## **Description of Healthcare Service Data**

A sample of 4406 cases was obtained from the National Medical Expenditure Survey conducted in 1987 and 1988 (NMES). The data provide a comprehensive picture of how Americans use and pay for health services. Here only one of these six measures, that deal with the office visits to physicians (OFP), is considered. A feature of these data is that they do not include a high proportion of zero counts but do reflect a high degree of unconditional overdispersion.

The NMES is based on a representative, national probability sample of the civilian, noninstitutionalized population and individuals admitted to long-term care facilities during 1987. Under the household survey of the NMES, more than 38,000 individuals in 15,000 households across the United States were interviewed quarterly about their health insurance coverage, the services they used, and the cost and source of payments of those services. In addition to healthcare data, NMES provides information on health status, employment, sociodemographic characteristics, and economic status.

Variable	Definition	Mean	Standard deviation
OFP	Number of physician office visits	5.77	6.76
OFNP	Number of nonphysician office visits	1.62	5.32
OPP	Number of physician outpatient visits	0.75	3.65
OPNP	Number of nonphysician outpatient visits	0.54	3.88
<b>EMR</b>	Number of emergency room visits	0.26	0.70
HOSP	Number of hospitalizations	0.30	0.75
<b>EXCLHLTH</b>	Equals 1 if self-perceived health is excellent	0.08	0.27
<b>POORHLTH</b>	Equals 1 if self-perceived health is poor	0.13	0.33
NUMCHRON	Number of chronic conditions	1.54	1.35
ADLDIFF	Equals 1 if the person has a condition that	0.20	0.40
	limits activities of daily living		
NOREAST	Equals 1 if the person lives in northeastern U.S.	0.19	0.39
MIDWEST	Equals 1 if the person lives in the midwestern U.S.	0.26	0.44
WEST	Equals 1 if the person lives in the western U.S.	0.18	0.39
AGE	Age in years (divided by 10)	7.40	0.63
BLACK	Equals 1 if the person is African-American	0.12	0.32
MALE	Equals 1 if the person is male	0.40	0.49
MARRIED	Equals 1 if the person is married	0.55	0.50
SCHOOL	Number of years of education	10.30	3.74
<b>FAMINC</b>	Equals family income in \$10,000	2.53	2.92
<b>EMPLOYED</b>	Equals 1 if the person is employed	0.10	0.30
PRIVINS	Equals 1 if the person is covered by	0.78	0.42
MEDICAID	private health insurance Equals 1 if the person is covered by Medicaid	0.09	0.29