European Society for Child and Adolescent Psychiatry (ESCAP) 13<sup>th</sup> International Congress, Florence, Italy, August 26, 2007

**Cost-Effectiveness of ADHD Treatment Strategies** 

What We Do Know ... and What We Do Not Know ...



**Michael Schlander** 

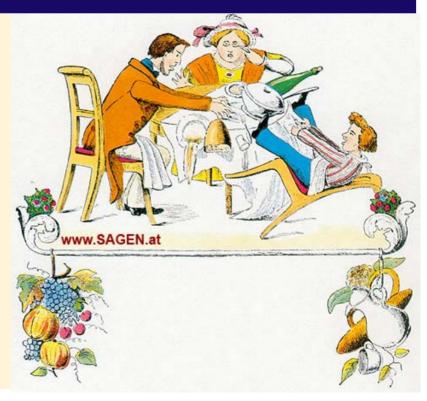
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#### The Disorder

# Attention-Deficit/Hyperactivity Disorder (ADHD)

- Cores Symptoms ...
  - ¬ Inattention
  - ¬ Impulsivity
  - ¬ Hyperactivity



# ... and beyond?

Source: www.sagen.at

What We Do Know ... and What We Do Not Know ...

#### Need for a broader perspective

# **ADHD:** Burden of Disease (Overview)<sup>1</sup>

### **Health Care System**

- Increased health care utilization and direct medical costs (reported to be comparable to children with asthma); including emergency room visits (...)
- Increased risk of substance abuse disorders (including earlier onset and lower probability to quit in adulthood)
- ¬ Increased risks of bike and more motor vehicle accidents

### School and Occupation

 Many expelled; increased drop-out rates; impaired educational outcomes and lower occupational status

### Family and Employers

- ¬ Parental divorce (or separation) rates increased; sibling fights
- ¬ Parental absenteeism and productivity

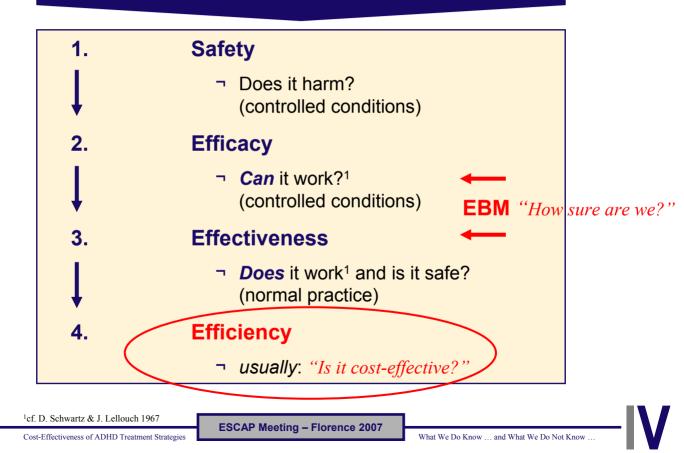
# - Society

¬ Criminal behavior; justice and legal system costs, substance abuse disorders

<sup>1</sup>multiple references

Economic evaluation of new medical technologies

# **Key Questions Addressed**



#### The Disorder

# **Evidence-Based Treatment<sup>1</sup>**

### **¬** Pharmacologic Treatment

- Psychostimulants
  - $\neg$  > 250 studies (mostly cross-over trials)
  - ¬ N > 5,000)
- ¬ Noradrenergic compounds
- Behavior Modification
  - ¬ ~48 classroom studies (N > 900)
  - $\neg$  ~80 parent training studies (N > 5,000)
- The combination
   of pharmacologic treatment and behavior modification
  - ¬ 25 studies (N > 5,000)

<sup>1</sup>From W.E. Pelham 2005

#### The Disorder

# **ADHD – A Challenge for Economic Analysis**

- ¬ International variation in preferred diagnostic criteria
- ¬ International variation in standards of care
- Co-existing disorders (comorbidity)
- ¬ Increasing diagnostic prevalence
- Variety of instruments to measure clinical outcomes
- ¬ Controversial validity of QALYs in pediatric populations
- ¬ Changing therapeutic landscape
- New medications with improved dosing schedules (and higher acquisition costs)

#### Acquisition costs of important drugs licensed for treatment of ADHD

Prescription Drug Spending: Acquisition Costs <sup>1</sup>					
Trade Name	Active Ingredient	Cost / Daily Dose <sup>3</sup>	Assumed Average Daily Dose <sup>2</sup>	Daily Dosage Schedule <sup>2</sup>	
Dexedrine <sup>R</sup>	Dexamphetamine sulphate	£ 0.42	20mg/d	2 times	
Ritalin <sup>R</sup>	Methylphenidate hydrochloride	£ 0.56	30mg/d	3 times	
Equasym <sup>R</sup>	Methylphenidate hydrochloride	£ 0.56	30mg	3 times	
MPH Generics	Methylphenidate hydrochloride	<£ 0.56	30mg	3 times	
Equasym <sup>R</sup> XL	Methylphenidate hydrochloride	£ 1.17	30mg	1 time	
Concerta <sup>R</sup> XL	Methylphenidate hydrochloride	£ 1.23	36mg	1 time	
Strattera <sup>R</sup>	Atomoxetine hydrochloride	<b>£ 1.95</b> (to £ 3.80)	Irrelevant due to flat pricing	1(to 2) times	

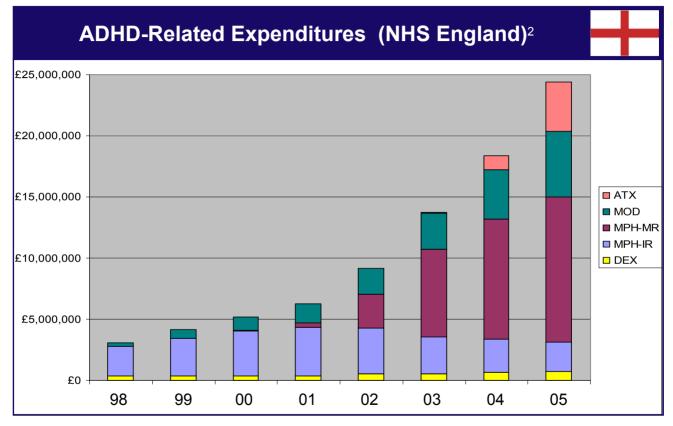
<sup>1</sup>2005; data sources: UK: British National Formulary (BNF), March 2005 (Equasym XL: September 2005);

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<sup>2</sup>assumptions underlying cost data provided here, not to be construed as treatment recommendations since ADHD medication require individual titration; <sup>3</sup>note that individual doses and hence costs may vary.

### **INCREASING RELEVANCE**

#### Prescription drug spending has been predicted to rise beyond £ 75 million by 2012<sup>1</sup>



<sup>1</sup>Schlander (2007); <sup>2</sup>Expenditures by category p.a.; DEX: dexamphetamine (Dexedrine<sup>R</sup> and others); MPH: methylphenidate; IR: immediate-release formulations (Ritalin<sup>R</sup> and generics); MR: modified-release formulations (Concerta<sup>R</sup> XL, Equasym<sup>R</sup> XL; Ritalin<sup>R</sup> SR imports); MOD: modafinil (Provigil<sup>R</sup>, licensed for daytime sleepiness); ATX: atomoxetine (Strattera<sup>R</sup>); PEM: pemoline (Volital<sup>R</sup>, before 2002 only, not shown due to small volume); data source: NHS Prescription Cost Analysis 1999-2006. ESCAP Meeting – Florence 2007

#### Economic evaluation of new medical technologies<sup>1</sup>

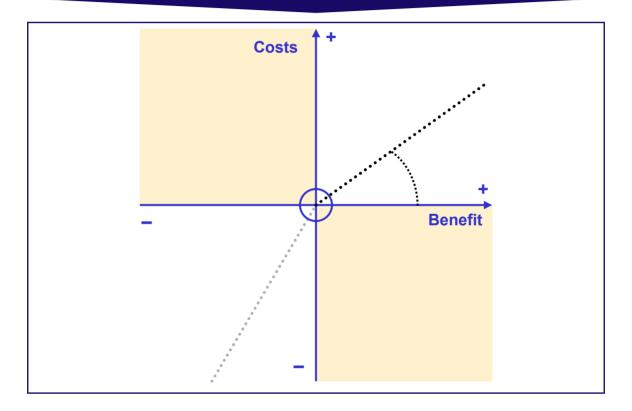


¬ ... from a specific perspective

<sup>1</sup>Chart ccourtesy of G. Kobelt (2002)

#### Economic evaluation of medical interventions

# **The Cost-Effectiveness Plane**<sup>1</sup>



<sup>1</sup>W.C. Black (1990)

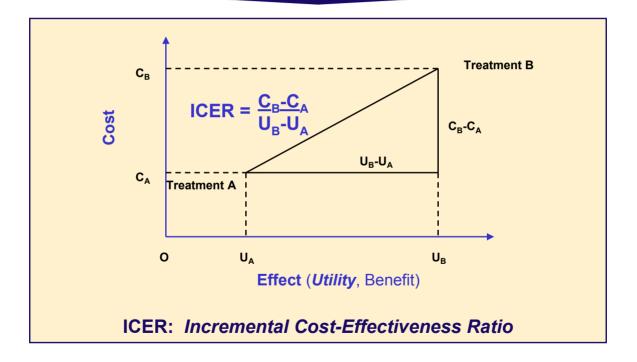
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What We Do Know ... and What We Do Not Know ...

#### Economic evaluation of new medical technologies<sup>1</sup>

## **Incremental Analysis**



# HEALTH TECHNOLOGY ASSESSMENTS (I)

Economic evaluation of ADHD treatment strategies

# Early HTAs of ADHD Treatment Strategies

# ¬ CCOHTA (Canada, 1998)<sup>1</sup>

- ¬ Assumed daily dose MPH IR: 2 x 10mg
- ¬ MPH IR dominated its alternatives
- ¬ ICER (versus a hypothetical "Do Nothing" alternative):

CAN-\$ 498 / ES (basis CTRS, WMD)

- ¬ Few data on behavioral therapy<sup>3</sup>.
- **¬** NICE (Methylphenidate only; England and Wales, 2000)<sup>2</sup>
  - ¬ Assumed daily dose MPH IR: 3 x 10mg
  - ¬ Cost / QALY estimated at £ 9,2000 £ 14,600

<sup>1</sup>J. Zupancic et al. (1998): a six-point or one standard deviation (weighted mean) difference was considered clinically relevant, CAN-\$ (1997); <sup>2</sup>J. Lord & S. Paisley (2000; cf. also A. Gilmore & R. Milne (2001): NHS perspective, one-year time horizon, £ (1997); <sup>3</sup>fewer than 20 patients each for the BEH and COMB strategies.

for the BEH and COMB strategies

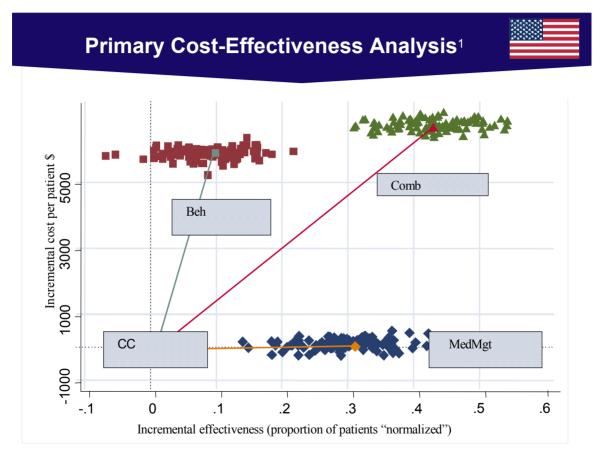
#### Economic evaluation of ADHD treatment strategies

# The NIMH MTA Study<sup>1</sup>

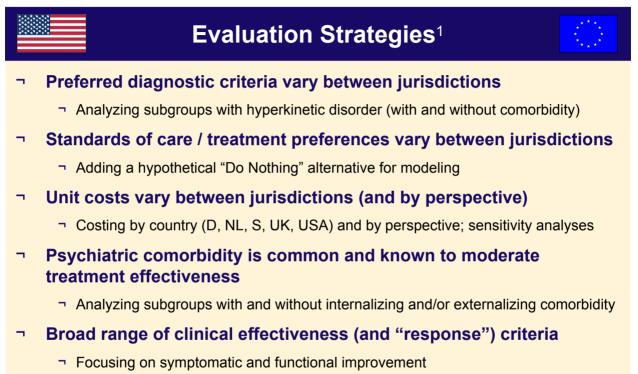
- **¬** Randomized Clinical Trial of Treatment Strategies
  - ¬ Psychosocial Treatment Alone [BEH]
  - ¬ Pharmacological Treatment Alone [MM]
  - Combined Psychosocial and Pharmacological Treatment [COMB]
  - ¬ Community Comparison Group [CC]
- ¬ 579 subjects
  - ¬ entered between January and May of three consecutive years
  - ¬ six sites (in the United States and Canada)
- Treatment for 14 months, follow-up for +22 months
- Extensive standardization
  - Treatment manuals
  - Coordinated staff training
  - ¬ Extensive measures of treatment fidelity for all components

<sup>1</sup>MTA Cooperative Group 1999a, 1999b Cost-Effectiveness of ADHD Treatment Strategies

#### MTA based economic evaluation of ADHD treatment strategies



#### Economic evaluation of ADHD treatment strategies: a European perspective



- Absence of reliable utility estimates for QALY (and cost per QALY gained) calculation based on "responders"
  - ¬ Using expert estimates and parent proxy ratings to establish a reasonable range

#### ADHD treatment strategies: Key economic evaluation results

## Some Conclusions



- A carefully monitored, intense medication management strategy as defined by the MTA protocol is clearly cost-effective<sup>1</sup>.
- This observation holds across all subgroups analyzed (by comorbidity and diagnostic criteria) as well as by all measures of effectiveness studied.
- Compared to "all" patients and those with "pure" ADHD, behavioral interventions are relatively more cost-effective in terms of achieving improved functioning in patients with more complex comorbidities (primarily internalizing, also both internalizing and externalizing).

# **Some Limitations**

Cost-Effectiveness of ADHD Treatment Strategies

- Cost-effectiveness of less intense and/or better targeted behavioral interventions?
- ¬ Longer time horizons than employed in our analyses may improve costeffectiveness results, particularly concerning behavioral interventions<sup>2</sup>.

<sup>1</sup>compared to all other interventions tested; <sup>2</sup>the same is true for medication management, although (most likely) to a lesser extent; <sup>3</sup>note however a number of assumptions made favoring behavioral interventions in these analyses (Schlander et al., 2006a,b,c; Jensen et al., 2005; Foster et al., 2007).

# HEALTH TECHNOLOGY ASSESSMENTS (II)

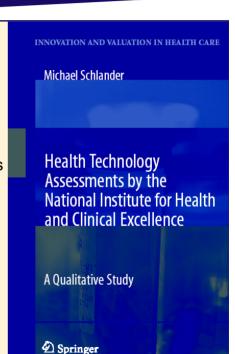
Economic evaluation of ADHD treatment strategies (NICE 2006): An incomplete assessment of pharmacotherapy only

## NICE 2006: Appraisal Summary

- "Where drug treatment is considered appropriate, methylphenidate, atomoxetine, and dexamphetamine are recommended within their licensed indications."
- There are no significant differences between individual drugs in terms of efficacy or side effects

   a conclusion derived as a consequence of paucity of evidence used for assessment:
- "Given the limited data used to inform response and withdrawal rates, it is not possible to distinguish between the different strategies on the grounds of cost-effectiveness."
- "If there is a choice of more than one appropriate drug, the product with the lowest cost should be prescribed."

Cost-Effectiveness of ADHD Treatment Strategies

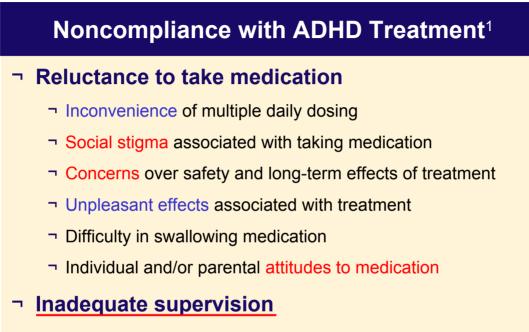


Update of European ADHD Treatment guidelines by a European group of clinical experts: EUNETHYDIS (2004 / 2006)

## **EUNETHYDIS 20061: Clinical Recommendations**

- ¬ Long-acting preparations should be available and used.
- They should not replace short-acting drugs (which will be the initial treatment for many children for reasons of cost and flexibility of dosing).
- Both ATX and extended-release preparations of stimulants should be available.
- **¬** The choice will depend upon the (clinical) circumstances.
- ¬ No formal economic evaluation informing these recommendations.

Factors affecting treatment compliance in children with ADHD



- Disease-related factors
  - Oppositional and defiant behavior
  - Easy distractibility
  - Poor self-regulation

<sup>1</sup>Source: J. Swanson (2003)

Assessing the economic impact of treatment compliance<sup>1-3</sup>

# **Treatment compliance and cost-effectiveness**<sup>1</sup>

"Great efforts are typically made in the conduct of a clinical trial to ensure that patients consume their prescribed medications."<sup>1</sup>

Intent-to-treat evaluation strategies may further obscure the effects of noncompliance, since the practice of preserving data in a typical "last-observation-carried-forward" analysis cannot be expected to reflect the situation of non-compliant patient (who discontinued treatment) at the time when the study was completed.<sup>2</sup>

### **Proposed Solutions:**

1. Modeling studies

including appropriate sensitivity analyses<sup>1-3</sup>

- 2. Randomized pragmatic trials capturing the "real-world" situation of routine care<sup>1-3</sup>
- 3. Retrospective database analyses which may provide information on treatment pathways and resource utilization but may be prone to confounding effects<sup>3</sup>

<sup>1</sup>M.F. Drummond et al. (2005); <sup>2</sup>D.A. Hughes et al. (2001); <sup>3</sup>M. Schlander (2007)

Economic impact of (non-)adherence to ADHD pharmacotherapy

# **Treatment compliance and cost-effectiveness**<sup>1</sup>

- Disorder-specific factors and core symptoms of ADHD may increase the risk of non-adherence
- Clinical studies consistently report low persistence rates with stimulant treatment in natural setting
- PK/PD properties of stimulants making them prototypical "unforgiving compounds" (re. missed doses)
- Modeling studies (Canada, England, Germany) suggestive of comparable cost-effectiveness of MPH-MR12 and MPH-IR t.i.d., even under conservative assumptions
- A Canadian randomized pragmatic trial reporting superior effectiveness of MPH-MR12 over MPH-IR t.i.d.<sup>2</sup>
- Three U.S. retrospective administrative database analyses consistently showing significant differences in treatment persistence between short-acting and long-acting medications

<sup>1</sup>Schlander (2007); <sup>2</sup>consistent with the observation of adherence as a moderator of effectiveness

in the NIMH MTA Study (1999)

Cost-Effectiveness of ADHD Treatment Strategies

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## WHAT DO WE KNOW?

**Cost-Effectiveness of ADHD Treatment Strategies** 

# **Currently Available Evidence (1)**

# Medication Management

- Generally acceptable to attractive cost-effectiveness ratios
- Most attractive options may differ locally
- MPH-MR appears broadly acceptable in terms of cost-effectiveness
  - Providing compliance advantages translate into superior effectiveness<sup>1</sup>
- ¬ ATX supported by less compelling data
  - ¬ Controversial cost-effectiveness
  - ¬ Most likely economically inferior to MPH-MR

### **Data from**

- USA, UK, D, S, NL, CAN, AUS
- Product availability and unit costs
- ¬ CAN, UK, D
- ¬ USA<sup>1</sup>
- ¬ (CAN?)
- England +?; Scotland (SMC) -? AUS (PBAC) -?

<sup>1</sup>Data available for MPH-MR12 (Steele, 2006) and MPH-IR (MTA Cooperative Group 1999)

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### WHAT DO WE KNOW?

**Cost-Effectiveness of ADHD Treatment Strategies** 

# **Currently Available Evidence (2)**

# Psychosocial Interventions

- ¬ Few data available<sup>1</sup>
  - ¬ Mostly disappointing (and sometimes disastrous) cost-effectiveness:
  - Inferior to intense medication management in terms of symptomatic normalization
  - Mostly inferior to intense medication management in terms of functional improvement
- May be a cost-effective option for patients with internalizing and (in combination with medication management) externalizing comorbidities at higher levels of willingness-to-pay
  - ¬ Data needed ...

Cost-Effectiveness of ADHD Treatment Strategies

- ¬ ... on better targeted psychosocial interventions
- ¬ ... on long-term outcomes

<sup>1</sup>Note that absence of evidence for cost-effectiveness based on the MTA-based evaluations should not be equated with evidence of absence.

### WHAT WE DO NOT KNOW ...

**Research Agenda: Economic Impact of ADHD Treatment Strategies** 

**Towards a More Complete Analysis** 

- To date, most evaluations have been based on treatment effects on core symptoms
  - ¬ Confirm transferability of existing economic data across jurisdictions
  - ¬ Better understand relative cost-effectiveness of atomoxetine

### **¬** Effect of treatment on long-term outcomes

- ¬ Evaluation of economic implications
- Surrogate parameters: which variables might be useful predictors of long-term outcomes (and treatment success)?

### Psychosocial Interventions

- ¬ Data on cost-effectiveness desperately needed
- ¬ Assess (better) targeted interventions (compared to MTA protocol)
- Need analyses from the perspectives of individuals (patients), families (caregivers), the economy and society as a whole