# Weighting the QALY for "severity"

Perspectives from one HTA organization



## **QALY** weighting

- "Reasons for weighting the QALY are normative; reasons against are practical"?
- Possible QALY weighting for:
  - Severity (?proportional QALY shortfall)
  - Lifetime burden of illness (?absolute QALY shortfall)
  - "Satisfactory" amount of benefit
  - Timing (Discounting)
  - Number of individuals affected and magnitude of gain (aggregation problem)
  - Distributional goals, e.g. racial/ethnic, rural/urban, historical equity
  - Age (Fair innings)
  - Uncertainty
  - First ever treatment for the condition



# ICER experience of "weighting" severity

- The work of Nord and others informed ICER's early efforts
- Early attempts at MCDA failed miserably
- Deliberation on severity and other "values" without voting
- Proposal for stepwise ICERs following Norway or Holland
- Deliberation with voting, multiple versions, including provision of absolute and proportional shortfalls with mini shortfall league tables
  - a form of "MCDA lite" as will be shown



#### Value Assessment Framework: What is "Value"?

**Special Social/Ethical Priorities** 

**Benefits Beyond "Health"** 

**Total Cost Overall**Including Cost Offsets

Health Benefits:
Return of Function, Fewer Side Effects

Health Benefits: Longer Life



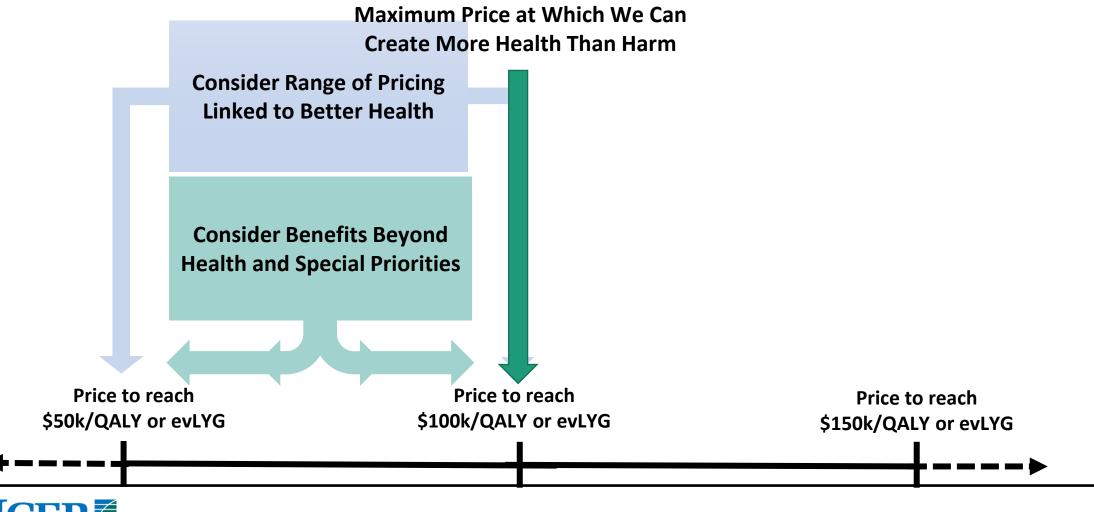
## Benefits Beyond Health and Special Priorities

- When making judgments of overall long-term value for money, what is the relative priority that should be given to any effective treatment for [condition], on the basis of the following contextual considerations:
- 1. Acuity of need for treatment of individual patients based on short-term risk of death or progression to permanent disability
- 2. Magnitude of the lifetime impact on individual patients of the condition being treated

#### **Benefits Beyond Health and Special Priorities**

- What are the relative effects of [Drug X] versus standard-of-care alone on the following outcomes that inform judgment of the overall long-term value for money of [Drug X]?
- 1. Patients' ability to achieve major life goals related to education, work, or family life
- Caregivers' quality of life and/or ability to achieve major life goals related to education, work, or family life
- 3. Patients' ability to manage and sustain treatment given the complexity of regimen
- 4. Society's goal of reducing health inequities
- 5. Other (as relevant)

## Cost-effectiveness as a part of pricing to value



#### **Looking forward**

- Why we use the QALY in the first place suggests we should learn how to weight it transparently, consistently
- Trade-offs between categorical versus continuous modifiers for the QALY
- How does weighting affect the opportunity cost threshold?
- Tension between giving more QALY weight and whether that means we want higher prices; updating core methods risks historical fairness to previous reviews
- Unlike other HTA groups, ICER doesn't have a single decision-maker is it better
  that we allow decision-makers to apply their own implicit or explicit weights to
  QALY gains? What about other weights, such as racial/ethnic equity?
- ICER's next value assessment framework update is in 2023....

