/Show-Up)

Source

It's a kaggle dataset which have been taken here. https://www.kaggle.com/joniarroba/noshowappointments

Data Cleaning

Step 0: Load Packages

Step 1: Load Dataset

Step 2: Clean & Organize Dataset

```
'data.frame':
                   300000 obs. of 15 variables:
##
   $ Age
                             : int 19 24 4 5 38 5 46 4 20 51 ...
                             : Factor w/ 2 levels "F", "M": 2 1 1 2 2 1 1 1 1 1 ...
##
   $ Gender
   $ AppointmentRegistration: Factor w/ 295425 levels "2013-05-29T15:14:11Z",..: 152112 248200 23071 8
                             : Factor w/ 534 levels "2014-01-02T00:00:00Z",..: 290 440 36 164 490 152 4
##
   $ ApointmentData
##
   $ DayOfTheWeek
                             : Factor w/ 7 levels "Friday", "Monday", ...: 7 7 6 5 6 6 6 1 6 6 ...
##
  $ Status
                            : Factor w/ 2 levels "No-Show", "Show-Up": 2 2 2 2 2 1 2 2 2 2 ...
## $ Diabetes
                             : int
                                  0 0 0 0 0 0 0 0 0 1 ...
   $ Alcoolism
                             : int 0000000000...
##
                             : int 0000000001...
##
   $ HiperTension
## $ Handcap
                             : int 0000000000...
## $ Smokes
                             : int 00000000000...
## $ Scholarship
                              int
                                   0 0 0 0 0 0 0 1 0 0 ...
##
   $ Tuberculosis
                             : int 00000000000...
##
  $ Sms_Reminder
                             : int 0001111101...
                             : int -29 -1 -1 -15 -6 -35 -18 -14 -14 -4 ...
##
   $ AwaitingTime
##
                                        appointment_registration
         age
                     gender
##
   Min.
          : -2.00
                    F:200505
                               2015-04-15T14:19:34Z:
##
   1st Qu.: 19.00
                    M: 99495
                               2014-03-19T17:10:21Z:
                                                         8
   Median : 38.00
                                                         8
##
                               2014-07-03T08:50:50Z:
                               2015-05-27T13:57:09Z:
##
   Mean
         : 37.81
                                                         8
   3rd Qu.: 56.00
                                                         7
##
                               2013-12-23T12:40:00Z:
##
   Max.
          :113.00
                               2014-01-07T15:42:57Z:
                                                         7
##
                                (Other)
                                                    :299953
##
                appointment_date
                                  dayofweek_apptmt
                                                      show_up
##
   2014-10-22T00:00:00Z:
                           759
                                 Friday :52771
                                                   No-Show: 90731
   2014-09-03T00:00:00Z:
                           756
                                         :59298
                                                   Show-Up:209269
##
                                 Monday
   2014-11-24T00:00:00Z:
                           752
                                 Saturday: 1393
## 2014-11-19T00:00:00Z:
                           742
                                 Sunday
## 2015-05-25T00:00:00Z:
                           741
                                 Thursday:60262
##
   2014-09-29T00:00:00Z:
                           739
                                 Tuesday:62775
   (Other)
                        :295511
##
                                 Wednesday: 63495
##
  diabetes
              alcoholism hypertension handicap
                                                 smoker
                                                            scholarship
   0:276610
              0:292497
                          0:235233
                                      0:294403
                                                 0:284289
                                                            0:270931
   1: 23390
                          1: 64767
                                      1: 5098
                                                            1: 29069
##
               1: 7503
                                                 1: 15711
##
                                      2:
                                           449
##
                                      3:
                                            39
##
                                      4:
                                            11
##
##
##
   tuberculosis sms_reminder daydiff_regist_appt
   0:299865
                0:128547
                             Min.
                                    :-398.00
##
##
         135
                 1:170654
                             1st Qu.: -20.00
##
                     799
                             Median : -8.00
##
                             Mean
                                    : -13.84
                             3rd Qu.: -4.00
##
##
                             Max.
                                    : -1.00
```

##

[1] "C"

Exploratory Data Analysis

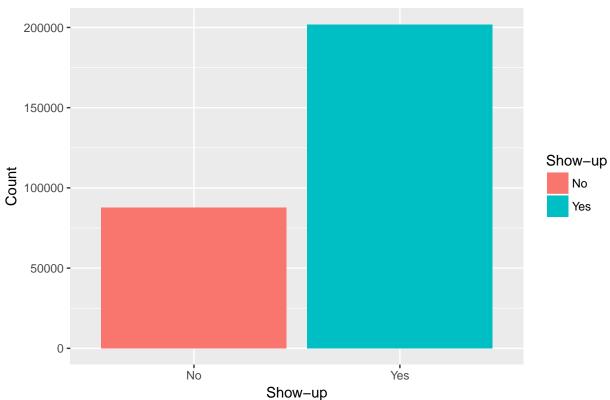
Number of Datapoints

We have access to 300k datapoints.

Prediction Variable

Let's first analyse the prediction variable alone.

Number of Patients Showing Up

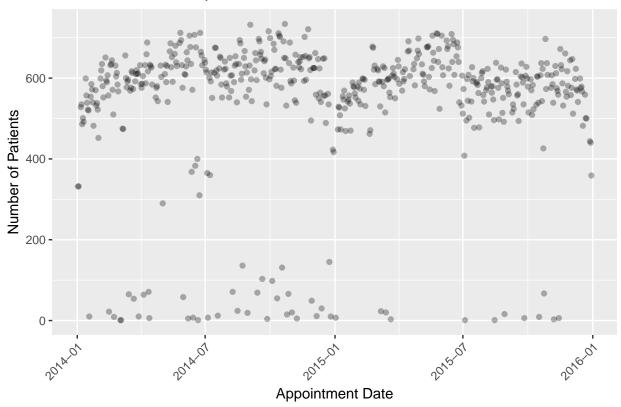


On the 300k datapoints we have, one third of them are No-Show Datapoints.

From a data science point of view, we have unbalanced classes, we will have to deal with it when doing predictions.

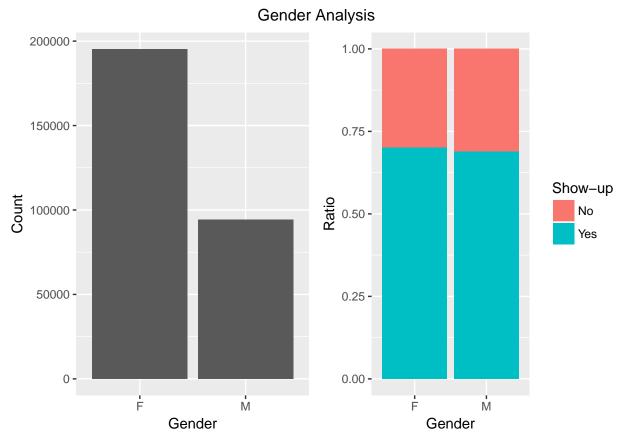
Timeframe & Number of Datapoints per Day

Number of Patients per Date



We have access to 2 years of data from January 2014 to December 2015. The number of datapoints per date is around constant. Outliers are Sundays.

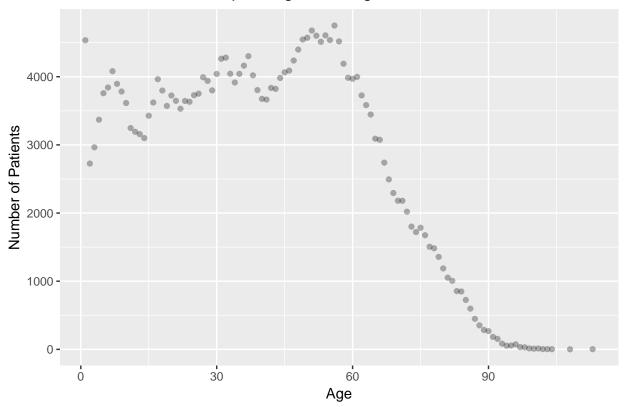
Gender Analysis



The first insight is that women are more often going to visit a physician. However the ration of no-show/show are really similar. Gender doesn't seem to play an important role.

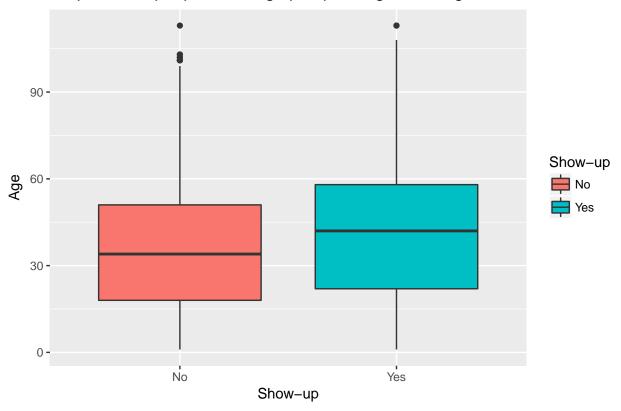
Age Analysis

Number of Patients depending on the Age

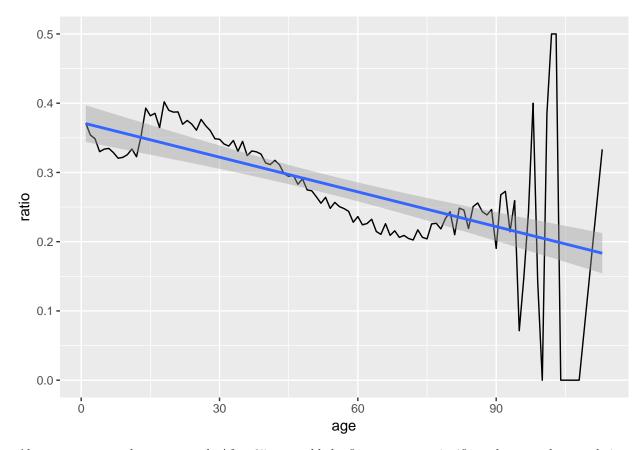


On the first graph, we display the number of patient depending on the age to know what the sample we have look like. After 60 years old, people begin to die, and hence there are less patients. We see on the representation of the ife expectancy of people in Brazil which is comprised between 60 and 100 years old. (The life expectancy in Brazil is 73.8 years old).

Proportion of people showing up depending on the Age

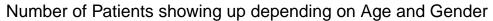


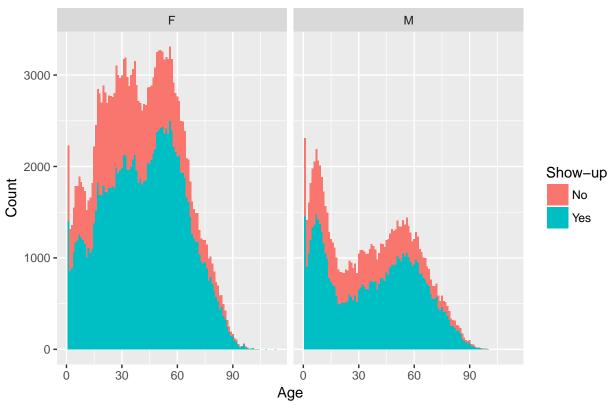
The age seems to be a important factor. The older the people are the more likely they are going to show up.



Above, we can see the same trend. After 95 years old the figures are not significant because the sample is too small. Hence only the first part of the graph can be interpreted.

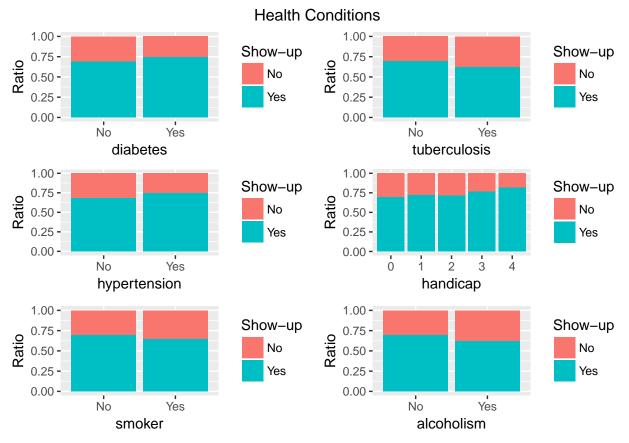
 ${\bf Age\ \&\ Gender\ Analysis}$





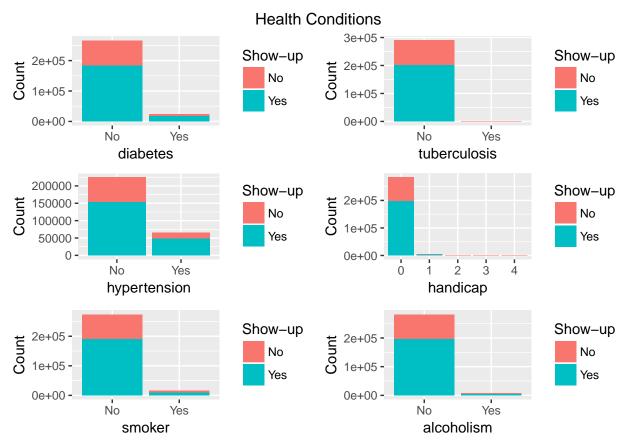
The ratio is similar between woman and man. We see again that women take more appointments. However we see that before 20 years old the number of appointments and the trend is exactly the same.

Health Conditions Analysis



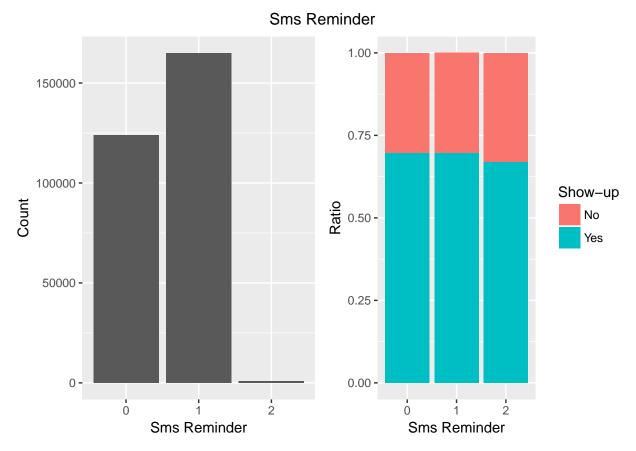
Form this first analysis, we can conclude that people having a handicap are more likely to show up, going further the more severe is there handicap the more likely they are going to show up. The same trand is observed for people having diabete or hypertension.

However for smokers, alcoholic people and people suffering from tuberculosis, the trend is reverse. To validate this insights, we need to look at the samples size, which we are going to do below.



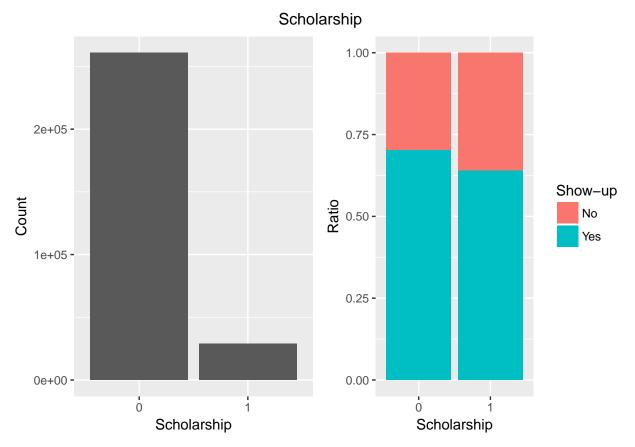
As we were expected, we always have less sick people. The number of people having tuberculosis is so low that the ratio we analyzed earlier should not to be taken into account.

SMS Reminder



There is no strong pattern associated with the sending of a sms reminder. Without taking into account people that received 2 sms (too few people), we notice that the ration is really similar. However we don't know if those sms are sent randomnly or not.

Scholarship Analysis

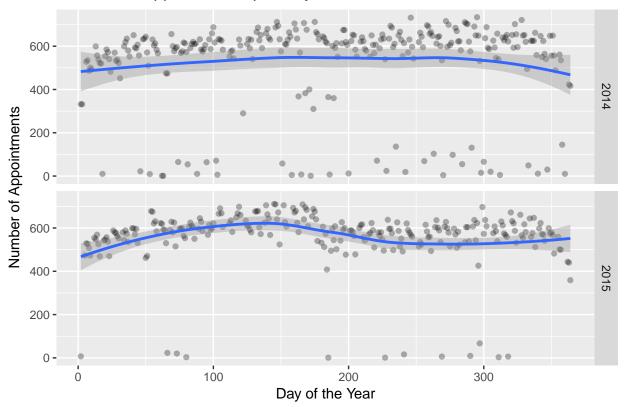


We did explain at the beginning of this file what scholarship meant, it's basically linked to the level of income of the family. We see that this feature have a strong impact.

Time Analysis

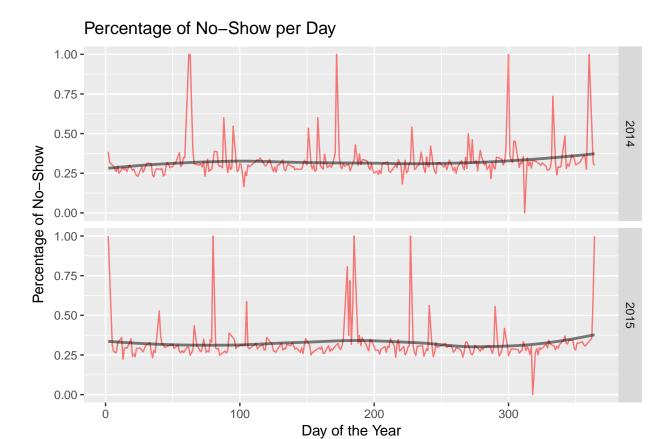
Overview of the dataset per date.

Number of Appointments per Day



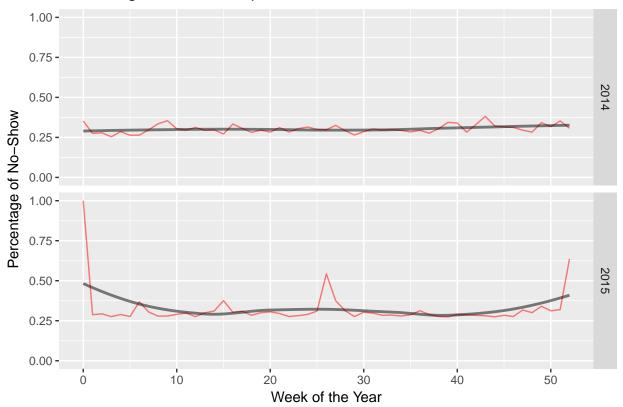
We observe a very small trend: people schedule slightly more medical appointment during the first half of the year.

Now, to explain a little bit how time influences our variable of interest, we show the evolution of the noshow ratio through the period we are studying.



Using a daily granularity, we observe a high variance that makes the graph difficult to interpret. Let's change modify the graph by using a weekly granularity.

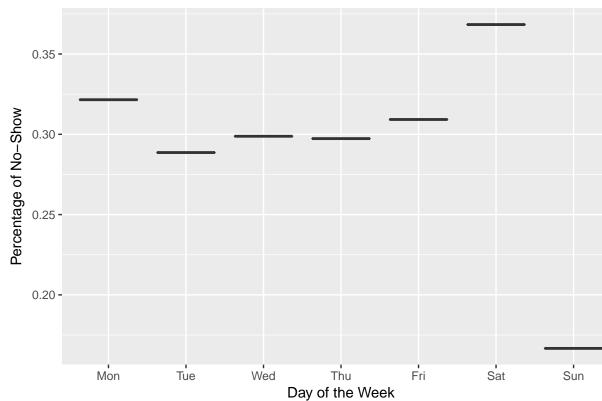
Percentage of No-Show per Week



On a weekly basis we have more or less the same observations: we don't see any correlation between the date and the no-show ratio having a year window.

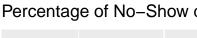
The natural next step is to look at the same ratio vs weekdays. It sounds pretty intuitive that there are some in-

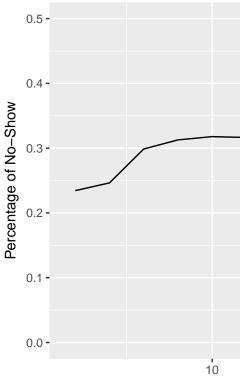
Percentage of No-Show depending on the Day



formation to extract.

We clearly see a trend here: the ratio is extremely high on Saturday! It jumps from 30 to 37%. Sunday is not significant because very few people have appointment on Sundays.



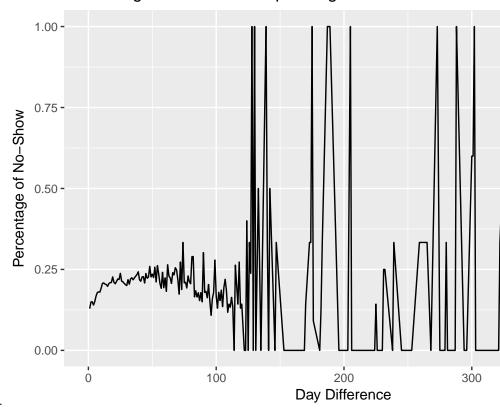


Let us have a look of the moment in the day the patient register for the appointment.

We notice that people calling very early (<6am) in the morning are more likely to show up compared to people calling late at night (>7pm).

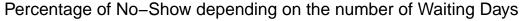
Another important aspect in the time dimension is the time difference between the moment they register for the

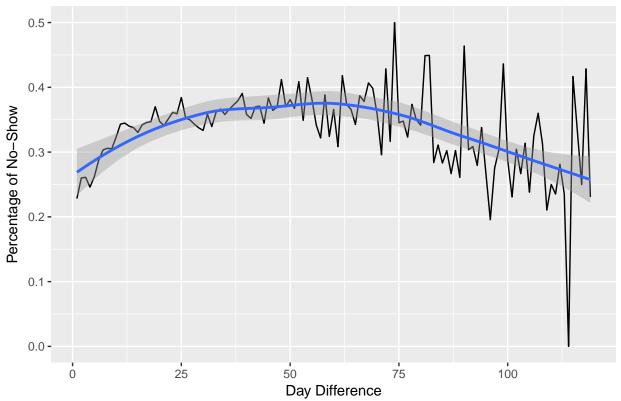
Percentage of No-Show depending on the number of Wa



appointment and the appointment date.

We first notice that the curve is extremely heratic after a certain value due to the number of datapoints. Let us zoom in the 0-120 days window. A waiting time of more than 120 days is really rare, so the second part od the curve isn't significant.





It seems that we have a good model using a polynomial regression as follow:

```
##
## Call:
##
  lm(formula = ratio ~ daydiff_regist_appt + daydiff_regist_appt_squared,
       data = by_diff[by_diff$daydiff_regist_appt < 120, ])</pre>
##
##
## Residuals:
##
         Min
                          Median
                                        3Q
                                                  Max
                    1Q
   -0.257712 -0.026016 -0.000109 0.016365
##
##
  Coefficients:
##
                                 Estimate Std. Error t value Pr(>|t|)
                                                      18.834 < 2e-16 ***
## (Intercept)
                                2.807e-01
                                          1.491e-02
                                3.407e-03 5.734e-04
## daydiff_regist_appt
                                                        5.941 3.04e-08 ***
## daydiff_regist_appt_squared -3.165e-05
                                           4.629e-06
                                                      -6.838 3.99e-10 ***
##
## Signif. codes:
                         ' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
##
## Residual standard error: 0.05329 on 116 degrees of freedom
## Multiple R-squared: 0.319, Adjusted R-squared: 0.3073
## F-statistic: 27.17 on 2 and 116 DF, p-value: 2.093e-10
```

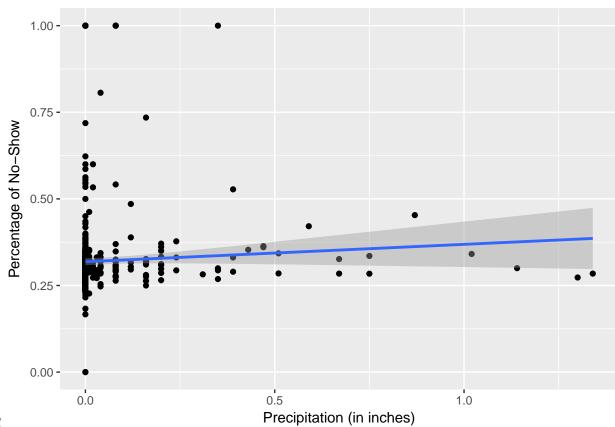
We see that the polynomial model fit pretty well this part of the curve with 2 p-values extremely low, which is good.

Weather Analysis

In this part, we want to assess the impact of the weather on attendance of patients. We webscraped data

about the weather in this specific city during the period of the analysis; and we look for any correlation between the level of precipitation, the temperature, the visibility, the wind speed and the noshow ratio previously described.

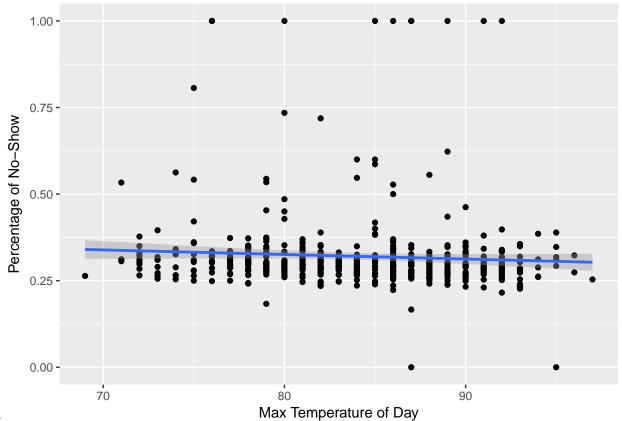
The webscrabing code can be found in the lib folder (Weather scrapping.ipynb).



 $Precipitation\ level$

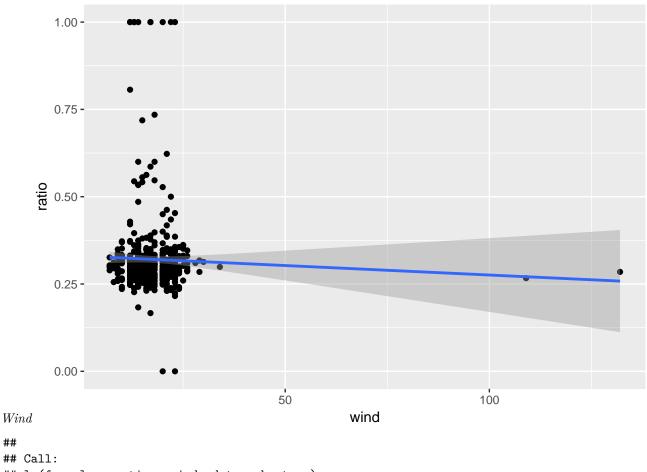
```
##
## Call:
## lm(formula = ratio ~ max_precipitation_inches, data = by_temp[by_temp$max_precipitation_inches <
##
       2, ])
##
## Residuals:
##
        Min
                  1Q
                       Median
                                     3Q
                                             Max
  -0.31854 -0.04438 -0.02180 0.00055
##
                                         0.68146
##
## Coefficients:
##
                            Estimate Std. Error t value Pr(>|t|)
## (Intercept)
                            0.318544
                                        0.005194
                                                  61.332
                                                            <2e-16 ***
## max_precipitation_inches 0.050223
                                        0.034358
                                                   1.462
                                                            0.144
##
                  0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
## Signif. codes:
##
\#\# Residual standard error: 0.1154 on 530 degrees of freedom
## Multiple R-squared: 0.004015,
                                     Adjusted R-squared:
                                                          0.002136
## F-statistic: 2.137 on 1 and 530 DF, p-value: 0.1444
```

Each point on the graph represent one day. We note that there is no strong correlation between the ratio and the precipitation level.



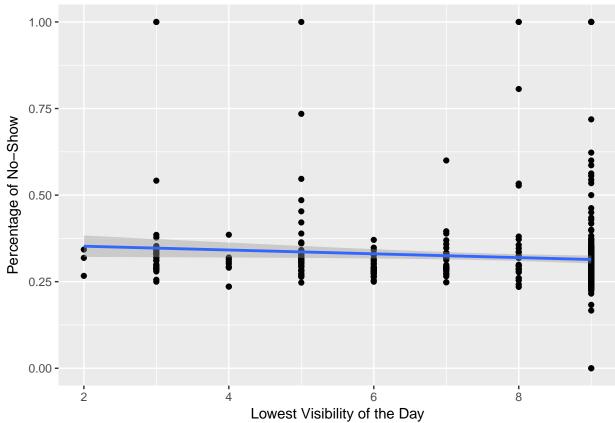
Temperature

```
##
## Call:
## lm(formula = ratio ~ max_temp, data = by_temp)
##
## Residuals:
##
                      Median
                  1Q
  -0.31642 -0.04249 -0.02391 0.00185 0.69016
##
## Coefficients:
                Estimate Std. Error t value Pr(>|t|)
## (Intercept) 0.4309307 0.0733169
                                      5.878 7.35e-09 ***
## max_temp
              -0.0013162 0.0008726 -1.508
                                               0.132
## ---
                  0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
## Signif. codes:
##
## Residual standard error: 0.1151 on 532 degrees of freedom
## Multiple R-squared: 0.004259, Adjusted R-squared: 0.002387
## F-statistic: 2.275 on 1 and 532 DF, p-value: 0.132
```



```
##
## Call:
## lm(formula = ratio ~ wind, data = by_temp)
##
## Residuals:
##
       Min
                 1Q
                     Median
                                   3Q
                                           Max
  -0.31920 -0.04426 -0.02205 0.00198 0.68243
##
## Coefficients:
                Estimate Std. Error t value Pr(>|t|)
##
## (Intercept) 0.3300648 0.0123503 26.725
                                              <2e-16 ***
## wind
             -0.0005432 0.0006481 -0.838
                                               0.402
## ---
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
\mbox{\tt \#\#} Residual standard error: 0.1153 on 532 degrees of freedom
## Multiple R-squared: 0.001319, Adjusted R-squared: -0.0005585
## F-statistic: 0.7025 on 1 and 532 DF, p-value: 0.4023
```

Just like the two first variables, the wind speed is not correlated with the No-Show ratio.



Visibility

```
##
## Call:
## lm(formula = ratio ~ lowest_visibility, data = by_temp)
##
## Residuals:
##
        Min
                  1Q
                       Median
                                     3Q
   -0.31402 -0.04358 -0.02190
                               0.00146
                                        0.68598
##
##
##
  Coefficients:
##
                      Estimate Std. Error t value Pr(>|t|)
                                  0.020717
## (Intercept)
                      0.363375
                                            17.540
                                                     <2e-16 ***
  lowest_visibility -0.005483
                                  0.002578
                                                     0.0339 *
                                            -2.127
##
                   0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
## Signif. codes:
##
## Residual standard error: 0.1149 on 532 degrees of freedom
## Multiple R-squared: 0.008433,
                                     Adjusted R-squared:
## F-statistic: 4.525 on 1 and 532 DF, p-value: 0.03387
```

Visibility IS correlated with the ratio. We observe that the ratio decrease when the lowest visibility of the day increase. We obtain a good p-value of 3% for this correlation.

We conclude from this analysis that among all weather variables we found, the only feature that is more strongly correlated with the ratio is the lowest visibility of the day.

Prediction Part

Goal:

Now that we understand the characteristics of the dataset and the significance of explanatory variables

through plots and regression analysis, we now move on to trying to predict the probability of a given patient to not show up. The motivation behind this is 2-fold:

- 1) If we know that a patient is very likely to not show-up given some characteristics at the very point he/she books an appointment, we can incentivise the patient to show-up or to perhaps redirect the patient to a certain part of the day to facilitate handling no-shows on an aggregate level.
- 2) If we know the number of patients who are very likely to not show up, we can come up with several strategies which are similar to overbooking so as to increase utilization of resources.

Feature Creation

Seperation Train/Test set

Imbalanced Classes

Our dataset is imbalanced and we need to keep that in mind when trying to predict the number of no-shows. This imbalanceness is totally normal and was expected (most patient do show-up and that's perfectly normal). However, having an imbalanced dataset will make the model comparison task more difficult.

[1] 69.69669

69.70% of the patients do show up. As a result, predicting that all patient will show-up will guve an accuracy of 69.70%. Obviously this model is not satisfactory.

Hence accuracy may not be the best metric to focus on when comparing a model. (See Accuracy Paradox (https://en.wikipedia.org/wiki/Accuracy_paradox)).

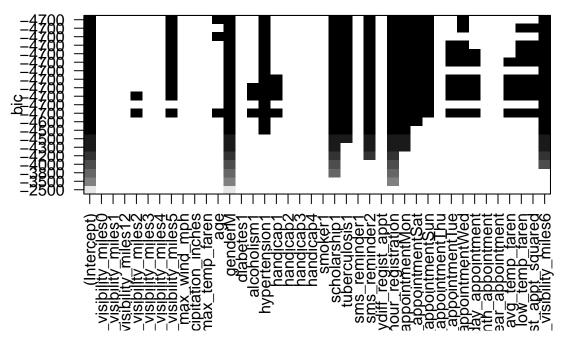
Few metrics or methods we can use are the following:

- Recall
- Precision
- ROC Curve

Feature Selection

In this section, we will try to discover which features are the most important. Hence, we will be able to verify if we get the same conclusions as in the exploratory data analysis.

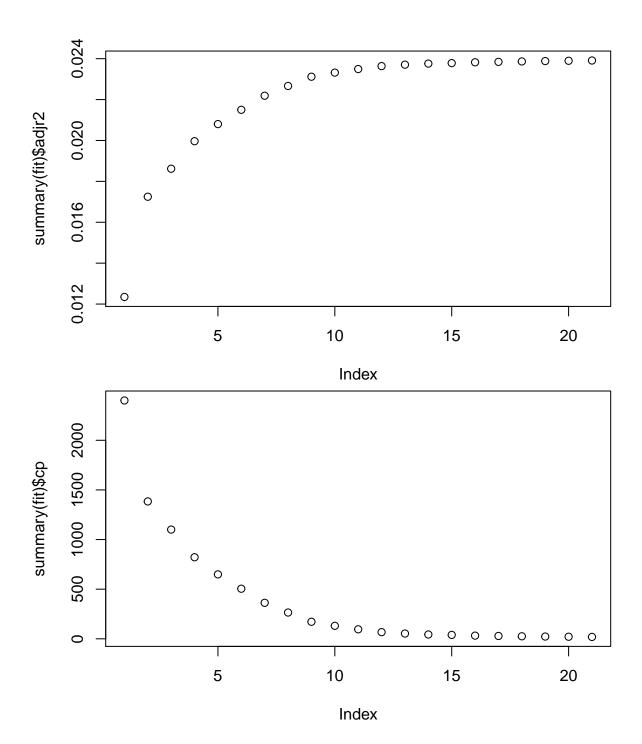
```
## Warning in leaps.setup(x, y, wt = wt, nbest = nbest, nvmax = nvmax,
## force.in = force.in, : 1 linear dependencies found
## Reordering variables and trying again:
```

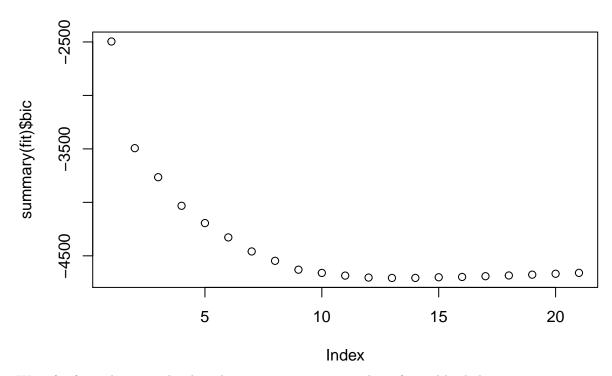


Important variables (by decreasing order):

- age
- $daydiff_regist_appt$
- $-\ {\rm daydiff_regist_appt_squared}$
- $hour_registration$
- smoker1
- scholarship1
- alcoholism1
- $sms_reminder1$
- appointment_Mon
- appointment_Sat

Those was the one having the more impact in the Exploratory Data Analysis. Those results aren't a surprise.





We infer from those graphs that there is no optimum number of variables below 15 using regressions; in addition, the 9 first variables listed above seem to extract most of what can be extracted using linear regression. It is not a surprising result considering our previous analysis and the fact that most of our features are factor variables.

However, this analysis straighten some of our previous points: age, daydiff_regist_appt and hour_registration are important features that explain a lot the show/noshow ratio.

Let us now focus on the predictive model. Apparently, after this preliminary analysis, linear correlation don't explain enough to use it as a predictive model. Thus, let us focus on tree-based algorithm.

Tree-base method

##

```
##
##
   Call:
    randomForest(formula = show_up ~ ., data = df.train.sub, importance = TRUE,
##
                                                                                         mtry = 2, ntree =
##
                  Type of random forest: classification
##
                         Number of trees: 100
##
  No. of variables tried at each split: 2
##
##
           OOB estimate of error rate: 29.85%
##
   Confusion matrix:
##
        0
               1 class.error
  0 2165
           59281 0.964765811
   1 1240 140083 0.008774226
##
##
       lowest_visibility_miles
                                                max_wind_mph
##
                       838.8281
                                                   1333.1267
##
          precipitation_inches
                                              max_temp_faren
##
                       521.7852
                                                   1357.1786
##
                                                      gender
                            age
##
                      3971.9942
                                                    522.8814
##
                                                  alcoholism
                       diabetes
```

191.8284

259.5065

```
##
                   hypertension
                                                     handicap
##
                       413.7927
                                                     217.4432
##
                         smoker
                                                  scholarship
                       274.9116
                                                     328.7358
##
##
                   tuberculosis
                                                 sms reminder
                        12.9184
                                                     488.4533
##
##
           daydiff_regist_appt
                                            hour registration
                      2306.6829
##
                                                    2328.5972
##
           weekday_appointment
                                              day_appointment
##
                      1019.3022
                                                    1606.1375
##
             month_appointment
                                     day_of_year_appointment
##
                      1034.8238
                                                    1783.5697
##
                 avg_temp_faren
                                               low_temp_faren
                      1170.1546
                                                    1289.1310
##
##
  daydiff_regist_appt_squared
##
                      2278.8750
```

The more important variables are the same as the on highlighted above:

- Age
- Hour of registration
- The number of days between the registration and the appointment

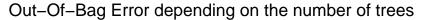
Let's look at this model on the test set:

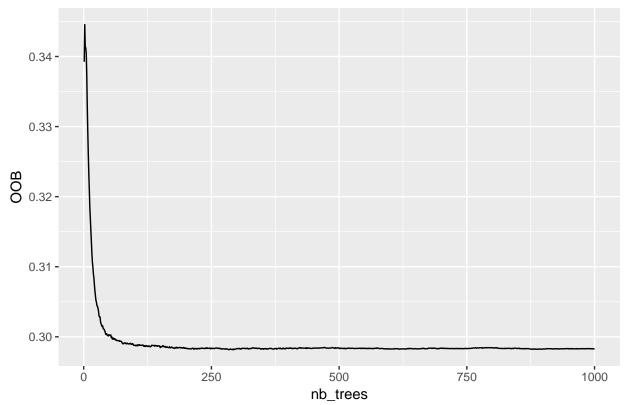
```
## ## rf.pred 0 1
## 0 775 392
## 1 25558 60174
## [1] 0.2986225
```

The test error rate is 29.8%. Looking at the confusion matrix, two third of the predicted No-Shows are correctly predicted but overall we predict only 1,000 No-Shows while there are around \sim 26,000 No-Shows to predict.

At this point we need to wonder which is more important - detecting all no-shows at a lower confidence or detecting less no-shows but at a higher confidence? We will return to this question later.

We now try to find the optimal parameters for the Random Forest model (note that computer might crash with too many trees):





The out-of-bag error is a good approximation of the out of sample event. It allows us to not use cross-validation which necessites a huge computation power.

We see that augmenting the number of trees isn't helping much. The out-of-bag error is bounded to ~29%.

We can also try to use more sub-trees.

0 7473 53973 0.87838102 ## 1 8633 132690 0.06108701

Increasing the number of splits increases the out-of-bag error which means is it will lead to overfitting.

Boosting

Given that the predictions are not very different.

```
## gbm(formula = show_up ~ ., distribution = "adaboost", data = df.train.sub,
## n.trees = 100, interaction.depth = 4, shrinkage = 0.01)
## A gradient boosted model with adaboost loss function.
## 100 iterations were performed.
## There were 23 predictors of which 13 had non-zero influence.
```

```
age
smoker
daydiff_regist_appt_squared
                  10
                              20
                                           30
                                                        40
                                                                     50
                                  Relative influence
##
                                                          var
                                                                    rel.inf
                                                          age 59.148617284
  daydiff_regist_appt
                                         daydiff_regist_appt 32.818721814
   sms_reminder
                                                 sms_reminder
                                                               4.721736136
## hour_registration
                                           hour_registration
                                                               2.188034190
## day_of_year_appointment
                                     day_of_year_appointment
                                                               0.353340839
## low_temp_faren
                                              low_temp_faren
                                                               0.247300172
## weekday_appointment
                                         weekday_appointment
                                                               0.175120839
## smoker
                                                       smoker
                                                               0.120755424
## alcoholism
                                                   alcoholism
                                                               0.106715937
## max wind mph
                                                max_wind_mph
                                                               0.055517086
                                                  scholarship
## scholarship
                                                               0.036854774
## avg_temp_faren
                                              avg_temp_faren
                                                               0.021872446
## precipitation_inches
                                        precipitation_inches
                                                               0.005413058
## lowest_visibility_miles
                                     lowest_visibility_miles
                                                               0.00000000
## max_temp_faren
                                              max_temp_faren
                                                               0.00000000
## gender
                                                       gender
                                                               0.00000000
## diabetes
                                                     diabetes
                                                               0.00000000
## hypertension
                                                 hypertension
                                                               0.00000000
## handicap
                                                     handicap
                                                               0.00000000
## tuberculosis
                                                 tuberculosis
                                                               0.00000000
## day_appointment
                                                               0.00000000
                                             day_appointment
## month_appointment
                                           month_appointment
                                                                0.00000000
## daydiff_regist_appt_squared daydiff_regist_appt_squared
                                                               0.00000000
## [1] 0.08459291
The training error is very high.
Prediction on the test set.
##
## boost.pred
                   0
                         1
##
            1 26333 60566
```

[1] 0.30303

The boosting model doesn't help. It predicts 1 every time because the predicted probabilities are very high. We can try to change the threshold.

Now we try to optimize the threshold to select for high specificity/true negativity rate - ultimately, we want a high confidence of correctly predicting the number of no-shows for any given day. Hence, we are not looking at accuracy but at specificity.

1.0 0.8 -300st.specificity 0.6 -0.4 --0.07

Out-Of-Bag Error depending on the number of trees

Some threshods give very good values of specificity. However, each threshold below 0.07 is able to predict less than 50 No-Shows out of $\sim 26,000$ No-Shows which is not helpful.

ThresholdsList

-0.06

-0.05

Business Value

-0.09

-0.08

Introduction

First of all, from the Exploratory analysis we can have a sense of the importance of this issue. Very roughly, if we consider that an average medical appointment costs USD 20 to the government (government's cost), that 60% consulted a doctor in a public health establishment and that 80% of the population consult a doctor every year; having 30% of patients not showing up at represent more that USD 550M. Knowing that 9% of Brazilian GDP is spent in the SUS (Sistema Unico de Saúde), the large, public, government managed health care system; this shortfall represent a minimum of 2.5% of total expenses in this

We understand now the significance of this problem for the Brazilian government and the SUS organization.

Exploratory Data Analysis

Using our very first analysis, we have some good insights and statistics on the problem and how the SUS can tackle this issue.

- Age: our very first insight is that the chunk of the population between 20 and 45 years old have a higher no show rate that the rest of the population. On top of this, this chunk represent the largest part of the population. This part of the population represent 40% of total appointment missed (USD 220M). Raising awareness among this population alone will bring tremendous value.
- Day difference between registration and appointment date: we noticed that the no show ratio follow a concave parabolic curve centered in 55 days. So people registering for appointments in less than 10 days and in more than 80 days are showing up more than average. On the other hand, people located between 10 and 80 are more likely to miss their appointment. Thus, a very straighforward way to improve the no show ratio is to have different process for different period in time.
- Hour of registration: We finally noticed that people registering late are more likely to miss their appointment whereas people colling very early are more showing up. Changing the process on that aspect can help to improve the ratio as well.

Predictive model

On the predictive side, to evaluate the value of building a prediction model to, we can look at use cases at the individual and day-aggregated level.

Individual level

At the individual level, we can use a prediction model which only includes features that is fully known at the point of appointment booking (no weather in this case) to categorize if a patient is considered higher-risk above a certain threshold. This allows us to do two things:

- Focus resources on providing more interventions (even more sms and calls) to increase likelihood of patient showing up. Or to confirm if patient is not going to show-up 2 days before appointment.
- Give dollar incentives to channel likely no-shows into morning/evening appointment slots so that most of the no-shows are clustered around a certain period of the day.

Day-aggregated level

At the day-aggregated level, we can use a prediction model which INCLUDES weather features given by meteorological forecasts, that is able to give us the number of no-shows for a given day at a 95% confidence level. This can be computed 2 days before the actual appointment date.

All this information from above can help us implement a "pseudo-overbooking" policy: an opt-in waitlist. The opt-in waitlist can be generated for each appointment day, 2 days in advance and the length of the list = # people who rescheduled + (conservative) estimate of # predicted no-shows. Given that we have "consolidated" in advance the likely no-shows into a certain part of the day, we can ask the wait-listers to come at a specific window if they are willing to take the risk to have an earlier appointment.

Even if we are only able to cut the number of no-shows from 30% to 25%, we can already generate an estimated savings of \$0.5 million for a community hospital. The savings will be even greater for a larger hospital. Furthermore, we can generate customer satisfaction amongst those wait-listers who manage to get an earlier appointment.

Sources:

http://thebrazilbusiness.com/article/cost-of-health-services http://www.scielo.br/pdf/csc/v21n2/en_1413-8123-csc-21-02-0339.pdf https://en.wikipedia.org/wiki/Health_systems_by_country#Brazil