

How Can We Lower Hospital Readmission Rates?

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Readmissions: unplanned repeat visits to the hospital

- Costly and avoidable
- Commonly used indicator of a hospital's quality of care
- Tied to Medicare payments

Besides patient characteristics, are there other predictors of readmission rates?

Predicting All-Cause Readmission Rates With Linear Regression

Outcome: # of unplanned all-cause readmissions / 100 admissions for pneumonia

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- Medicare (65+ population)
- Already adjusted for age, sex, and specific clinical conditions

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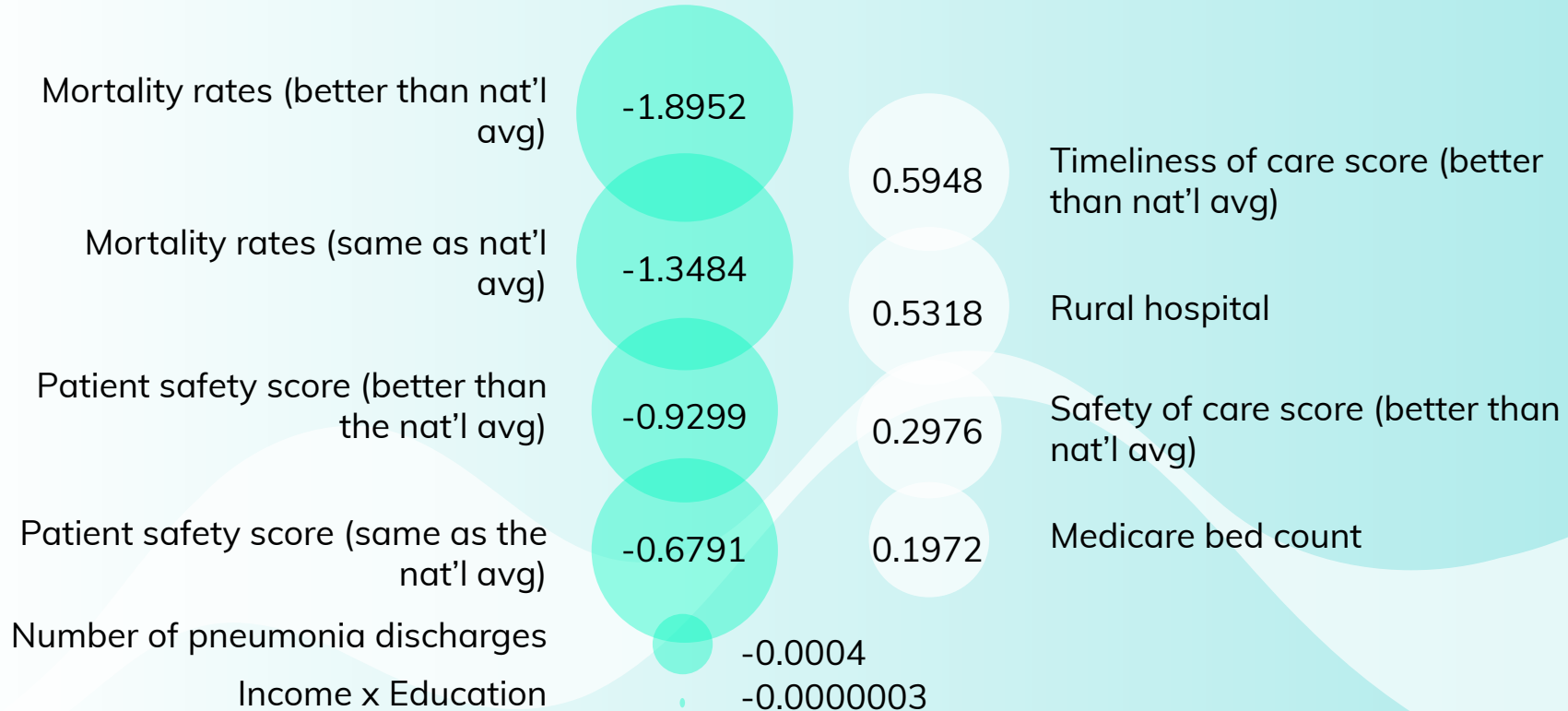
Approach:

- Linear regression: Statsmodel OLS
- Cross-validation: GridSearchCV w/ Ridge and LASSO

β

Negative Predictors

Positive Predictors



β

Negative Predictors

Positive Predictors

Mortality rates (better than nat'l avg)

-1.8952

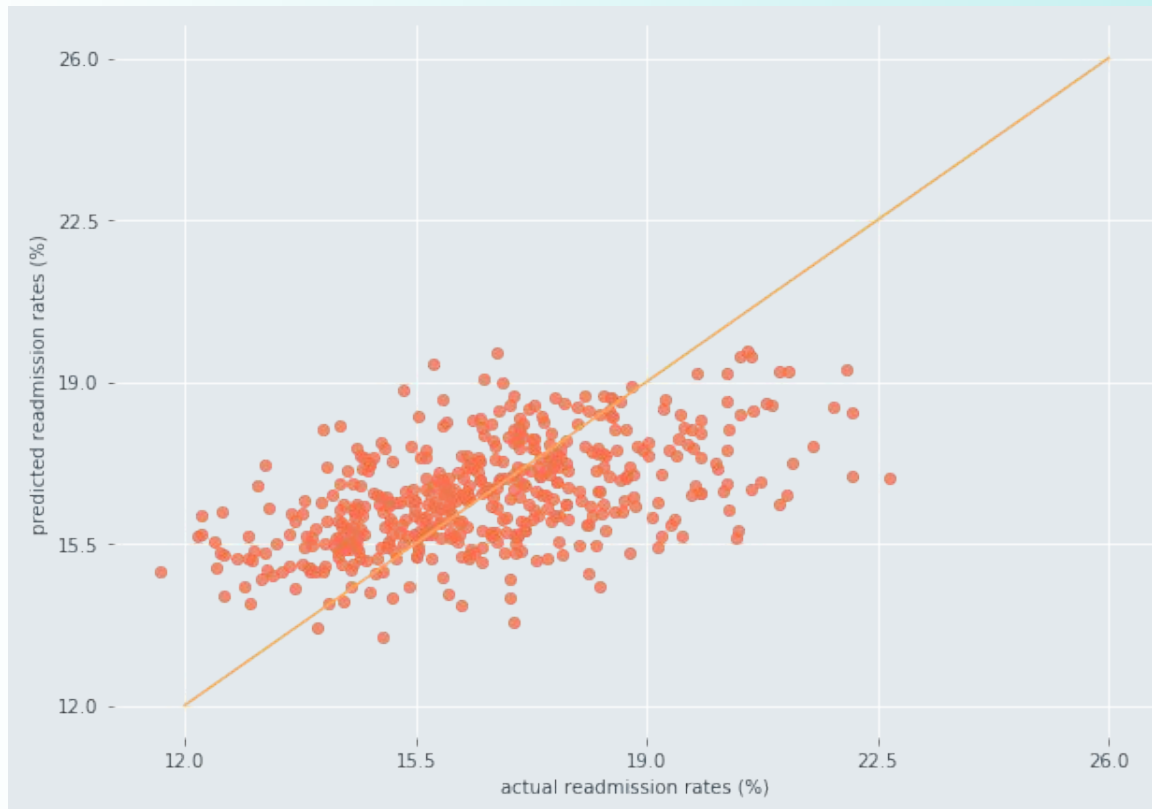
0.5318

Rural hospital

Income x Education

-0.0000003

Readmission rates
are hard to predict
with geographic and
hospital-level
features



Actual vs. Predicted Hospital Readmission Rates

Mean Absolute Error:
1.366

Ridge MAE: 1.365
LASSO MAE: 1.363

Readmission rates are weakly predicted by a small subset of variables

- Regardless of model regularization
- Not explored: skill/quality of doctors/nurses

To improve readmission rates, focus on:

- Encouraging hospitals to invest in improving mortality scores
- Investing in hospitals in rural areas
- Patient level, not hospital-level factors

Thank You



Appendix



Who Cares?

Policy Makers

—
Inform the design
of incentive and
payment
programs



Healthcare Businesses

—
Identify
opportunities for
their related
products and
services



Hospitals

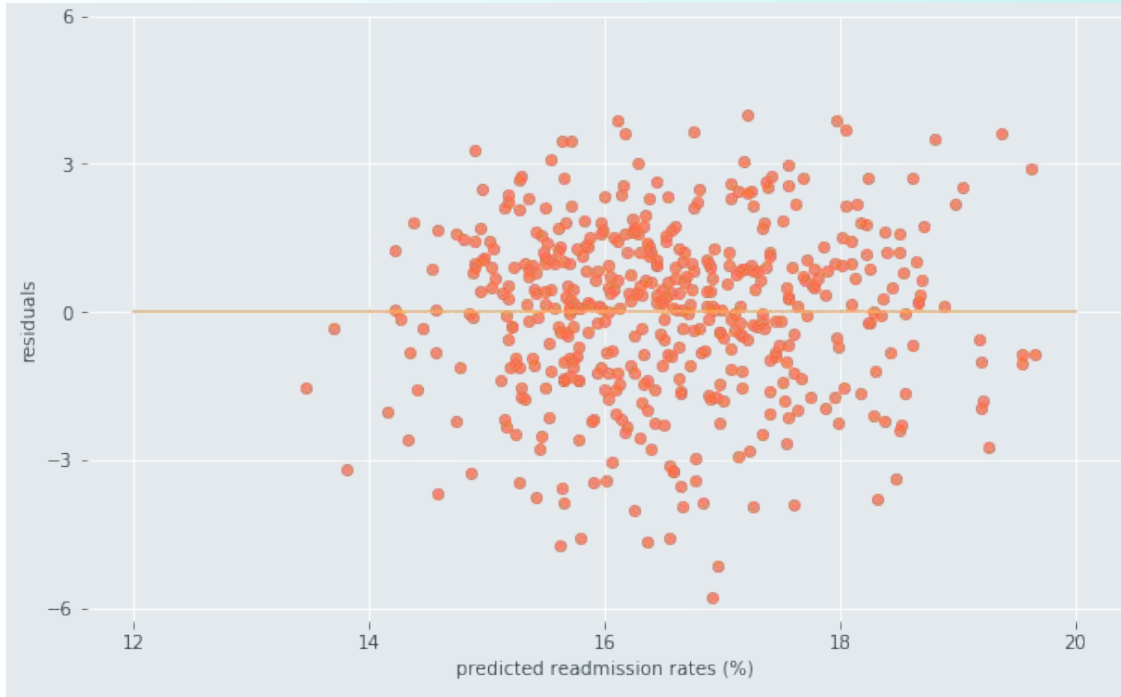
—
Understand
their
performance
relative to
other hospitals



Potential Predictors

Focus	Features	Data Source
Geographical/ demographic	<ul style="list-style-type: none">• Median income of county• Education level of county• Urban or Rural	<ul style="list-style-type: none">• 2014-2017 Census• 2013-2017 American Community Survey• 2017 Provider of Services file
Performance-related	<ul style="list-style-type: none">• Number of pneumonia discharges• Performance on 5 other Medicare measures (Better, same, worse than national average)	<ul style="list-style-type: none">• 2014-2017 data.medicare.gov
Hospital-specific	<ul style="list-style-type: none">• Bed count (hospital size)• Wage index (labor costs)• Case mix index• Hospital ownership• Emergency services• Medical school affiliation	<ul style="list-style-type: none">• 2017 Provider of Services file• 2014-2016 Federal IPPS files• 2014-2017 data.medicare.gov

Linear Assumptions and Other Evaluation Criteria



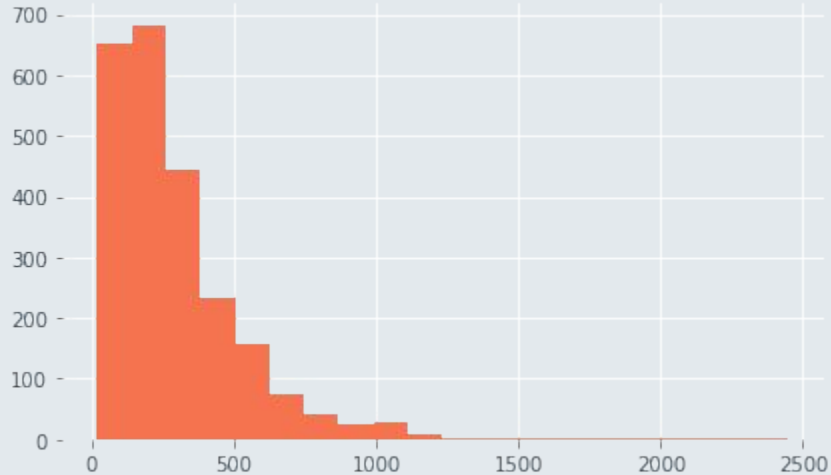
Predicted Hospital Readmission Rates vs Residuals

R-squared:	0.278
Adj. R-squared:	0.274
F-statistic:	72.66
Prob (F-statistic):	6.15e-126
Log-Likelihood:	-3782.3
AIC:	7587.
BIC:	7648.

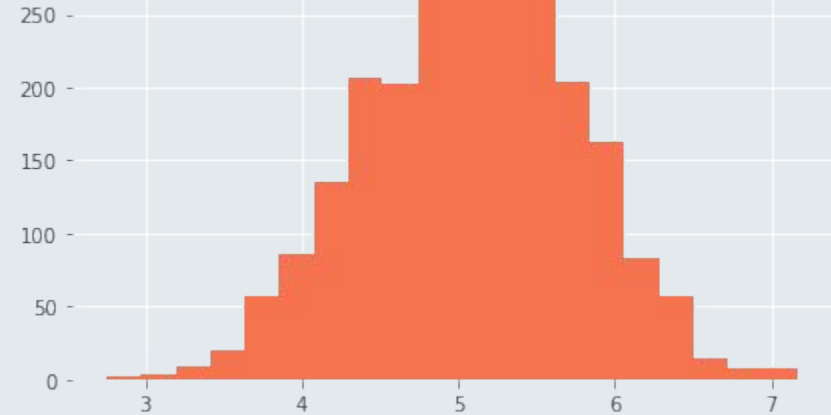
Omnibus:	69.187	Durbin-Watson:	1.980
Prob(Omnibus):	0.000	Jarque-Bera (JB):	77.956
Skew:	0.449	Prob(JB):	1.18e-17
Kurtosis:	3.423	Cond. No.	2.77

Box-cox transformation of Medicare bed count

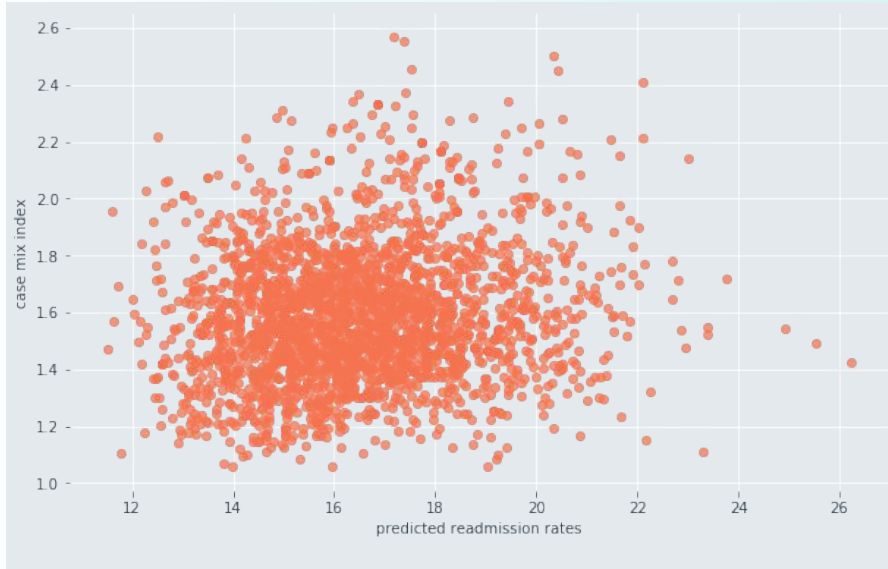
Bed Count



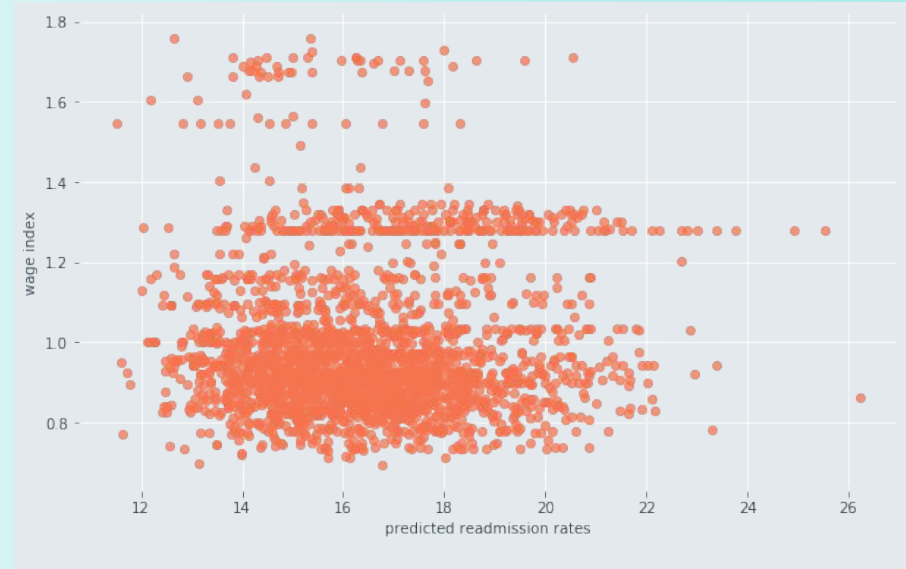
**Bed Count Transformed
(Lambda: 0.022)**



Non-significant Features



Case Mix Index



Wage Index

CREDITS

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