

## INTRODUCTION

COPD imposes a significant operational and financial burden accounting for approximately 700k hospitalizations and 1M emergency department visits annually in the U.S. [1].

Prevalence	Missed Cases	Projected 2029 Costs
<b>15.7M</b>	<b>&gt;50%</b>	<b>\$61B</b>
Of Americans have a COPD diagnosis [2]	Of Americans with impaired lung function are undiagnosed [2]	In COPD medical costs to U.S. health plans expected to double from \$31B in 2019 [3]

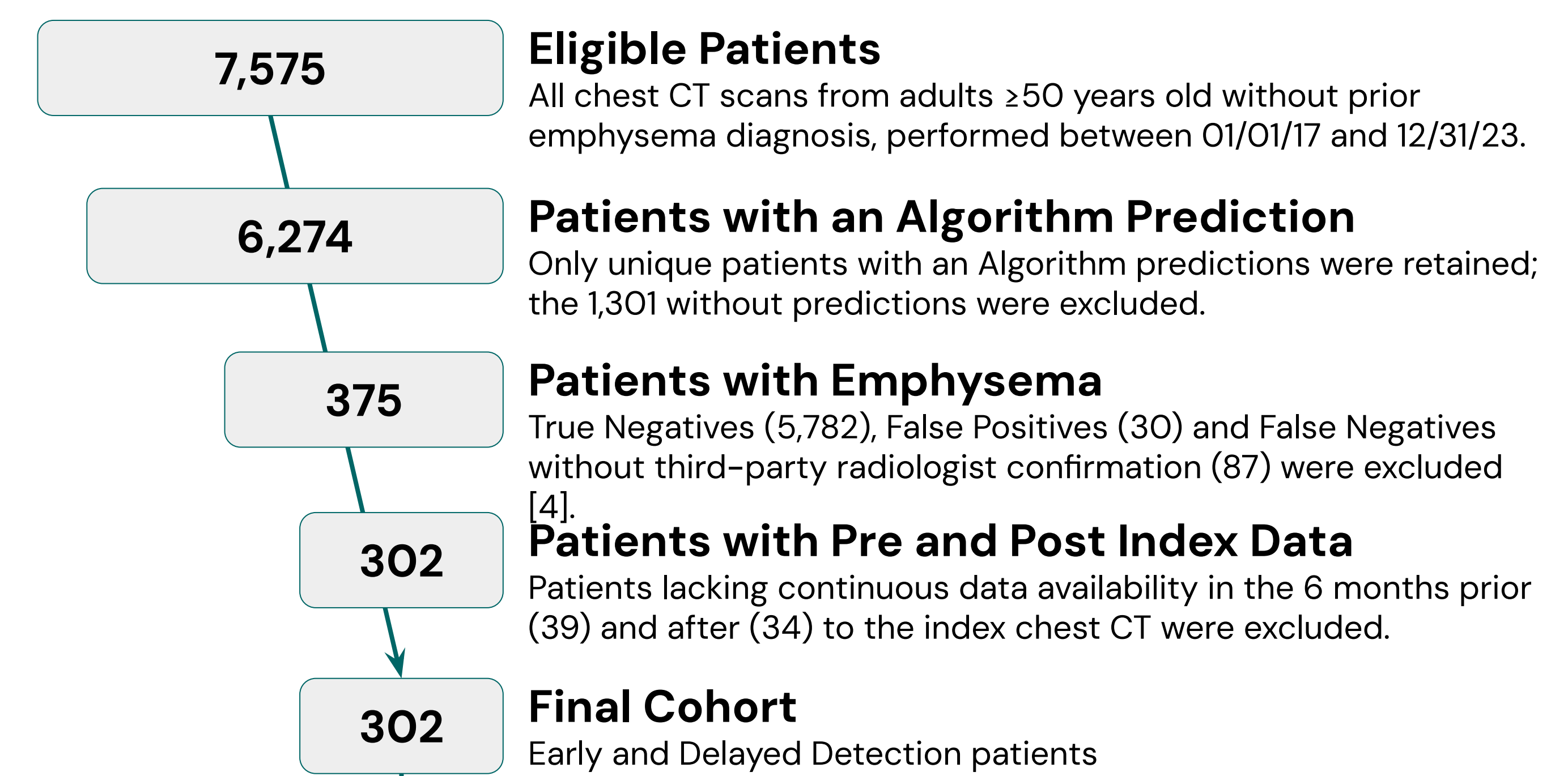
**Objective:** Assess the potential impact of improving incidental emphysema detection on clinical and economic outcomes using a computer vision algorithm that analyzes CT scans.

## METHODS

**ClearRead CT Lung Tissue Analysis (LTA) Prototype** by Riverain Technologies is a computer vision algorithm that detects emphysematic tissue on chest CT scans.

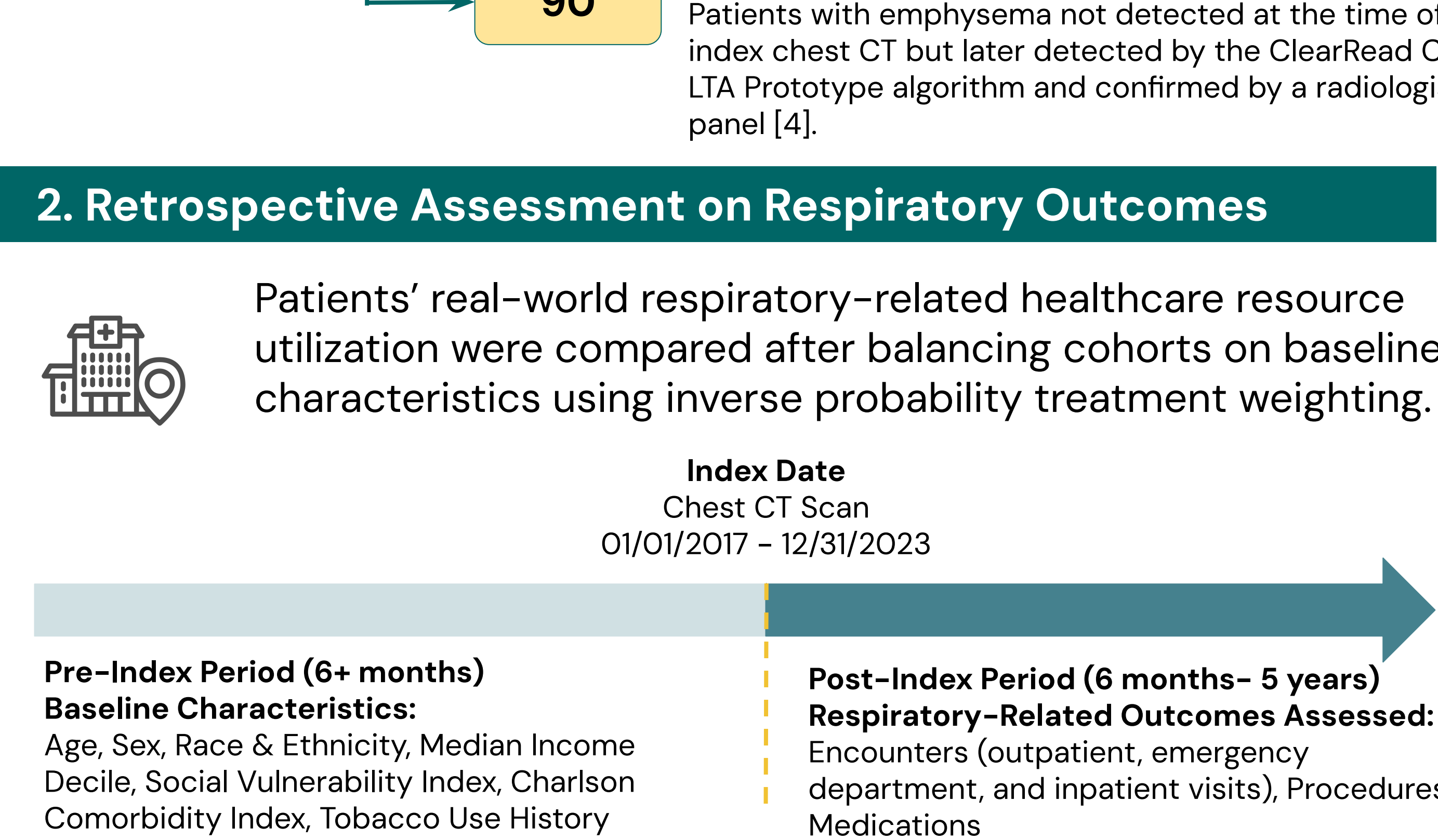
### 1. Run the Algorithm

ClearRead CT LTA algorithm was run on all chest CT scans from eligible patients within the **Dandelion Health environment**.

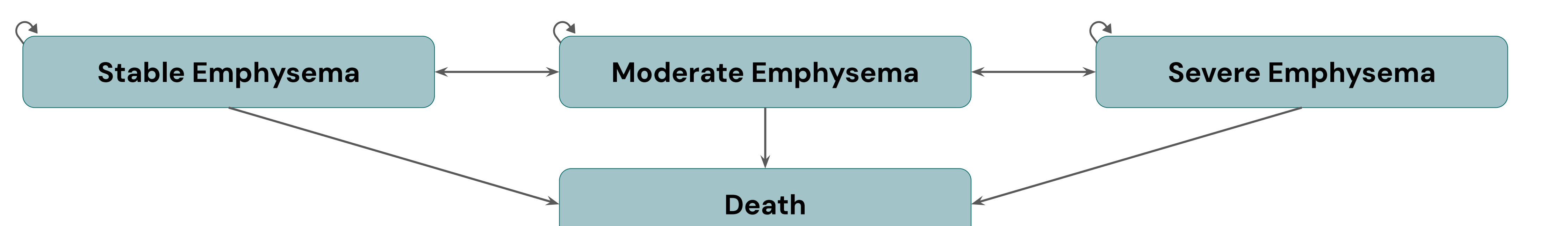


### 2. Retrospective Assessment on Respiratory Outcomes

Patients' real-world respiratory-related healthcare resource utilization were compared after balancing cohorts on baseline characteristics using inverse probability treatment weighting.

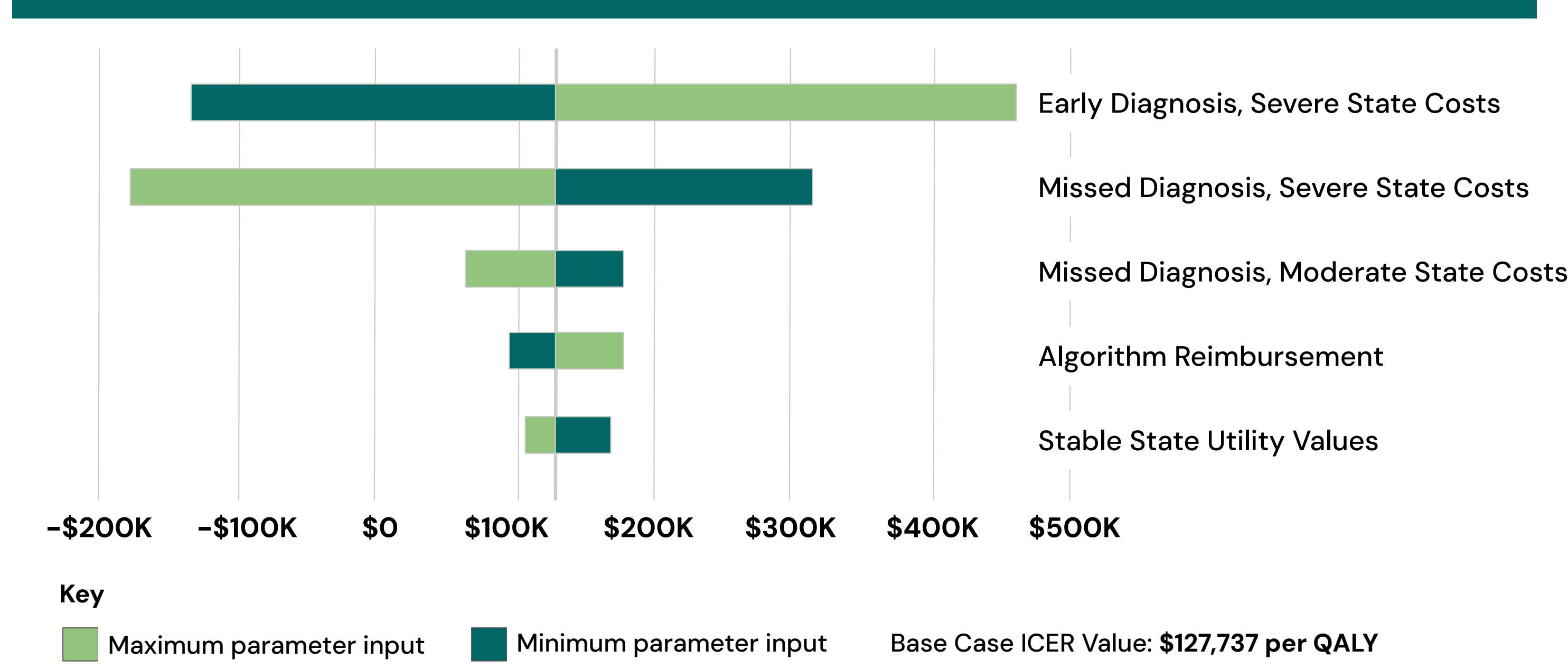


### 3. Run Markov Model to Assess Cost-Effectiveness



- Time Horizon**
- 5 Year Horizon
  - 90 day cycle lengths
  - Half-cycle corrections applied
  - 3% Discount applied to costs & utilities
- Model Inputs**
- **Transition Probabilities & Resource Utilization:** Directly derived from retrospective cohort in Dandelion Health platform
  - **Mortality Rates:** US Census Data (Stable & Moderate Emphysema) & Published meta-analysis for Severe Emphysema [5, 6]
  - **Utility Values:** Published literature review derived from COPD exacerbation severity [7]
  - **Costs:** Mapped from retrospective cohort utilization to HCUPnet, CMS Physician Fee Schedule, and National Average Drug Acquisition Cost [8 - 10]. All costs were adjusted to the 2025 USD.
- Key Assumptions**
- Algorithm largely differed from conventional radiology in enhanced early detection.
  - Willingness-to-pay threshold of \$150,000/QALY.
  - Adoption Costs: Assumed to be \$235,000 over 5 years and reimbursement of \$300 per scan.

### Cost-effectiveness was most sensitive to Severe Emphysema state costs.



## RESULTS

	Algorithm Prediction		ClearRead CT LTA Algorithm	Conventional Care [11]
	Positive	Negative		
Ground Truth Positive	286 True Positives	176 False Negatives	Sensitivity: 61.9%	40.6%
Ground Truth Negative	30 False Positives	5,782 True Negatives	Specificity: 99.5%	86.9%

**Validation Data:** Dandelion Health Data July 11, 2024

**Ground Truth:** Established by retrospective EHR labels or, when predictions disagreed with EHR labels, by a panel of board-certified radiologists [4]

Figure 1. ClearRead CT LTA Algorithm Performance Metrics.

### ClearRead CT LTA Algorithm has 21% absolute improvement in early detection compared to conventional care.

**Key Clinical Outcomes Attributable to Earlier Diagnosis of Emphysema from the ClearRead CT LTA Algorithm.**

<b>2,100</b> Additional diagnoses Per 10,000 patients with emphysema	<b>51.7</b> Avoided ER & hospital visits annually Per 10,000 newly diagnosed patients with emphysema	<b>31.7%</b> Reduction among Non-White Patients [12] In ER or Hospital visits for Acute Respiratory Failure
--	--	---

**Table 1. Probabilistic Cost-Effectiveness Results**

The Algorithm was cost-effective in the Base Case and most sub-population analyses, with ≥50% probability of staying below the \$150,000 / QALY threshold. The highest-value sub-populations were Non-White patients, male patients, patients < 65 years old, and patients screened before the COVID-19 pandemic. Note: Willingness-to-pay threshold of \$150,000 / QALY

Subgroups	Deterministic Result	Net Monetary Benefit	Probability of Cost-Effectiveness
<b>Base Case</b>	\$122,714/QALY	\$624	53%
<b>Sex</b>			
Male	Dominant	\$4,388	68%
Female	\$1.3M/QALY	-\$1,155	45%
<b>Age</b>			
< 65 Years Old	Dominant	\$3,665	64%
≥ 65 Years Old	\$278K/QALY	\$132	47%
<b>Race &amp; Ethnicity</b>			
White, Non-Hispanic	\$67,218/QALY	\$957	53%
Non-White [12]	Dominant	\$5,763	71%
<b>COVID-19 Timeframes</b>			
Pre-COVID-19 (<2020)	Dominant	\$3,290	66%
COVID-19 Era (2020+)	\$3.3M/QALY	-\$3,429	34%

## CONCLUSIONS

Literature has reported a limitation of prior AI diagnostic economic evaluations is the insufficient inclusion of downstream outcomes data [13-16].

**This study demonstrates a novel real-world evidence methodology that retrospectively applies AI algorithms to historical imaging data and tracks subsequent patient outcomes within the same dataset.**

- ClearRead CT LTA offers improved performance on detecting emphysema on CT scans compared to literature-reported standard of care.
  - **2,100 more patients** could potentially receive a timely diagnosis of emphysema among 10,000 patients screened.
- The Algorithm was likely cost-effective in the base case (53% of 1,000 simulations showed evidence of cost-effectiveness) with the strongest evidence in non-white and male subpopulations.
- Favorable cost-effectiveness driven by earlier intervention preventing progression to costly severe disease.

**This study establishes a framework for evaluating real-world value of AI through retrospective application of algorithms to imaging data that are linked to longitudinal outcomes.**

## ACKNOWLEDGEMENTS & REFERENCES

Algorithm and payment for analysis provided by Riverain Technologies.

1. Press VG, et al. Chest. 2021.
2. CDC. COPD in Adults. 2025.
3. Mannino DM, et al. Chest. 2024.
4. Panel of blinded board-certified radiologists from Centaur labs were given a random sample of False Positive and False Negative scans to establish ground truth when retrospective EHR labels and Algorithm outputs were incongruent.
5. Arias E, et al. N CHS. 2025.
6. Waeijen-Smit K, et al. E R J Open Res. 2024.
7. Einarson T R, et al. J Med Econ. 2015.
8. HCUP CCSR. AHRQ. 2021.
9. CMS. Physician Fee Schedule. 2025.
10. CMS. Medicaid Data. 2025.
11. Nardini S, et al. Respir Med. 2018.
12. Asian, non-Hispanic; Black or African American, non-Hispanic; Hispanic; Other Multiple Race; Unknown / Declined
13. Voets M, et al. Value Health. 2022.
14. Vithlani J, et al. Front Pharmacol. 2023.
15. Longhurst A, et al. NEJM AI. 2024.
16. Von Gerich H, et al. Int J Med Inform. 2026.