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Contact Information:
Healthcare Cost and Utilization Project (HCUP)
Agency for Healthcare Research and Quality
540 Gaither Road
Rockville, MD 20850
<http://www.hcup-us.ahrq.gov>

For Technical Assistance with HCUP Products:

Email: hcup@ahrq.gov

or

Phone: 1-866-290-HCUP

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Methods Applying AHRQ Quality Indicators to Healthcare Cost and Utilization Project (HCUP) Data for the Eighth (2010) National Healthcare Quality Report (NHQR) and National Healthcare Disparities Report (NHDR)

By Rosanna Coffey, Ph.D., Marguerite Barrett, M.S., Robert Houchens, Ph.D.,
Ernest Moy, M.D., M.P.H., Karen Ho, M.H.S.,
Roxanne Andrews, Ph.D., and Elizabeth Moles, M.A.

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The Agency for Healthcare Research and Quality (AHRQ) Quality Indicators (QIs) were applied to the Healthcare Cost and Utilization Project (HCUP) hospital discharge data for several measures in the National Healthcare Quality Report (NHQR) and the National Healthcare Disparities Report (NHDR). The NHQR tracks national trends in health care quality. The NHDR examines prevailing disparities in health care delivery as it relates to racial and socioeconomic factors in priority populations.

The AHRQ QIs are measures of quality associated with processes of care that occurred in an outpatient or an inpatient setting. The QIs rely solely on hospital inpatient administrative data and, for this reason, are screens for examining quality that may indicate the need for more in-depth studies. The AHRQ QIs used for the NHQR and NHDR include four sets of measures:

- Prevention Quality Indicators (PQIs)—or ambulatory care sensitive conditions—identify hospital admissions that evidence suggests could have been avoided, at least in part, through high-quality outpatient care (AHRQ, 2007).
- Inpatient Quality Indicators (IQIs) reflect quality of care inside hospitals and include measures of utilization of procedures for which there are questions of overuse, underuse, or misuse (AHRQ, 2007).
- Patient Safety Indicators (PSIs) reflect quality of care inside hospitals, by focusing on surgical complications and other iatrogenic events (AHRQ, 2007).
- Pediatric Quality Indicators (PDIs) reflect quality of care inside hospitals and identify potentially avoidable hospitalizations among children (AHRQ, 2006).

The QI measures generated for possible inclusion in the NHQR and NHDR are described in [Table 1](#) at the end of this methods report. Not all of these QIs were used in the reports.

HCUP DATABASES

The Healthcare Cost and Utilization Project (HCUP) is a family of healthcare databases and related software tools and products developed through a Federal-State-Industry partnership and sponsored by AHRQ. HCUP databases bring together the data collection efforts of State data organizations, hospital associations, private data organizations, and the Federal government to create a national information resource of encounter-level health care data. HCUP includes the largest collection of longitudinal hospital care data in the United States, featuring all-payer, encounter-level information beginning in 1988. These databases enable research on a broad range of health policy issues, including cost and quality of health services, medical practice

patterns, patient safety, access to health care programs, and outcomes of treatments at the national, State and local market levels.

Two HCUP discharge datasets were used for the NHQR:

- The HCUP Nationwide Inpatient Sample (NIS), a nationally stratified *sample* of hospitals (with all of their discharges) from States that contribute data to the NIS dataset (40 States in the 2007 NIS).
- The HCUP State Inpatient Databases (SID), a *census* of hospitals (with all of their discharges) from 40 participating States in 2007.

For 2007, the NIS contains roughly 8.0 million discharges from more than 1,000 hospitals and the SID contains about 33.9 million discharges (approximately 86 percent of the 39.5 million discharges in the United States). Data from the 1994, 1997, and 2000-2007 NIS were used for national estimates of QI rates in the NHQR. Data from the 2000, 2006, and 2007 SID were used for State-level estimates in the NHQR, for States that agreed to participate. Data from the 2007 SID were also used for reporting by State and State-level subpopulations (race/ethnicity, community income quartile, and expected primary payer) in the State Snapshots Website, a derivative product of the NHQR. For the list of data organizations that contribute to the HCUP databases, see [Table 2](#) at the end of this methods report.

In preparation for the NHQR, NHDR, and derivative products, the HCUP databases needed to be customized as indicated below:

1. The HCUP SID were modified to create analytic files consistent across States.
 - *Subset to Community Hospitals.* For the SID, we selected community¹ hospitals and eliminated rehabilitation hospitals.
 - *Weight for Missing Hospitals.* Because some statewide data organizations do not report data for all community hospitals in the State, we weighted hospitals in the SID to the State's universe of hospitals in the American Hospital Association (AHA) Annual Survey Database based on hospital characteristics.
 - *Weight for Missing Quarters.* Discharges from hospitals operating for the entire year but not contributing data for one or more quarters were weighted up to annual estimates for that institution in the SID.
2. The NIS and SID were augmented as necessary for the NHQR and NHDR analyses:
 - *Impute for Missing Characteristics.* For missing age, gender, race/ethnicity, ZIP Code, and expected primary payer data that occurred on a small proportion of discharge records, we used a "hot deck" imputation method (which draws donors from strata of similar hospitals and patients) to assign values while preserving the variance within the data.

¹ *Community* hospitals are defined by the AHA as "non-Federal, short-term, general, and other specialty hospitals, excluding hospital units of institutions." The specialty hospitals included in the AHA definition of "community hospitals" are: obstetrics-gynecology, ear-nose-throat, short-term rehabilitation, orthopedic, and pediatric institutions. The AHA also groups public hospitals and academic medical centers with community hospitals. Excluded from the AHA definition of "community hospitals" are long-term hospitals, psychiatric hospitals, and alcoholism/chemical dependency treatment facilities. For the NHQR analyses, we select all AHA-defined "community hospitals" with the exception of short-term rehabilitation hospitals (beginning with 1998 HCUP data).

- *Assign Additional Measures for Reporting.* We assigned median household income quartile using the Claritas ZIP Code data linked to patient's ZIP Code in the SID. Beginning with the 2008 NHQR and NHDR, we added reporting by the National Center for Health Statistics (NCHS) county-level classification of urban-rural location, which includes gradations of metropolitan, micropolitan, and non-core counties by population size.
3. For the NHDR, the HCUP SID were used to create disparities analysis files designed to provide national- and State-level estimates for the report and derivative products. Of the 40 States participating in the 2007 SID, the following 26 HCUP States report race/ethnicity of discharges: Arizona, Arkansas, California, Colorado, Connecticut, Florida, Georgia, Hawaii, Kansas, Maryland, Massachusetts, Michigan, Missouri, New Hampshire, New Jersey, New York, Oklahoma, Rhode Island, South Carolina, Tennessee, Texas, Utah, Vermont, Virginia, Wisconsin, and Wyoming.

The SID were used to create a disparities analysis file that was designed to provide *national estimates* for the NHDR, using a weighted sample of hospitals from the 26 HCUP States. [Appendix A](#) to this report provides detail on the creation of the disparities analysis file for national estimates. The individual SID were used to create additional disparities analysis files for State-level reporting by race/ethnicity. [Appendix B](#) to this report provides detail on the creation of disparities analysis files for State-level estimates. For the list of data organizations that contribute race and ethnicity data to the HCUP databases (and that were included in the disparities analysis file), see [Table 2](#) at the end of this methods report.
 4. For the State Snapshots Website, the 2007 SID were also used for reporting by State and State-level subpopulations (race/ethnicity, community income quartile, and expected primary payer). No additional data preparation was needed to the SID for reporting by community income quartile or payer. [Appendix C](#) to this report provides information on the QI measures based on HCUP data in the State Snapshots.

STEPS TAKEN TO APPLY AHRQ QUALITY INDICATORS TO THE HCUP DATA

To apply the AHRQ Quality Indicators to HCUP hospital discharge data for the NHQR and NHDR, several steps were taken: (1) QI software review and modification, (2) acquisition of population-based data, (3) assignment of QIs to the HCUP databases, and (4) identification of statistical methods.

1. **Review and Modify QI Software.** For the 2009 NHQR and NHDR, we started with the following QI software versions: PQI Version 3.1, IQI Version 3.1, PSI Version 3.1, and PDI Version 3.1. Because each of these software modules was developed for State and hospital-level rates, rather than national rates, some changes to the QI calculations were necessary.

We added four indicators particularly relevant to the structure of the NHQR and NHDR. Two indicators were created for discharges age 65 years and older: immunization-preventable influenza, age 65 and over, and asthma admissions, age 65 and over. Two additional indicators were created from modified version of the chronic and overall PQI composites that excluded chronic obstructive pulmonary disease to facilitate longitudinal analyses. Because of ICD-9-CM coding changes, chronic obstructive pulmonary disease estimates (PQI 05) for data prior to 2005 are not compatible with rates for 2005 forward.

- 2. Acquire Population-Based Data for Denominators and Risk-Adjustment.** The next step was to acquire data for the numerator and denominator populations for the QIs. A QI is a measure of an event that occurs in a hospital, requiring a numerator count of the event of interest and a denominator count of the population (within a hospital or geographic area) to which the event relates.

For the numerator counts of the AHRQ QIs, we used the HCUP NIS or NHDR disparities analysis file to create national estimates and used the SID for State-level estimates. For the denominator counts, we identified two sources for all reporting categories and for all adjustment categories listed in the HCUP-based tables. For QIs that related to *providers*, the HCUP data were used for State- and national-level discharge denominator counts. For QIs that related to *geographic areas*, population ZIP-Code-level counts from Claritas (a vendor that compiles and adds value to the U.S. Bureau of Census data) were used for denominator counts. Claritas uses intra-census methods to estimate household and demographic statistics for geographic areas (Claritas, Inc., 2007). We also used the Claritas population data for risk adjustment by age and gender for the area-based QIs.

- 3. Assign QI Indicators to the HCUP Databases.**

The four AHRQ QI program modules were applied to the prepared SID data using all available diagnoses and procedures reported by each State. The QI indicators from the SID were then linked to the corresponding discharge records on the NIS.

- 4. Adapt Statistical Methods to HCUP Data.** Several statistical issues needed to be addressed when applying the AHRQ QI software to the HCUP data, including: age-gender adjustment for all QIs; severity/comorbidity adjustment for the discharge-based IQIs, PSIs, and PDIs; and derivation of standard errors and appropriate hypothesis tests.

- *Age-Gender Risk Adjustment.* For the PQIs and area-based IQIs, PSIs, and PDIs, the observed rates were risk-adjusted for age and gender differences across population subgroups and were based on methods of direct standardization (Fleiss, 1973). Age was categorized into 18 five-year increments (described in [Table 3](#), Age Groupings for Risk Adjustment). Although the AHRQ QI software uses a similar approach to adjust the area-based QIs, we relied on direct standardization because of the additional reporting categories and population denominators required in the NHQR.

- *Age, Gender, Severity, and Comorbidity Risk Adjustment.*

For the discharge-based *PSIs*, the observed rates were risk-adjusted for age, gender, age-gender interaction, DRG cluster, and comorbidity using the regression-based standardization that is part of the AHRQ PSI software, with the following exceptions. When reporting by age, the risk adjustment includes all of the above except age. When reporting by gender, the risk adjustment includes all of the above except gender.

For the discharge-based *IQIs*, risk adjustments were made for age, gender, age-gender interaction, and 3M™ All Patient Refined Diagnosis Related Groups (APR-DRGs) risk of mortality or severity score using the regression-based standardization that is part of the AHRQ IQI software, with the following exceptions. When reporting by age, the risk adjustment includes all of the above except age. When reporting by gender, the risk adjustment includes all of the above except gender.

For the discharge-based *PDIs*, risk adjustments were made for age, gender, DRG and MDC clusters, and comorbidity using the regression-based standardization that is part of the AHRQ PDI software. Measure-specific stratification by risk group, clinical category,

and procedure type was also applied, with the following exceptions. When reporting by age, the risk adjustment includes all of the above except age. When reporting by gender, the risk adjustment includes all of the above except gender.

- *Standard Errors and Hypothesis Tests.* Standard error calculations for the rates were based on the HCUP report entitled *Calculating Nationwide Inpatient Sample (NIS) Variances* (Houchens, et al., 2005). There is no sampling error associated with Claritas census population counts; therefore, appropriate statistics were obtained through the Statistical Analysis System (SAS) procedure called PROC SURVEYMEANS. QI estimates were included in the NHQR if they reached a threshold defined by a relative standard error less than 30% and at least 10 unweighted cases in the denominator. Estimates that did not satisfy these criteria were set to missing. Statistical calculations are explained in [Appendix D](#) to this report.

SPECIAL ANALYSES

Calculating Costs Associated with Quality Indicators

Beginning with the 2007 report, the NHQR includes estimates of total national costs for selected QIs, including the three PQI composites – for overall, acute, and chronic conditions. Total national costs associated with potentially avoidable hospitalizations were calculated overall for the U.S., by income quartile, and by race/ethnicity.

Total charges were converted to costs using the hospital-level HCUP Cost-to-Charge Ratios based on Hospital Cost Report data from the Centers for Medicare and Medicaid Services (CMS).² Costs reflect the actual costs of production, while charges represent what the hospital billed for the stay. Hospital charges reflect the amount the hospital charged for the entire hospital stay and do not include professional (physician) fees. The total cost is the product of the number of stays for each QI measure and the mean cost for each QI measure. This approach compensates for stays for which charges (and thus estimated costs) are not available. Costs were adjusted to 2007 dollars for all years using the price indexes for the gross domestic product (downloaded from the Bureau of Economic Analysis, U.S. Department of Commerce, June 1, 2010).

Determining Benchmarks for State Performance for the Quality Indicators

Based on a recommendation from the Institute of Medicine's report on *Future Directions for the National Healthcare Quality and Disparities Reports*, benchmarks based on a straight average of the top 10 percent of reporting States were determined. For a benchmark to be calculated, rates for at least 30 States needed to be available. Top performing States are not identified.

Comparison of Inpatient and Emergency Department Use for Selected PQIs and PDIs

Beginning in the 2009 NHQR, HCUP data was used to examine national and regional differences in inpatient and emergency department use for selected PQIs and PDIs. Details for this analysis are provided in [Appendix E](#).

² HCUP Cost-to-Charge Ratio Files (CCR). Healthcare Cost and Utilization Project (HCUP). 1997–2007. U.S. Agency for Healthcare Research and Quality, Rockville, MD. www.hcup-us.ahrq.gov/db/state/costtocharge.jsp.

Readmissions for Select Chronic Conditions

HCUP data was used to examine differences in hospital readmissions for congestive heart disease, asthma, and asthma with chronic obstructive pulmonary disease across States, income quartile, and race/ethnicity. Details for this analysis are provided in [Appendix F](#).

CAVEATS

Some caution should be used in interpreting the AHRQ QI statistics presented in the NHQR and NHDR. These caveats relate to the how the QIs were applied, ICD-9-CM coding changes, inter-State differences in data collection, and other more general issues.

Rehabilitation Hospitals: These hospitals are excluded from the 2000-2007 NIS but included in the 1994 and 1997 NIS because of the change in the NIS sampling strategy (beginning in the 1998 NIS). Patients treated in rehabilitation hospitals tend to have lower mortality rates and longer lengths of stay than patients in other community hospitals, and the completeness of reporting for rehabilitation hospitals is very uneven across the States. The elimination of rehabilitation hospitals in 2000-2007 may affect trends in the QIs; however, based on previous analyses, the effect is likely small since only 3 percent of community hospitals are involved.

ICD-9-CM Coding Changes: A number of the AHRQ QIs are based on diagnoses and procedures for which ICD-9-CM coding has generally become more specific over the period of this study. If coding changes cause earlier estimates to not be comparable to the later estimates, then the earlier estimates are not reported. For this reason, the PQI for chronic obstructive pulmonary disease (PQI 5), the overall PQI composite (PQI 90), and chronic PQI composite (PQI 92) are not reported prior to 2005. In addition, birth trauma (PSI 17) is not reported prior to 2004, and QIs for postoperative hemorrhage (PSI 9 and PDI 8) are not reported before 1997.

Data Collection Differences Among States: Organizations providing statewide data generally collect the data using the Uniform Billing format (UB-92 or UB-04) and, for earlier years, the Uniform Hospital Discharge Data Set (UHDDS) format. However, not every statewide data organization collects all data elements nor codes them the same way. For the NHQR and NHDR, uneven availability of a few data elements underlie some estimates, as noted next.

Data Elements for Exclusions: Three data elements required for certain QIs were not available in every State: “secondary procedure day,” “admission type” (elective, urgent, newborn, and emergency), and “present on admission.” We modified the AHRQ QI software in instances where these data elements are used to exclude specific cases from the QI measures:

- The PSIs and PDIs that use secondary procedure day were modified to calculate indicators without considering the timing of procedures. Affected PSIs and PDIs are shown in [Table 4](#).
- For QIs that use admission type “elective” and “newborn,” we imputed the missing admission type using available information. For all States except California, an admission type of “elective” was assigned if the DRG did not indicate trauma, delivery, or newborn. An admission type of “newborn” was assigned if the DRG indicated a newborn. For California, which did not provide any information on admission type, information on scheduled admissions was used to identify elective admissions and DRGs were used to identify newborn admissions.

- For QIs that use present on admission (POA), we modified the AHRQ QI software to calculate indicators without considering whether the condition was present at admission.

Number of Clinical Fields: Another data collection issue relates to the number of fields that statewide data organizations permit for reporting patients’ diagnoses and procedures during the hospitalization. The SID for different States contain as few as 6 or as many as 30 fields for reporting diagnoses and procedures, as shown in [Table 5](#) at the end of this methods report. The more fields used, the more quality-related events that can be captured in the statewide databases. However, in an earlier analysis, even for States with 30 diagnosis fields available in the year 2000, 95 percent of their discharge records captured all of patients’ diagnoses in 10 to 13 data elements. For States with 30 procedure fields available, 95 percent of records captured all of patients’ procedures in 5 fields. Thus, limited numbers of fields available for reporting diagnoses and procedures are unlikely to have much effect on results, because all statewide data organizations participating in HCUP allow at least 9 diagnoses and 6 procedures. We decided not to artificially truncate the diagnosis and procedure fields used for the NHQR analyses, so that the full richness of the databases would be used.

E Codes: Another issue relates to external cause-of-injury reporting. Eight of the 27 Patient Safety Indicators and three of the Pediatric Quality Indicators use E code data to help identify complications of care or to exclude cases (e.g., poisonings, self-inflicted injury, trauma) from numerators and denominators, as shown in [Table 6](#) at the end of this methods report. Although E codes in the AHRQ PSI and PDI software have been augmented wherever possible with the related non-E codes in the ICD-9-CM system, E codes are still included in some AHRQ PSI and PDI definitions. Uneven capture of these data has the potential of affecting rates and should be kept in mind when judging the level of these events. While all HCUP States report E Codes, the policies on reporting medical misadventures and adverse effects can vary. In particular, CA and WA do not require hospitals to report E codes in the range E870-E879 (medical misadventures and abnormal reactions). GA does not report E codes in the range E870-E879 (medical misadventures and abnormal reactions) and E930-E949 (adverse effects). SC does not report E codes in the range E870-E876 (medical misadventures). WV does not require hospitals to report any E Codes.

Effects of Adding New States to the NIS: Over time, HCUP has expanded through the participation of additional statewide data organizations. Because each NIS is a sample of hospitals from the States participating in that year (and weighted to the universe of community hospitals nationally), potential exists for different practice patterns across States to influence national measures related to clinical practice over time.

The table below lists the States that were added to HCUP between the years used in this report.

| Period | States |
|-------------|--|
| 1994 | AZ, CA, CO, CT, FL, IL, IA, KS, MD, MA, NJ, NY, OR, PA, SC, WA, WI |
| 1995 – 1997 | Added GA, HI, MO, TN, UT |
| 1998 – 2000 | Added KY, ME, NC, TX, VA, WV |
| 2001 | Added MI, MN, NE, RI, VT |
| 2002 | Added NV, OH, SD (AZ data not available) |
| 2003 | Added AZ, IN, NH |

| Period | States |
|--------|-------------------------------------|
| | (ME data not available) |
| 2004 | Added AR (PA data not available) |
| 2005 | Added OK (VA data not available) |
| 2006 | Added ME, VA |
| 2007 | Added WY |

For the first NHQR, we calculated QI rates using two methods to test this hypothesis, first with data from the full set of States in HCUP in 2000 and second with data from the set of States in HCUP in all three years (1994, 1997, and 2000), where that subset of States was re-weighted to obtain national estimates. For most QIs, the results differed very little.

Non-Resident Discharges in State-level Estimates: HCUP databases include discharges from all hospitals in a State, and may include non-residents, including foreign patients, which can bias the results for QIs using area-based denominators (State populations). We had no way to adjust the HCUP data to consistently exclude the non-resident discharges and include discharges for residents hospitalized in other states. Therefore, non-resident discharges were retained in the SID databases for the NHQR and NHDR analyses. Based on an analysis performed with the 2007 SID, the percent of non-resident discharges is between 1% and 13% within a state. Most states were below 10%, but five states (NH, SD, TN, VT, WV) were above 10%.

Variation Among State QI Rates: Variation in State rates can be caused by many factors, including differences in practice patterns, underlying disease prevalence, health behaviors, access to health insurance, income levels of the population, demographics, spending on health services, supply of health care resources, coding conventions, and so on. To understand some of the variation in State rates, we analyzed the 2001 State rates in relation to these types of factors. Appendix G shows for each Prevention Quality Indicator (PQI) included in the NHQR, the analyses performed and the result in terms of whether the factors (with each tested separately because of the limited number of observations) were positively, negatively, or not significantly related to the QIs.

In a subsequent analysis, we investigated sources of variation in Patient Safety Indicator (PSI) rates across States using 2004 data. Appendix H contains the executive summary from the report, *Patient Safety in Hospitals in 2004: Toward Understanding Variation Across States*. The analysis concluded there were few state factors (such as state policy, hospital characteristics, coding practices, and socio-demographics) with strong patterns of association to state-level variation in the nine PSI rates studied. The strongest result occurred with coding practices — the number of diagnosis fields coded. Only one in five correlations between the PSIs and state factors were statistically significant, although there is generally no pattern.

These analyses are intended to help readers understand some of the external factors that may be driving some of the State differences in PQI and PSI rates.

Table 1. AHRQ Quality Indicators Applied to the HCUP Data for the National Healthcare Quality Report (NHQR) and National Healthcare Disparities Report (NHDR)

This table includes the list of all AHRQ Quality Indicators (QIs) calculated using HCUP data. Not all of the AHRQ QIs listed below were included in the 2010 NHQR and NHDR.

| QI No. | Description |
|--------------------------------------|--|
| Prevention Quality Indicators | |
| PQI 1 | Admissions for diabetes with short-term complications* (excluding obstetric admissions and transfers from other institutions) per 100,000 population, age 18 years and older * Ketoacidosis, hyperosmolarity, or coma. |
| PQI 2 | Admissions with perforated appendix, with appendicitis (excluding obstetric admissions and transfers from other institutions) per 1,000 admissions, age 18 and over |
| PQI 3 | Admissions for diabetes with long-term complications* (excluding obstetric admissions and transfers from other institutions) per 100,000 population, age 18 years and older * Renal, eye, neurological, circulatory, or other unspecified complications. |
| PQI 5 | Admissions for chronic obstructive pulmonary disease (excluding obstetric admissions and transfers from other institutions) per 100,000 population, age 18 and over |
| PQI 7 | Admissions for hypertension (excluding patients with cardiac procedures, obstetric conditions, and transfers from other institutions) per 100,000 population, age 18 and over |
| PQI 8 | Admissions for congestive heart failure (excluding patients with cardiac procedures, obstetric conditions, and transfers from other institutions) per 100,000 population, age 18 years and older |
| PQI 9 | Low birth weight infants per 1,000 births (excluding transfers from other institutions) |
| PQI 10 | Admissions for dehydration (excluding obstetrical admissions and transfers from other institutions) per 100,000 population, age 18 and over |
| PQI 11 | Bacterial pneumonia admissions (excluding sickle cell or hemoglobin-S conditions, transfers from other institutions, and obstetric admissions) per 100,000 population, age 18 and over |
| PQI 12 | Admissions for urinary tract infections (excluding kidney or urinary tract disorders, patients in an immunocompromised state, transfers from other institutions, and obstetric admissions) per 100,000 population, age 18 and over |
| PQI 13 | Admissions for angina without procedure (excluding patients with cardiac procedures, transfers from other institutions, and obstetric admissions) per 100,000 population, age 18 and over |
| PQI 14 | Admissions for uncontrolled diabetes without complications* (excluding obstetric admissions and transfers from other institutions) per 100,000 population, age 18 years and older * Without short-term (ketoacidosis, hyperosmolarity, coma) or long-term (renal, eye, neurological, circulatory, other unspecified) complications. |
| PQI 15 | Adult asthma admissions (excluding patients with cystic fibrosis or anomalies of the respiratory system, obstetric admissions, and transfers from other institutions) per 100,000 population, age 18 years and older |
| PQI 15 (modified) | Asthma admissions (excluding patients with cystic fibrosis or anomalies of the respiratory system, obstetric admissions and transfers from other institutions) per 100,000 population, age 65 years and older |
| PQI 16 | Lower extremity amputations among patients with diabetes (excluding trauma, obstetric admissions, and transfers from other institutions) per 100,000 population, age 18 and over |
| PQI 17 (Added) | Immunization-preventable pneumococcal pneumonia admissions (excluding transfers from other institutions) per 100,000 population, age 65 and over |
| PQI 18 (Added) | Immunization-preventable influenza admissions (excluding transfers from other institutions) per 100,000 population, age 65 years and older |
| PQI 90 | Overall Prevention Quality Indicator composite per 100,000 population, age 18 and over |
| PQI 90X (Added) | Overall Prevention Quality Indicator composite per 100,000 population, age 18 and over (modified to exclude COPD) |
| PQI 91 | Acute Prevention Quality Indicator composite per 100,000 population, age 18 and over |
| PQI 92 | Chronic Prevention Quality Indicator composite per 100,000 population, age 18 and over |
| PQI 92X (Added) | Chronic Prevention Quality Indicator composite per 100,000 population, age 18 and over (modified to exclude COPD) |

| QI No. | Description |
|-------------------------------------|--|
| Pediatric Quality Indicators | |
| PDI 01 | Accidental puncture or laceration during procedure per 1,000 discharges (excluding obstetric admissions, normal newborns, and neonates with a birth weight less than 500 grams ^a), age less than 18 years |
| PDI 02 | Decubitus ulcers per 1,000 discharges of length 5 or more days ^a (excluding neonates; transfers; patients admitted from long-term care facilities; patients with diseases of the skin, subcutaneous tissue, and breast; and obstetrical admissions), age less than 18 years |
| PDI 03 | Foreign body accidentally left in during procedure per 1,000 medical and surgical discharges (excluding normal newborns and neonates with a birth weight less than 500 grams ^a), age less than 18 years |
| PDI 04 | Iatrogenic pneumothorax per 1,000 discharges (excluding normal newborns and patients with chest trauma, thoracic surgery, lung or pleural biopsy, or cardiac surgery ^a), neonates with a birth weight of 500 to 2500 grams |
| PDI 05 | Iatrogenic pneumothorax per 1,000 discharges (excluding normal newborns, neonates with a birth weight less than 2500 grams, and patients with chest trauma, thoracic surgery, lung or pleural biopsy, or cardiac surgery ^a), age less than 18 years and not a neonate |
| PDI 06 | Deaths per 1,000 pediatric heart surgery admissions, patients age less than 18 years (excluding obstetric admission; patients with transcatheter interventions as single cardiac procedures, performed without bypass but with catheterization; patients with septal defects as single cardiac procedures without bypass; heart transplant; premature infants with patent ductus arteriosus (PDA) closure as only cardiac procedure; and age less than 30 days with PDA closure as only cardiac procedure; transfers to another hospital; patients with unknown disposition; and neonates with a birth weight less than 500 grams) |
| PDI 07 | Pediatric heart surgery volume, patients less than 18 years of age (excluding obstetric admission; patients with transcatheter interventions as single cardiac procedures, performed without bypass but with catheterization; patients with septal defects as single cardiac procedures without bypass; heart transplant; premature infants with patent ductus arteriosus (PDA) closure as only cardiac procedure; and age less than 30 days with PDA closure as only cardiac procedure; transfers to another hospital; patients with unknown disposition; and neonates with a birth weight less than 500 grams) |
| PDI 08 | Postoperative hemorrhage or hematoma with surgical drainage or evacuation, not verifiable as following surgery ^a , per 1,000 surgical discharges (excluding neonates with a birth weight less than 500 grams), age less than 18 years |
| PDI 09 | Postoperative respiratory failure per 1,000 elective-surgery discharges with an operating room procedure (excluding patients with respiratory disease, circulatory disease, neuromuscular disorders, neonates with a birth weight less than 500 grams, and admissions specifically for acute respiratory failure), age less than 18 years |
| PDI 10 | Postoperative sepsis per 1,000 surgery discharges with an operating room procedure (excluding patients admitted for infection; neonates; stays under 4 days; and admissions specifically for sepsis), age less than 18 years |
| PDI 11 | Reclosure of postoperative abdominal wound dehiscence per 1,000 abdominopelvic-surgery discharges (excluding immunocompromised patients, stays under 2 days, and neonates with a birth weight less than 500 grams ^a), age less than 18 years |
| PDI 12 | Selected infections due to medical care per 1,000 medical and surgical discharges (excluding normal newborns, neonates with a birth weight less than 500 grams, stays under 2 days, and admissions specifically for such infections), age less than 18 years |
| PDI 13 | Transfusion reactions per 1,000 discharges (excluding neonates ^a), age less than 18 years |
| PDI 14 | Pediatric asthma admissions (excluding patients with cystic fibrosis or anomalies of the respiratory system and transfers from other institutions) per 100,000 population, ages 2-17 |
| PDI 15 | Admissions for diabetes with short-term complications* (excluding transfers from other institutions) per 100,000 population, ages 6-17 * Ketoacidosis, hyperosmolarity, or coma. |
| PDI 16 | Admissions for pediatric gastroenteritis (excluding patients with gastrointestinal abnormalities or bacterial gastroenteritis, and transfers from other institutions) per 100,000 population, ages 3 months to 17 years |
| PDI 17 | Admissions with perforated appendix per 1,000 admissions with appendicitis (excluding transfers from other institutions, obstetric admissions, normal newborns, and neonates), ages 1-17 |

| QI No. | Description |
|-------------------------------------|--|
| PDI 18 | Admissions for urinary tract infections (excluding kidney or urinary tract disorders, patients in an immunocompromised state, and transfers from other institutions) per 100,000 population, ages 3 months to 17 years |
| PDI 90 | Overall Pediatric Quality Indicator composite per 100,000 population, ages 6-17 |
| PDI 91 | Chronic Pediatric Quality Indicator composite (asthma, diabetes) per 100,000 population, ages 6-17 |
| PDI 92 | Acute Pediatric Quality Indicator composite (gastroenteritis, urinary tract infections) per 100,000 population, ages 6-17 |
| Inpatient Quality Indicators | |
| IQI 8 | Deaths per 1,000 admissions with esophageal resection for cancer (excluding obstetric and neonatal admissions and transfers to another hospital), age 18 years or older |
| IQI 9 | Deaths per 1,000 admissions with pancreatic resection for cancer (excluding obstetric and neonatal admissions and transfers to another hospital), age 18 years or older |
| IQI 11 | Deaths per 1,000 admissions with abdominal aortic aneurysm (AAA) repair (excluding obstetric and neonatal admissions and transfers to another hospital), age 18 years or older |
| IQI 12 | Deaths per 1,000 admissions with coronary artery bypass graft (excluding obstetric and neonatal admissions and transfers to another hospital), age 40 and older |
| IQI 13 | Deaths per 1,000 admissions with craniotomy (excluding patients with a principal diagnosis of head trauma, obstetric and neonatal admissions, and transfers to another hospital), age 18 years or older |
| IQI 14 | Deaths per 1,000 admissions with hip replacement procedures (excluding complicated cases, obstetric and neonatal admissions, and transfers to another hospital), age 18 years or older |
| IQI 15 | Deaths per 1,000 admissions with acute myocardial infarction (AMI) as principal diagnosis (excluding transfers to another hospital), age 18 and older |
| IQI 16 | Deaths per 1,000 admissions with congestive heart failure (CHF) as principal diagnosis (excluding obstetric and neonatal admissions and transfers to another hospital), age 18 and older |
| IQI 17 | Deaths per 1,000 admissions with acute stroke as principal diagnosis (excluding obstetric and neonatal admissions and transfers to another hospital), age 18 years and older |
| IQI 18 | Deaths per 1,000 admissions with gastrointestinal (GI) hemorrhage as principal diagnosis (excluding obstetric and neonatal admissions and transfers to another hospital), age 18 years and older |
| IQI 19 | Deaths per 1,000 admissions with hip fracture as principal diagnosis (excluding obstetric and neonatal admissions and transfers to another hospital), age 18 years and older |
| IQI 20 | Deaths per 1,000 admissions with pneumonia as principal diagnosis (excluding obstetric and neonatal admissions and transfers to another hospital), age 18 and older |
| IQI 21 | Cesarean deliveries per 1,000 deliveries (excluding patients with abnormal presentation, preterm delivery, fetal death, multiple gestation diagnosis codes, or breech procedure codes) |
| IQI 22 | Vaginal birth after cesarean (VBAC) per 1,000 women with previous cesarean deliveries (excluding patients with abnormal presentation, preterm delivery, fetal death, multiple gestation diagnosis codes or breech procedure codes) |
| IQI 23 | Laparoscopic cholecystectomies per 1,000 cholecystectomy procedures (excluding complicated cases and obstetric and neonatal admissions), age 18 years and older |
| IQI 24 | Incidental appendectomies per 1,000 patients with other intra-abdominal procedures (excluding obstetric and neonatal admissions), age 65 years and older |
| IQI 25 | Bilateral cardiac catheterizations per 1,000 heart catheterizations for coronary artery disease (excluding valid indications for right-side catheterization and excluding obstetric and neonatal admissions) |
| IQI 26 | Coronary artery bypass grafts (excluding obstetric and neonatal admissions) per 100,000 population, age 40 years and older |
| IQI 27 | Percutaneous transluminal coronary angioplasties (excluding obstetric and neonatal admissions) per 100,000 population, age 40 years and older |
| IQI 28 | Hysterectomies (excluding obstetric and neonatal conditions, genital cancer, and pelvic trauma) per 100,000 female population, age 18 years and older |
| IQI 29 | Laminectomies or spinal fusions (excluding obstetric and neonatal conditions) per 100,000 population, age 18 years and older |

| QI No. | Description |
|----------------------------------|---|
| IQI 30 | Deaths per 1,000 adult admissions age 40 and older with percutaneous transluminal coronary angioplasties (PTCA) (excluding obstetric and neonatal admissions and transfers to another hospital) |
| IQI 31 | Deaths per 1,000 admissions age 18 and older with carotid endarterectomies (CEA) (excluding obstetric and neonatal admissions and transfers to another hospital) |
| IQI 32 | Deaths per 1,000 admissions with acute myocardial infarction (AMI) as principal diagnosis (excluding transfers from another hospital or to another hospital), age 18 years and older |
| IQI 33 | First-time Cesarean deliveries per 1,000 deliveries (excluding patients with abnormal presentation, preterm delivery, fetal death, multiple gestation diagnosis codes, breech procedure codes, or a previous Cesarean delivery diagnosis in any diagnosis field) |
| IQI 34 | Vaginal birth after cesarean (VBAC) per 1,000 women with previous cesarean deliveries with no exclusions |
| Patient Safety Indicators | |
| PSI 1 | Complications of anesthesia in any secondary diagnosis per 1,000 surgical discharges (excluding patients with anesthesia complications as a principal diagnosis and patients with self-inflicted injury, poisoning due to anesthetics, and active drug dependence or abuse), age 18 years or older or obstetric admissions |
| PSI 2 | Deaths per 1,000 admissions in low mortality DRGs (DRGs with a NIS 1997 benchmark of less than 0.5% mortality, excluding trauma, immunocompromised, and cancer patients), age 18 years or older or obstetric admissions |
| PSI 3 | Decubitus ulcers per 1,000 discharges of length 5 or more days (excluding transfers, patients admitted from long-term-care facilities, patients with diseases of the skin, subcutaneous tissue, and breast, and obstetrical admissions*), age 18 years or older * Also excludes admissions specifically for decubitus ulcers, such as cases from earlier admissions or from other hospitals. |
| PSI 4 | Failure to rescue or deaths per 1,000 discharges having developed specified complications of care during hospitalization (excluding patients transferred in or out, patients admitted from long-term-care facilities), age 18 years to 74 years |
| PSI 5 | Foreign body accidentally left in during procedure per 1,000 medical and surgical discharges*, age 18 years or older or obstetric admissions * Also excludes admissions specifically for treatment of foreign body left, such as cases from earlier admissions or from other hospitals. |
| PSI 6 | Iatrogenic pneumothorax per 1,000 discharges (excluding obstetrical admissions and patients with chest trauma, thoracic surgery, lung or pleural biopsy, or cardiac surgery*), age 18 years or older * Also excludes admissions specifically for iatrogenic pneumothorax, such as cases from earlier admissions or from other hospitals. Includes barotrauma (including acute respiratory distress syndrome) and central line placement. |
| PSI 7 | Selected infections due to medical care per 1,000 medical and surgical discharges (excluding immunocompromised and cancer patients, stays under 2 days, and admissions specifically for such infections*), age 18 years or older or obstetric admissions * Also excludes admissions specifically for such infections, such as cases from earlier admissions, from other hospitals, or from other settings. |
| PSI 8 | Postoperative hip fracture for adults per 1,000 surgical patients age 18 years and older who were not susceptible to falling* (excluding obstetrical admissions) * That is, excluding patients with musculoskeletal disease; those admitted for seizures, syncope, stroke, coma, cardiac arrest, poisoning, trauma, delirium, psychoses, anoxic brain injury; patients with metastatic cancer, lymphoid malignancy, bone malignancy, and self-inflicted injury. |
| PSI 9 | Postoperative hemorrhage or hematoma with surgical drainage or evacuation, not verifiable as following surgery*, per 1,000 surgical discharges (excluding obstetrical admissions), age 18 years or older * Postoperative hemorrhage or hematoma is not verifiable as following surgery because information on day of procedure is not available for all discharges. Also, excludes admissions specifically for such problems, such as cases from earlier admissions, from other hospitals, or from other settings. |

| QI No. | Description |
|--------|---|
| PSI 10 | Postoperative physiologic and metabolic derangements per 1,000 elective surgical discharges (excluding some serious disease* and obstetric admissions), age 18 years and older * That is, excluding patients with diabetic coma and patients with renal failure who also were diagnosed with AMI, cardiac arrhythmia, cardiac arrest, shock, hemorrhage, or gastrointestinal hemorrhage. |
| PSI 11 | Postoperative respiratory failure per 1,000 elective surgical discharges with an operating room procedure (excluding patients with respiratory disease, circulatory disease, neuromuscular disorders, obstetric conditions, and admissions specifically for acute respiratory failure), age 18 years and older |
| PSI 12 | Postoperative pulmonary embolus (PE) or deep vein thrombosis (DVT) per 1,000 surgical discharges (excluding patients admitted for DVT, obstetrics, and plication of vena cava before or after surgery*), age 18 years or older * Also excludes admissions specifically for such thromboemboli, such as cases from earlier admissions, from other hospitals, or from other settings. |
| PSI 13 | Postoperative sepsis per 1,000 elective-surgery discharges with an operating room procedure (excluding patients admitted for infection; patients with cancer or immunocompromised states, obstetric conditions, stays under 4 days, and admissions specifically for sepsis), age 18 years or older |
| PSI 14 | Reclosure of postoperative abdominal wound dehiscence per 1,000 abdominopelvic-surgery discharges (excluding immunocompromised patients, stays under 2 days, and obstetric conditions*), age 18 years or older * Also excludes admissions specifically for such wound dehiscence, such as cases from earlier admissions or from other hospitals. |
| PSI 15 | Accidental puncture or laceration during procedures per 1,000 discharges (excluding obstetric admissions*), age 18 years or older * Also excludes admissions specifically for such problems, such as cases from earlier admissions or from other hospitals. |
| PSI 16 | Transfusion reactions per 1,000 discharges, age 18 years or older or obstetric admissions* * Also excludes admissions specifically for transfusion reactions, such as cases from earlier admissions or from other hospitals. |
| PSI 17 | Birth trauma - injury to neonate per 1,000 live births (excluding preterm and osteogenesis imperfecta births) |
| PSI 18 | Obstetric trauma with 3rd or 4th degree lacerations per 1,000 instrument-assisted vaginal deliveries |
| PSI 19 | Obstetric trauma with 3rd or 4th degree lacerations per 1,000 vaginal deliveries without instrument assistance |
| PSI 20 | Obstetric trauma with 3rd or 4th degree lacerations per 1,000 Cesarean deliveries |
| PSI 21 | Foreign body accidentally left in during procedure* per 100,000 population, age 18 years or older or obstetric admissions * Includes admissions specifically for treatment of foreign body left, such as cases from earlier admissions or from other hospitals. |
| PSI 22 | Iatrogenic pneumothorax cases* per 100,000 population (excluding obstetrical admissions, and patients with trauma, thoracic surgery, lung or pleural biopsy, or cardiac surgery), age 18 years or older * Includes admissions specifically for iatrogenic pneumothorax, such as cases from earlier admissions or from other hospitals. Also, includes barotrauma (including acute respiratory distress syndrome) and central line placement. |
| PSI 23 | Selected infections due to medical care* per 100,000 population (excluding immunocompromised or cancer patients and neonates), age 18 years or older or obstetric admissions * Includes admissions specifically for such infections, such as cases from earlier admissions, from other hospitals, or from other settings. |
| PSI 24 | Reclosure of postoperative abdominal wound dehiscence* (excluding immunocompromised and obstetric patients) per 100,000 population, age 18 years or older * Includes admissions specifically for such wound dehiscence, such as cases from earlier admissions or from other hospitals. |

| QI No. | Description |
|--------|---|
| PSI 25 | <p>Accidental puncture or laceration during procedures* per 100,000 population (excluding obstetric admissions), age 18 years or older</p> <p>* Includes admissions specifically for such problems, such as cases from earlier admissions or from other hospitals.</p> |
| PSI 26 | <p>Transfusion reactions* per 100,000 population (excluding neonates), age 18 years or older or obstetric admissions</p> <p>* Includes admissions specifically for transfusion reactions, such as cases from earlier admissions or from other hospitals.</p> |
| PSI 27 | <p>Postoperative hemorrhage or hematoma with surgical drainage or evacuation, not verifiable as following surgery* (excluding obstetrical admissions), per 100,000 population, age 18 years or older</p> <p>* Postoperative hemorrhage or hematoma is not verifiable as following surgery because information on day of procedure is not available for all discharges. Also, includes admissions specifically for such problems, such as cases from earlier admissions or from other hospitals.</p> |

Table 2. Sources of 2007 HCUP Inpatient Data for the NHQR and the NHDR

Sponsored by the Agency for Healthcare Research and Quality (AHRQ), HCUP is a family of databases, software tools, and products developed through the collaboration of State data organizations, hospital associations, private data organizations, and the Federal government.

HCUP would not be possible without the contributions of the following data collection Partners from across the United States:

| Data Sources for the HCUP Nationwide Inpatient Sample and State Inpatient Databases | Also included in the disparities analysis files |
|--|--|
| Arizona Department of Health Services | Yes |
| Arkansas Department of Health | Yes |
| California Office of Statewide Health Planning and Development | Yes |
| Colorado Hospital Association | Yes |
| Connecticut Hospital Association | Yes |
| Florida Agency for Health Care Administration | Yes |
| Georgia Hospital Association | Yes |
| Hawaii Health Information Corporation | Yes |
| Illinois Department of Public Health | --- |
| Indiana Hospital Association | --- |
| Iowa Hospital Association | --- |
| Kansas Hospital Association | Yes |
| Kentucky Cabinet for Health and Family Services | --- |
| Maine Health Data Organization | --- |
| Maryland Health Services Cost Review Commission | Yes |
| Massachusetts Division of Health Care Finance and Policy | Yes |
| Michigan Health & Hospital Association | Yes |
| Minnesota Hospital Association | --- |
| Missouri Hospital Industry Data Institute | Yes |
| Nebraska Hospital Association | --- |
| Nevada Department of Health and Human Services | --- |
| New Hampshire Department of Health & Human Services | Yes |
| New Jersey Department of Health and Senior Services | Yes |
| New York State Department of Health | Yes |
| North Carolina Department of Health and Human Services | --- |
| Ohio Hospital Association | --- |
| Oklahoma State Department of Health | Yes |
| Oregon Association of Hospitals and Health Systems | --- |
| Rhode Island Department of Health | Yes |
| South Carolina State Budget & Control Board | Yes |

| Data Sources for the HCUP Nationwide Inpatient Sample and State Inpatient Databases | Also included in the disparities analysis files |
|--|--|
| South Dakota Association of Healthcare Organizations | --- |
| Tennessee Hospital Association | Yes |
| Texas Department of State Health Services | Yes |
| Utah Department of Health | Yes |
| Vermont Association of Hospitals and Health Systems | Yes |
| Virginia Health Information | Yes |
| Washington State Department of Health | --- |
| West Virginia Health Care Authority | --- |
| Wisconsin Department of Health Services | Yes |
| Wyoming Hospital Association | Yes |

Table 3. Age Groupings for Risk Adjustment

This table shows the 18 categories of patient age, in five-year increments, that are used for risk adjustment. The 36 age-gender categories for risk adjustment are constructed from the 18 age categories split into male-female gender.

| Age Groups |
|-------------|
| 0-4 |
| 5-9 |
| 10-14 |
| 15-17 |
| 18-24 |
| 25-29 |
| 30-34 |
| 35-39 |
| 40-44 |
| 45-49 |
| 50-54 |
| 55-59 |
| 60-64 |
| 65-69 |
| 70-74 |
| 75-79 |
| 80-84 |
| 85 or older |

Table 4. Use of Secondary Procedure Days in the AHRQ Quality Indicators, Version 3.1

Eight PSIs and four PDIs used information on the timing of procedures (PRDAY) to exclude patients:

- PSI 3 – Decubitus Ulcer
- PSI 8 – Post-operative hip fractures
- PSI 9 – Post-operative hemorrhage or hematoma
- PSI 10 – Post-operative physiologic/metabolic derangements
- PSI 11 – Post-operative respiratory failure
- PSI 12 – Post-operative pulmonary embolism or deep vein thrombosis
- PSI 14 – Post-operative abdominal wound dehiscence
- PSI 27 – Post-operative hemorrhage or hematoma (area based)

- PDI 2 – Pediatric: Decubitus ulcer
- PDI 8 – Pediatric: Post-operative hemorrhage or hematoma
- PDI 9 – Pediatric: Post-operative respiratory failure
- PDI 11 – Pediatric: Post-operative wound dehiscence

Table 5. Number of Diagnosis and Procedure Fields by State, 2007

| State | Maximum number of diagnoses | Maximum number of procedures |
|----------------|------------------------------------|-------------------------------------|
| Arizona | 9 | 6 |
| Arkansas | 9 | 6 |
| California | 25 | 21 |
| Colorado | 15 | 15 |
| Connecticut | 30 | 30 |
| Florida | 31 | 31 |
| Georgia | 30 | 30 |
| Hawaii | 20 | 20 |
| Illinois | 9 | 6 |
| Indiana | 15 | 15 |
| Iowa | 60 | 32 |
| Kansas | 30 | 25 |
| Kentucky | 9 | 6 |
| Maine | 10 | 6 |
| Maryland | 15 | 15 |
| Massachusetts | 15 | 15 |
| Michigan | 30 | 30 |
| Minnesota | 25 | 25 |
| Missouri | 30 | 25 |
| Nebraska | 9 | 6 |
| Nevada | 15 | 10 |
| New Hampshire | 10 | 6 |
| New Jersey | 9 | 8 |
| New York | 15 | 15 |
| North Carolina | 24 | 6 |
| Ohio | 15 | 9 |
| Oklahoma | 16 | 16 |
| Oregon | 9 | 6 |
| Rhode Island | 25 | 25 |
| South Carolina | 15 | 13 |
| South Dakota | 79 | 44 |
| Tennessee | 18 | 6 |
| Texas | 25 | 15 |
| Utah | 9 | 6 |
| Vermont | 20 | 20 |
| Virginia | 9 | 6 |
| Washington | 25 | 25 |
| West Virginia | 18 | 6 |
| Wisconsin | 30 | 30 |
| Wyoming | 30 | 25 |

Table 6. Use of E codes in the AHRQ Quality Indicators, Version 3.1

| PSI or PDI * | Codes used for defining the numerator | | Codes used for defining exclusions | |
|----------------------------|---------------------------------------|------------------------|---|------------------------|
| | E codes | Similar ICD-9-CM codes | E codes | Similar ICD-9-CM codes |
| PSI 1 | E8551, E8763, E938n | 9681-9684, 9687 | Self-inflicted injury (E95nn) | None |
| PSI 5 PSI 21 PDI 3 | E8710 – E8719 | 9984, 9987 | None | None |
| PSI 8 | None | None | Self-inflicted injury (E95nn); Poisoning (E85nn, E86nn, E951n, E952n, E962nn, E980n-E982n) | 9600-9799 |
| PSI 15 PSI 25 PDI 1 | E8700 – E8709 | 9982 | None | None |
| PSI 16 PSI 26 PDI 13 | E8760 | 9996-9997 | None | None |

* All other PSIs and PDIs do not use E codes.

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APPENDICES

**APPENDIX A
DEVELOPMENT OF THE DISPARITIES ANALYSIS FILE
FOR NATIONAL QI ESTIMATES BY RACE/ETHNICITY**

Race and ethnicity measures can be problematic in hospital discharge databases because many hospitals do not code race and ethnicity completely. Because race/ethnicity is a pivotal measure for the NHDR, we explored the reporting practices in the 40 States that participate in 2007 HCUP SID. Ten States did not provide information on patient race to HCUP. Four States did not report Hispanic ethnicity. The remaining 26 States were used for the creation of the disparities analysis files (See [Table 2](#) in the main body of the report for the list of States).

The following table demonstrates the representation by U.S. Census region of these 26 States.

| Census Region | Number of States used for the disparities analysis file | Number of States in the region | Percent of States in the region included in the disparities analysis file |
|----------------------|--|---------------------------------------|--|
| Northeast | 8 | 9 | 89% |
| Midwest | 4 | 12 | 33% |
| South | 9 | 16 | 56% |
| West | 5 | 13 | 38% |
| Total | 26 | 50 | 52% |

The table below compares aggregated totals of various measures for the 26 States as a percent of the national measure. In 2007, the 26 States accounted for 63 percent of U.S. hospital discharges (based on the American Hospital Association's Annual Survey). They accounted for about 60 percent of White and African Americans in the nation and over 80 percent of Asian/Pacific Islanders and Hispanics (based on 2007 Claritas data).

| Measure | Total of 26 HCUP States with race/ethnicity as a percent of national total |
|--|---|
| <i>Overall:</i> | |
| Hospital discharges | 63% |
| Total resident population | 66%* |
| <i>Population by race/ethnicity:</i> | |
| White | 61%* |
| African American | 66%* |
| Asian/Pacific Islander | 81%* |
| Hispanic | 84%* |
| <i>Population by age:</i> | |
| Population under age 18 | 67%* |
| Population age 18-64 | 66%* |
| Population over age 64 | 65%* |
| <i>Population by income:</i> | |
| Population with income under the poverty level | 65%** |

*Calculated using 2007 Claritas data and 1990 Census race definitions (e.g. no option for selecting "two or more races").

**Calculated using Kaiser Family Foundation, statehealthfacts.org. Data Source: Urban Institute and Kaiser Commission on Medicaid and the Uninsured estimates based on the Census Bureau's March 2008 and 2009 Current Population Survey (CPS: Annual Social and Economic Supplements), accessed on February 12, 2010.

HCUP coding includes race and ethnicity in one data element (RACE). HCUP maintains a uniform set of categories based on race definitions used in the 1990 Census: Hispanics and five Non-Hispanic categories – White, Black, Asian or Pacific Islander, Native American, and Other. Data on Hispanics is collected differently among the States and also can differ from the Census methodology of collecting information on race (White, African American, Asian, American Indian/Alaska Native) separately from ethnicity (Hispanic, non-Hispanic). States often collect Hispanic ethnicity as one of several categories that include race. Clerks use these combined race/ethnicity categories to classify patients on admission to the hospital, often by observing rather than asking the patient. The HCUP databases maintain the combined categorization of race and ethnicity. When a State and its hospitals collect Hispanic ethnicity *separately* from race, HCUP assigns the data to the combined race/ethnicity categorization and uses Hispanic ethnicity to override any other race category to create uniform coding across states. Asians and Pacific Islanders are reported as one racial group in all HCUP States that report race, except Hawaii that identifies separate Asian and Pacific Islander populations. HCUP uniform coding uses the combined Asian and Pacific Islander category.

Preparing the Disparities Analysis File

The sampling and weighting strategy used for the disparities analysis file for national estimates by race/ethnicity is similar to the method used to create the HCUP NIS, except that the disparities analysis file draws its sample from 26 of the 40 States included in the 2007 NIS and is a 40-percent sample of community hospitals rather than a 20-percent sample as in the NIS.

- First, community hospitals from the 26 States were sampled to approximate a 40-percent stratified sample of U.S. community hospitals. The sampling strata were defined based on five hospital characteristics: geographic region, hospital control (i.e., public, private not-for-profit, and proprietary), urbanized location, teaching status, and bed size.
- Hospitals were excluded from the sampling frame if the coding of patient race was suspect (i.e., more than 30% of the discharges in the hospital had the race reported as “other”; more than 50% of the discharges had no information on the race of the patient; all of the discharges in the hospital had race coded as white, other, or missing; or 100% of the discharges had race coded as white and the hospital had more than 50 beds).
- For discharges missing race, a “hot deck” imputation method (which draws donors from strata of similar patients within the same hospital) is used to assign values while preserving the variance within the data.
- Once the 40-percent sample was drawn, discharge-level weights were developed to produce national-level estimates when applied to the disparities analysis file. The final disparities analysis file included about 15 million hospital discharges from over 1,900 hospitals.

The 2009 NHDR also reports information derived from the 2001 and 2006 disparities analysis file for comparison. This data file was developed using the 2001 and 2006 SID and the same approach described above. For more details, refer to the *Methods Applying AHRQ Quality Indicators to Healthcare Cost and Utilization Project (HCUP) Data for the Seventh (2009) National Healthcare Disparities Report* (Coffey, et al., 2009).

Evaluating the Disparities Analysis File

After creating the 2007 disparities analysis file using the above steps, we evaluated the reliability of national estimates produced with these data by comparing its composition to the 2007 NIS. The tables below contain the distribution of discharges in both files by key demographic and clinical data elements. Based on these analyses, the 2007 disparities analysis file appears to provide reliable national estimates when compared with the NIS.

Weighted Frequencies

| Stratum used to sample hospitals | | | | |
|----------------------------------|--------------------------------|---------|------------|---------|
| NHDR_STRATUM | 2007 Disparities Analysis File | | 2007 NIS | |
| | Frequency | Percent | Frequency | Percent |
| 1: Northeast | 7,753,296 | 19.6% | 7,753,296 | 19.6% |
| 2: Midwest | 9,130,112 | 23.1% | 9,130,112 | 23.1% |
| 3: South | 15,273,297 | 38.6% | 15,273,297 | 38.6% |
| 4: West | 7,385,243 | 18.7% | 7,385,243 | 18.7% |

| Age in years at admission | | | | |
|---------------------------|--------------------------------|---------|------------|---------|
| AGE | 2007 Disparities Analysis File | | 2007 NIS | |
| | Frequency | Percent | Frequency | Percent |
| .: Missing | 288 | 0.0 | 36,340 | 0.1 |
| .A: Invalid | . | . | . | . |
| .C: Inconsistent | 4,712 | 0.0 | 4,279 | 0.0 |
| 0-17 | 6,790,138 | 17.2 | 6,782,695 | 17.2 |
| 18-44 | 10,212,348 | 25.8 | 10,353,890 | 26.2 |
| 45-64 | 9,177,167 | 23.2 | 9,134,789 | 23.1 |
| 65+ | 13,357,285 | 33.8 | 13,229,946 | 33.5 |

| Indicator of sex | | | | |
|------------------|--------------------------------|---------|------------|---------|
| FEMALE | 2007 Disparities Analysis File | | 2007 NIS | |
| | Frequency | Percent | Frequency | Percent |
| .: Missing | 3,116 | 0.0 | 104,313 | 0.3 |
| .A: Invalid | 30 | 0.0 | 19 | 0.0 |
| .C: Inconsistent | 3,024 | 0.0 | 4,034 | 0.0 |
| 0: Male | 16,402,548 | 41.5 | 16,230,588 | 41.0 |
| 1: Female | 23,133,229 | 58.5 | 23,202,993 | 58.7 |

| Primary expected payer | | | | |
|------------------------|--------------------------------|---------|------------|---------|
| PAY1 | 2007 Disparities Analysis File | | 2007 NIS | |
| | Frequency | Percent | Frequency | Percent |
| .: Missing | 54,723 | 0.1 | 42,157 | 0.1 |
| .A: Invalid | 16,208 | 0.0 | 41,341 | 0.1 |
| 1: Medicare | 14,592,682 | 36.9 | 14,381,686 | 36.4 |
| 2: Medicaid | 7,796,361 | 19.7 | 7,663,010 | 19.4 |
| 3: Private Insurance | 13,533,006 | 34.2 | 13,719,654 | 34.7 |
| 4: Self-pay | 2,041,694 | 5.2 | 2,104,497 | 5.3 |
| 5: No Charge | 244,996 | 0.6 | 205,699 | 0.5 |
| 6: Other | 1,262,278 | 3.2 | 1,383,905 | 3.5 |

| Patient race/ethnicity ³ | | | | |
|-------------------------------------|--------------------------------|---------|------------|---------|
| RACE | 2007 Disparities Analysis File | | 2007 NIS | |
| | Frequency | Percent | Frequency | Percent |
| .: Missing | 679,719 | 1.7 | 11,016,340 | 27.9 |
| .A: Invalid | 1,303 | 0.0 | 14,898 | 0.0 |
| 1: White | 25,892,321 | 65.5 | 18,459,638 | 46.7 |
| 2: Black | 5,837,690 | 14.8 | 4,138,148 | 10.5 |
| 3: Hispanic | 4,982,346 | 12.6 | 3,900,070 | 9.9 |
| 4: Asian/Pacific Islander | 1,011,751 | 2.6 | 799,022 | 2.0 |
| 5: Native American | 197,945 | 0.5 | 246,944 | 0.6 |
| 6: Other | 938,874 | 2.4 | 966,889 | 2.4 |

| Location of patient residence | | | | |
|-------------------------------|--------------------------------|---------|------------|---------|
| PL_NCHS | 2007 Disparities Analysis File | | 2007 NIS | |
| | Frequency | Percent | Frequency | Percent |
| .: Missing | 0 | 0 | 1,548,938 | 3.9 |
| 1: Large central metro | 12,173,207 | 30.8 | 11,768,422 | 29.8 |
| 2: Large fringe metro | 10,019,503 | 25.3 | 8,860,558 | 22.4 |
| 3: Medium metro | 6,617,914 | 16.7 | 6,717,397 | 17.0 |
| 4: Small metro | 3,607,711 | 9.1 | 3,598,342 | 9.1 |
| 5: Micropolitan (nonmetro) | 4,082,606 | 10.3 | 4,261,988 | 10.8 |
| 6: Noncore (nonmetro) | 3,041,007 | 7.7 | 2,786,303 | 7.0 |

³ Differences in race distribution are attributable to high rates of missing race on the NIS (27%). The 2007 disparities analysis file uses an modified race variable with missing or invalid values imputed and Native American and Other combined into one racial group.

| Top 24 DRGs (Combination of Top 24 DRGs for Disparities and NIS file) | | | | |
|--|---------------------------------------|----------------|------------------|----------------|
| DRG, Version 24 | 2007 Disparities Analysis File | | 2007 NIS | |
| | Frequency | Percent | Frequency | Percent |
| 391: NORMAL NEWBORN | 3,202,616 | 8.1 | 3,316,380 | 8.4 |
| 373: VAGINAL DELIVERY W/O COMPLICATING DIAGNOSES | 2,471,470 | 6.3 | 2,565,189 | 6.5 |
| 371: CESAREAN SECTION W/O CC | 1,063,790 | 2.7 | 1,109,291 | 2.8 |
| 430: PSYCHOSES | 1,040,842 | 2.6 | 1,047,723 | 2.6 |
| 127: HEART FAILURE & SHOCK | 951,100 | 2.4 | 938,809 | 2.4 |
| 544: MAJOR JOINT REPLACEMENT OR REATTACHMENT OF LOWER EXTREMITY | 857,318 | 2.2 | 877,516 | 2.2 |
| 89: SIMPLE PNEUMONIA & PLEURISY AGE >17 W CC | 782,274 | 2.0 | 796,816 | 2.0 |
| 143: CHEST PAIN | 670,129 | 1.7 | 667,240 | 1.7 |
| 390: NEONATE W OTHER SIGNIFICANT PROBLEMS | 676,868 | 1.7 | 706,251 | 1.8 |
| 88: CHRONIC OBSTRUCTIVE PULMONARY DISEASE | 666,438 | 1.7 | 683,150 | 1.7 |
| 182: ESOPHAGITIS, GASTROENT & MISC DIGEST DISORDERS AGE >17 W CC | 573,472 | 1.5 | 574,169 | 1.5 |
| 576: SEPTICEMIA W/O MV 96+ HOURS AGE >17 | 555,695 | 1.4 | 536,714 | 1.4 |
| 14: INTRACRANIAL HEMORRHAGE OR CEREBRAL INFARCTION | 472,312 | 1.2 | 455,803 | 1.2 |
| 316: RENAL FAILURE | 469,820 | 1.2 | 470,072 | 1.2 |
| 462: REHABILITATION | 436,298 | 1.1 | 431,668 | 1.1 |
| 359: UTERINE & ADNEXA PROC FOR NON-MALIGNANCY W/O CC | 419,371 | 1.1 | 411,320 | 1.0 |
| 174: G.I. HEMORRHAGE W CC | 405,772 | 1.0 | 401,996 | 1.0 |
| 296: NUTRITIONAL & MISC METABOLIC DISORDERS AGE >17 W CC | 394,445 | 1.0 | 393,393 | 1.0 |
| 320: KIDNEY & URINARY TRACT INFECTIONS AGE >17 W CC | 383,348 | 1.0 | 382,893 | 1.0 |
| 138: CARDIAC ARRHYTHMIA & CONDUCTION DISORDERS W CC | 363,142 | 0.9 | 363,798 | 0.9 |
| 370: CESAREAN SECTION W CC | 346,219 | 0.9 | 372,094 | 0.9 |
| 372: VAGINAL DELIVERY W COMPLICATING DIAGNOSES | 335,628 | 0.8 | 356,672 | 0.9 |
| 183: ESOPHAGITIS, GASTROENT & MISC DIGEST DISORDERS AGE >17 W/O CC | 310,060 | 0.8 | 304,670 | 0.8 |
| 277: CELLULITIS AGE >17 W CC | 299,740 | 0.8 | 300,258 | 0.8 |

| Median income of Patient's ZIP Code | | | | |
|-------------------------------------|--------------------------------|---------|------------|---------|
| ZIPINC_QRTL | 2007 Disparities Analysis File | | 2007 NIS | |
| | Frequency | Percent | Frequency | Percent |
| .: Missing | 0. | 0 | 1,055,896 | 2.7 |
| 1: First Quartile (lowest income) | 12,635,921 | 32.0 | 11,503,533 | 29.1 |
| 2: Second Quartile | 9,160,577 | 23.2 | 9,734,273 | 24.6 |
| 3: Third Quartile | 9,094,679 | 23.0 | 8,878,387 | 22.5 |
| 4: Fourth Quartile (highest income) | 8,650,770 | 21.9 | 8,362,922 | 21.1 |
| A: Invalid | 0. | 0 | 6,937 | 0.0 |

Weighted Means

| Variable / Label | 2007 Disparities Analysis File | | | 2007 NIS | | |
|---|--------------------------------|-----------|------------|----------|-----------|------------|
| | Minimum | Maximum | Mean | Minimum | Maximum | Mean |
| LOS : Length of stay (cleaned) | 0 | 365 | 4.7 | 0 | 365 | 4.6 |
| NDX : Number of diagnoses on this record | 0 | 31 | 6.5 | 0 | 31 | 6.4 |
| NPR : Number of procedures on this record | 0 | 31 | 1.6 | 0 | 30 | 1.6 |
| TOTCHG : Total charges (cleaned) | \$25 | \$999,999 | \$25,102.1 | \$25 | \$999,964 | \$23,959.8 |

**APPENDIX B
DEVELOPMENT OF THE DISPARITIES ANALYSIS FILES
FOR STATE-LEVEL QI ESTIMATES BY RACE/ETHNICITY**

Data from the 2007 SID were used to create individual state disparities analysis files that were designed to provide State-level QI estimates by race/ethnicity. The starting point for State-level disparities analysis files were the SID prepared for the other reporting in the NHQR, as described in the HCUP Databases section of this report. These files were limited to community, non-rehabilitation hospitals with missing characteristics imputed. Disparities analysis files were created for the 26 HCUP States that report race/ethnicity of discharges (see Table 2 in the main body of the report for a list of the States).

The following steps were taken to further prepare the State-level files for reporting by race/ethnicity:

1. *Selection of Hospitals.* We first selected hospitals whose original coding of patient race-ethnicity was not “suspect.” Hospitals were removed from the State-level disparities analysis files if the quality of the race-ethnicity reporting was suspect, using the same four criteria for exclusion of hospitals with suspect race coding that were applied when creating the national disparities analysis file (see Appendix A for details).

In 20 of the 26 States with race/ethnicity data, at least one hospital was eliminated due to suspect race coding. Six states had no hospitals with suspect race coding. Overall, 5 percent of hospitals and 3 percent of discharges were excluded. The table below indicates the reason for excluding hospitals and their associated discharges from the State-level disparities analysis files. Except in a few cases, hospitals in a State were most often excluded because substantial shares of discharges were coded as “other” or “missing” race.

| State-level Disparities Analysis Files for Race/Ethnicity | Excluded for any reason | Percent of Total | Excluded because >30% discharges are "other" race | Excluded because >50% discharges are "missing" race | Excluded because all discharges are white, other or missing | Excluded because all discharges are white and hospital has >50 beds |
|--|--------------------------------|-------------------------|---|---|--|---|
| Total number of hospitals excluded | 146 | 5% | 59 | 53 | 32 | 2 |
| Total number of discharges excluded | 700,770 | 3% | 238,172 | 444,082 | 16,361 | 2,155 |

2. *Impute for Missing Race/Ethnicity.* Because the area-level measures selected for this report use total state population in the denominator, minimizing the loss of discharges from the numerator for the QI calculation is critical to producing unbiased QI rates. For missing race, we used a “hot deck” imputation method (which draws donors from strata of similar patients within the same hospital) to assign values while preserving the variance within the data. In all but three States, no more than seven percent (7%) of discharges started out with missing race values.

3. *Weighting of Selected Hospitals.* We calculated discharge-level weights to account for hospitals excluded because of suspect race coding, community hospitals not reported in the SID, and missing quarters of data. We weighted to the State's universe of hospitals in the American Hospital Association (AHA) Annual Survey Database based on hospital characteristics.

There may be differences in race and ethnicity coding among States that affect the estimates. For example, some States include Hispanic ethnicity as one of the racial categories, and others record Hispanic ethnicity separately from race. At the hospital-level, policies vary on methods for collecting such data. Some hospitals ask the patient to identify their race and ethnicity, and others determine it from observation. The effect of these and other unmeasured differences in coding of race and ethnicity across the States and hospitals cannot be assessed.

**APPENDIX C
STATE-LEVEL REPORTING OF HCUP DATA
IN THE STATE SNAPSHOTS WEBSITE**

Prior to the 2008 National Healthcare Disparities Report (NHDR), the Agency for Healthcare Research and Quality (AHRQ) presented only national-level Quality Indicators (QIs) in the NHDR; that is, state-level estimates of health care disparities based on QIs were not provided. Given the varied distribution of race, ethnicity, and socioeconomic groups across states, policymakers increasingly want to know if and how quality of care varies for these different populations. This appendix describes the state-level reporting of QIs based on HCUP data included in the State Snapshots Website (<http://statesnapshots.ahrq.gov>). State-level QI estimates are only reported for participating HCUP Partners that agree to release information.

State-level QIs that are reported in the NHQR are automatically included in the main sections of the State Snapshots (e.g. overall health care, hospital care, ambulatory care, etc.). Beginning with the 2008 State Snapshots, a new section titled “Focus on Disparities” was included in the State Snapshots to present state-specific rates by community income and race/ethnicity for selected AHRQ Prevention Quality Indicators (PQIs) and Pediatric Quality Indicators (PDIs). For the 2009 State Snapshots, AHRQ expanded the Focus on Disparities section to include Inpatient Quality Indicators (IQIs) and Patient Safety Indicators (PSIs), and added two new sections for “Focus on Payers” and “Focus on Variation Over Time.”

The QIs reported in the State Snapshots are listed in the table below:

| Quality Indicator | Description | State Snapshot State-level Reporting | Focus on Disparities (community income and race/ethnicity) | Focus on Payer | Focus on Variation Over Time |
|--------------------------------------|---|--------------------------------------|--|----------------|------------------------------|
| Prevention Quality Indicators | | | | | |
| PQI 1 | Admissions for diabetes with short-term complications | x | x | | |
| PQI 3 | Admissions for diabetes with long-term complications | x | x | | |
| PQI 5 | Admissions for chronic obstructive pulmonary disease (COPD) | | x | | |
| PQI 7 | Admissions for hypertension | | x | | |
| PQI 8 | Admissions for congestive heart failure | x | x | | |
| PQI 11 | Bacterial pneumonia admissions | x | x | | |
| PQI 13 | Admissions for angina without procedure | | x | | |
| PQI 14 | Admissions for uncontrolled diabetes without complications | x | x | | |
| PQI 15 | Adult asthma admissions, age 18 years and older | x | x | | |
| PQI 15b | Adult asthma admissions, age 65 years and older | x | x | | |
| PQI 16 | Lower extremity amputations among patients with diabetes | x | x | | |
| PQI 18 | Admissions for immunization-preventable influenza | x | x | | |

| Quality Indicator | Description | State Snapshot State-level Reporting | Focus on Disparities (community income and race/ethnicity) | Focus on Payer | Focus on Variation Over Time |
|-------------------------------------|--|--------------------------------------|--|----------------|------------------------------|
| Pediatric Quality Indicators | | | | | |
| PDI 14 | Pediatric asthma admissions, age 2 years to 17 years | x | x | | |
| PDI 15 | Admissions for diabetes with short-term complications, age 6 years to 17 years | x | x | | |
| Inpatient Quality Indicators | | | | | |
| IQI 11 | Abdominal Aortic Aneurysm (AAA) Risk-adjusted Mortality | x | x | x | |
| IQI 12 | Coronary Artery Bypass Graft (CABG) Risk-adjusted Mortality | x | x | x | |
| IQI 15 | Acute Myocardial Infarction (AMI) Risk-adjusted Mortality | x | x | x | |
| IQI 16 | Congestive Heart Failure (CHF) Risk-adjusted Mortality | x | x | x | |
| IQI 20 | Pneumonia Risk-adjusted Mortality | x | x | x | |
| IQI 30 | Percutaneous Transluminal Coronary Angioplasty (PTCA) Risk-adjusted Mortality | x | x | x | |
| Patient Safety Indicators | | | | | |
| PSI 2 | Death in low mortality DRGs | x | x | x | |
| PSI 6 | Iatrogenic pneumothorax | x | x | x | |
| PSI 7 | Selected infections due to medical care | x | x | x | |
| PSI 13 | Postoperative sepsis | x | x | x | |
| PSI 14 | Postoperative wound dehiscence in abdominopelvic surgical patients | x | x | x | |
| PSI 17 | Birth trauma – injury to neonate | x | x | x | |
| PSI 18 | Obstetric trauma – vaginal delivery with instrument | x | x | x | |
| PSI 19 | Obstetric trauma – vaginal delivery without instrument | x | x | x | |
| PSI 20 | Obstetric trauma – cesarean delivery | x | x | x | |
| Composite Measures | | | | | |
| PQI 90 | Overall PQI composite, age 18 and over | | | | x |
| PQI 90X | Overall PQI composite, age 18 and over (modified to exclude COPD) | | | | x |
| PQI 91 | Acute PQI composite, age 18 and over | | | | x |
| PQI 92 | Chronic PQI composite, age 18 and over | | | | x |
| PQI 92X | Chronic PQI composite, age 18 and over (modified to exclude COPD) | | | | x |
| PDI 90 | Overall PDI composite, ages 6-17 | | | | x |
| PDI 91 | Chronic PDI composite (asthma, diabetes), ages 6-17 | | | | x |
| PDI 92 | Acute PDI composite (gastroenteritis, urinary tract infections), ages 6-17 | | | | x |

APPENDIX D STATISTICAL METHODS

This appendix explains the statistical methods and gives formulas for the calculations of standard errors and hypothesis tests. These statistics are derived from multiple databases: the NIS, the SID, and Claritas (a vendor that compiles and adds value to Bureau of Census data). For NIS estimates and the disparities analysis file, the standard errors are calculated as described in the HCUP report entitled *Calculating Nationwide Inpatient Sample (NIS) Variances* (Houchens, et al., 2005). We will refer to this report simply as the NIS Variance Report throughout this appendix. This method takes into account the cluster and stratification aspects of the NIS sample design when calculating these statistics using the SAS procedure PROC SURVEYMEANS. For the SID we used the same procedure omitting the cluster and stratification features. For population counts based on Claritas data, there is no sampling error.

Even though the NIS and the disparities analysis file contain discharges from a finite sample of hospitals and most of the SID databases contain nearly all discharges from nearly all hospitals in the state, we treat the samples as though they were drawn from an infinite population. We do not employ finite population correction factors in estimating standard errors. We take this approach because we view the outcomes as a result of myriad processes that go into treatment decisions rather than being the result of specific, fixed processes generating outcomes for a specific population and a specific year. We consider the NIS and SID to be samples from a “super-population” for purposes of variance estimation. Further, we assume the counts (of QI events) to be binomial.

1. Area Population QIs using Claritas Population Data

a. Standard error estimates for discharge rates per 100,000 population using the 2007 Claritas population data.

The observed rate was calculated as follows:

$$R = 100,000 \cdot \frac{\sum_{i=1}^n w_i x_i}{N} = 100,000 \cdot \frac{S}{N}. \quad (\text{A.1})$$

w_i and x_i , respectively, are the weight and variable of interest for patient i in the NIS or SID. To obtain the estimate of S and its standard error, SE_S , we followed instructions in the NIS Variance Report (modified for the SID, as explained above)

The population count in the denominator is a constant. Consequently, the standard error of the rate R was calculated as:

$$SE_R = 100,000 \cdot SE_S / N. \quad (\text{A.2})$$

b. Standard error estimates for age/sex adjusted inpatient rates per 100,000 population using the 2007 Claritas population data.

We adjusted rates for age and sex using the method of direct standardization (Fleiss, 1973). We estimated the observed rates for each of 36 age/sex categories (described in Table 3 in this methods report, Age Groupings for Risk Adjustment). We then calculated the weighted average of those 36 rates using weights proportional to the percentage of a standard population in each cell. Therefore, the adjusted rate represents the rate that would be expected for the observed study population if it had the same age and sex distribution as the standard population.

For the standard population we used the age and sex distribution of the U.S. as a whole according to the year 2000. In theory, differences among adjusted rates were not attributable to differences in the age and sex distributions among the comparison groups because the rates were all calculated with a common age and sex distribution.

The adjusted rate was calculated as follows (and subsequently multiplied by 100,000):

$$A = \frac{\sum_{g=1}^{36} N_{g,std} \sum_{i=1}^{n(g)} \frac{w_{g,i} X_{g,i}}{N_{g,obs}}}{\sum_{g=1}^{36} N_{g,std}} = \frac{\sum_{g=1}^{36} \sum_{i=1}^{n(g)} \frac{N_{g,std}}{N_{g,obs}} w_{g,i} X_{g,i}}{N_{std}} = \frac{\sum_{g=1}^{36} \sum_{i=1}^{n(g)} w_{g,i}^* X_{g,i}}{N_{std}} = \frac{S^*}{N_{std}} \quad (A.3)$$

g = index for the 36 age/sex cells.

$N_{g,std}$ = Standard population for cell g (year 2000 total US population in cell g).

$N_{g,obs}$ = Observed population for cell g (year 2007 subpopulation in cell g , e.g., females, state of California, etc.).

$n(g)$ = Number in the sample for cell g .

$x_{g,i}$ = Observed quality indicator for observation i in cell g (e.g., 0 or 1 indicator).

$w_{g,i}$ = NIS or SID discharge weight for observation i in cell g .

The estimates for the numerator, S^* , and its standard error, SE_{S^*} , were calculated in similar fashion to the unadjusted estimates for the numerator S in formula A.1. The only difference was that the weight for patient i in cell g was redefined as:

$$w_{g,i}^* = \frac{N_{g,std}}{N_{g,obs}} \cdot w_{g,i} \quad (A.4)$$

Following instructions in the NIS Variance Report (modified for the SID, as explained above), we used PROC SURVEYMEANS to obtain the estimate of S^* , the weighted sum in the numerator using the revised weights, and the estimate SE_{S^*} , the standard error of the weighted sum S^* . The denominator is a constant. Therefore, the standard error of the adjusted rate, A , was calculated as

$$SE_A = 100,000 SE_{S^*} / N_{std} \quad (A.5)$$

2. Provider-based QIs using Weighted Discharge Data (SID and NIS)

a. Standard error estimates for inpatient rates per 1,000 discharges using discharge counts in both the numerator and the denominator.

We calculated the observed rate as follows:

$$R = 1,000 \cdot \frac{\sum_{i=1}^n w_i x_i}{\sum_{i=1}^n w_i} = 1,000 \cdot \frac{S}{N}. \quad (\text{A.6})$$

Following instructions in the HCUP NIS Variance Report (modified for the SID, as explained above), we used PROC SURVEYMEANS to obtain estimates of the weighted mean, S/N , and the standard error of the weighted mean, $SE_{S/N}$. We multiplied this standard error by 1,000.

b. Standard error estimates for age/sex adjusted inpatient rates per 1,000 discharges using inpatient counts in both the numerator and the denominator.

We used the 2000 NIS national estimates for the standard inpatient population age-sex distribution. For each of the 36 age-sex categories, we estimated the number of U.S. inpatient discharges, $\hat{N}_{g,std}$, in category g . We calculated the directly adjusted rate:

$$A = 1,000 \cdot \frac{\sum_{g=1}^{36} \hat{N}_{g,std} \frac{\sum_{i=1}^{n(g)} w_{g,i} x_{g,i}}{n(g)}}{\sum_{g=1}^{36} \hat{N}_{g,std}} = 1,000 \cdot \sum_{g=1}^{36} \hat{P}_{g,std} \frac{\sum_{i=1}^{n(g)} w_{g,i} x_{g,i}}{\sum_{i=1}^{n(g)} w_{g,i}}. \quad (\text{A.7})$$

g = index for the 36 age/sex cells.

$\hat{N}_{g,std}$ = Standard inpatient population for cell g (Estimate of year 2000 total inpatient population for cell g).

$n(g)$ = Number in the sample for cell g .

$x_{g,i}$ = Observed quality indicator for observation i in cell g .

$w_{g,i}$ = NIS or SID discharge weight for observation i in cell g .

Note that $\hat{P}_{g,std} = \frac{\hat{N}_{g,std}}{\sum_{g=1}^{36} \hat{N}_{g,std}}$ is the proportion of the standard inpatient population in cell g .

Consequently, the adjusted rate is a weighted average of the cell-specific rates with cell weights equal to $\hat{P}_{g,std}$. These cell weights are merely a convenient, reasonable standard

inpatient population distribution for the direct standardization. Therefore, we treat these cell weights as constants in the variance calculations:

$$SE(A) = \sqrt{Var(A)} = 1,000 \cdot \sqrt{Var \left(\sum_{g=1}^{36} \hat{P}_{g,std} \frac{\sum_{i=1}^{n(g)} w_{g,i} X_{g,i}}{\sum_{i=1}^{n(g)} w_{g,i}} \right)} = 1,000 \cdot \sqrt{\sum_{g=1}^{36} \hat{P}_{g,std}^2 \cdot Var \left(\frac{\sum_{i=1}^{n(g)} w_{g,i} X_{g,i}}{\sum_{i=1}^{n(g)} w_{g,i}} \right)}. \quad (A.8)$$

The variance of the ratio enclosed in parentheses was estimated separately for each cell g by squaring the SE calculated using the method of section 2.a:

$$SE(A) = 1,000 \cdot \sqrt{\sum_{g=1}^{36} \hat{P}_{g,std}^2 \cdot \{SE(R_g)\}^2}$$

$$R_g = \frac{\sum_{i=1}^{n(g)} w_{g,i} X_{g,i}}{\sum_{i=1}^{n(g)} w_{g,i}} \quad (A.9)$$

Following instructions in the HCUP NIS Variance Report (modified for the SID, as explained above), we used PROC SURVEYMEANS to obtain estimates of the weighted means, R_g , and their standard errors.

3. Significance tests.

Let R_1 and R_2 be either observed or adjusted rates calculated for comparison groups 1 and 2, respectively. Let SE_1 and SE_2 be the corresponding standard errors for the two rates. We calculated the test statistic and (two-sided) p-value:

$$t = \frac{R_1 - R_2}{\sqrt{SE_1^2 + SE_2^2}} \quad (A.10)$$

$$p = 2 * \text{Prob}(Z > |t|)$$

where Z is a standard normal variate.

Note: the following functions calculate p in SAS and EXCEL:

SAS: $p = 2 * (1 - \text{PROBNORM}(\text{ABS}(t)))$;

EXCEL: $= 2*(1- \text{NORMDIST}(\text{ABS}(t),0,1,\text{TRUE}))$

APPENDIX E COMPARISON OF INPATIENT AND EMERGENCY DEPARTMENT USE FOR SELECTED PQIs and PDIs

For the 2010 NHQR, HCUP data were used to examine national and regional differences in inpatient and emergency department (ED) use for selected AHRQ PQIs and related pediatric PDIs. Table E-1 at the end of this appendix contains a list of PQIs and PDIs examined.

The PQIs are measures of quality associated with processes and outcomes of care that occurred in an outpatient or an inpatient setting. The PQIs rely solely on hospital administrative data and, for this reason, are screens for examining quality that may indicate the need for more in-depth studies. Experts have suggested that using both inpatient and emergency room data may give a more accurate picture of avoidable visits/admissions for some ambulatory care sensitive conditions which can be identified by certain PQIs and PDIs.

Two HCUP databases were used for the analysis:

- The HCUP Nationwide Emergency Department Sample (NEDS), a nationally stratified sample of hospital-based EDs from HCUP States that contribute ED data (27 States in the 2007 NEDS).
- The HCUP Nationwide Inpatient Sample (NIS), a nationally stratified sample of hospitals from HCUP States that contribute inpatient data (40 States in the 2007 NIS).

The 2007 NEDS contains approximately 27 million records from almost 970 hospital-based EDs. The NEDS includes information on ED visits that do not result in an admission (i.e., treat-and-release visits and transfers to another hospital) as well as discharge information on patients initially seen in the ED and then admitted to the same hospital. For 2007, the NIS contains roughly 8 million inpatient discharges from more than 1,000 hospitals. Discharge-level weights included with the NEDS and NIS are used to produce national estimates.

Several steps were taken to prepare the HCUP databases: (1) QI software review and modification, (2) acquisition of population-based data, (3) general preparation of HCUP data, and (4) identification of statistical methods.

1. **QI Software Review and Modification.** PQI Version 3.1 was used. The PQIs were developed for use with hospital inpatient discharge data. No guidelines for applying the AHRQ QIs to emergency department data were available when this analysis began. Some of the events in the NEDS are visits for patients initially seen in the emergency room and then admitted to the same hospital (an "ED admission"), and some NEDS events are ED visits that do not result in an inpatient admission (e.g., treat-and-release visits and transfers to another hospital). About 16 percent of records in the 2007 NEDS represent an ED admission. The PQIs rely on the first-listed diagnosis code (DX1) to identify cases with the outcome of interest. For ED admissions, DX1 is the principal diagnosis code and reflects the condition established to be chiefly responsible for a patients' admission to the hospital. Unfortunately, principal diagnosis is not clearly discernible for ED visits that do not result in admission. Coding instructions for outpatient data specify that the first-listed diagnosis is supposed to be the "reason for visit," which is different than the principal diagnosis. Even though DX1 in ED data is not necessarily the principal diagnosis, using DX1 preserves the concept from the PQI algorithm that the first code has higher priority than others. Therefore, this analysis used the first-listed diagnosis in both the inpatient and ED data analyses.

2. **Acquisition of Population-Based Data.** The next step was to acquire data for the numerator and denominator populations for the QIs. A QI is a measure of an event that occurs in a hospital, requiring a numerator count of the event of interest and a denominator count of the population (within the hospital or within the geographic area) to which the event relates.

For the numerator counts of the PQI or PDI, we used the HCUP NEDS to create national estimates of all ED visits, ED visits resulting in admission to the same hospital, and all other types of ED visits. We used the HCUP NIS to create national estimates of inpatient admissions including those admitted through the ED. For the denominator counts, population ZIP-Code-level counts from Claritas (a vendor that compiles and adds value to the U.S. Bureau of Census data) were used for all reporting categories. Claritas uses intra-census methods to estimate household and demographic statistics for geographic areas (Claritas, Inc., 2007). We also used the Claritas population data for risk adjustment by age and gender.

3. **Preparation of HCUP Data.** Next, the HCUP NEDS was modified to create an analytic file consistent with the NIS which is already used for other measures in the NHQR. The NEDS consists only of hospital-based EDs from community, non-rehabilitation hospitals and includes discharge weights to the universe of hospital-based ED visits to the U.S. as defined by the American Hospital Association Annual Survey Database. For missing age and gender data that occurred on a small proportion of discharge records, a “hot deck” imputation method (which draws donors from strata of similar hospitals and patients) was used to assign values while preserving the variance within the data.
4. **Statistical Methods.** Age-gender adjustments were made for age and gender differences across population subgroups and were based on methods of direct standardization (Fleiss, 1973). Age was categorized into 18 five-year increments. QI estimates were included in the NHQR if they reached a threshold defined by a relative standard error less than 30% and at least 10 unweighted cases in the denominator. Estimates that did not satisfy these criteria were set to missing.

Table E-1. List of PQIs and PDIs Used to Examine Differences in Inpatient and ED Use

| PQI or PDI | Description |
|-------------------|---|
| PQI 1 | Diabetes with short-term complications |
| PQI 3 | Diabetes with long-term complications |
| PQI 5 | Chronic obstructive pulmonary disease |
| PQI 7 | Hypertension |
| PQI 8 | Congestive heart failure |
| PQI 8B* | Congestive heart failure secondary diagnosis with related symptom as first-listed diagnosis |
| PQI 10 | Dehydration |
| PQI 11 | Bacterial pneumonia |
| PQI 12 | Urinary tract infections |
| PQI 13 | Angina without procedure |
| PQI 14 | Uncontrolled diabetes without complications |
| PQI 15 | Adult asthma |
| PQI 15B* | Elderly Asthma |
| PQI 16 | Lower extremity amputations among patients with diabetes |
| PQI 18* | Immunization-preventable influenza |
| PQI 90 | Overall Prevention Quality Indicator composite |
| PQI 91 | Acute Prevention Quality Indicator composite |
| PQI 92 | Chronic Prevention Quality Indicator composite |
| PDI 14 | Pediatric asthma |
| PDI 15 | Pediatric diabetes |

* Modified or added version of PQI.

APPENDIX F READMISSIONS FOR SELECT CHRONIC CONDITIONS

For the 2010 NHQR, HCUP data was used to examine state-level differences in hospital readmissions for three chronic conditions – congestive heart failure (CHF), asthma alone, and asthma or chronic obstructive pulmonary disease (COPD).

Readmission rates and costs for CHF, asthma, and asthma/COPD were examined for 2007. Fifteen HCUP states provided in their State Inpatient Databases (SID) synthetic de-identified person numbers that allowed an individual patient to be followed within the year and across hospitals in the State. States were not identified in the state-level analysis. To prepare the SID for the readmission analysis, the following steps were taken:

1. **Tracking a patient over time:** The HCUP Supplemental Files for Revisit Analysis were used to track patients across time and hospital settings in the SID.⁴ Using these supplemental revisit files, a verified person number and information on the number of days between inpatient admissions were added to the SID.
2. **Selection of hospitals:** The SID were subset to include only community, non-rehabilitation hospitals. Community hospitals are defined by the American Hospital Association as “non-Federal, short-term, general, and other specialty hospitals, excluding hospital units of institutions.” Specialty hospitals included among community hospitals are obstetrics-gynecology, ear-nose-throat, orthopedic, and pediatric institutions. Also included among community hospitals are public hospitals and academic medical centers. No adjustment was made for community hospitals not represented in the SID.
3. **Transfers:** Multiple discharges that represented the transfer of a patient from one hospital to another, or from one unit of a hospital to another, were combined so that the second part of each “episode of care” was not counted as a readmission. If for the same person, one discharge ended on the same day as a second discharge started, the two discharge records were combined into a single “transfer” record. The combined transfer record retained the diagnoses from the second discharge and combined the length of stay and total hospital charges from the two discharges. The percentage of discharges that were transfers in each state ranged from 1.7 percent to 6.1 percent with an average of 2.9 percent.
4. **Selection of patients:** To qualify for the analysis a patient needed to have a verified person identifier (i.e., a ‘visitLink’ value on the Revisit File), be at least 18 years old, and have at least one index admission between January 1 and November 30, 2007. A discharge record was considered a *index admission* if it satisfied the following three criteria:
 - Target principal diagnosis based on Clinical Classification Software (CCS). CCS categorizes ICD-9-CM diagnoses into 260 clinically meaningful categories.⁵ This “clinical grouper” makes it easier to quickly understand patterns of diagnoses and

⁴ HCUP Supplemental Files for Revisit Analyses. Healthcare Cost and Utilization Project (HCUP).. U.S. Agency for Healthcare Research and Quality, Rockville, MD. www.hcup-us.ahrq.gov/toolssoftware/revisit/revisit.jsp.

⁵ HCUP CCS. Healthcare Cost and Utilization Project (HCUP). August 2006. U.S. Agency for Healthcare Research and Quality, Rockville, MD. www.hcup-us.ahrq.gov/toolssoftware/ccs/ccs.jsp.

procedures. The target CCS for CHF was 108; the target CCS for asthma was 128; and the target CCS for asthma/COPD was 127 or 128.

- Discharged alive.
- Not a combined transfer record.

For the CHF analysis, there was a fourth criterion that excluded records with heart transplant procedures (any ICD-9-CM procedure code in the range 37.51-37.54).

All discharges with non-missing patient discharge status were retained for the selected patients. A patient was allowed to have multiple index admissions, if they occurred more than 30 days apart.

5. **Readmissions:** This analysis considered readmissions within 30 days of an index admission (defined above). The 30-day window was defined from the end of the first event (discharge date) to the beginning of the second event (admission date). The readmission could occur at any hospital and was not limited to the hospital of the index admission. Readmissions may be discharged in January to December 2007, include a patient discharge status of “died”, and be combined transfer records. Three types of readmissions were evaluated for inclusion in the NHQR:
- **Readmissions based on same *principal* diagnosis:** If within 30 days of an index admission, there was a discharge record for the same person with the same *principal* diagnosis CCS. The CCS category for CHF was 108; the CCS for asthma was 128; and the CCS for asthma/COPD was 127 or 128.
 - **Readmissions based on same diagnosis:** If within 30 days of an index admission, there was a discharge record for the same person with the same CCS as a *principal* or *secondary* diagnosis. This type of readmission uses the same CCS categories identified above.
 - **Readmissions for any diagnosis:** If within 30 days of an index admission, there was a discharge record for the same person, regardless of the principal or secondary diagnosis.

For the analysis we looked at both readmission rates and cost using the following methodology:

Readmission Rates. Readmission rates were calculated as the number readmissions over the number of index events by reporting category: age (18-64, 65+), gender, race/ethnicity, and income quartile.

Costs. The HCUP databases include information on total hospital charges. Using HCUP hospital-level cost-to-charge ratios based on hospital accounting reports from the Centers for Medicare and Medicaid Services,⁶ total charges are converted to costs. Costs will tend to reflect the actual costs of production, while charges represent what the hospital billed for the stay. Hospital charges reflect the amount the hospital charged for the entire hospital stay and does not include professional (physician) fees. The total and average cost was calculated for the index events and readmissions by reporting category.

⁶ HCUP Cost-to-Charge Ratio Files (CCR). Healthcare Cost and Utilization Project (HCUP). 1997–2007. U.S. Agency for Healthcare Research and Quality, Rockville, MD. www.hcup-us.ahrq.gov/db/state/costtocharge.jsp.

Statistical Methods. No risk adjustment was made to the readmission rates or costs. Rates and costs are stratified by two age groups – 18-64 and 65 and older. Estimates were included in the NHQR if they reached a threshold defined by a relative standard error less than 30% and at least 10 cases in the denominator. Estimates that did not satisfy these criteria were not reported.

APPENDIX G
STATE-LEVEL BIVARIATE ANALYSIS - STATE PQI RATES RELATED TO OTHER
FACTORS, TAKEN ONE AT A TIME

This appendix shows the factors for which State-specific data could be found to compare to the State-specific Prevention Quality Indicators (PQI) included in the 2005 (third) NHQR based on 2001 discharge data from the SID. State-level PQI rates are shown below with whether or not they were correlated with these factors. The results shaded in yellow below denote statistically significant correlations. The direction of the relationship and the percent of variation across States explained by the data element are also shown.

(Highlighted text denotes statistically significant results)

Key to Conclusions about Associations Found in Appendix A, Tables 1-3, column 3:

- + = positive association, statistically significant at $p < 0.05$, between
QI rates and rates of the other characteristics across the states
- = negative association, statistically significant as explained above
- ns = "Not Significant", denotes a statistically insignificant association.

Additional Notations:

- ** Number of cases reported by States was insufficient to complete analysis
- *** Data unavailable for four (4) States; regressions run using remaining 29 States

State-Level Bivariate Analysis of AHRQ Prevention Quality Indicators (PQIs) based on 2001 Discharge Data Reported in the 2004 and 2005 NHQR

| AHRQ Prevention Quality Indicators (PQIs) | Characteristics of State Populations | Conclusions About Associations | Percent of State Variation Explained (R-square) |
|---|---|--|--|
| PQI 1 – Adult Admissions for Short-term Diabetes Complications | Prevalence of Obesity in Adults | + | 43.63% |
| | Adult Diabetes Prevalence (Diagnosed) | + | 25.92% |
| | Percent of Population 65 Years and Over | ns | 0.24% |
| | Source of Insurance: Uninsured (as a Percent of the Population) | + | 12.09% |
| | Percent of People Below the Poverty Line in the Past 12 Months | + | 33.70% |
| | Hospital Bed Supply (Rate/100,000) | ns | 5.21% |
| | Race/Ethnicity: White (as a Percent of the Population) | ns | 0.38% |
| | Race/Ethnicity: Black (as a Percent of the Population) | + | 46.13% |
| | Race/Ethnicity: Hispanic (as a Percent of the Population) | ns | 1.32% |
| | Race/Ethnicity: API (as a Percent of the Population) | - | 12.52% |
| | Race/Ethnicity: Other (as a Percent of the Population) | ns | 3.96% |
| | Race/Ethnicity: Minority (as a Percent of the Population) | ns | 0.38% |
| | PQI 3 – Adult Admissions for Long-term Diabetes Complications | Percent of Adult Population at Risk for Heart Disease*** | + |
| Cardiac Deaths (Rate/100,000) | | + | 55.56% |
| Prevalence of Obesity in Adults | | + | 28.29% |
| Adult Diabetes Prevalence (Diagnosed) | | + | 32.36% |
| Percent of Population 65 Years and Over | | ns | 3.18% |
| Source of Insurance: Uninsured (as a Percent of the Population) | | ns | 8.41% |
| Percent of People Below the Poverty Line in the Past 12 Months | | + | 26.40% |
| Hospital Bed Supply (Rate/100,000) | | ns | 10.75% |
| Race/Ethnicity: White (as a Percent of the Population) | | ns | 5.69% |
| Race/Ethnicity: Black (as a Percent of the Population) | | + | 28.56% |
| Race/Ethnicity: Hispanic (as a Percent of the Population) | | ns | 0.45% |
| Race/Ethnicity: API (as a Percent of the Population) | | ns | 1.38% |
| Race/Ethnicity: Other (as a Percent of the Population) | | ns | 8.82% |
| Race/Ethnicity: Minority (as a Percent of the Population) | ns | 5.69% | |

| AHRQ Prevention Quality Indicators (PQIs) | Characteristics of State Populations | Conclusions About Associations | Percent of State Variation Explained (R-square) |
|--|---|---|--|
| PQI 4 – Pediatric Asthma Admissions | Adult Asthma Prevalence | ns | 1.23% |
| | Emphysema Prevalence | ns | 0.97% |
| | Chronic Bronchitis Prevalence | ns | 5.38% |
| | Percent Reporting Cigarette Use in the Past Month | + | 13.57% |
| | HMO Penetration | ns | 2.65% |
| | Percent of People Below the Poverty Line in the Past 12 Months | ns | 7.44% |
| | Percent Without Telephone Access | + | 15.27% |
| | Source of Insurance: Uninsured (as a Percent of the Population) | ns | 3.25% |
| | Hospital Bed Supply (Rate/100,000) | ns | 4.22% |
| | Air Quality - Particulate Annual Mean | ns | 0.96% |
| | Air Quality - Particulate 24 Hour Average | ns | 0.64% |
| | Air Quality - Ozone 1 Hour Average | + | 16.99% |
| | Race/Ethnicity: White (as a Percent of the Population) | ns | 5.35% |
| | Race/Ethnicity: Black (as a Percent of the Population) | + | 38.75% |
| | Race/Ethnicity: Hispanic (as a Percent of the Population) | ns | 0.00% |
| | Race/Ethnicity: API (as a Percent of the Population) | ns | 1.63% |
| | Race/Ethnicity: Other (as a Percent of the Population) | - | 20.45% |
| | Race/Ethnicity: Minority (as a Percent of the Population) | ns | 5.35% |
| | PQI 6 – Pediatric Gastroenteritis Admissions | HMO Penetration | ns |
| Percent of People Below the Poverty Line in the Past 12 Months | | + | 24.91% |
| Percent of Population that is Foreign-Born | | ns | 1.78% |
| Source of Insurance: Uninsured (as a Percent of the Population) | | ns | 2.78% |
| Hospital Bed Supply (Rate/100,000) | | + | 40.32% |
| Race/Ethnicity: White (as a Percent of the Population) | | ns | 0.25% |
| Race/Ethnicity: Black (as a Percent of the Population) | | + | 12.06% |
| Race/Ethnicity: Hispanic (as a Percent of the Population) | | ns | 2.32% |
| Race/Ethnicity: API (as a Percent of the Population) | | ns | 0.37% |
| Race/Ethnicity: Other (as a Percent of the Population) | | ns | 10.38% |
| Race/Ethnicity: Minority (as a Percent of the Population) | ns | 0.25% | |
| PQI 8 – Adult Admissions for Congestive Heart Failure | Percent of Adult Population at Risk for Heart Disease*** | + | 41.70% |
| | Cardiac Deaths (Rate/100,000) | + | 76.95% |
| | Percent Reporting Cigarette Use in the Past Month | + | 27.46% |
| | Percent Reporting Past Month 'Binge' Alcohol Use | ns | 2.92% |
| | Percent of Population 65 Years and Over | ns | 8.62% |
| HMO Penetration | ns | 0.51% | |

| AHRQ Prevention Quality Indicators (PQIs) | Characteristics of State Populations | Conclusions About Associations | Percent of State Variation Explained (R-square) |
|---|---|--------------------------------------|---|
| PQI 8 – cont'd | Percent of People Below the Poverty Line in the Past 12 Months | + | 18.67% |
| | Percent of Population that is Foreign-Born | ns | 2.57% |
| | Physician Specialist (Rate/100,000) | ns | 0.99% |
| | Medicare Hospital Payment per Beneficiary | + | 47.98% |
| | Race/Ethnicity: White (as a Percent of the Population) | ns | 0.33% |
| | Race/Ethnicity: Black (as a Percent of the Population) | + | 34.20% |
| | Race/Ethnicity: Hispanic (as a Percent of the Population) | ns | 3.43% |
| | Race/Ethnicity: API (as a Percent of the Population) | ns | 4.07% |
| | Race/Ethnicity: Other (as a Percent of the Population) | - | 25.83% |
| | Race/Ethnicity: Minority (as a Percent of the Population) | ns | 0.33% |
| PQI 14 – Adult Admissions for Uncontrolled Diabetes Without Complications | Prevalence of Obesity in Adults | + | 35.10% |
| | Adult Diabetes Prevalence (Diagnosed) | + | 12.38% |
| | Percent of Population 65 Years and Over | ns | 4.62% |
| | Source of Insurance: Uninsured (as a Percent of the Population) | ns | 9.16% |
| | Percent of People Below the Poverty Line in the Past 12 Months | + | 27.49% |
| | Hospital Bed Supply (Rate/100,000) | + | 25.47% |
| | Race/Ethnicity: White (as a Percent of the Population) | ns | 3.29% |
| | Race/Ethnicity: Black (as a Percent of the Population) | + | 35.54% |
| | Race/Ethnicity: Hispanic (as a Percent of the Population) | ns | 0.01% |
| | Race/Ethnicity: API (as a Percent of the Population) | ns | 3.94% |
| Race/Ethnicity: Other (as a Percent of the Population) | - | 14.55% | |
| Race/Ethnicity: Minority (as a Percent of the Population) | ns | 3.29% | |
| PQI 15 – Adult Asthma Admissions | Adult Asthma Prevalence | ns | 0.02% |
| | Emphysema Prevalence | ns | 0.25% |
| | Chronic Bronchitis Prevalence | - | 12.23% |
| | Percent Reporting Cigarette Use in the Past Month | + | 12.29% |
| | HMO Penetration | ns | 1.28% |
| | Percent of People Below the Poverty Line in the Past 12 Months | ns | 6.86% |
| | Percent Without Telephone Access | + | 15.69% |
| | Source of Insurance: Uninsured (as a Percent of the Population) | ns | 0.05% |
| | Hospital Bed Supply (Rate/100,000) | ns | 9.98% |
| | Percent of Population 65 Years and Over | + | 11.24% |
| | Air Quality - Particulate Annual Mean | ns | 2.31% |
| | Air Quality - Particulate 24 Hour Average | ns | 1.64% |
| Air Quality - Ozone 1 Hour Average | ns | 8.06% | |
| Race/Ethnicity: White (as a Percent of the Population) | ns | 6.46% | |

| AHRQ Prevention Quality Indicators (PQIs) | Characteristics of State Populations | Conclusions About Associations | Percent of State Variation Explained (R-square) |
|--|--|---|--|
| PQI 15 – cont'd | Race/Ethnicity: Black (as a Percent of the Population) | + | 27.39% |
| | Race/Ethnicity: Hispanic (as a Percent of the Population) | ns | 0.60% |
| | Race/Ethnicity: API (as a Percent of the Population) | ns | 0.19% |
| | Race/Ethnicity: Other (as a Percent of the Population) | - | 19.90% |
| | Race/Ethnicity: Minority (as a Percent of the Population) | ns | 6.46% |
| PQI 15-65 – Adult Asthma Admissions, Age 65+ | Adult Asthma Prevalence | ns | 4.23% |
| | Emphysema Prevalence | ns | 3.02% |
| | Chronic Bronchitis Prevalence | ns | 10.90% |
| | Percent Reporting Cigarette Use in the Past Month | ns | 0.60% |
| | HMO Penetration | ns | 0.05% |
| | Percent of People Below the Poverty Line in the Past 12 Months | ns | 10.92% |
| | Percent Without Telephone Access | + | 11.62% |
| | Source of Insurance: Uninsured (as a Percent of the Pop.) | ns | 3.71% |
| | Hospital Bed Supply (Rate/100,000) | ns | 3.69% |
| | Percent of Population 65 Years and Over | ns | 0.37% |
| | Air Quality - Particulate Annual Mean | ns | 0.39% |
| | Air Quality - Particulate 24 Hour Average | ns | 0.01% |
| | Air Quality - Ozone 1 Hour Average | ns | 2.73% |
| | Race/Ethnicity: White (as a Percent of the Population) | - | 28.23% |
| | Race/Ethnicity: Black (as a Percent of the Population) | + | 21.23% |
| | Race/Ethnicity: Hispanic (as a Percent of the Population) | ns | 0.79% |
| Race/Ethnicity: API (as a Percent of the Population) | + | 12.93% | |
| Race/Ethnicity: Other (as a Percent of the Population) | - | 14.27% | |
| Race/Ethnicity: Minority (as a Percent of the Population) | + | 28.23% | |
| PQI 16 - Diabetes- Related Lower Extremity Amputations | PQI 14: Adult Admissions for Uncontrolled Diabetes Without Complications | + | 30.61% |
| | PQI 1: Adult Admissions for Short-term Diabetes Complications | + | 42.17% |
| | PQI 3: Adult Admissions for Long-term Diabetes Complications | + | 60.26% |
| | Percent of Adult Population at Risk for Heart Disease*** | + | 13.16% |
| | Cardiac Deaths (Rate/100,000) | + | 33.45% |
| | Prevalence of Obesity in Adults | + | 15.71% |
| | Adult Diabetes Prevalence (Diagnosed) | + | 25.88% |
| | Percent of Population 65 Years and Over | ns | 0.00% |
| | Source of Insurance: Uninsured (as a Percent of the Pop.) | ns | 3.60% |
| | Percent of People Below the Poverty Line in the Past 12 Months | ns | 8.30% |

| AHRQ Prevention Quality Indicators (PQIs) | Characteristics of State Populations | Conclusions About Associations | Percent of State Variation Explained (R-square) | |
|---|---|--|---|--------|
| PQI 16 – cont'd | Hospital Bed Supply (Rate/100,000) | ns | 0.61% | |
| | HMO Penetration | ns | 0.93% | |
| | Race/Ethnicity: White (as a Percent of the Population) | - | 14.17% | |
| | Race/Ethnicity: Black (as a Percent of the Population) | + | 48.27% | |
| | Race/Ethnicity: Hispanic (as a Percent of the Population) | ns | 0.54% | |
| | Race/Ethnicity: API (as a Percent of the Population) | ns | 0.62% | |
| | Race/Ethnicity: Other (as a Percent of the Population) | - | 19.00% | |
| | Race/Ethnicity: Minority (as a Percent of the Population) | + | 14.17% | |
| | (Added) - Immunization- Preventable Influenza Admissions Among Elderly | Percent of Adult Population at Risk for Heart Disease*** | + | 20.95% |
| | | Cardiac Deaths (Rate/100,000) | ns | 5.26% |
| Emphysema Prevalence | | ns | 0.99% | |
| Chronic Bronchitis Prevalence | | ns | 0.89% | |
| Percent Reporting Cigarette Use in the Past Month | | ns | 6.70% | |
| Percent Reporting Past Month 'Binge' Alcohol Use | | ns | 9.58% | |
| Source of Insurance: Uninsured (as a Percent of the Population) | | ns | 1.90% | |
| HMO Penetration | | - | 17.28% | |
| Percent of People Below the Poverty Line in the Past 12 Months | | ns | 11.02% | |
| Race/Ethnicity: White (as a Percent of the Population) | | ns | 5.74% | |
| Race/Ethnicity: Black (as a Percent of the Population) | | ns | 2.27% | |
| Race/Ethnicity: Hispanic (as a Percent of the Population) | | - | 14.01% | |
| Race/Ethnicity: API (as a Percent of the Population) | | ns | 0.81% | |
| Race/Ethnicity: Other (as a Percent of the Population) | | ns | 2.90% | |
| Race/Ethnicity: Minority (as a Percent of the Population) | | ns | 5.74% | |

APPENDIX H

Patient Safety in Hospitals in 2004: Toward Understanding Variation Across States

By Susan Raetzman, MSPH, Elizabeth Stranges, MS, Rosanna Coffey, PhD,
Marguerite Barrett, MS, Roxanne Andrews, PhD, Ernest Moy, MPH, Jeff Brady, MPH

EXECUTIVE SUMMARY

Background

The emergence of patient safety as a contemporary health issue has resulted in the development and use of measures, such as AHRQ's Patient Safety Indicators (PSI), to track progress over time in improving patient safety. National PSI rates have been made available annually in the *National Healthcare Quality Report (NHQR)*, and state-level PSIs will be released in the 2007 edition of the *NHQR State Snapshots*. The purpose of this analysis is to explore the extent to which differences across states in PSI scores can be explained and to describe what might account for those differences. The results are intended to help HCUP Partners and AHRQ respond to inquiries about state-level PSI rate variation, which can be substantial.

Study Approach

The analysis was performed on the nine State Snapshot PSIs released in the 2007 edition of the *NHQR State Snapshots*; the state PSI rates were obtained by applying AHRQ Quality Indicator software to the HCUP State Inpatient Databases (SID) dataset.⁷ The PSIs for up to 37 states were compared against 58 state-level factors that can be broadly categorized as (a) state policies that are generally intended to affect the quality of health care delivered in the state; (b) hospital characteristics; (c) coding practices; and (d) other characteristics such as population and health system characteristics. To the extent possible, we included factors in the external environment and factors inside hospitals that were conceptually related to medical error, quality improvement, or specific patient safety events. Separate correlations of each PSI and each state-specific factor were conducted (i.e., for each PSI, the analyses statistically examined the relationship between the state rates and a particular state-specific factor).

Findings

Overall, we found that only about one in five correlations between the State Snapshot PSIs and potential explanatory factors were statistically significant. The number of statistically significant associations for the nine individual PSIs range widely from 0 to 21 out of a possible 60 associations, including dummy variables (Table 1). In addition, the nature of the significant PSI/factor associations is mixed in that some have plausible explanations and others do not. In the latter case, these may be artifacts of other phenomenon or the result of chance statistical significance, given that nearly 550 correlation analyses were performed (i.e., 9 PSIs times 60 independent variables).

Although there is no pattern to which associations are statistically significant or their direction at the individual PSI or factor level, a somewhat different picture is revealed when factors are aggregated. Among factor categories, the most consistent analysis results are those pertaining to the role of coding in explaining variation in state-level PSIs. Taken together, the coding

⁷ For further detail, see *Methods Applying AHRQ Quality Indicators to Healthcare Cost and Utilization Project (HCUP) Data for the Fifth (2008) National Healthcare Quality Report, HCUP Methods Series Report #2008-06*.

factors accounted for one-third (33 percent) of statistically significant associations between State Snapshot PSIs and explanatory factors. The findings for this category are strengthened by the fact that associations were consistently positive in direction (i.e., increases in factor values were associated with higher PSI rates). The average number of diagnosis fields filled for discharges in 2004 yielded the largest number of statistically significant associations, suggesting that higher PSI rates sometimes may reflect greater attention to coding, not just worse health outcomes.

Discussion

The analysis of State Snapshot PSIs identified few state-level factors that showed a consistent pattern of association with the nine state-level PSI rates. We suspect that many of the factors that should influence patient safety indicators are too new in development or too remote from where safety problems occur to find strong associations in this state-level analysis. For example, state programs that proactively disseminated information to the public or providers were relatively new in the early 2000s. Also, medical errors and their prevention occur at the provider, not the state, level. With this simple and aggregated analysis, we are not surprised to find few conclusive results.

As expected, the strongest result was coding practices. In a similar analysis of state-level PSIs and Prevention Quality Indicators (PQIs) conducted in 2003 using 2000 data, one type of coding practice (use of E codes) had a strong, consistent relationship with PSIs. In the current analysis, the average number of diagnosis fields used was an important factor; more fields were associated with higher PSI rates. This suggests that states that are leading the way to safer medical practice should expand the number of diagnosis codes reported and collected. This would make room for reporting of medical errors for complex clinical patients who already have numerous conditions coded on their discharge records. More and better reporting about patient safety events is essential to learn about and make improvements in the quality of care.

One reassuring result is the lack of consistent statistical relations between patient and hospital characteristics and safety measures. This supports our earlier findings and the conventional wisdom that errors are unintentional, random events that can affect any patient and that all hospitals need to improve safety.