

# **Minimizing Average Cost per Patient for Thyroid Gland Disorder Diagnosis**

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# COSTS FUNCTION

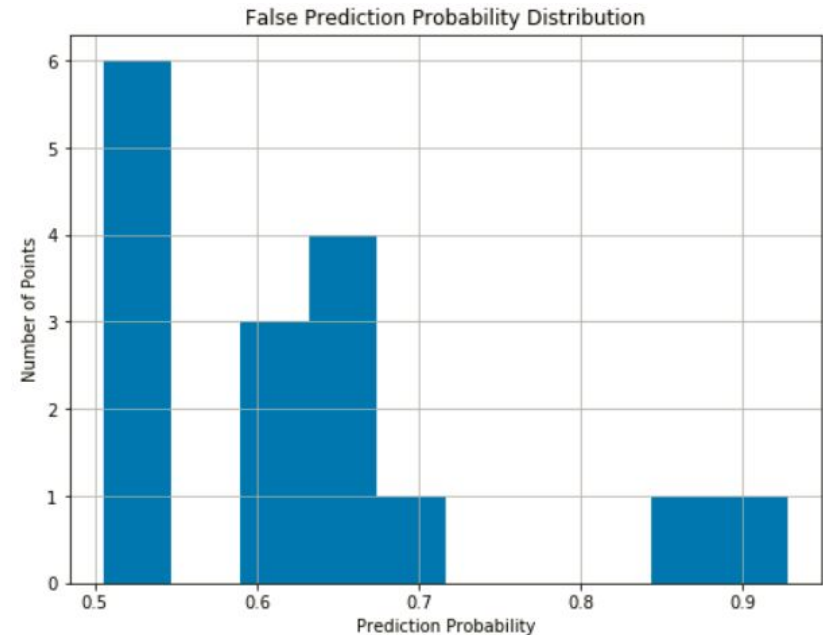
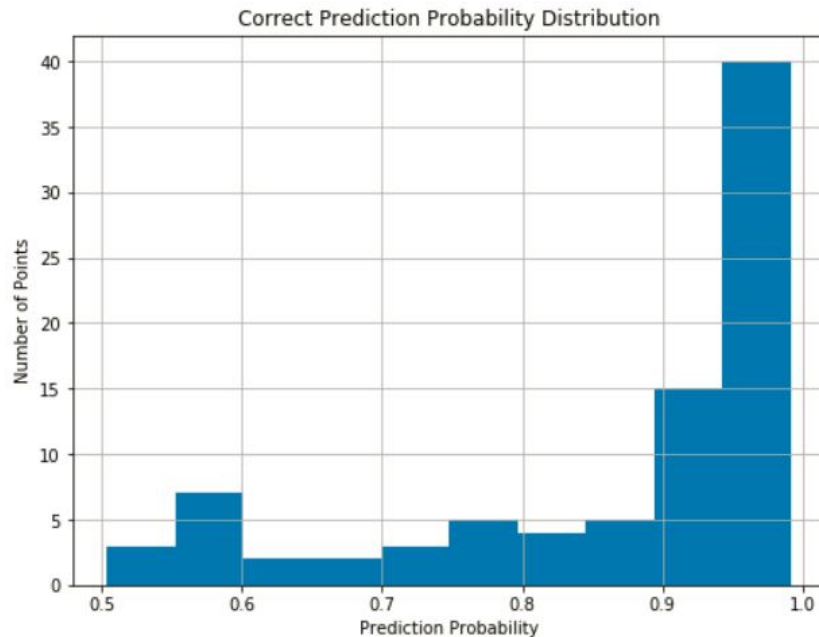
- Correct Diagnosis ( $=C$ ) - \$0
- Misdiagnosis ( $=M$ ) - \$5000
- Abstain Prediction ( $=A$ ) (forward to endocrinologist) - \$1000
- Total Number of Patients ( $N = C+M+A$ )

- Total Costs:

$$T = \frac{5000M + 1000A}{N}$$



# PROBABILITY ANALYSIS



- OvR (by default threshold) assign classification with  $p > 0.5$
- Larger  $p \rightarrow$  Higher chance for correct prediction (diagnosis)
- Smaller  $p \rightarrow$  More likely for misdiagnosis



# NEW MODEL

- With OvR default threshold  $th = 0.5$  ( $A = 0$ )

- $$T = \frac{5000M + 1000A}{N} = \frac{5000M}{N} = \frac{5000 \cdot 16}{102} = \$784.3$$

- With threshold  $th = 1$  ( $A=N$ )

- $T = \$1000$

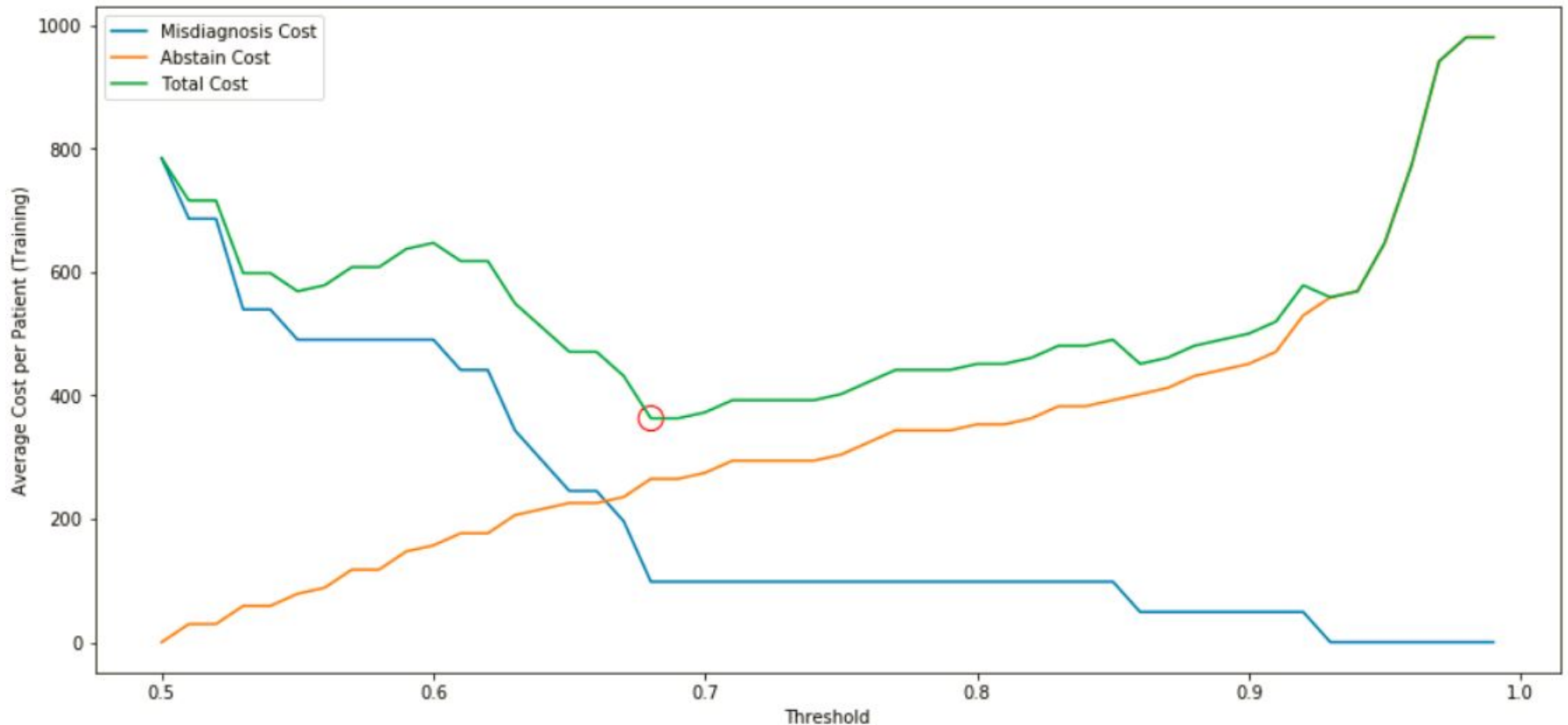
| y_train_ovr | 1.0 | 2.0 | 3.0 | All |
|-------------|-----|-----|-----|-----|
| y_train     |     |     |     |     |
| 1.0         | 69  | 4   | 0   | 73  |
| 2.0         | 9   | 9   | 0   | 18  |
| 3.0         | 3   | 0   | 8   | 11  |
| All         | 81  | 13  | 8   | 102 |

*Idea:*

- Set new threshold  $th$  (if  $p > th$  predict; if  $p < th$  abstain)
  - $th \uparrow \rightarrow M \downarrow$  and  $A \uparrow$
  - $th \downarrow \rightarrow M \uparrow$  and  $A \downarrow$
- Optimal threshold  $th \neq 0.5$  to minimize cost  $T$
- Sweep threshold  $th$  to get minimum cost  $T$



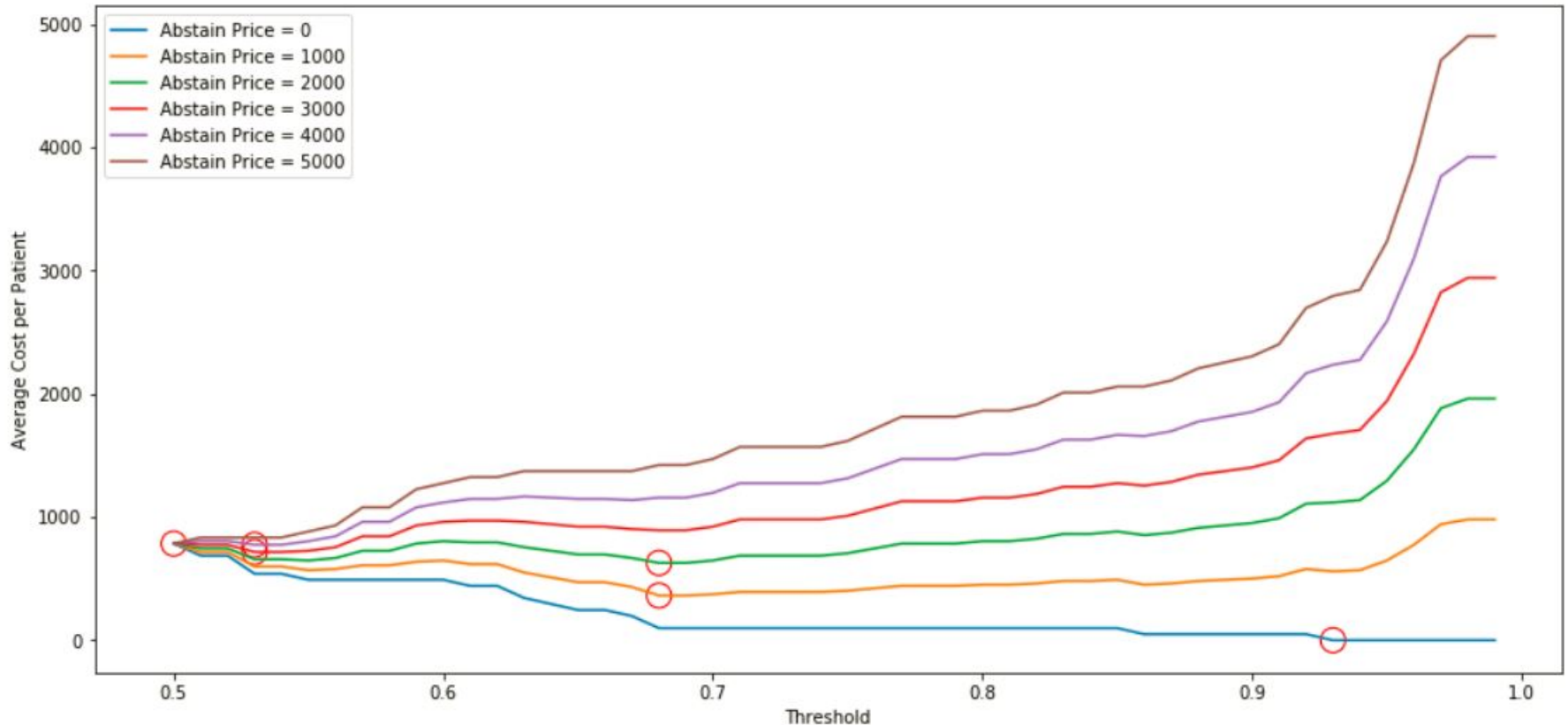
# THRESHOLD ANALYSIS



- Minimum total cost  $T = \$362.75$  (Training Set)
- New Threshold  $th = 0.68 \neq 0.5$  (default)
- Minimum total cost  $T = \$575.22$  (Testing Set)



# METHOD ROBUSTNESS



- Always found the optimal threshold
- Verification:
  - When abstain price is low, abstain to predict cost less – high threshold
  - When abstain price is high, abstain to predict cost more – low threshold

