HospitalMonopoly

```
library(ggplot2)
library(tidyverse)
```

library(reshape2)

```
inpatient = read.csv("VTINP16_upd.TXT")
RR_map = read.csv('RR_mapping.csv')
hsa_map = read.csv('hsa_mapping.csv')
mdc_map = read.csv('MDC_mapping.csv')
```

```
# preprocessing
inpatient_RR = merge(inpatient, RR_map[c('hnum2', 'RR')])
inpatient_RR = merge(inpatient_RR, hsa_map[c('HSA. Health. Service. Area', 'RR. Collapsed. Referral. Region')], by. x = 'hsa', by. y =
'HSA. Health. Service. Area')
names(inpatient_RR)[names(inpatient_RR) == 'RR'] = 'RR_destination'
names(inpatient_RR)[names(inpatient_RR) == 'RR. Collapsed. Referral. Region'] = 'RR_origin'
inpatient_RR = inpatient_RR %>% filter(RR_origin %in% paste('RR', 1:5, sep = ''))
```

```
odmatrix_drg_count = function(inpatient_RR, drg, pay_type = NA) {
  if(is.\,na(pay\_type))~\{
   inpatient = inpatient_RR %>% filter(DRG == drg)
  } else if(pay_type %in% c('g', 'c')) {
   if(pay_type == 'g') inpatient = inpatient_RR %>% filter(DRG == drg) %>% filter(PPAY == 1)
    if(pay_type == 'c') inpatient = inpatient_RR %>% filter(DRG == drg) %>% filter(PPAY == 6 | PPAY == 7)
  } else {
   stop('Invalid pay_type.')
 if(dim(inpatient)[1] == 0) return(NA)
 crosstab = dcast(inpatient, RR origin ~ RR destination, length)
 crosstab = crosstab[!is.na(crosstab$RR_origin),]
 return (crosstab)
odmatrix\_share = \texttt{function}(tab) \ \{
  if(is.na(tab)) return(NA)
 cols = paste('RR', 1:5, sep = '')
  for (row in cols) {
   if (!(row \%in\% tab\$RR\_origin)) tab[row, ] = c(row, rep(0, 5))
 for (col in cols) {
   if (!(col %in% colnames(tab))) tab[, col] = 0
   tab[, col] = as.numeric(tab[, col])
  tab = tab[order(tab$RR_origin), c('RR_origin', cols)]
  tab[6, cols] = apply(tab[, cols], 2, sum)
 tab$RR_origin = c(cols, 'Total')
 rownames(tab) <- NULL
 print(cbind(tab, Total = apply(tab[, cols], 1, sum)))
  tab$RR_origin = c(cols, 'Market share %')
 denom = apply(tab[, cols], 1, sum)
  denom[denom == 0] = 1
 tab[, cols] = tab[, cols] / denom
 for (col in cols) {
  tab[, col] = sapply(tab[, col], function(x) paste(100*round(x, 4), '%', sep = ''))
 print('\n')
 print(tab)
odmatrix = function(inpatient_RR, drg, pay_type) {
 odmatrix_share(odmatrix_drg_count(inpatient_RR, drg, pay_type))
HHI = function(tab) {
 if(is.na(tab)) return(NA)
 cols = intersect(paste('RR', 1:5, sep = ''), colnames(tab))
 if (length (cols) == 1) return (NA)
 mkt_share = apply(tab[, cols], 2, sum) / sum(tab[, cols])
 hhi = sum(mkt_share^2)
 return(hhi)
```

```
drg_map <- read.csv('DRG_mapping.csv')
drg_map$MDC_NO = sapply(drg_map$MDC_NO, function(x) {
   if(x %in% mdc_map$MDC) {
      return(mdc_map$MDC == x, 'MDC_CAT_NAME'])
   } else {
      return(x)
   }
})
colnames(drg_map) = c("MSDRG", "MDC", "MSDRG_DESC")
drg = inpatient_RR %>% group_by(DRG) %>% tally()
drg_map = merge(drg, drg_map, by. x = 'DRG', by. y = 'MSDRG')
```

```
\label{eq:drg_map} $$\operatorname{HHI_c} = \operatorname{sapply}(\operatorname{drg_map}DRG, \ \mathbf{function}(x) \ \operatorname{HHI}(\operatorname{odmatrix\_drg\_count}(\operatorname{inpatient\_RR}, \ x, \ 'c')))$$
rownames(drg map) <- NULL
{\tt drg\_map\$HHI\_d} = {\tt drg\_map\$HHI\_c} - {\tt drg\_map\$HHI\_g}
HHI_rank = drg_map[!is.na(drg_map$HHI_d), c('DRG', 'MDC', 'MSDRG_DESC', 'HHI_d', 'n')]
HHI_rank = HHI_rank[order(HHI_rank$HHI_d), ]
rownames(HHI_rank) = NULL
HHI_rank = HHI_rank[HHI_rank n > 500, ]
HHI_rank = HHI_rank[HHI_rank$HHI_d > 0, ]
HHI_rank
# DRG:
# DRG_DESC: Major joint replacement or reattachment of lower extremity w/o MCC
# MDC:
             MUSCULOSKELETAL
# PAY:
             GOVERNMENT
# PATIENTS: 2151
odmatrix(inpatient_RR, 470, 'g')
## RR_origin RR1 RR2 RR3 RR4 RR5 Total
## 1
          RR1 352 61 0 0 20 433
## 2
          RR2 11 155 4 17 4
                                   191
          RR3 5 8 91 0 0
## 3
                                   104
          RR4 4 5 2 102 42 155
         RR5 15 0 0 6 281 302
## 5
## 6
       Total 387 229 97 125 347 1185
## [1] "\n"
         RR_origin RR1 RR2 RR3 RR4 RR5
##
## 1
               RR1 81.29% 14.09%
                                  0%
                                          0% 4.62%
## 2
               RR2 5.76% 81.15% 2.09% 8.9% 2.09%
## 3
               RR3 4.81% 7.69% 87.5% 0%
                                               0%
## 4
               RR4 2.58% 3.23% 1.29% 65.81% 27.1%
## 5
              RR5 4.97% 0% 0% 1.99% 93.05%
\#\# 6 Market share % 32.66% 19.32% 8.19% 10.55% 29.28%
# DRG:
             189
# DRG_DESC: Pulmonary edema & respiratory failure
# MDC:
             RESPIRATORY
# PAY:
             GOVERNMENT
# PATIENTS: 594
odmatrix(inpatient_RR, 189, 'g')
## RR_origin RR1 RR2 RR3 RR4 RR5 Total
## 1
          RR1 165 0 0 1 2 168
## 2
          RR2 9 95 1 0 0
                                   105
## 3
          RR3
               0 0 25
                           0
## 4
         RR4 1 0 0 36 0
                                   37
         RR5 2 0 0 0 62
## 5
                                   64
        Total 177 95 26 37 64
                                   399
## 6
## [1] "\n"
##
        RR_origin RR1 RR2 RR3 RR4
                                             RR5
## 1
               RR1 98.21%
                             0%
                                  0% 0.6% 1.19%
               RR2 8.57% 90.48% 0.95% 0%
## 2
                                              0%
## 3
               RR3 0% 0% 100%
                                       0%
                                               0%
                           0% 0% 97.3% 0% 0% 0% 0% 96.88%
## 4
               RR4 2.7%
              RR5 3.12%
## 5
## 6 Market share % 44.36% 23.81% 6.52% 9.27% 16.04%
# DRG:
             470
# DRG_DESC: Major joint replacement or reattachment of lower extremity w/o MCC
# MDC:
             MUSCULOSKELETAL
# PAY:
             COMMERCIAL
# PATIENTS: 2151
odmatrix(inpatient_RR, 470, 'c')
```

```
## RR_origin RR1 RR2 RR3 RR4 RR5 Total
## 1
        RR1 299 59 0 0 12 370
## 2
        RR2 17 71 3 9 1
        RR3 2 6 32 0 0
RR4 1 3 1 50 18
## 3
                              40
                             73
## 4
        RR5 6 1 0 4 118 129
## 5
## 6
      Total 325 140 36 63 149 713
## [1] "\n"
##
      RR_origin RR1 RR2 RR3 RR4 RR5
            RR1 80.81% 15.95% 0%
## 1
                                  0% 3.24%
## 2
            RR2 16.83% 70.3% 2.97% 8.91% 0.99%
## 3
            RR3 5% 15% 80% 0% 0%
## 4
            RR4 1.37% 4.11% 1.37% 68.49% 24.66%
            RR5 4.65% 0.78% 0% 3.1% 91.47%
## 5
## 6 Market share % 45.58% 19.64% 5.05% 8.84% 20.9%
```

```
# DRG: 189

# DRG_DESC: Pulmonary edema & respiratory failure

# MDC: RESPIRATORY

# PAY: COMMERCIAL

# PATIENTS: 594

odmatrix(inpatient_RR, 189, 'c')
```

```
## RR_origin RR1 RR2 RR3 RR4 RR5 Total
## 1 RR1 49 0 0 0 0 49
## 2
         RR2 2 7 0 0 0
                               9
        RR3 0 0 1 0 0
RR4 0 0 0 3 0
## 3
                              3
                                 1
## 4
       RR5 1 0 0 0 9 10
## 5
## 6
      Total 52 7 1 3 9 72
## [1] "\n"
       RR_origin RR1 RR2 RR3 RR4 RR5
RR1 100% 0% 0% 0% 0% 0%
             RR1 100% 0% 0% 0% RR2 22.22% 77.78% 0% 0%
## 1
## 2
                                         0%
## 3
            RR3 0% 0% 100% 0%
                                        0%
           RR4 0%
RR5 10%
                       0% 0% 100%
0% 0% 0%
## 4
                                        0%
## 5
                                         90%
## 6 Market share % 72.22% 9.72% 1.39% 4.17% 12.5%
```