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> **APHA 3346.0** Health Economics: Economic Evaluation of Interventions

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**Presenter Disclosures** 

Sarah Post

The following personal financial relationships with commercial interests relevant to this presentation existed during the past 12 months:

No relationships to disclose



## Background

#### • Chronic hepatitis B (CHB) is a serious public health issue

- 1.5-2 million in US affected
- <30% know status and only 5% receive treatment</li>
- 15-40% develop serious complications such as liver cancer, cirrhosis, disability and premature death

#### Newly improved treatments can prevent serious outcomes

- Evidence from clinical trials demonstrates that viral load can be suppressed for long periods of time and that the reduction of viral load can successfully slow progression of the disease
- Monitoring for hepatocellular carcinoma (HCC) can improve survival

#### Lack of insurance limits access to appropriate disease management

- Many infected people have little or no insurance
- Uninsured individuals can only access care once they are hospitalized or disabled
- Treatment of CHB complications is very expensive and marginally effective



#### **Questions**

Could early-stage care improve health outcomes at a population level?

What costs and cost-effectiveness would be associated with expanding access to care?

How can appropriate treatment and care be made better available to those who lack health coverage?



### Objectives

- 1. Develop model to simulate health outcomes and costs of early access to HBV treatment
- 2. Evaluate short- and long-term cost-effectiveness of care and treatment
- 3. Apply results to different strategies for providing expanded care



#### Objective 1: model development

- Business As Usual (BAU)
- · Without insurance, little access to care even with CHB diagnosis
  - o Access to Medicaid primarily through disability
  - o Costly and ineffective treatment due to late intervention
- Full Coverage
  - o Access to full spectrum of necessary monitoring and treatment
  - Hypothesis: early and effective treatment delays or halts disease; saves \$





## Model specifics

- Markov model developed in TreeAge Pro to compare scenarios
- Health state transitions assumed to occur at one-year intervals
- Model runs for 20 years

#### **Assumptions**

- Initial health states based on data from evaluation of HBVinfected persons identified through community screening
- Transition rates and outcomes based on HBV viral load levels from published data
- Treatment strategies for Full Coverage arm based on published guidelines
- Theoretical drug regimen based on current available treatments
- · Costs based on current Medicaid reimbursement rates + publish





Results: Costs Cumulative cost per person

16,000 14,000



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Results: Mortality Cumulative deaths per 100,000



## Objective 2: costs and cost-effectiveness

- Utility values (measure of quality of life) based on published surveys
- Incremental cost-effectiveness calculated by comparing total QALYs and costs of BAU and Full Coverage



## **Results: cost-effectiveness**

Coverage is highly cost-effective!

Time horizon (years)	Additional benefit vs. BAU (QALYs gained per person)	Additional cost per person (\$)	Incremental cost- effectiveness ratio (\$ per QALY)
5	0.05	3,415	61,780
10	0.22	4,291	20,700
15	0.47	4,495	12,221
20	0.79	4,096	5,184



# Objective 3: strategies for increasing access to care

- Medicaid 1115 disease specific eligibility waiver
  - Program must pay for itself (not incur any additional costs to Medicaid) within 5 year framework
- Expanded disease-specific entitlement similar to Breast and Cervical Cancer Act
- State-sponsored Medicaid HBV eligibility demonstration project
  - Both unlikely in current environment
- Universal access: most likely political solution
  - Most likely solution to increase access
  - Acceptance of intervention recommendations likely dependent on comparative effectiveness analyses



## Conclusions

- 1. Early-stage treatment for CHB saves lives, decreases morbidity and is highly cost-effective.
- 2. The best strategy for improving access in the current political environment is providing universal coverage
- 3. Appropriate models of disease can be valuable policy assessment tools and support comparative effectiveness studies



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