

Assessing the Challenges of Applying Standard Methods of Economic Evaluation to Public Health Interventions

Mike Drummond, Helen Weatherly





Components of the Project

- Review of the literature.
- Focus on four methodological challenges.
- Options for dealing with the challenges.
- Case studies.
- Recommendations and conclusions.

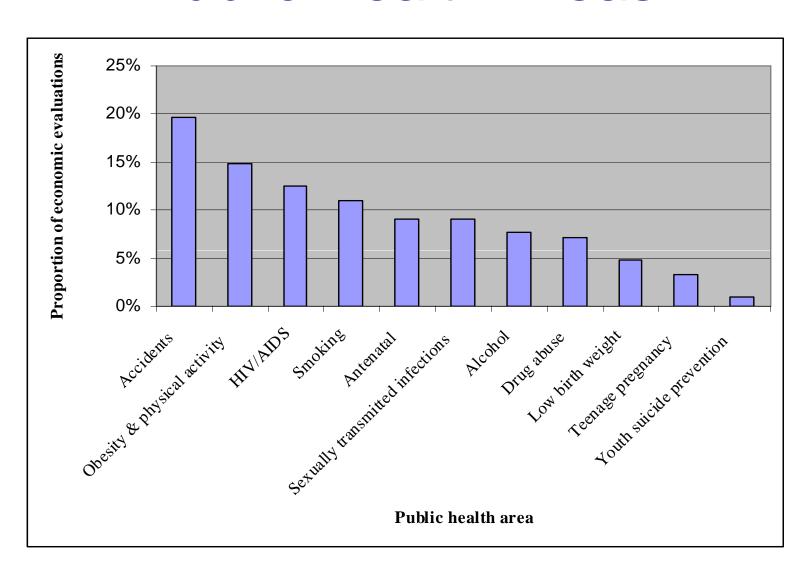
Analytical Challenges Posed by the Evaluation of Public Health Interventions

- Inter-sectoral effects.
- Estimates of relative treatment (programme) effects.
- Measurement and valuation of outcomes.
- Equity.

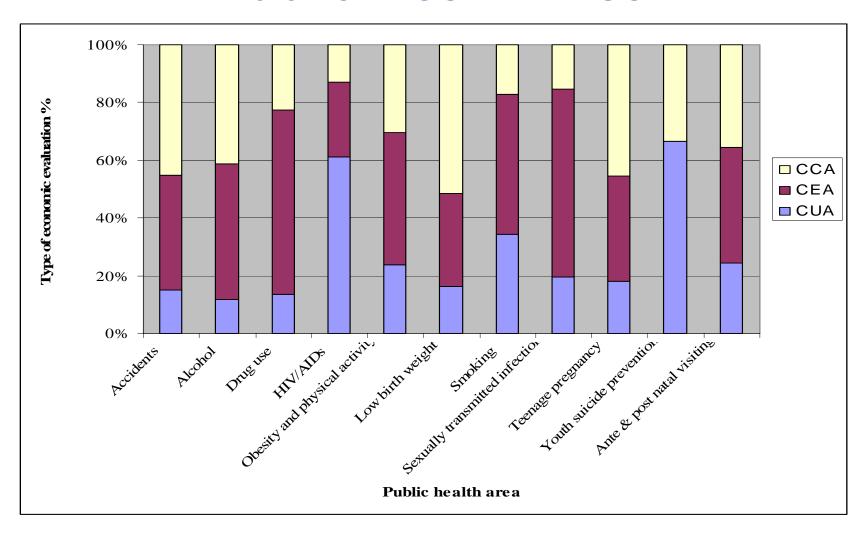
Literature Review Methods

- Searched NHS EED database
 - extensive coverage
 - easy access to abstracts
 - easy access to papers.
- Choosing Health, DH Public Health White Paper
 - Topics, n=11

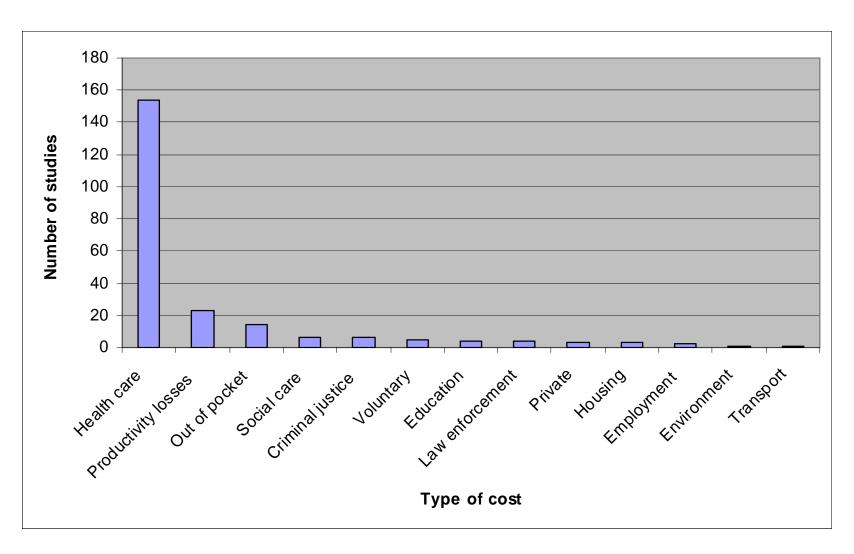
Public Health Areas



Economic Evaluation Type by Public Health Area



Costs



Estimate of Programme Effectiveness

SOURCES OF DATA

- Experimental studies, 27%
- Observational studies, 27%
- Reviews, 46%

INCORORATION OF MODEL

- Of the experimental studies above 13% included a model
- Observational studies, 22%
- Review, 89%

Inter-Sectoral Effects

- Current literature does not cast the net very broadly.
- Evaluations of PH interventions need to consider both public and private costs.
- Need to explore the 'ripple effects' (e.g. bicycle helmets).

Estimates of Relative Treatment (Programme) Effects

- Primary studies (e.g. potential for some RCTs).
- Data synthesis
 - modelling short to long-term
 - combination of effects from different designs
 - econometric modelling.

Measurement and Valuation of Outcomes

- Each method has its pros and cons.
- The options include:
 - money valuation
 - superQALY
 - cross-sectoral compensation test.

Equity Considerations

- Growing literature, although not generally applied in the context of economic evaluations.
- Methods for incorporating equity concerns:
 - discussion
 - distributional analysis (who gains/loses?)
 - opportunity cost analysis of equity
 - equity weighting analysis.

Recommendations

- Attribution of outcomes.
- Measuring and valuing outcomes.
- Equity considerations.
- Intersectoral costs and consequences.

Attribution of Outcomes

- Where possible, conduct RCTs.
- Try to match the outcomes in trials with those available in long-term observational studies.
- Where RCTs cannot be undertaken, fill gaps in the evidence base through natural experiments and non-experimental data.

Attribution of Outcomes (contd.)

- In economic evaluations synthesise all data, experimental and non-experimental.
 Conduct research into these methods (R).
- Make more use of techniques to analyse non-experimental data (e.g. propensity scores, time series analyses, more sophisticated econometric modelling).

Measuring and Valuing Outcomes

- Needs to be more debate about the theoretical and value propositions underlying the various forms of economic evaluation.
- Always perform a cost-consequences analysis, prior to proceeding to a valuation of outcomes.

Measuring and Valuing Outcomes (contd.)

- Explore the practicalities of applying the intersectoral compensation test approach (R).
- Continue research on developing a more general measure of well-being (R).

Equity Considerations

- Conduct pilot studies of health inequality impact assessment for selected public health interventions.
- Where the most cost-effective option is judged inequitable, calculate the opportunity cost of not selecting that option.
- Undertake primary research on the effectiveness of interventions designed to tackle health inequality (R).

Equity Considerations (contd.)

 Undertake further research on equity weighting, focussing on contexts relevant to public health (R).

Intersectoral Costs and Consequences

- Intersectoral impacts of interventions should be quantified (in a costconsequences analysis). (Could assess the need for budgetary transfers.)
- Should be more consideration of the impacts of public health interventions on the voluntary sector and private individuals (re: impacts on the effectiveness of programmes, need for incentives).

Intersectoral Costs and Consequences (contd.)

- An analysis should be conducted of costs and consequences by beneficiary group (i.e. defined by health status, SES, etc).
- Should assess whether a general equilibrium approach would be more suitable for the evaluation of broad public health interventions (R).

Conclusions

- In principle the general methods of economic evaluation can be applied to public health interventions.
- The current literature is disappointing and represents many missed opportunities.
- Efforts need to be made in improving the effectiveness evidence base, through RCTs and observational studies.
- Economic evaluations in this area need to pay a lot more attention to intersectoral effects and equity considerations.