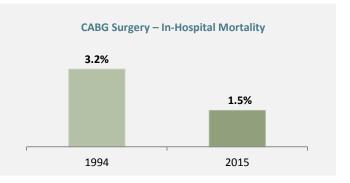
Statewide Statistics and Key Findings

Mortality Rate ↓ 53.4% for CABG Surgery

Statewide, the in-hospital mortality rate for coronary artery bypass graft (CABG) surgery (without a valve procedure) declined 53.4% between 1994 and 2015, from 3.2% to 1.5%

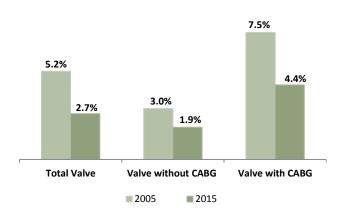


Mortality Rate **↓** 46.7% for Valve Surgery

Statewide, in-hospital mortality dropped for valve surgery patients between 2005, when PHC4 began reporting on valve procedures, and 2015:

- 46.7% decrease for the total valve procedure group, from 5.2% to 2.7%.
- 35.5% decrease in valve without CABG, from 3.0% to 1.9%.
- 40.5% decrease in valve with CABG, from 7.5% to 4.4%.

Valve Surgery - In-Hospital Mortality



Medicare Fee-For-Service Payment Trends

Average Medicare Fee-For-Service Payment

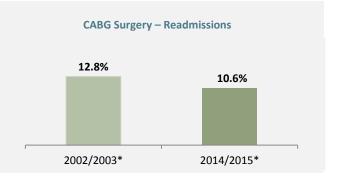
| Procedure Group | 2005 | 2008 | 2011 | 2014 |
|--------------------|----------|----------|----------|----------|
| CABG without Valve | \$29,175 | \$30,546 | \$32,564 | \$32,499 |
| Total Valve | \$43,343 | \$47,500 | \$48,461 | \$44,246 |
| Valve without CABG | \$42,433 | \$47,346 | \$47,540 | \$43,206 |
| Valve with CABG | \$44,119 | \$47,669 | \$49,924 | \$45,873 |

Note: 2014 Medicare payment data is the most recent available

Statewide Statistics and Key Findings

Readmission Rate ↓ 17.2% for CABG Surgery

Statewide, the 30-day readmission rate for coronary artery bypass graft (CABG) surgery (without a valve procedure) declined 17.2% between 2002/2003 and 2014/2015, from 12.8% to 10.6%.

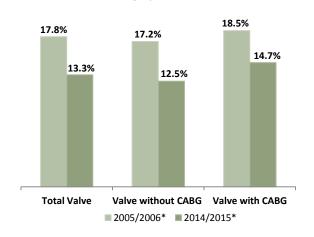


Readmission Rate ↓ 25.4% for Valve Surgery

Statewide, 30-day readmission rates dropped for valve surgery patients between 2005/2006 and 2014/2015:

- 25.4% decrease for the total valve procedure group, from 17.8% to 13.3%.
- 26.9% decrease in valve without CABG, from 17.2% to 12.5%.
- 20.4% decrease in valve with CABG, from 18.5% to 14.7%.

Valve Surgery – Readmissions



^{*} Based on fiscal years July 1 to June 30. PHC4 first reported valve procedures in 2005.

Readmissions – Readmissions add to the overall cost of care through additional days spent in the hospital. Overall, 2,270 patients (11.7%) who underwent CABG and/or valve surgery between January 1, 2014 and August 31, 2015 were readmitted to the hospital within 30-days of discharge, adding 12,857 hospital days.

| | Patients Readmitted within 30 Days | | For patients readmitted within 30 days, the readmissions were associated with | | |
|--------------------|------------------------------------|---------|---|-------------------------------|------------|
| Procedure Group | Number | Percent | Mortality Percent | Average Length of Stay (days) | Total Days |
| Total | 2,270 | 11.7% | 2.8% | 5.7 | 12,857 |
| CABG without Valve | 1,126 | 10.2% | 2.5% | 5.6 | 6,277 |
| Total Valve | 1,144 | 13.7% | 3.1% | 5.8 | 6,580 |
| Valve without CABG | 733 | 13.3% | 2.6% | 5.2 | 3,838 |
| Valve with CABG | 411 | 14.5% | 4.1% | 6.7 | 2,742 |

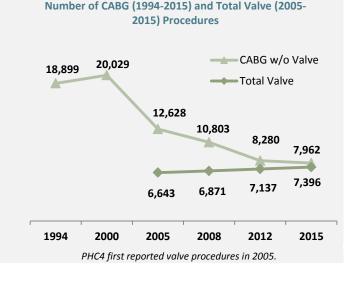
Statewide Statistics and Key Findings

Number of CABG Procedures **↓** 57.9%

Statewide, the number of coronary artery bypass graft (CABG) procedures performed in Pennsylvania hospitals decreased 57.9% between 1994 and 2015, from 18,899 to 7,962.

Number of Total Valve Procedures ↑ 11.3%

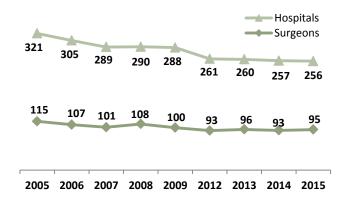
The number of total valve procedures increased 11.3% between 2005 and 2015, from 6,643 to 7,396.



Average Number of Procedures

The average number of CABG and/or valve procedures performed annually by hospitals and surgeons decreased between 2005 and 2015—from 321 to 256 for hospitals and from 115 to 95 for surgeons.

Average Number of CABG and/or Valve Procedures Performed Annually



Healthcare-Associated Surgical Site Infection Rates (2015 Data)

Reported by Pennsylvania Department of Health

15.5 per 1,000 procedures – Cardiac bypass graft surgery with one incision

18.3 per 1,000 procedures – Cardiac bypass graft surgery with two incisions

The Pennsylvania Department of Health (DOH) publicly reports hospital-specific healthcare-associated infection rates including surgical site infection rates for cardiac bypass graft surgery. The most recent report, *Healthcare-Associated Infections in Pennsylvania*, 2015 Report, can be found on DOH's website at www.health.state.pa.us.