## Appropriate model time horizons

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# Appropriate model time horizons: Empirical results

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#### **Objectives**

- Determine the impact of model time horizon on the results from health economic models in a variety of disease areas
- Explore the implementation of a lifetime horizon, and how sensitive model results are to this setting

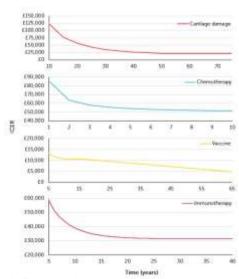
#### Models considered

- Models constructed in the following disease areas were considered:
  - Oncology
    - Standard chemotherapy treatment
    - Immunotherapy treatment
  - Rheumatology
    - Treatment for cartilage damage
  - Infectious disease
    - Vaccination

- Gastroenterology
  - Constipation
- Pulmonology
  - Lung disease
- Endocrinology
  - Metabolic disorder
- Neurology
  - Storage disorder

#### Impact of time horizon on model results

- To determine the impact of the time horizon on model results, analyses varied the time horizon in each model and recording the incremental cost-effectiveness ratio (ICER).
  - Example results are plotted in the figures to the right where the ICER began to stabilise.
- In many cases, a lifetime horizon is required in modelling as, typically, we wish to consider the impact a treatment may have on a patient from initiation until death.
  - Therefore, we must ask:
    "How do we model a lifetime horizon?"



The vaccination model was not considered in this analysis as the model considers life years lost as opposed to life years gained

#### Available guidance

- Available guidelines give limited detail regarding lifetime horizon application:
  - ISPOR Good Research Practices Task Force (2012)

"The time horizon of the model should be long enough to capture relevant differences in outcomes across strategies. A lifetime horizon may be required."

NICE Guide to the methods of technology appraisal (2013)

"Many technologies have impacts on costs and outcomes over a patient's lifetime. In such instances, a lifetime time horizon for clinical and cost effectiveness is usually appropriate. A lifetime time horizon is required when alternative technologies lead to differences in survival or benefits that persist for the remainder of a person's life."

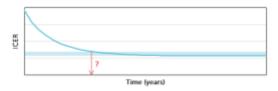
Briggs et al. (2006)

"For decision making, economic evaluation requires that studies adopt a time horizon that is sufficiently long to reflect all the key differences between options in terms of costs and effects. For many interventions, this will effectively require a lifetime time horizon... Economic evaluations based on a single source of patient-level data (e.g. a randomised trial or observational study) will rarely have follow-up which is sufficiently long to facilitate a lifetime time horizon."

Full reference list at back of presentation

#### Analyses considered regarding lifetime horizon

- To assess how alternative definitions of a "lifetime" horizon impact model results, the following scenarios were considered:
  - 99% of patients dead the majority of patients have died
  - 99.5% of patients dead 100% (to 0 decimal places) of patients have died
  - Longest time horizon available in each model the closest estimate of 100% of patients
  - Proportion of deaths required to model such that the ICER produced is sufficiently different to the ICER produced using the longest time horizon available – in this presentation, a difference of 10% in the ICER



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#### Impact of lifetime horizon on model results

| Model              | Proportion of patients dead |                  | Maximum          | ICER changed by 10% |                               |
|--------------------|-----------------------------|------------------|------------------|---------------------|-------------------------------|
|                    | 99%                         | 99.5%            | time horizon     | Patients dead       | Time horizon                  |
| Chemotherapy       | £53,294                     | (-£1,217; -2.3%) | (-£1,705; -3.2%) | 97%                 | 3 years (maximum: 10 years)   |
| Immunotherapy      | £31,504                     | (-£26; <0.1%)    | (-£23; <0.1%)    | 92%                 | 14 years (maximum: 40 years)  |
| Lung disease       | £32,443                     | (-£61; <0.1%)    | (-£82; <0.1%)    | 89%                 | 16 years (maximum: 34 years)  |
| Metabolic disorder | £925,735                    | (-£80; <0.1%)    | (-£127; <0.1%)   | 72%                 | 44 years (maximum: 100 years) |
| Cartilage damage   | £21,252                     | (-£8; <0.1%)     | (-£8; <0.1%)     | 40%                 | 47 years (maximum: 75 years)  |
| Storage disorder   | £112,124                    | (-£25; <0.1%)    | (-£25; <0.1%)    | N/A                 | N/A (maximum: 56 years)       |
| Constipation       | N/A                         | N/A              | £29,117          | N/A                 | N/A (maximum: 21 years)       |

#### Conclusions

- The implementation of a lifetime horizon in models where technologies have an impact on the costs incurred and outcomes accrued over a patient's lifetime appears appropriate, based on these results.
- In models driven by survival, modelling at least 99% of deaths may be considered reflective of a lifetime horizon.
- In some models, a much shorter time horizon may be appropriate:
  - In the cartilage damage model, the ICER only changed by 10% when 40% of patients had died.
  - In the constipation model, the ICER never changed by 10%.

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## Thank you



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#### References

Caro JJ, Briggs AH, Siebert U and Kuntz KM. Modeling good research practices--overview: a report of the ISPOR-SMDM Modeling Good Research Practices Task Force-1. Value Health. 2012; 15(6):796-803.

National Institute for Health and Care Excellence (NICE). Guide to the methods of technology appraisal 2013. Published: 4 April 2013. Available at: <a href="https://www.nice.org.uk/process/pmg9">www.nice.org.uk/process/pmg9</a>. Accessed: October 2016.

Briggs AH, Sculpher M and Claxton K. Decision Modelling for Health Economic Evaluation (Handbooks for Health Economic Evaluation). Oxford University Press, 2006.



## **Time Horizons in Models:** A Decision-Maker's Perspective

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## **Summary**

- **Decision-making**
- Accounting for uncertainty
- Differentiating between effects and consequences
- Barriers and incentives to uptake









## **Decision-making**

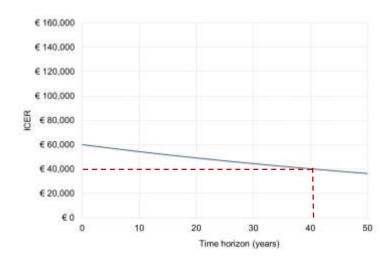
- All models are wrong, etc.
- ICERs from models are one single factor in the process
- What is the question that we're asking?







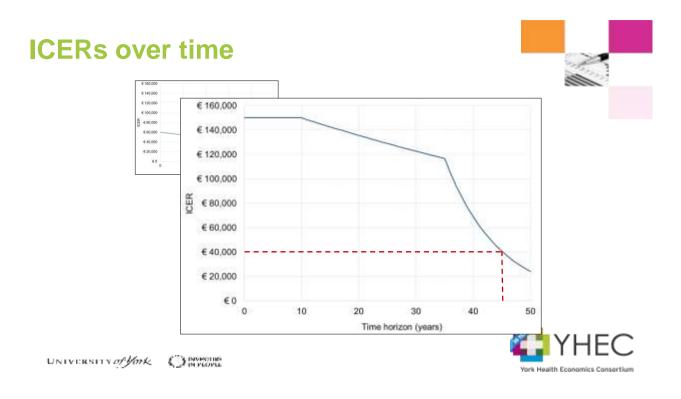
#### **ICERs** over time

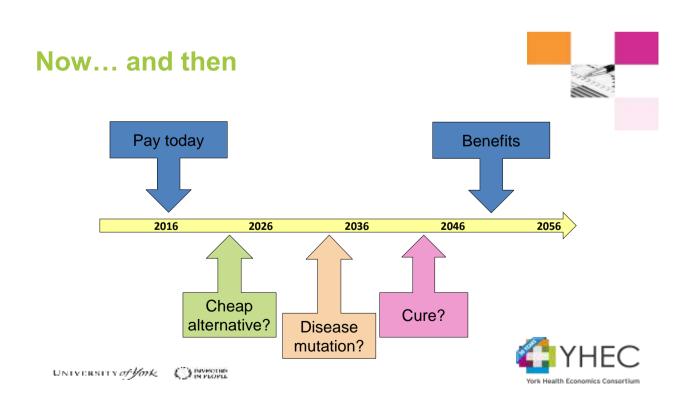




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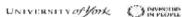




## Reflecting uncertainty



- Never really captured in sensitivity analysis (deterministic or probabilistic)
- Discount rates?
- But... these are consistent across all therapeutic areas
- Greater uncertainty → higher discount rates?
- What will the value of λ be in 40 years' time???







#### **Effects and consequences**



- Extrapolating the effectiveness of therapies introduces substantial uncertainty
  - Not always adequately captured through sensitivity analysis (very mathematical in approach)
- The consequences of an effect are usually more certain and will often be long-term
  - e.g. a death averted in the short-run will have long-term consequences on QALYs
- Sometimes, effects and costs are constant







### **Barriers to uptake**



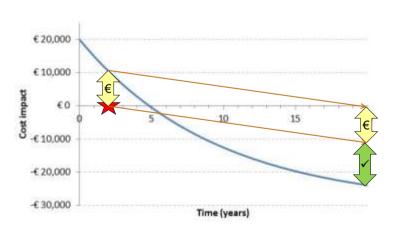
- Even when intervention are cost-effective in the long-run, uptake is slow (or non-existent)
- Incentives to local decision-makers
- Short-term budget goals
- Being transparent about results at different time points can help this discussion







## **Barriers to uptake**



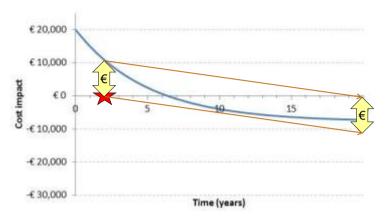






## **Barriers to uptake**





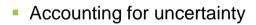






## **Summary again**





- Differentiating between effects and consequences
- Barriers and incentives to uptake









## Thank you

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