






EE338

Cost-effectiveness analysis of arthroscopic injection of a bioadhesive hydrogel implant in conjunction with microfracture for the treatment of focal chondral defects of the knee – an Australian perspective

 George Papadopoulos<sup>1,5</sup>  Sarah Griffin<sup>2</sup>  Hemant Rath<sup>3</sup>  Amit Gupta<sup>4</sup>  Bhavna Sharma<sup>4</sup>

<sup>1</sup>Lucid Health Consulting Pty Ltd, Sydney, Australia; <sup>2</sup>MedTechnique Consulting Pty Ltd, Sydney, Australia; <sup>3</sup>Skyward Analytics Pte Ltd, Singapore; <sup>4</sup>Skyward Analytics Pvt Ltd, Gurgaon, India; <sup>5</sup>University of NSW, Sydney, Australia

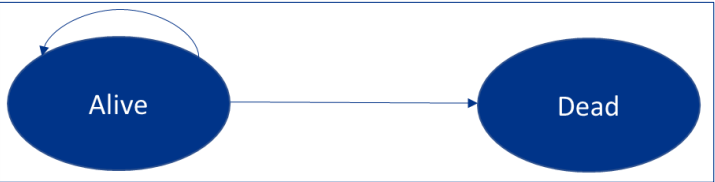
BACKGROUND AND OBJECTIVE

- Articular cartilage is avascular and has poor repair ability, thus, any injury or damage to the cartilage can affect joint function and mobility<sup>1</sup>
- JointRep, a novel Chitosan-based scaffold therapy, is a bioadhesive hydrogel arthroscopically injected to facilitate cartilage regeneration<sup>2</sup>
- This study aimed to compare the cost-effectiveness of JointRep with microfracture surgery compared to microfracture alone from the Australian healthcare system perspective, in patients with symptomatic focal chondral defects (Outerbridge Grade 3 or 4) of the knee who had failed conservative treatment and were indicated for surgery

METHODS

- A two-state de novo Markov model was developed (Figure 1)

Figure 1: Decision Analytic Structure of the Economic Evaluation



- Time horizon:** Three years
- Cycle length:** One year
- Discount rate:** Costs and outcomes were discounted at 5%<sup>3</sup>
- Model outcomes:** Costs, Quality-adjusted life years (QALYs), and Incremental cost-effectiveness ratio (ICER)
- Patient baseline characteristics:** JointRep clinical trial<sup>2</sup>
- Identical survival probability:** Applied in both treatment arms and calculated using Australian general population mortality risks<sup>4</sup>. No additional mortality risk assumed due to osteochondral defects
- Efficacy measure:** Western Ontario and McMaster Universities Osteoarthritis index (WOMAC) Likert score recorded in JointRep trial
- Utility:** Derived by mapping WOMAC scores to EQ-5D scores using a published algorithm (Table 1)<sup>5</sup>

Table 1: Model Utilities

| Timepoint           | JointRep + Microfracture<br>WOMAC<br>Mean (SD) <sup>a</sup> | Utility <sup>b</sup> | Microfracture alone<br>WOMAC<br>Mean (SD) <sup>a</sup> | Utility <sup>b</sup> |
|---------------------|---|----------------------|--|----------------------|
| Baseline            | 56.5 (10.5)   | 0.419                | 54.7 (4)   | 0.479                |
| Year 1 <sup>c</sup> | -   | 0.907                | -  | 0.654                |
| 0-6 months          | 7.1 (8.8)   | 0.899                | 27.3 (4.3)   | 0.709                |
| 6-12 months         | 4.6 (7.1)   | 0.915                | 40.7 (14.4)  | 0.599                |
| Year 2              | 2.8 (5.6)   | 0.926                | 46.3 (12.8)  | 0.548                |
| Year 3              | 3.9 (7.6)   | 0.920                | 47.5 (12.8)  | 0.541                |

SD=Standard Deviation; WOMAC=Western Ontario and McMaster Universities Osteoarthritis index; <sup>a</sup>WOMAC score ranges from 0-96 with higher score indicating worse HRQoL; <sup>b</sup>Weighted by gender distribution in each treatment arm; <sup>c</sup>Year 1 utility was calculated as an average of utility values estimated at 6 months and 12 months

Table 2: Cost Inputs Used in Model

| Resource item                  | Total cost   | Source/ Assumption                                |
|--------------------------------|--------------|---|
| JointRep                       | AU\$6,022    | Prostheses List <sup>9</sup>                      |
| Surgical services <sup>a</sup> | AU\$4,861    | MBS Handbook <sup>8</sup> ; AR-DRG <sup>6,7</sup> |
| Follow-up visit <sup>b</sup>   | AU\$34/visit | MBS Handbook <sup>8</sup>                         |
| MRI scan <sup>c</sup>          | AU\$605      | MBS Handbook <sup>8</sup>                         |

AR-DRG=Australian Refined Diagnosis Related Groups; MBS=Medicare Benefits Schedule; MRI=Magnetic Resonance Imaging; <sup>a</sup>Includes cost of pre- anesthesia consultation, initiation anesthesia, anesthesia, arthroscopic surgery for microfracture procedure, assistance, and hospital stays; <sup>b</sup>Model includes follow-up visit cost at year 1 (4 visits per year), and Year 2 onwards (2 visits per year); <sup>c</sup>Includes cost of 2 visits in Year 1

RESULTS

- JointRep with microfracture showed substantial QALY gain, and was found to be more cost-effective than microfracture alone [ICER: AU\$6,328/ QALY gained] (Table 3)

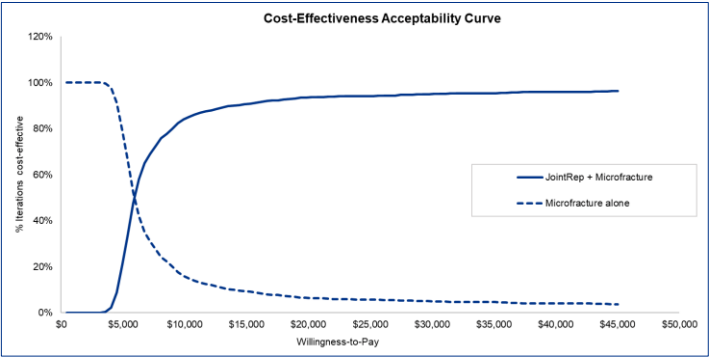
Table 3: Results of Base-Case Analysis

|                          | Total cost | Total QALYs | Incremental costs | Incremental QALYs | ICER (\$/QALY) |
|--------------------------|------------|-------------|-------------------|-------------------|----------------|
| JointRep + Microfracture | AU\$12,996 | 2.61        | AU\$6,022         | 0.95              | AU\$6,328      |
| Microfracture alone      | AU\$6,974  | 1.66        | -                 | -                 | -              |

Figure 2: One-way Sensitivity Analysis Results



Figure 3: Probabilistic Sensitivity Analysis Results



CONCLUSION

- JointRep with microfracture may be a highly cost-effective treatment option compared to microfracture alone
- Model results were robust to varying parameters in sensitivity and scenario analysis
- Further exploration is required in large, randomized trials with longer follow-up duration

REFERENCES

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