Cost-Effectiveness of Artificial-Intelligence Enabled Kidney Disease Risk Stratification in US Veterans With Early-Stage Diabetic Kidney Disease

PHARMACY SYSTEMS OUTCOMES AND POLICY COLLEGE OF PHARMACY

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BACKGROUND and **OBJECTIVE**

- Artificial intelligence enabled kidney disease risk prediction (AIKD) can support decisions on the needs and use of comprehensive care for patients with early-stage diabetic kidney disease (DKD)
- Progressive Decline in Kidney Function (PDKF) is a composite predictive marker of rapid DKD progression.
- · To evaluate the cost-effectiveness and budget impact of the artificial intelligence enabled kidney disease (AIKD) risk stratification among US veterans with diabetic kidney disease (DKD).

METHODS

- We developed a decision tree model to reflect the difference in the predictive performance of the AIKD and Standard of Care (SoC) in assessing the risk of PDKF. The model outlines the following treatment pathways and benefits among the patients at DKD stages G1A2 – G3b.
 - True Positive (TP): Comprehensive care delays progression
 - False Positive (FP): Comprehensive care gives nominal benefits
 - True Negative (TN): Normal progression on usual care
 - False Negative (FN): Expedited progression on usual care
- The decision tree was followed by Markov state transitions across various DKD stages where a proper renal-protective treatment given to the patients at elevated risk of DKD progression with true future PDKF would reduce the rate of stage progressions.
- Stage specific costs of care and annual transition rates were obtained from the analysis of Veterans Health Administration (VHA) electronic healthcare records and Managerial Cost Accounting data.
- We calculated the incremental cost-effectiveness ratio (ICER) for AIKD versus SoC over a 5-year time horizon, applying a 3% annual discounting rate to healthcare costs and quality-adjusted life years (QALYs).
- We ran one-way sensitivity analysis and probabilistic sensitivity analysis to assess the influence of varying inputs on the ICER calculation and decision.
- A five-year budget impact of AIKD was estimated for a cohort of 42,000 patients, representing about 10% of those eligible for AIKD and in stages 1 to 3b of DKD.

Figure 1. Decision tree and Markov model Stage 1 High-Risk predicted Future Stage 2 Risk underprediction Stage 3a AIKD Risk overprediction Stage 3b No PDKF Low-risk predicted Stage 4 High-Risk predicted Stages Stage 5 1 - 3bFuture DKD Risk underprediction (M) Chronic Dialysis SoC Risk overprediction Transplant* Low-risk predicted No PDKF Post

Table 1. Model Inputs, general

Input Parameter		Value		
Age ¹		65 years		
	Stage 1	2.8		
Initial % of	Stage 2 13.9			
each stage ¹	Stage 3a	68.9		
	Stage 3b	14.4		
Performance of Risk Prediction		Base	Liberal	
		Scenario	Scenario	
IAIKD	Sensitivity ³	0.510	0.870	
	Specificity ³	0.930	0.540	
ISoC	Sensitivity ³	0.280	0.670	
	Specificity ³	0.880	0.590	
% patients with future PDKF		Base	High Risk	
out of each DKD stages		Scenario	Scenario	
From Initial Stage 1 patients ¹		20.6	61.7	
From Initial Stage 2 patients ¹		20.3	61.0	
From Initial Stage 3a patients ¹		26.5	79.4	
From Initial Stage 3b patients ¹		27.2	81.5	

Table 2. Model Inputs, clinical

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Annual rate of DKD stage progression or death					
From each initial stage	PDKF	No PDKF			
Stage 1 ¹	0.110	0.184			
Stage 2 ¹	0.088	0.175			
Stage 3a ¹	0.105	0.166			
Stage 3b ¹	0.150	0.197			
From advanced stages					
Stage 4 ¹	0.242				
Stage 5 ¹	0.326				
Chronic Dialysis ¹	0.222				
Kidney Transplant ¹	0.040				
Post Kidney Transplant ¹	0.077				
Benefits of	True	False			
Comprehensive Care	Positive	Positive			
Stage 1 ⁴	0.370				
Stage 2 ⁴	0.600	0.050			
Stage 3a ⁴	0.550	0.950			
Stage 3b ⁴	0.700				

Table 3. Model Inputs, cost and utility

Stage Specific Inputs	Co	st	Disutility		
Stage 1 ^{2,6,7}	\$19,164		-0.150		
Stage 2 ^{2,6,7}	\$21,2	264	-0.150		
Stage 3a ^{2,6,7}	\$34,284		-0.200		
Stage 3b ^{2,6,7}	\$44,664		-0.200		
Stage 4 ^{2,6,7}	\$66,060		-0.260		
Stage 5 ^{2,6,7}	\$83,988		-0.270		
Chronic Dialysis ^{2,6,7}	\$147,576		-0.530		
Kidney Transplant ^{2,6,7}	\$71,958		-0.530		
Post Transplant ^{2,6,7}	\$79,0	632	-0.290		
Cost Inputs, not stage specific					
Comprehensive care ²		\$2,798			
Cost of AIKD ²		\$1,050			
Utility inputs, not stage specific					
Population Utility Constant ⁵		0.944			
Utility decrement per age ⁵		-0.0007			

Table 4. Base case and scenario analyses results

	AIKD		SoC		ICER	•
	Cost	QALY	Cost	QALY	(/QALY)	
Base Case	\$ 146,437	2.827	\$ 145,120	2.816	\$ 116,349	
High risk scenario	\$ 148,478	2.721	\$ 145,466	2.686	\$ 85,130	•

High risk scenario: 50% of the target cohort with DKD stages G1 – G3b will eventually develop PDKF if additional comprehensive care is not given.

Figure 2. Tornado Diagram from one-way sensitivity analysis **ICER** from lower and upper input limits

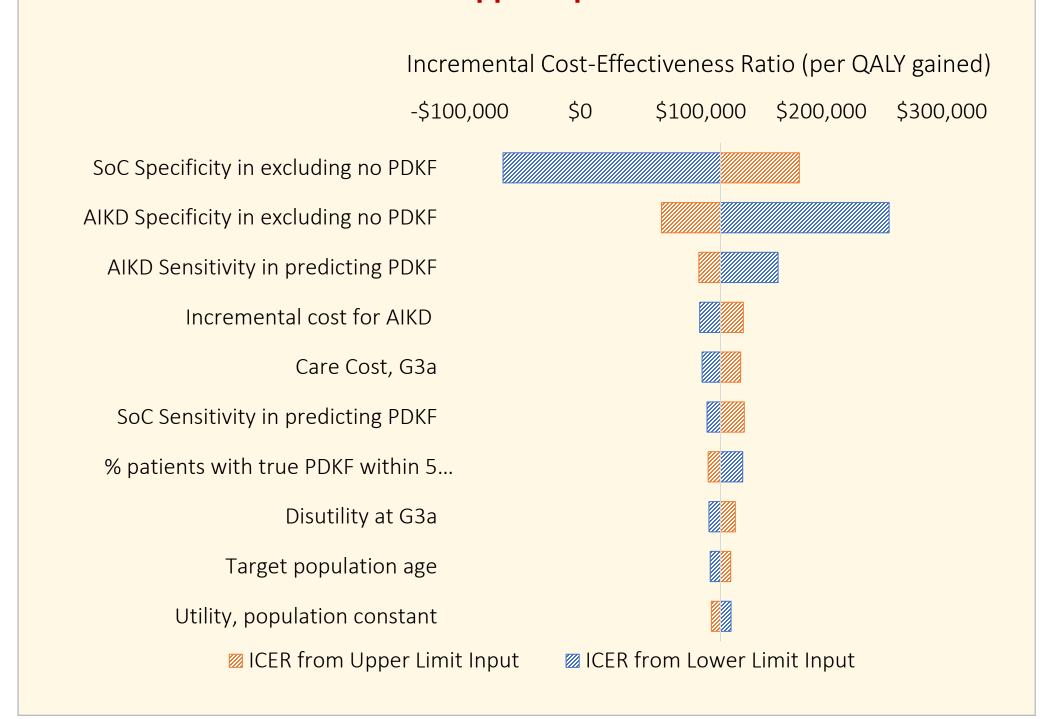
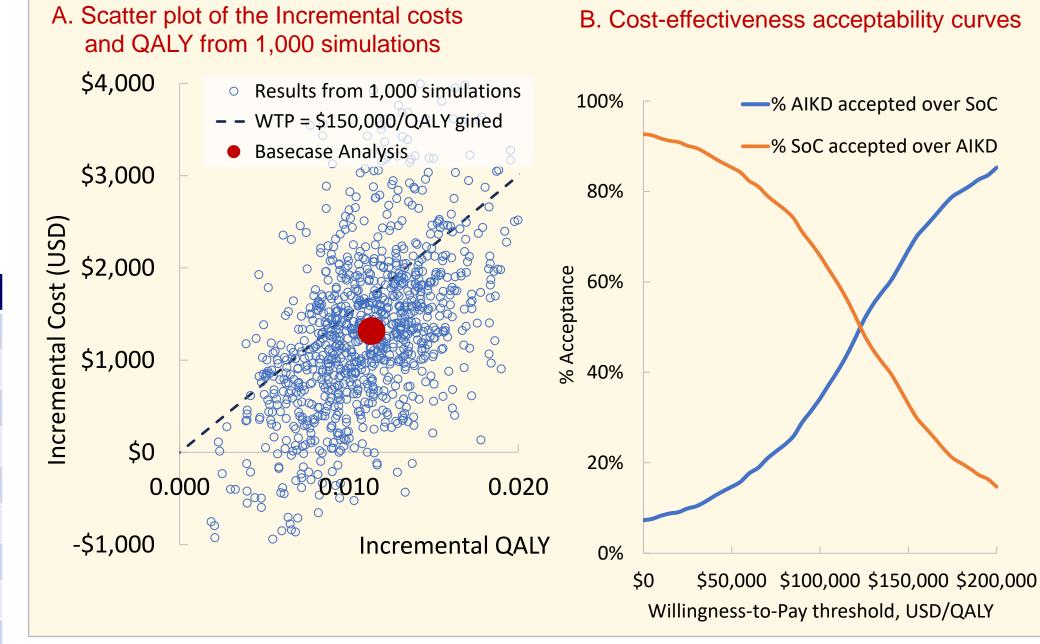


Figure 3. Results from probabilistic sensitivity analysis

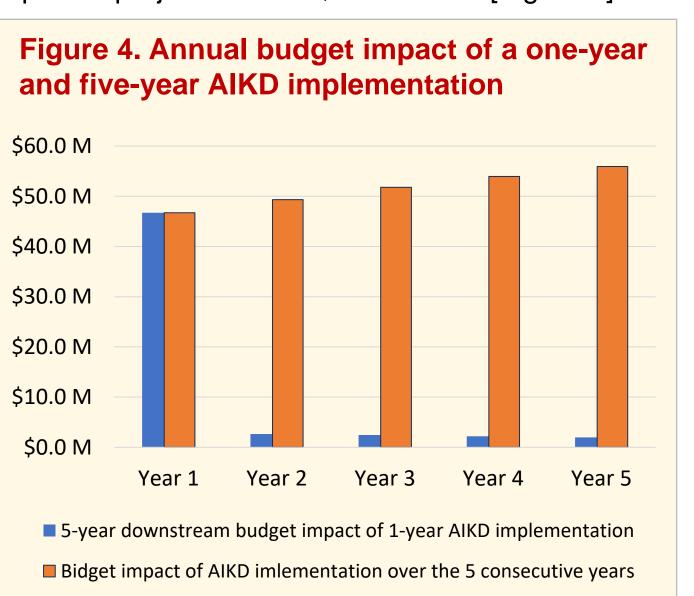


DISCUSSIONS

- For US veterans with early-stage DKD, AIKD emerges as a costeffective strategy, given its ICER falls below the \$150,000/QALY threshold.
- Integration of AIKD into DKD management is projected to have a manageable five-year budget impact.

RESULTS

- The 5-year discounted costs for AIKD and SoC were \$146,437 and \$145,120, respectively. [Table 4]
- The QALYs were 2.828 for AIKD and 2.816 for SoC. [Table 4]
- This leads to an ICER of \$116,349 per QALY gained for AIKD. [Table 4]
- The ICER for the liberal decision and the high-risk scenario were \$192,930 and \$85,130 per QALY respectively. [Table 4]
- The model demonstrated robustness in sensitivity analyses. [Figure 2 and 3]
- The implementation of AIKD to the 10% of eligible DKD patients would have a downstream budget impact of \$56 million over five years and the aggregated budget impact is projected to be \$258 million. [Figure 4]



DISCLOSURE

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^{*} Transplant is a transient state where patients stay in a short amount of time while receiving kidney transplant and peri-surgical care. Upon survival, patients who received kidney transplant would transit to post-Transplant stage.