



Centre For Health Economics

Health Economics News

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Welcome to the CHE Newsletter

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Courses and workshops

Analysing Patient-Level Data using Hospital Episode Statistics (HES)
December 2017

Statistical Methods in Economic Evaluation for HTA - Foundations/Regression Methods
March 2018

Decision Analytic Modelling for Economic Evaluation
April 2018

York Summer Workshops in Health Economic Evaluation
June/July 2018

Further details: www



Global Health Economics research - two major new awards

Paul Revill and Marc Suhrcke

This summer saw CHE receive two large grants to expand our work in global health economics. Awarded under the Global Challenges Research Fund (GCRF) - the UK government's new and ambitious development research initiative - the grants build upon CHE's strengths in methods research. They enable us to apply this expertise in order to address health issues facing low- and middle-income countries.

The *Global Health Economics and Econometrics* (GHE-2) group was awarded through the National Institute for Health Research (NIHR). It involves collaboration with researchers in Brazil, South Africa and Indonesia to evaluate large-scale population- and system-level health interventions, using advanced econometric methods.

In the *Thanzi la Onse* (Health of All) programme, CHE researchers will work closely with other collaborators and policy-makers in Malawi and Uganda. Methods and data produced by the study will inform health care budgets, resource allocation and other health policies. Funding was received through Research Councils UK.

GCRF aims for research to be 'challenge led', 'innovative' and 'responsive', the premise being that lives of poor people across the world can be improved not just through traditional development assistance, but also through new knowledge and activities to support the uptake of research into policy and practice. The task now facing CHE and other recipients of GCRF funding is to demonstrate that this ambition can be realised.

More details: www



Choosing and booking – and attending?

Project Team: Hugh Gravelle (CHE), Mark Dusheiko (Université de Lausanne)

Patient non-attendance for outpatient appointments can lead to worse health outcomes and longer waiting times. In the English National Health Service (NHS) around 7 per cent of patients who are referred by their general practice for a hospital outpatient appointment fail to attend. An electronic booking system (Choose and Book – C&B) for general practices making hospital outpatient appointments was introduced in England in 2005 and by 2009 accounted for 50 per cent of appointments. It was intended, inter alia, to reduce the rate of non-attendance.

We investigated whether it did so with general practice level data on use of C&B from 2004-2009. We allowed for the potential endogeneity of practice use of C&B. To take account of relaxations on patient choice of hospital from 2006, we included a time and area varying measure of the proportion of patients who were aware of their right to a choice of hospital. The introduction of C&B reduced non-attendance by referred patients in 2009 by 72,160 (8.7 per cent). We also found that greater awareness of choice led to an increase in referrals and a reduction in non-attendance, suggesting that patients were able to choose providers better suited to them.

Health Economics article: www

Challenges and solutions to the cost-effectiveness analysis of diagnostic tests: an application in prostate cancer diagnosis

Project Team: Rita Faria, Marta Soares, Mark Sculpher (CHE), Eldon Spackman (University of Calgary), Hashim Ahmed (Imperial College London), Louise Brown, Richard Kaplan, Mark Emberton (University College London)

We have recently completed the cost-effectiveness analysis (CEA) of biopsies and MRI scans for the diagnosis of clinically significant prostate cancer. In this work we addressed three challenges which are common in the CEA of diagnostic tests.

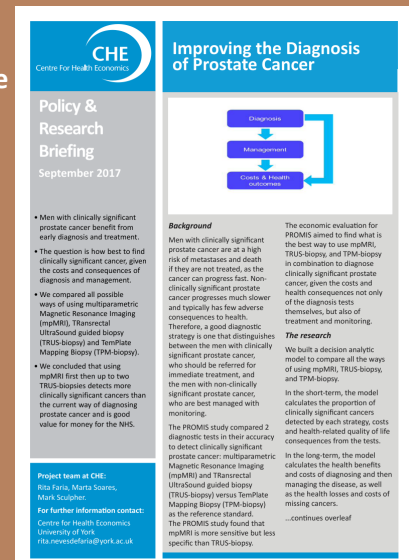
First, identifying all the feasible ways that the tests can be combined to define our diagnostic strategies for the CEA. We identified 383 strategies.

Second, obtaining the long-term costs and health outcomes of men with clinically significant prostate cancer with and without correct diagnosis and subsequent treatment. We combined information from published studies in a calibration model to obtain transition probabilities, which informed a model to predict the long-term costs and health outcomes.

Third, quantifying and representing uncertainty when there are a large number of strategies and parameters acting in combination. We added a third dimension to the standard cost-effectiveness plane, representing the probability that a strategy is cost-effective.

We concluded that having an MRI scan to guide the biopsy is cost-effective compared with the current clinical standard. Our research may inform future guidelines on the diagnosis of prostate cancer.

For more details, see our paper www.bmcmedicalresearchmethodology.com/articles/10.1186/s12922-019-0050-4 and CHE Policy & Research Briefing www.checentre.org.uk/policy-research-briefing



New recommendations on the use of alternative modelling approaches when evaluating cancer drugs

Project team: Beth Woods, Eleftherios Sideris, Stephen Palmer, Marta Soares (CHE), Nick Latimer (University of Sheffield)



One modelling approach – partitioned survival analysis – has come to dominate assessments of value in oncology, with over 70 per cent of cancer appraisals conducted by NICE using this method. Although intuitive and easy to implement, the method makes strong assumptions which have not been recognised by those making pricing and reimbursement decisions.

In a new NICE Decision Support Unit Technical Support Document we describe and critique the approach as a decision modelling tool and evaluate the potential for application of alternative methods, such as multi-state survival analysis used within a state-transition modelling framework. We recommend that cost-effectiveness results from both partitioned survival

analysis and state transition modelling should be presented to decision makers, and that further work is required to support the robust application of multi-state survival analysis in cancer appraisals.

Different methods may produce quite different estimates of the gains in life expectancy associated with new therapies, which could have profound implications for assessments of whether new drugs represent value for money. It is therefore important that analysts and policy makers can critically assess the appropriateness of these alternative methods.

Further details: www.nice.org.uk/decision-support-unit/technical-support-documents

Does payment for dental x-rays increase their use?

Project Team: Martin Chalkley (CHE), Stefan Listl (Radboud University)

Like any form of radiation, x-rays are potentially damaging, so patients expect and regulators require that health professionals only use them when the benefits outweigh the risks. That assessment of benefits and risks ought to be independent of how much is being paid for conducting the x-ray. This study establishes that this is not the case for dental x-rays.

Dental x-rays are the most common exposure to radiation that most people experience. They are very low dose, but the evidence is that there is no completely safe exposure to radiation. The research establishes that the chance of a patient being x-rayed increases when their dentist is paid separately for each x-ray, compared with that dentist being on a salary and paid a fixed income.



The research focused on detailed payment data for dentists in Scotland, which is a good place to study since it has run a dual system of 'fee-for-service' and fixed salaries for dentists. By looking at those dentists that changed from one system to another, and by focusing on the treatments given to the same patients before and after that change, the research finds that the chance of receiving an x-ray increases by about 6 per cent, due simply to the way the dentist was paid. This finding poses an important challenge to those who are charged with ensuring the safety of health care – payment should not affect this safety-critical decision, but it does.

Full paper can be accessed from here: www.che.ac.uk

Selected news

Pedro Saramago Goncalves and **Beth Woods** have been given appointments as Honorary (Consultant) Assistant Professors at the University of Nottingham, School of Medicine, Division of Primary Care.

Paul Revill gave a seminar entitled 'Informing resource allocation using HIV modelling: the centrality of opportunity costs', at the Medical Practice Evaluation Centre, Massachusetts General Hospital, Boston, USA on 10th July.

During July, several CHE Staff attended, organised sessions and presented research at the 12th International Health Economics Association (iHEA) World Congress, Boston, USA.

In July **Mike Drummond** gave the Plenary presentation 'Managed entry agreements for pharmaceuticals' at the 5th Brazilian Forum on Pharmaceutical Care and Pharmacoeconomics in Salvador, Brazil. He also gave the Keynote Address in the Plenary session, speaking on 'Adoption and Uptake of Biosimilars: European vs. US Experiences' at the Western Pharmacoeconomics & Outcomes

Research Conference held in Albuquerque, New Mexico, in October.

Rowena Jacobs attended the Centre for Future Health funded Global Mental and Physical Health Comorbidity in South Asia (GMAP) workshop held in York in July 2017 to support further development of collaborative research partnerships. She was also Chair of the Independent Assurance Panel for NHS England's Clinical Services Quality Measures (CSQM) on 10th August.

Adriana Castelli was invited as an expert to a round-table discussion by The Health Foundation on the topic 'NHS finances and consultant productivity: Presentations and evaluation' held in London on 14th September.

For the third time, CHE organised a training day in Health Economics for new Overseas Development Institute (ODI) Fellows being posted to Malawi, Thailand, Sierra Leone and Zanzibar.

New funding

The cost-effectiveness of cascade testing for familial hypercholesterolaemia
Mark Sculpher, Beth Woods, Pedro Saramago Goncalves
Funder: NIHR HTA
Apr 2017 to Mar 2020

Economic evaluation of public health programmes with costs and effects falling outside the NHS and local authority
Mark Sculpher, Susan Griffin, Simon Walker, Ana Duarte
Funder: DoH PHRC
Apr 2016 to Mar 2018

Improving quality of care in Europe – IQCE
Martin Chalkley
Funder: EU
Jan 2017 to Dec 2020

Evaluation of the integrated personal commissioning programme
Helen Weatherly, Rita Faria, Francesco Longo
Funder: DoH PRP
Nov 2016 to Oct 2018

Harrogate Vanguard Evaluation (Phase 1)
Gerry Richardson, Laura Bojke, Seb Hinde
Funder: Harrogate & District NHS Foundation
Dec 2016 to Mar 2017

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