



# Regional level differences -How much do regional level factors explain performance variation?

Mikko Peltola
Senior researcher
Centre for Health and Social Economics, CHESS
National Institute for Health and Welfare, THL





- Strong evidence of regional variations
- Strong evidence of unwarranted variation in
  - Outcomes
  - Supply and costs
  - Quality and safety
- Causes and consequences of variation not well understood
- Large unexplained variation in overall health systems performance

#### The "regional entities" in EuroHOPE



- In Finland, Italy, Norway, Scotland and Sweden local health authorities
- In social health insurance countries regional governmental or sub-national authorities
- Wide variation in size of «regional» entities as well as in the number of entities per country

#### Regional level analysis



- Regional level analysis carried out with pooled regional level data and risk adjusted indicators of all countries
  - Risk adjusted 30-day, 90-day, and 1-year mortality
  - Risk adjusted first LOS, LOS in one year
  - Risk adjusted cost of first hospital stay, cost of first year

#### Regional level analyses



- Regression analyses to investigate determinants of variation in risk adjusted indicators
  - One-way random effect analysis of variance (ANOVA) model to determine the portion of variance that was due to cross-country differences as compared to regional differences
  - Random intercept models (mixed-effects maximum likelihood regression)
  - Logistic regression for mortality, and negative binomial regression for length of stay

#### Regional level factors considered

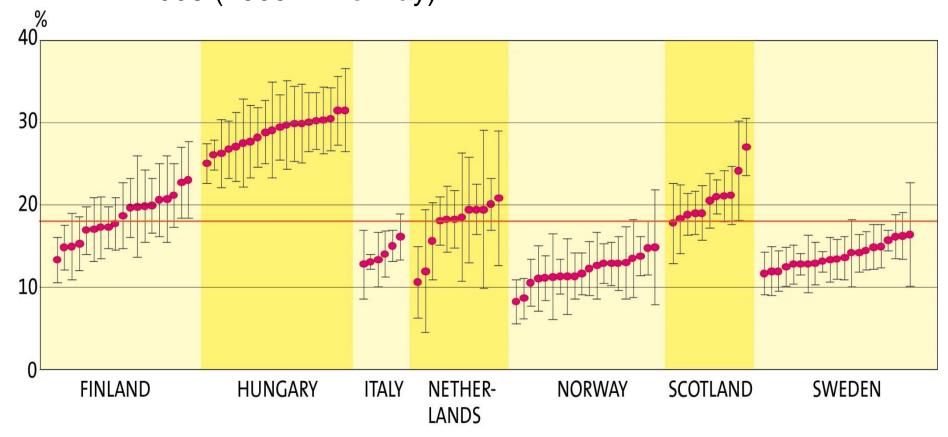


**Demographic** Supply side Socioeconomic factors factors factors Concentration of **Population** hospital services Income density Herfindal-Hirschman index **Unemploy** Age structure ment Condition/diseas e specific factors e.g. PCI Education

### Regional variation in mortality, AMI



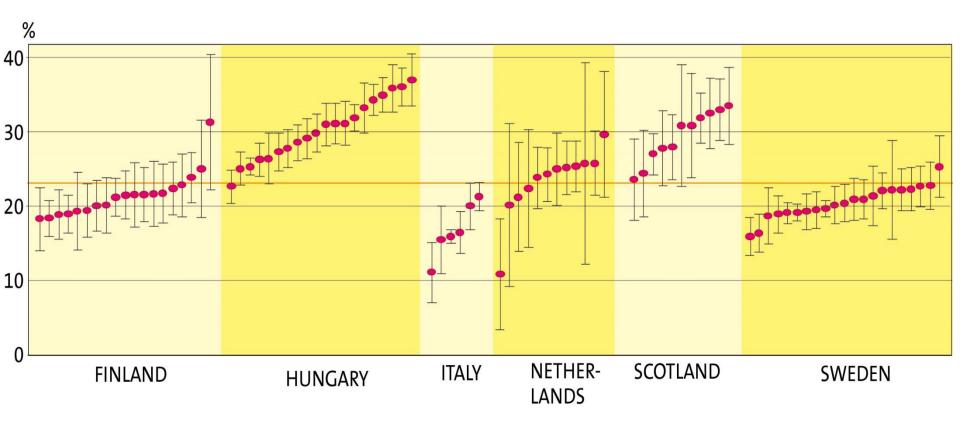
Age- and sex-adjusted one-year mortality by regions, AMI in 2008 (2009 in Norway).



### Regional variation in mortality, stroke



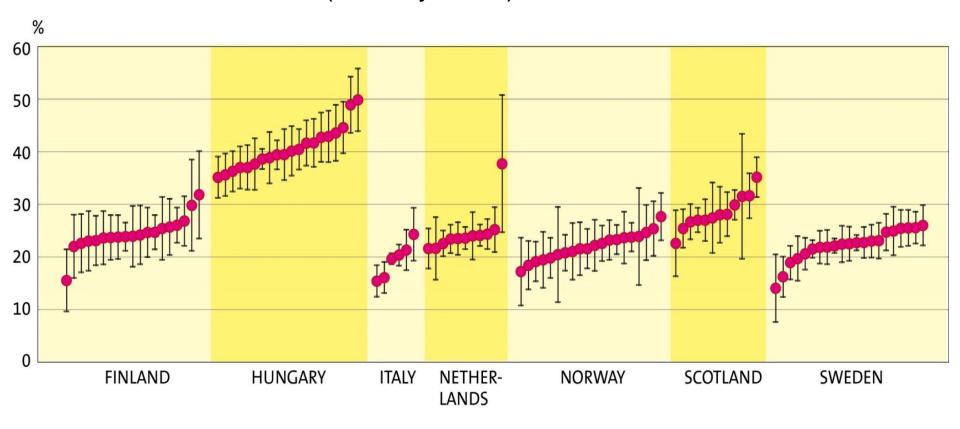
 Age- and sex-adjusted one-year mortality by regions, ischaemic stroke in 2008







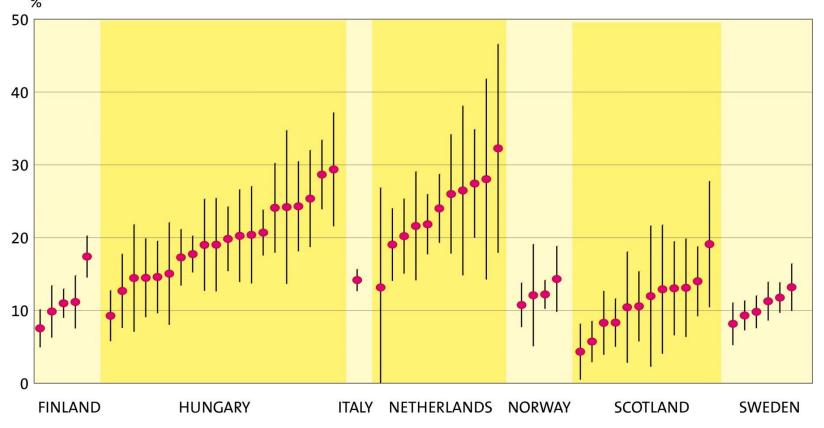
 Age- and sex-adjusted one-year mortality by regions, hip fracture in 2008 (Norway 2009)



# Regional variation in mortality, VLBW



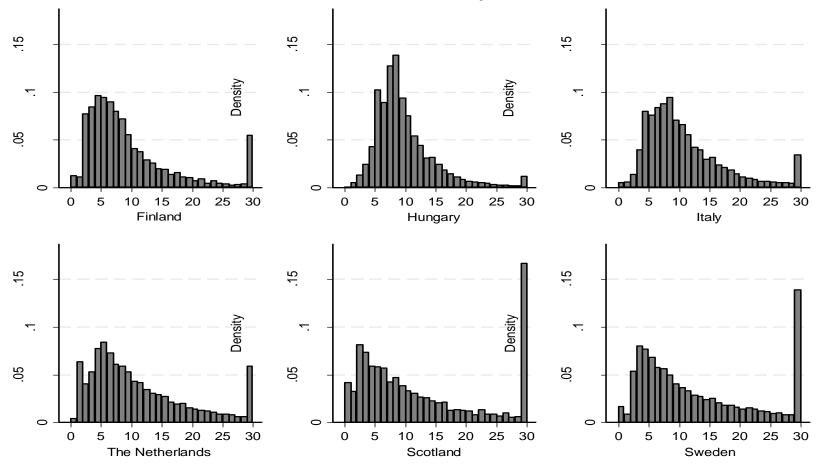
Risk-adjusted one-year mortality by regions, VLBW and VLGA infants in 2006–2008 (Netherlands 2005–2007, Norway 2008–2009)



# Individual level distribution of LOS, stroke



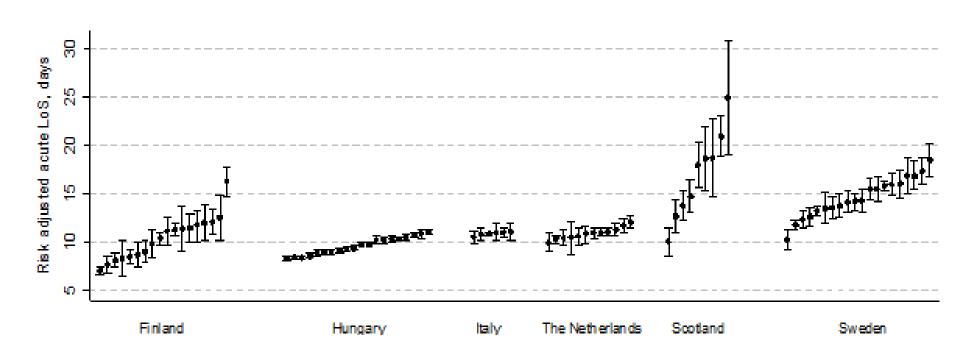
 Distribution of length of stay in acute hospital treatment after ischaemic stroke in six European countries



### Regional variation in LOS, stroke

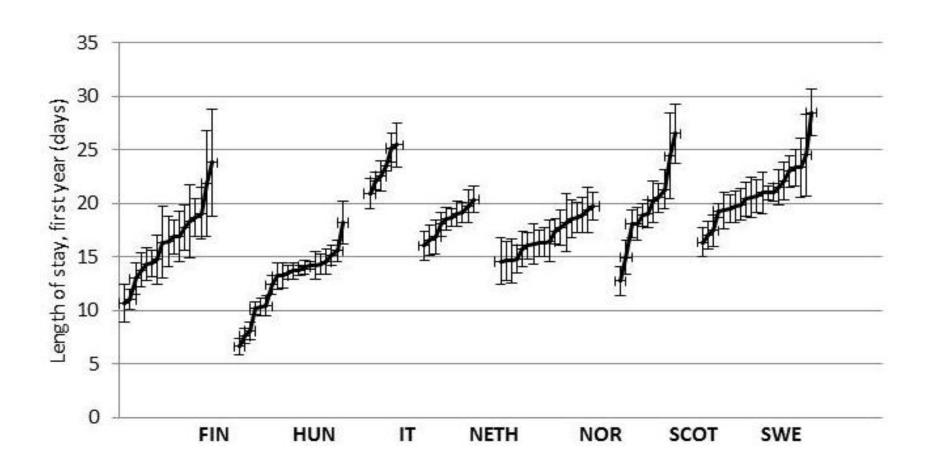


Regional variation in length of stay (risk adjusted, with 95% confidence intervals) after ischaemic stroke



# Regional variation in LOS, hip fracture

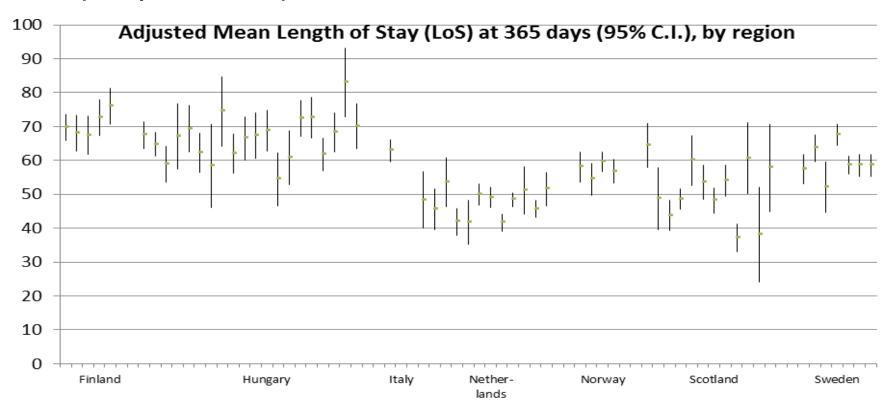




#### Regional variation in LOS, VLBW



 Adjusted for gestational age (GA), sex, intrauterine growth (small for gestational age), Apgar score at five minutes, parity and multiple births







#### AMI

- Effect of reimbursement system on PCI intensity: use of PCI 17% higher in countries and areas with activity based reimbursement systems
- GDP per capita negatively associated with 30-day mortality
- Use of PCI had negative but not statistically significant effect on regional level on mortality
- More detailed analyses of data from Finland and Norway suggested small effects of socio-economic factors on mortality





- Stroke and hip fracture
  - Regional differences in mortality and LOS not related to regional factors
  - Only GDP per capita positively associated with lower mortality in stroke patients





- VLBW and VLGA
  - Socio-economic variables at regional level had impact on mortality in Hungary only
  - Concentration of services in neonatal care and level of delivery hospital had no impact on mortality or LOS when data of four countries were combined
  - In Hungary and Finland being born in tertiary-level hospitals was associated with lower mortality
  - LOS tended to be longer for infants born in tertiary-level hospitals in Scotland, Italy and Hungary

#### **Conclusion**



- Regional level differences were larger than between country variation, although region by region comparisons (within countries) had overlapping confidence intervals in most areas
- Analyses showed that various demand and supply factors could not explain much of the regional level variation in mortality, LOS or utilisation of procedures

#### **Conclusion**



- Consistent with evidence from other studies
  - Relatively large unexplained variation
  - Differences in institutional factors do not explain variation as much as theory would suggest
- Limitations in the information included in the analysis
  - e.g. adoption of technology, quality of care, physician attitudes towards treatment effectiveness etc.
- Variation in outcomes and use of resources indicate room for improvement