



#### **Online Advanced Methods for Cost-Effectiveness Analysis**

**Presentation 5: Working with Individual Patient Data** 

5.2: Know your data and learn how to analyse them



## **Objectives**

- Learn (how) to
  - recognise the idiosyncrasies of the key outcomes in CEA and why we can't just use statistical methods based on the Normal distribution assumption
  - analyse individual patient level costs and QALYs data (in a very simple way)

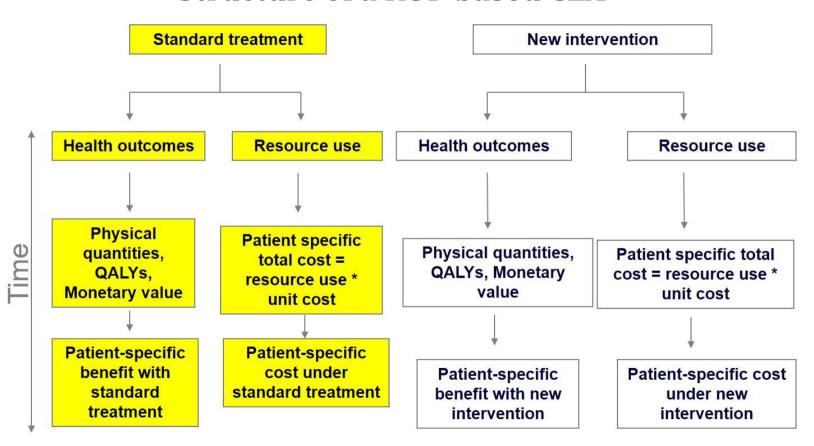
#### Context

- Increasing need evidence synthesis and decision analysis
  - RCTs continue to be a key a key source of evidence
  - Decisions occasionally made on the basis of evidence from a single RCT
- We have looked at the role of models in HTA decision making in lecture 1.4

• A few jurisdictions continue to prefer economic evidence derived from RCT studies

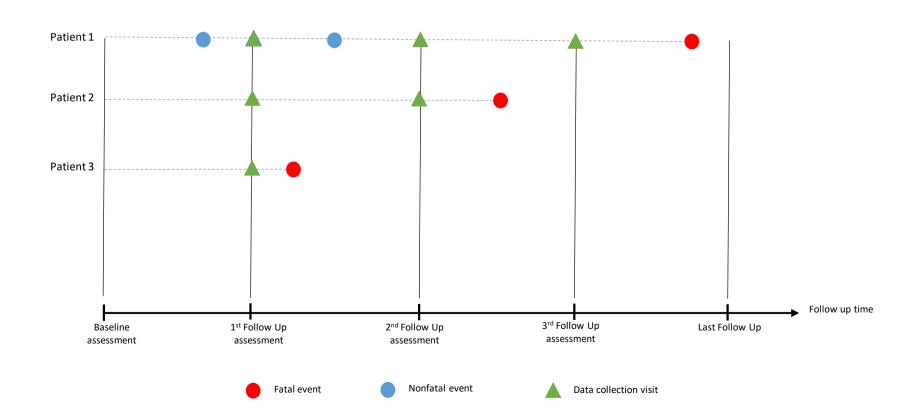
• Important to ensure <u>appropriate analysis</u> of RCT-based economic data, even if such data need to be synthesised with other evidence

#### Structure of a RCT-based CEA



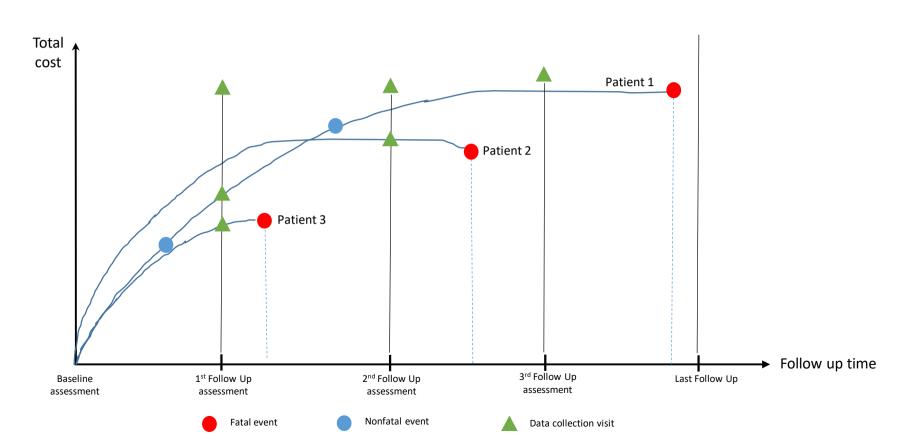
# Patient's history and data accrual

(simple case with no censoring)



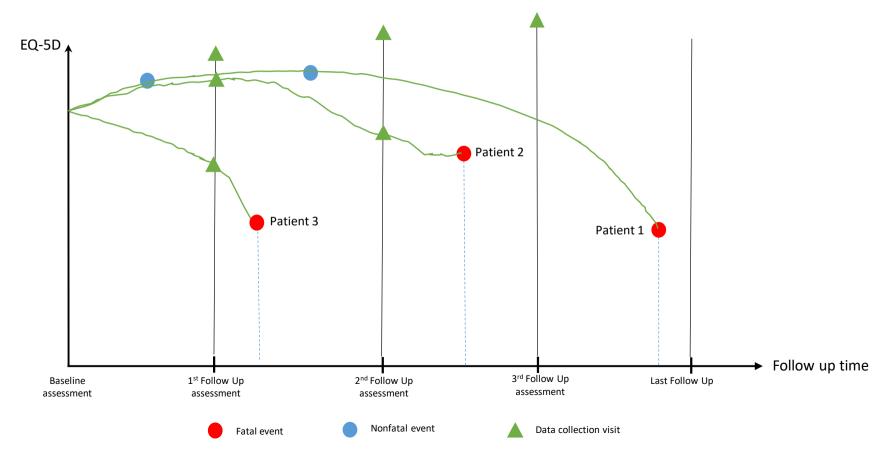
# Patient's history and data accrual

(simple case with no censoring)



# Patient's history and data accrual

(simple case with no censoring)



# Sample dataset

id	group	Follow up visit	EQ-5D	GP visits	Out-patient visits	In-patient LOS (days)	Medication use (mg)	Dead
1	0	0	0.80	NA	NA	NA	NA	0
1	0	1	0.85	2	1	0	180	0
1	0	2	0.87	3	1	2	180	0
1	0	3	0.54	0	3	20	340	0
1	0	4	-	-	-	-	-	1
2	1	0	0.80	NA	NA	NA	NA	0
2	1	1	0.83	2	1	3	160	0
2	1	2	0.60	4	1	15	180	0
2	1	3	-	-	-	-	-	1
2	0	4	-	-	-	-	-	1

Can you try and add the rows for patient 3?

#### **Data structure**

# Two independent groups

Control		Intervention			
Patient (Cost, Effect)		Patient (	Patient (Cost, Effect)		
1 2 3	C <sub>c</sub> <sup>1</sup> , E <sub>c</sub> <sup>1</sup> C <sub>c</sub> <sup>2</sup> , E <sub>c</sub> <sup>2</sup> C <sub>c</sub> <sup>3</sup> , E <sub>c</sub> <sup>3</sup>	1 2 3	C <sub>n</sub> <sup>1</sup> , E <sub>n</sub> <sup>1</sup> C <sub>n</sub> <sup>2</sup> , E <sub>n</sub> <sup>2</sup> C <sub>n</sub> <sup>3</sup> , E <sub>n</sub> <sup>3</sup>		
n <sub>c</sub>	C <sub>c</sub> <sup>n</sup> , E <sub>c</sub> <sup>n</sup>	n <sub>n</sub>	C <sub>n</sub> <sup>n</sup> , E <sub>n</sub> <sup>n</sup>		

## Focus of the analysis

- The interest rests on appropriate quantification
  - mean costs and effects
  - measures of sample uncertainty
- Mean costs are of direct relevance to decision makers for policy making
  - (Mean cost x Number of individuals to be treated) = Total Cost
- Other measures of central tendency are unhelpful
  - Because costs are right skewed the median can be misleading
  - → median < arithmetic mean →</li>
     (Median cost x Number of individuals to be treated) < Total Cost</li>
  - Same applies to health outcomes (EQ-5D and QALYs usually left skewed)

### Idiosyncrasies of cost data

(issues apply also to QALYs)

- Problems with standard statistical methods of estimation
  - many statistical estimation methods rely on normality
  - problematic to work directly on costs scale
- Reasons why cost data are right skewed
  - large proportion of patients with similar resource use
  - few patients with large resource use
  - presence of zero costs
- Some suggested solutions for statistical inference
  - non parametric tests
  - log transformed cost data and use of back-transformation
  - use non-parametric bootstrap
  - recent return to parametric methods (needed for extrapolation)

Source: Briggs A and Gray A (1999)

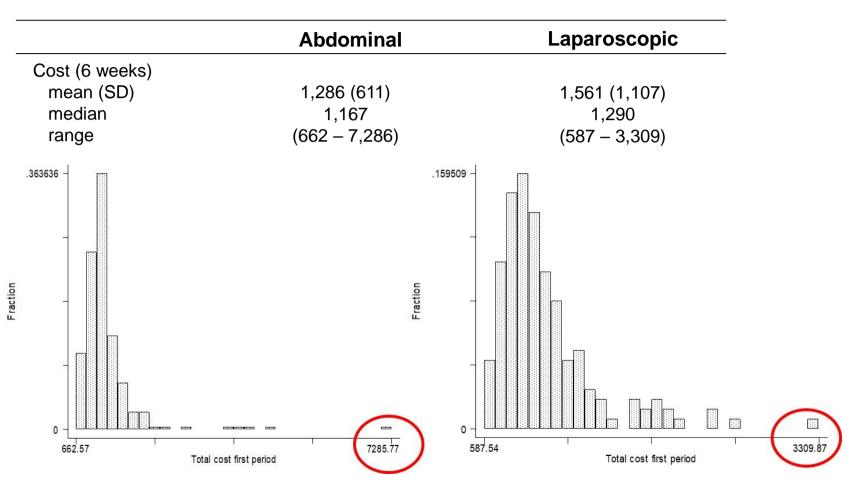
# Case Study EVALUATE Trial

- Multi centre RCT comparing laparoscopic-assisted versus standard (abdominal or vaginal) hysterectomy
- Total of 859 patients in 30 centres (25 from England)
- Median follow-up: 12 months
- Follow up: baseline, 6-week, 4 and 12 months
- CEA from UK NHS perspective
- Health outcomes in terms of QALYs

Source: Sculpher MJ, Manca A, et al. (2004)

## Analysis of cost data

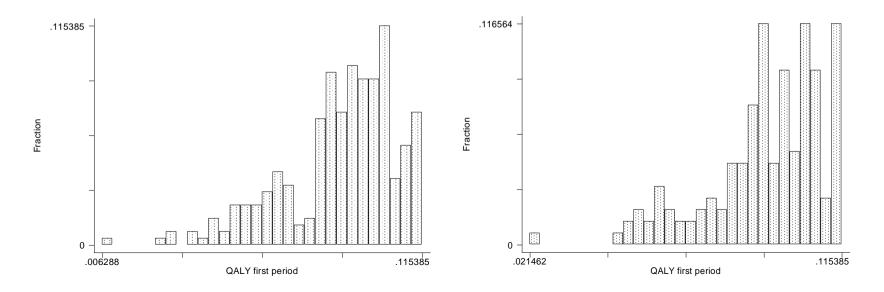
**EVALUATE** trial



# **Analysis of effectiveness data**

**EVALUATE** trial

	Abdominal	Laparoscopic
QALYs (6 weeks)		
mean (SD)	0.088 (0.019)	0.090 (0.020)
median	0.09	0.09
range	(0.006 - 0.115)	(0.02 - 0.115)



### **Quantities of interest**

- The analysis of IPD is inherently stochastic; we need to estimate
  - Difference in mean costs:  $\overline{\Delta C} = (\overline{C_i} \overline{C_c})$
  - Difference in mean QALYs:  $\overline{\Delta E} = (\overline{E_i} \overline{E_c})$
  - Standard error of the mean costs:  $SE(\overline{\Delta C})$
  - Standard error of the mean costs:  $SE(\overline{\Delta E})$
  - Correlation coefficient between  $\overline{\Delta C}$  and  $\overline{\Delta E}$

- From which we can derive
  - Mean ICER, mean net benefits
  - 95% confidence intervals for these above quantities

## Sampling uncertainty around the ICER

• The ICER is a random variable, just like costs and effects

• Its distribution is unknown, as it is the result of a non-linear combination non-Normal random variables.

How do we estimate confidence intervals around the ICER?

Several methods have been proposed

#### **Summary**

• Individual patient level data from RCTs can also include costs, quality of life and other outcomes relevant to economic evaluation for HTA

 These data can be analysed using statistical methods that take into consideration the features of these data, to quantify the key parameters that inform HTA decisions

 These parameters are derived from a sample and it is important to quantify both their mean value and sample uncertainty values