

Modelling Club: Week 4

Welcome to Modelling Club!

Modelling Scenario

- Scenario: BF.7 subvariant in Bangladesh
- Main purpose: estimate number of cases, number of hospitalizations, number of deaths caused by BF.7
- Three teams with questions related to this scenario

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waning immunity of vaccines  
-protection from vaccine  
could be permanent, long-  
term, or short-term  
-depends on number of  
doses/boosters  
-different for every vaccine

# Model Building Steps

Teams 1 & 2: assume high level of protection, no waning immunity

## 1. Identify the question

- a. Team 1: What is the impact of vaccination on indirect costs?
- b. Team 2: What is the impact of vaccination on direct costs?
- c. Team 3: Transmission, virulence of BF.7, intervention, vaccine effectiveness
  - a. transmission between districts: spread from infected to uninfected
  - b. virulence of BF.7: testing range of virulence values for BF.7 and compare
  - c. intervention: compare with/without intervention or more than one intervention
  - d. vaccine effectiveness: compare range of effectiveness values

effectiveness is <100% for many reasons

- how vaccine is made (differs by manufacturer)
- decreases over time (waning immunity)
- evolution of virus subtypes

effectiveness: 80% protection among those vaccinated  
coverage: percent of population that is vaccinated



# Tasks from Week 3

- Meet with your team!
  - Communication plan? Tasks?

# Model Building Steps

1. Identify the question
  - a. Team 1: What is the impact of vaccination on indirect costs?
  - b. Team 2: What is the impact of vaccination on direct costs?
  - c. Team 3:
2. Identify existing knowledge: structure, values for parameters

# Tasks from Week 3

- Meet with your team!
  - Communication plan? Tasks?
- Find sources of existing knowledge
  - sources for parameters and inputs?
  - similar models?

# Modelling Club

- Today's goals:
  - review each team's initial model structure
  - discuss calculations for questions related to health economics
  - find values for parameters, inputs, and costing calculation (model quantification)

# Choose Model Structure

- Team 1: Sohel
  - number of age groups: 4 groups
  - 0-14, 15-45, 45-60, 60+
  - SEIRHD with age groups
- Team 2: Sharif & Farzana
  - SEIRS with hospitalization
  - deaths?
- Team 3: Taifur, Motahara, & Sudeb

Identify the question

Identify existing knowledge

Choose model structure

# Health Economics

# Economic Evaluations

- Health economics: making the best use of scarce resources
- Comparing interventions: costs associated with and without intervention(s)
- Types of evaluations

Team 2 ← • cost-minimization: compare net (direct) costs

Team 1 ← • cost-effectiveness: compare net costs as well as net health benefits (indirect costs)

- cost-utility: special type of cost-effectiveness using generic health benefit measurement
- cost-benefit: all costs and benefits are expressed in monetary units

economic costs

# Economic Evaluations

- Health economics: making the best use of scarce resources
- Comparing interventions: costs associated with and without intervention(s)
- Types of evaluations
  - cost-minimization: compare net (direct) costs
  - cost-effectiveness: compare net costs as well as net health benefits (indirect costs)
    - incremental cost-effectiveness ratio
    - cost-utility: special type of cost-effectiveness using generic health benefit measurement
  - cost-benefit: all costs and benefits are expressed in monetary units

measuring health benefits  
-decreased number of cases  
-decreased number of hospitalizations  
-generic benefit measurement

-YLL  
-QALY  
-DALY

family of patient

- accommodation
- transportation
- etc. could be included in direct costs

# Types of Costs

## Net (Direct) Costs

- Treatments for non-hospitalized
- Hospitalization
  - bed
  - treatment
- Vaccination
  - dose, booster
  - staff/facilities to administer vaccination

-scale between 0 and 1  
-all health conditions have a number in between  
-lower if quality of life is more restricted  
-higher if health has little impact on quality of life

health impacts of COVID-19

- death
- long COVID
- breathlessness
- weakness
- fatigue
- memory loss

## Health (Indirect) Benefits

- years of life lost (YLL)
  - deaths only
- adjusted life-years
  - QALY or DALY
  - includes deaths as well as disability (diminished state of health)
  - most countries use QALYs

-QALY and DALY are same scale, reversed  
-QALY: 0=dead to 1=perfect health  
-DALY: 1=dead to 0=no disability

-QALYs developed in US in 1970s  
-DALYs started from Global Burden of Disease

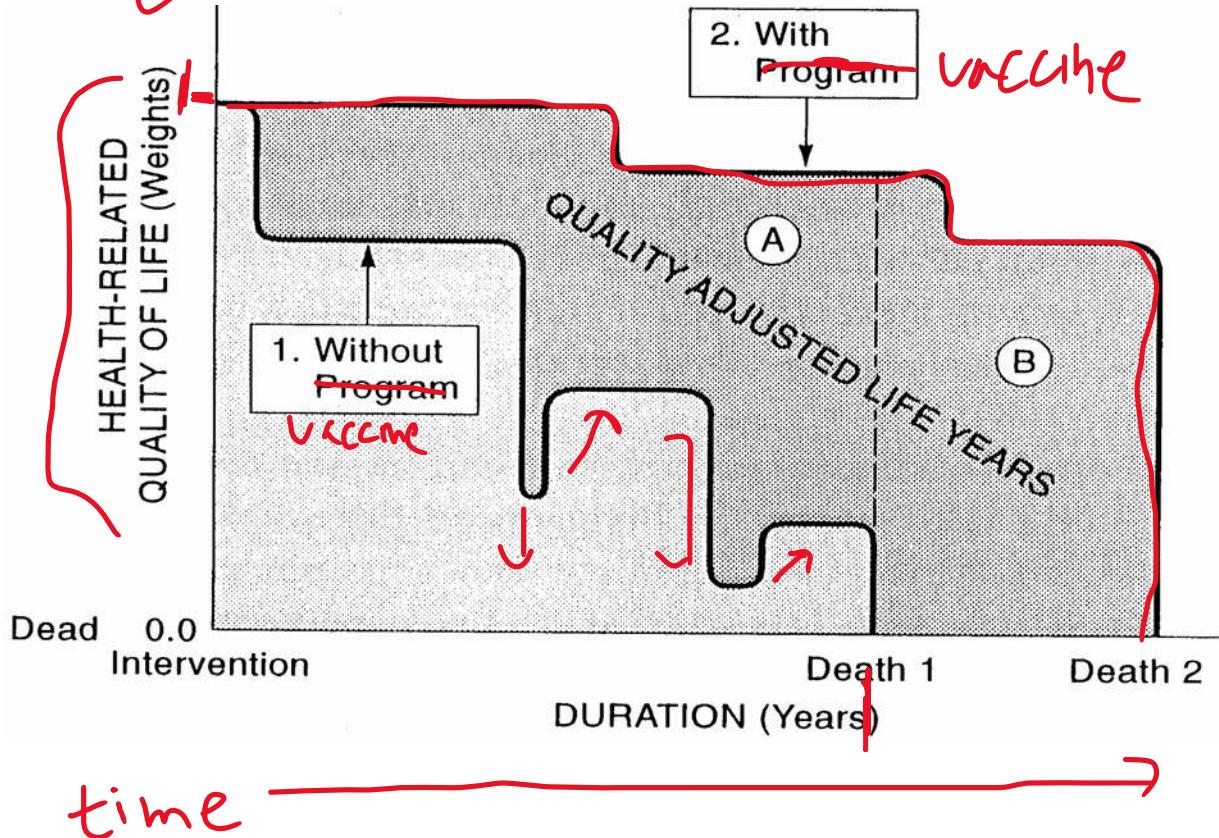
| Health Quality over Time |      |
|--------------------------|------|
| -0-20:                   | 0.95 |
| -20-50:                  | 0.9  |
| -51-78:                  | 0.7  |
| -79:                     | 0    |

## QALY

-how are QALYs calculated?

- Health-related quality of life
  - scale of 0 (dead) to 1 (perfect health)
  - values in between for diminished health
- Considers quality of life, duration, and death with and without intervention
  - death 1: no intervention, earlier death, poorer life quality
  - death 2: intervention, later death, better life quality

difference  
between  
these is  
QALY for  
the  
interventi  
on



-QALY estimates available for COVID-19

from  
model

# Calculating Costs

net costs  
-economic/direct  
costs

| Model      | Output                     |       | Cost           |         | Total     |
|------------|----------------------------|-------|----------------|---------|-----------|
| No vaccine | Non-hospitalized cases (n) | 3587  | Treatment      | \$1     | \$3587    |
|            | Hospitalized cases (n)     | 1233  | Treatment      | \$27    | \$33291   |
|            | Duration of stay (days)    | 14    | Bed per day    | \$12    | \$207144  |
| Vaccine    | Non-hospitalized cases (n) | 2877  | Treatment      | \$0.80  | \$2301.60 |
|            | Hospitalized cases (n)     | 844   | Treatment      | \$27    | \$22788   |
|            | Duration of stay (days)    | 9     | Bed per day    | \$12    | \$91152   |
|            | Vaccinations (n)           | 50000 | Dose           | \$1.20  | \$60000   |
|            |                            |       | Administration | \$12000 | \$12000   |

Team 2: top part of equation, cost/gain  
of vaccination

Team 1:

# Incremental Cost-Effectiveness Ratio

- IEGR: incremental cost per health gained

$$\bullet ICER = \frac{\text{incremental cost of intervention compared to none}}{\text{Incremental health benefit of intervention compared to none}}$$

$$\bullet ICER = \frac{\text{vaccine} \cdot \frac{\text{Cost of intervention} + (\text{All costs for cases with intervention}) - (\text{All costs for cases, no intervention})}{\text{Health burden with intervention} - \text{Health burden without intervention}}}$$

$$\bullet ICER = \frac{\$72000 + \$116241.60 - \$244022}{37-30} = \frac{-\$120602.40}{7} = -\$17,228.91$$

- Save \$17228 per QALY

QALY → 31    30

-cost or savings  
per QALY

compare net  
costs to health  
benefits

# Model Quantification

Which one?  
-stochastic takes longer and take more computational power

$$\beta = 0.7$$

Which one?  
-how certain are we about model parameters?  
-stochastic allows some variation

-can also perform a sensitivity analysis after running deterministic model  
-check impact of different values

# Choose Modeling Method

- Deterministic models
  - results will be the average result
  - uses average parameter estimates
  - no estimate of precision
- Can add a stochastic element later if needed  $\underbrace{\text{range/randomness}}$

parameter distribution  $\beta$



run model many times (1000 times)

1. Identify the question
2. Identify existing knowledge
3. Choose model structure
4. Choose modeling method

-model outputs are single values  
-5000 cases, 200 hospitalizations, etc.

5000 cases (95% CI: 4500-5600)



# Model Quantification

- Values for parameters
  - parts of the model that represent movement between compartments
  - usually a rate, proportion, coefficient
  - example: transmission coefficient  $\beta$
- Values for inputs
  - starting values for model compartments
  - whole number
  - example: number of susceptibles
- Values for calculations
  - costs/benefits related to health

Identify the question

Identify existing knowledge

Choose model structure

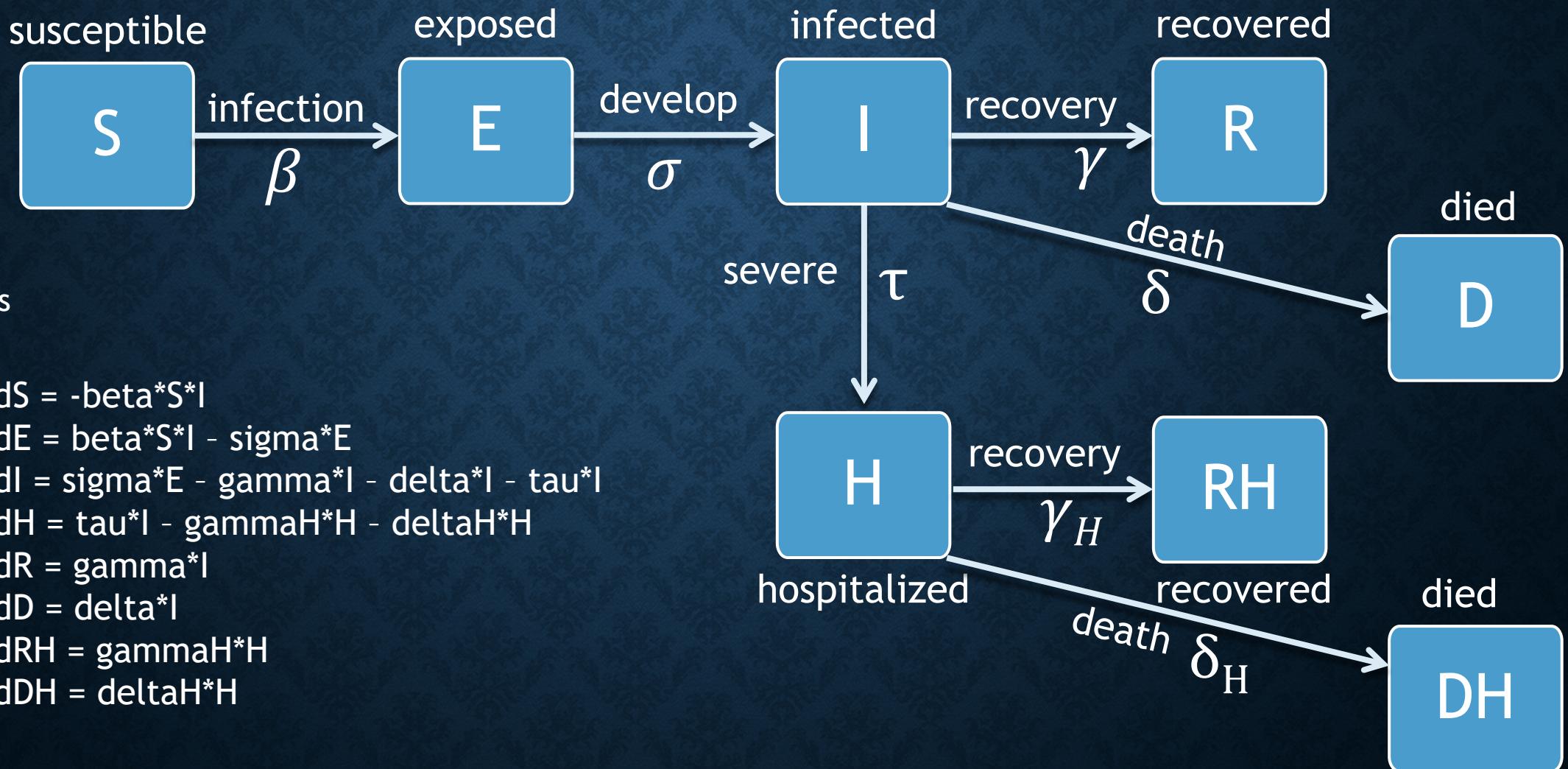
Choose modeling method

Model quantification

$\beta$  beta $\sigma$  sigma $\gamma$  gamma $\gamma_H$  gammaH $\delta$  delta $\delta_H$  deltaH $\tau$  tau

7 parameters

# SEIR with Hospitalization and Death



# Model Quantification Table

# Tasks for Next Guided Session

- Meet with your team!
- Model quantification
  - add values and sources to the shared table
- Make a structure for your model
  - draw graphic
  - generate code