Cost-effectiveness of sotagliflozin for patients with type 1 diabetes and chronic kidney disease, with and without dynamic pricing Jaehong Kim, PhD¹, Shanshan Wang, MPH², Moises Marin, MA², Slaven Sikirica, MBA³, Mariam Anderson, MS⁴, Jason Shafrin, PhD⁵

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Background/Objectives

T1D and CKD risk: Patients with type 1 diabetes (T1D) patients have >50% lifetime risk of developing chronic kidney disease (CKD).¹⁻²

Glycemic control: HbA1c reduction helps lower diabetes complications and slow CKD progression. **Sotagliflozin clinical trial results:** Reduced HbA1c by 0.46% vs. insulin monotherapy in T1D patients.³

Evidence gap: Long-term economic value of sotagliflozin in T1D with CKD is unknown.

Objectives

- To evaluate the cost-effectiveness of sotagliflozin as an add-on to insulin in patients with T1D and CKD from a U.S. payer perspective.
- To understand key drivers of sotagliflozin's value within the economic model.

Methodology

Model Overview: A Markov model was constructed to estimate the cost-effectiveness of sotagliflozin add-on to insulin therapy among patients with T1D and concurrent grade3 CKD versus insulin alone.

Markov Model

- 4 CKD Markov health states based in eGFR, transplant, and death (Figure 1)
- Markov transitions
- Based on disease progression, treatment effects, and mortality risk
- No reversion except for failed transplants, which transitions to ESRD with dialysis in the next cycle
- Initial patient population: Patients with CKD stage 3
- Timing: 1-month cycles and a 30-year (lifetime) horizon

Dynamic Pricing

- To capture sotagliflozin's future price declines driven by generic entry (genericization)
- 60% price reduction for sotagliflozin starting in year 14^{4,5}

Table 1: PICOTS Criteria of Model



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Key Model Inputs

Efficacy

- State transition: Derived using
- Treatment effect of sotagliflozin on HbA1c vs. SoC (-0.79% vs. -0.33% for sotagliflozin vs. SoC after 24 weeks of treatment; difference = -0.46%p)³ and
- HR of disease progression for a 1%p improvement in A1c of 1.107⁶
- Mortality
 - Pre-ESRD: Derived using treatment effect of sotagliflozin on HbA1c (-0.46%p)³ and
 - \circ HR of death for a 1% improvement in A1c of 1.56⁷

Utility

CKD health state-specific HRQoL and disutility due to AEs.⁸⁻¹⁵

Cost

Pharmaceutical cost, CKD stage-specific management cost, transplant, and AE treatment costs

- Pharmaceutical cost: \$634.42 and \$246.06 per month for sotagliflozin vs. insulin¹⁶
- 3% cost offset of insulin in the sotagliflozin add-on group due to reduced insulin dose⁸
- 60% price reduction for sotagliflozin starting in year 14 due to genericization^{4,5}
- CKD stage-specific management cost: Cost offset from reduced hospitalization and ED visit due to sotagliflozin's benefits in HF management¹⁷⁻¹⁹

Sensitivity Analysis

- Non-pharmacy parameters were adjusted by +/-20%.
- Monthly sotagliflozin cost was adjusted by +/-\$100.

Scenario Analyses

- Different model structure: No dynamic pricing
- Different efficacy assumption: Application of mortality benefits from improved A1c to all patients in any health states
- Different health state distribution at model start^{19,25}



Table 2: Abbreviated Table of Inputs			
Category	Parameter	Sotagliflozin add-on	Insulin monotherapy
Transition Probability ^{3,} 6,21-23	Stage 1 🗲	0.43%	0.45%
	Stage 2		
	Stage 2 🗲	0.58%	0.61%
	Stage 3		
	Stage 3 🗲	1.58%	1.66%
	Stage 4		
	Stage 4 🗲	0.55%	0.58%
	ESRD w/o		
	dialysis		
	ESRD w/o	2.38%	2.50%
	dialysis		
	→ ESRD		
	w/dialysis		
	ESRD (w/ or		
	w/o dialysis)	0.45%	0.47%
	➔ Transplant		
	Transplant	0.71%	0.71%
	→ ESRD		
	w/dialysis		
Cost ^{16-19,24}	Pharmacy	\$634.42	\$246.06
	Transplant	\$62,167	\$68,724
	(per event)		
	Genericization	60% price reduction for	
Modeling		sotagliflozin starting in year 14	
Assumption S ^{4,5,20,26}	WTP per QALY	\$150,000	
	Discount rate	3%	



Sensitivity/Scenario Analyses Results



- threshold.

Survival and Quality-adjusted life years by **1.27 years** (13.08 vs. 11.81) and **0.64** (7.70 vs. 7.63) per patient, respectively, primarily due to prolonged time in pre-ESR stages. (Figure 2)

Costs by \$72,914 (\$494,201 vs. \$411,760) **per** patient, largely due to increased pharmacy costs (Supplemental Figure 2)

(Figure 3)

Poster Code: EE257

Scan for References and Supplemental Material



• Sensitivity analysis: Economic value of sotagliflozin add-on was most sensitive to pharmacy costs, followed by pre-ESRD utility. (Supplement Figure 3)

• Scenario analysis: Sotagliflozin add-on remained cost-effective under all clinical scenarios evaluated. (Figure 3)

Figure 3: Base Case and Sensitivity/Scenario Analyses Results

Discussion

Sotagliflozin is a **cost-effective adjunct to insulin therapy** for patients with **T1D and CKD**, providing both clinical benefits and a favorable ICER below the \$150,000/QALY

Limitations: In cases where T1D+CKD data were limited, some parameterization used T2D+CKD estimates. Sotagliflozin efficacy extrapolated from 6-month trial, adjusted with DCCT. Direct benefits due to reduced cardiac events (MI, stroke) above and beyond impact from reduced eGFR not estimated directly.



