

# Defining Value – For Us or With Us: Moving Us To Patient Oriented Value



### Agenda

- **>** Background
- ➤ Introduction to Value Frameworks
- ➤ QALY and ICER Patient Group Responses to ICER Assessments
- ➤ Patient-Centered Value Initiatives
- ➤ Next Steps



### **Five Primary Value Frameworks**

### **Patient-Centric Value Frameworks Under Development**



American Society of Clinical Oncology

















# Five Primary Value Frameworks: Brief Descriptions Connect Strategies, LLC

Framework	Intended Purpose	Primary Treatment Focus	Primary Output
ICER	Develop a conceptual framework to help inform users, primarily insurers, in their assessments of the value of medical services, including drugs, medical devices, and procedures	Drugs / biologics; extended to devices, procedures	Long term care value (cost effectiveness); short- term but get im, act; value-based price benchmanks
ACC-AHA	Provide a more complete examination of cardiovascular care, helping to generate the best possible outcomes within the context of finite resources	Ca diovasc lar trectments, primarily drug	Three value levels: high value, intermediate value,
ASCO	Enable a physician and patient to as as they lucof a particular cancer treatment regiment iver the patient's individual preferences and a round and	Cancer drug / biologic regimens	Net Health Benefit (NHB) comprised of clinical score, toxicity score, and bonus points for symptom palliation, treatment-free survival, QoL; average sales cost of drug per month
DrugAbacus	Provide a finite active tool to help determine the price of a cancer coug based on its value compared with the price assigned by the pharmaceutical company	Cancer drugs / biologics	Abacus price/month based on efficacy, tolerability, novelty, R&D costs, rarity, population burden. unmet need, and prognosis, as well as user preferences
NCCN	Provide the health care provider and the patient information to make informed choices when selecting systemic therapies based upon measures related to treatment, supporting data, and cost	Treatment regimens, primarily cancer drugs / biologics and non-pharmacologic modalities	Evidence Blocks for efficacy, safety, quality of evidence, consistency of evidence, affordability on scales of 1-5

# ICER focuses on producing value assessments of new drugs – sometimes even before FDA approval



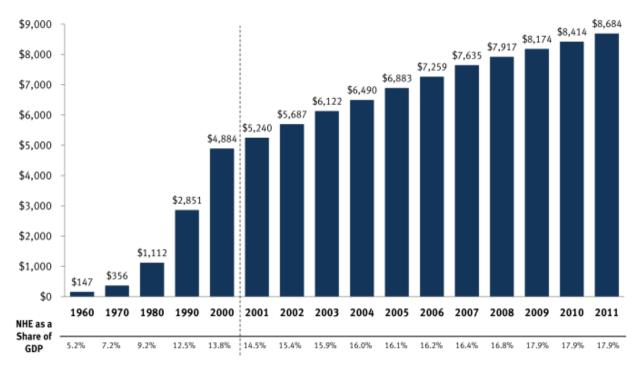
Audience	<ul> <li>✓ Primarily payers, also patients and doctors</li> <li>✓ Covers all treatment types, but recently said all rare and ultra rare (due to high cost)</li> <li>✓ Has evaluated rare cancer treatments so early in life cycle ASH opted not to contribute input</li> <li>✓ Medicare has cited to and quoted from ICER</li> <li>✓ Claims to encourage stakeholder input, proactively engages stakeholder including patient groups</li> </ul>	
Methods	Comparative effectiveness, long term value for the money, incremental cost effectiveness, other benefits and disadvantages, contextual cost siderations, short-term budget impact i.e., nothing that captures the value of a new treatment for patients w/ rare diseases with no current treatments	
Rigor	<ul> <li>✓ Claim to use variety of cyclence/best practices for their cost-effectiveness analyses, incl. formal mathematical notals with sensitivity analysis and comparison of costs per QALYs;</li> <li>✓ But everything is weighted to get to the "right" answer – i.e., more weight to evidence that is blinded, randomized, placebo-controlled, large study population – all factors that inevitably disfavor rare disease treatments;</li> <li>✓ In reality, for the end user, it all comes down to the QALY</li> </ul>	

From December 2014 to November 2018, ICER has convened **27 committees to review approximately 150 treatments. Of** these, <u>15 treatments were for rare diseases</u> and <u>4 for ultra-rare diseases</u> (if defined by a prevalence of < 20,000 in the US)

### In response to rising healthcare costs, payers are turning to value assessment frameworks to design sustainable budgets



### National Health Expenditures per Capita



NOTE: According to CMS, population is the U.S. Bureau of the Census resident-based population, less armed forces overseas and their dependents.

SOURCE: Kaiser Family Foundation calculations using NHE data from Centers for Medicare and Medicaid Services, Office of the Actuary, National Health Statistics Group, at <a href="http://www.cms.hhs.gov/NationalHealthExpendData/">http://www.cms.hhs.gov/NationalHealthExpendData/</a> (see National Health Expenditures by type of service and source of funds; file nhe11.zip); Gross Domestic Product data from Bureau of Economic Analysis, at <a href="http://bea.gov/national/index.htm#gdp">http://bea.gov/national/index.htm#gdp</a> (file gdplev.xls).

KAISER FAMILY

- In response to rising healthcare costs, the prices of many treatments have garnered increased scrutiny
- Due to these treatments ranging widely in cost and yielding variable health outcomes, there has been a movement to determine the "value-based" price for treatments to support the healthcare system's shift from volume to value
- Nonprofit organizations, professional associations, and healthcare institutions have begun to assess more closely the real and perceived "value" of high-cost therapies through the development of value assessment frameworks

Payers Appear Poised to Re-think How to Decide Who Gets Access to New Ultra Rare and Rare Cancer Treatments Based on "Value"



### Conventional Wisdom...

- Public and private payers will cover on-label use of new drugs.
- Cancer drugs are covered on-label and for off-label use supported by evidence.

### Looking Ahead...

- •Payers are questioning sustainability of hearth care financing due to finite resources and rapid evolution of treatment inneventions, particularly in oncology.
- •Value-based drug prisin 3/octcomes-based contracting appear to be emerging as reasonable compromite to balance costs and access.
- However, cost-of-ectiveness, comparative effectiveness, and "long-term value for the money" analyses are making their way into the debate.
- •Example: Medicare proposes, for the first time, to restrict conditions for on-label and compendia-listed uses of an entire new class of treatments FDA-approved for rare lymphoma and leukemia now, and in clinical trials to treat other rare cancers in the future.

# Treatments for Life-Threatening, Rare Diseases Are at a Disadvantage in Value Assessment Frameworks

Value Assessments are Supposed to be Evidence-Based; "Strength of Evidence" is Key Determinant of Value

**Disease Rarity** 

Ţ

Life-Threatening Disease



Public Interest In Rapid
Availability

Small studies inevitable in small populations; New 30 as weak evidence in value frameworks Value frameworks seek data on trea ment use in rationt subpopulations (e.g., elderly)

Lack of alternative treat nent options make a "standard of care" control impossible, and placebo-controls are the bical for life-threatening diseases like cancer

Furnise; and yet single arm studies are becoming the norm for rare/ultra rare.

Cancer treatments for conditions without other options get FDA approved based on surrogate outcomes like complete response, without long-term outcomes data

Value frameworks seek robust data, long-term follow-up since "value" is based on added years

# "Value frameworks" evaluate and quantify benefits, harms, and often costs – to get a *COMPOSITE* VALUE METRIC

### **IN GENERAL:**

- ✓ Intended to inform all stakeholders across the care continuum of a treatment's cost versus benefit
- ✓ Usually rely on OBJECTIVE outcomes supported by ROBUST data
- ✓ May result in a calculation in terms of dollars per 'health unit' gainel
- **✓ Most target a payer audience,** rather than physicians or parients
- ✓ Payers in markets outside the US may use that passess nents to restrict access, or even decline to cover at all unless the inaturacturer reduces the price to reflect calculated value
- ✓ Not new concept in the JS chother countries, but US payers historically have avoided constricting access to cancer treatments based on the cost of each year of life gained
- ✓ Public entities in other countries produce Health Technology Assessments (HTAs) (e.g., NICE in the UK), which are essentially what we call value frameworks in the US
- ✓ US payers seem to be inching toward incorporating cost-effectiveness or value into access decisions EVEN WHEN THERE IS NO OTHER FDA APPROVED TREATMENT

Value Frameworks were created to assist with formulary and patientphysician decision making

# Value frameworks are ill suited to incorporate the patient experience and other nonclinical factors



### **Pros**

- Intent is to improve decisions for payers, providers, and patients
- Intent is to encourage use of treatments that produce better health
- Enhance dialogue on value of care for the cost/ price paid
- May improve medical decisions while reducing costs IF subject treatments are compared to other medically-accepted therapies for the disease, but function as gatekeeper to medical care if applied to rare, life-threatening diseases without adequate alternative treatments

### Cons

- Based on averages by definition, has to ignore clinical nuances and individual patient factor and preferences (e.g., some patients willing to accept more safety risks to improve efficacy while others may prefer treatments with less safety risk even if efficacy is reduced; i.e., Element of Value/previous slide)
- No clear "best practices" or measures of value (e.g., assigning different values to improved health outcomes, defining value based on benefit vs. cost of care)
- Controversial when applied to rare diseases
- Limited definition of "productivity" in economic terms negates potential productivity loss in retired persons
- Limited patient input in framework conception and development – may be missing elements important to patients
- Ethical concerns regarding care rationing complex and controversial

# "Core" elements are incorporated into value calculation; "Novel" elements are usually relegated to context.

Elements of value	Type of element	Features of medical technologies in which element is relevant in value assessment
Net costs	Core	Can apply to all assessments
QALYs gained	Core	Can apply to all assessmer
Productivity	Novel	Relevant when treatment hour impact or productivity
Adherence-Improving factors	Novel	Relevant when featons of the reatr enlitsen improve adherence with the treatment
Reduction of uncertainty due to new diagnostic	Novel	Polev ir a when the treatment is a accompanied by a companion diagnostic test
Caregiver burden	Novel	Tel val when caregivers need to assist patient with activities of daily living / medical tasks
Insurance value	N. ve	Relevant when baseline health status is particularly poor
Severity of disease	ove	Relevant when considering treatments for end-of-life care and/or high-severity conditions
Value of hope	Novel	Relevant when therapies have uncertain effects that cannot be predicted by diagnostic test
Real option value	Novel	Relevant when technology extends life of patient
Equity	Novel	All
Level of Innovation	Novel	Relevant when technology identifies a new mechanism of action, treatment approach, or mode of delivery

# The QALY was initially developed in the UK in the 1970s as healthcare expenditures dramatically increased





Founded in 1999

### **Background on History of QALY**

- Popularized in the 1970s in the UK in response to a need for improved decision-making around healthcare expenditures
- The measure was first developed by the National Institute for Health and Care Excellence (NICE) in the UK, which conducts technology appraisals using the QALY measurement
- NICE uses a 'standard' threshold of \$26,500 \$40,000 per QALY when appraising technologies
- More recently, in April 2017, NICE adopted a higher threshold of between \$133,000 and \$397,000 per QALY when appraising treatments for 'very rare diseases'

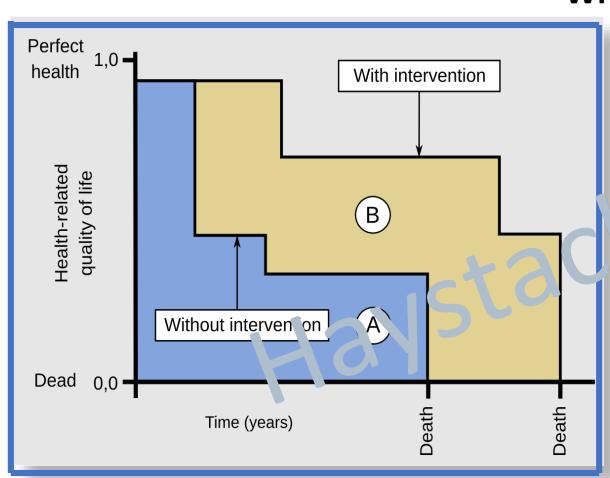
# The foundation of cost-effectiveness assessments is the Quality Adjusted Life Year (QALY)



### What is a quality-adjusted life-year (QALY)?



- often uses individual and community (not patient) preferences for aifferent health corditions ("health states")
- compares interventions that are relatively inexpensive (low cost per QALY) to those that are relatively expensive (high cost per QALY)
  - Is QALY a useful metric for evaluating value of potentially curative treatment for patients with high mortality risk?
- QALYs may consider side effect profile, but risk/benefit analysis rarely considers patient preferences



Years of Life x Utility Value = #QALYs

Measuring patient outcomes ("utility values") in objective, quantifiable terms as "value" is challenging *AND SQUISHY*: different methodologies, inputs, and timelines yield different results

### **Direct Methods**

 Individuals are asked to describe and assess health states and place weights

### **Indirect Methods**

 Individuals are asked to fill out a preferencebased questionnaire (E.g., EuroQol-5D, SF-6D)

Point of disagreement in measuring value: Who's perspective should be

used?

Patients living with the disease?

Members of the general public?

People who have first-hand experience with outcomes?

People with no experience?

**Caregivers?** 

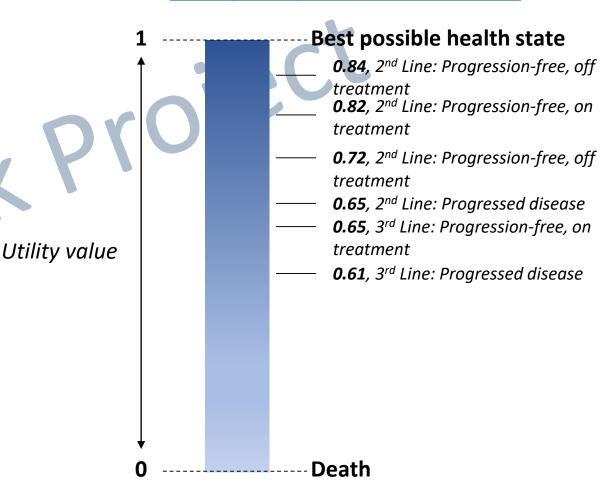
Different health conditions get assigned different patient outcomes on a scale of 1 to 0 which are then multiplied by life years gained to yield the number of QALYs



### **Utility Values Background**

- Health state preference values are part of the equation in which a person's quality of life is estimated
- The utilities that are produced represent the valuations attached to each health state on a continuum between 0 and 1, where 0 is equivalent to being dead and 1 represents the best possible health state -
- Sample health states include:
  - Progression free, off treatment
  - Progression free, on treatment

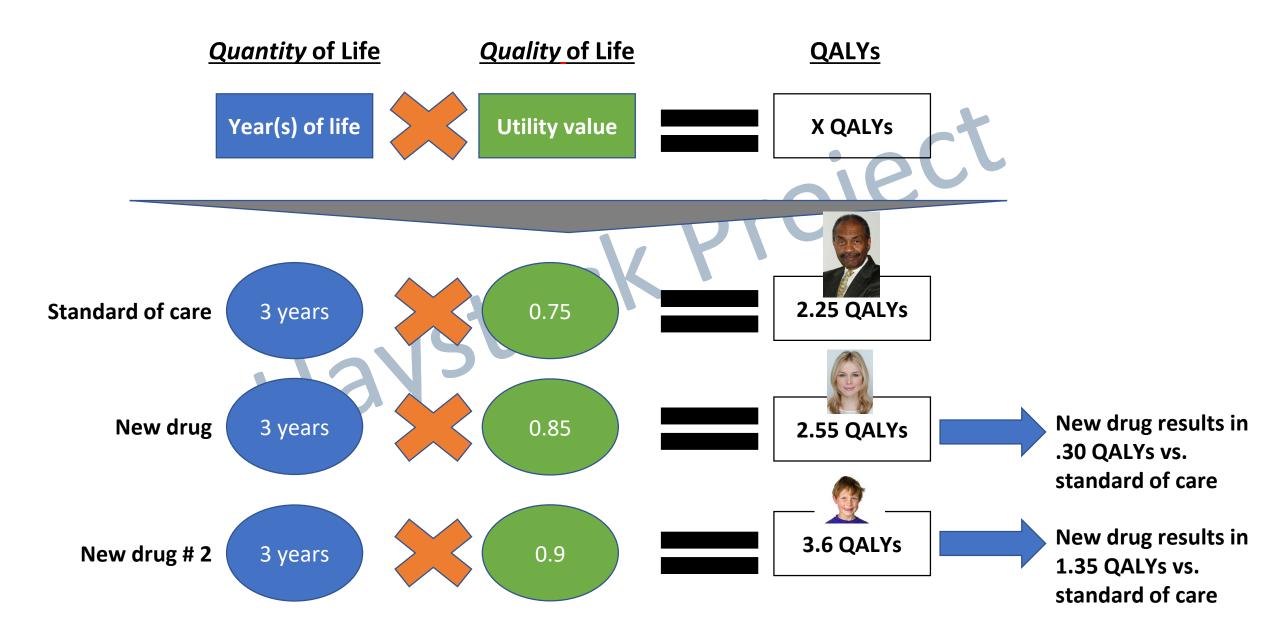
**Example Utility Values (from ICER Multiple Myeloma Assessment)** 





### **Example Quality-Adjusted Life Year (QALY) calculation**



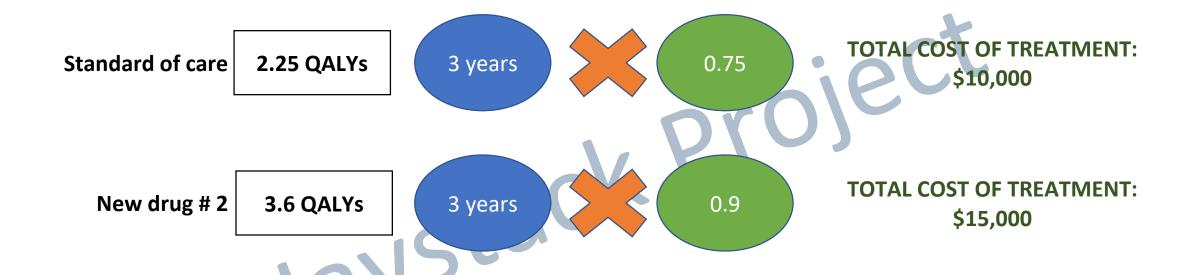


# The incremental cost-effectiveness ratio is used to compare the "efficiency" of health interventions



\$15,000-\$10,000 = \$5,000 cost difference

between new drug #2 and standard of care



\$5,000 / 1.35 QALYs =

3.6 QALYs - 2.25 QALYs = 1.35 QALYs gained

\$3,704 / QALY

# QALYs are not patient centric and do not incorporate individual treatment goals



### **Limitations of the QALY**

Measurement

 While some health economists try to justify these values through laborious studies that compare the costs of various medical services, the threshold amount is effectively random

QOL measurement will depend on tool used and population

Heterogeneity

Often considers only societal preferences, not patient preferences

• Do not take into account patient preferences around process of care (e.g. invasiveness of therapy)

• Does not reflect differences in patient characteristics – this is particularly important in rare

Neglects individual treatment goals

• Valuing "perfect health" over a pre-defined "less perfect health" (e.g. desiring a therapy because it may increase the chance of seeing one's children grow to adulthood, enjoy an active retirement with a spouse, or even go on a long-awaited vacation)

**Devalues disability and age** 

 Elderly and disabled disadvantaged, who cannot achieve maximum QALY scores because they will never achieve the highest "quality of life"

Ill-suited for rare disease drugs

- New therapies for rare diseases are, approved with fewer subjects in clinical trials, and predicting the longevity of patients in these trials is difficult
- Prices of these drugs tend to be higher, and in rare and ultra-rare cancer, trials often lack long-term data. Note: waiting for data to support "value" could delay access for 2, 5, or more years

A recent study found that only 25% of patients believed QALY was a good way to measure value in healthcare and that the QALY does not reflect the diversity of their experiences, needs, and beliefs<sup>1</sup>

Both private and public payers are increasingly looking to value frameworks like ICER to manage pharmaceutical spending





In 2018, CVS Health announced a new formulary management option that allowed self-insured employers to remove from their formularies medicines launched at a price greater than \$100,000 per quality-adjusted life-year (QALY)



New York's Drug Utilization
Review (DUR) Board is permitted
to use QALY-based standard to
determine medicine
reimbursement and coverage
policies; the the most recently
released Executive Budget
proposal would make
permanent the use of costeffectiveness assessments
conducted by third-parties

In 2017, ICER announced that it was collaborating with the Department of Veterans Affairs (VA) Pharmacy Benefits Management (PBM) Services to "support VA coverage and price negotiations with pharmaceutical companies to promote access to high-value drugs"



### **Five Primary Value Frameworks**

### **Patient-Centric Value Frameworks Under Development**



American Society of Clinical Oncology







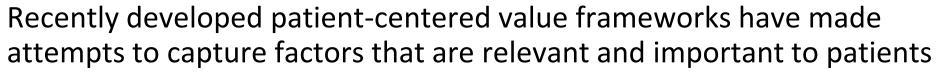














### **Patient Centric Value Frameworks**

	Year of Development	Objective
NATIONAL HEALTH COUNCIL	2016	Provide a tool that the patient community physicians health systems, and payers can use to evaluate the patient continue to evalue models and to guide value model developers on the ne ningful incomporation of patient engagement throughout their processes.
Faste Cures A CENTER OF THE MILKEN INSTITUTE	<sup>201</sup> , S	Provide high-evel methodology for how to assess the value of multiple he ith are options from the patient's perspective. It is made up of a set of patient-centered domains, technical criteria, and measures. It includes a methodology and specified types of data that can be applied in a variety of ways with additional analyses
INNOVATION AND VALUE INITIATIVE	2018, 2019	<ul> <li>Build an open-source platform that facilitates robust and rigorous patient-centered value assessment of health technologies tailored to the needs and interests of individual decision makers.</li> <li>So far only developed for Rheumatoid Arthritis and Non-Small Cell Lung Cancer</li> </ul>

### Manufacturers and patient groups are invited to comment on ICER assessments



Comment letters issued by manufacturers and patient groups for ICER assessments on cancer therapies have cited common concerns:

- Ignoring patient experience by not appropriately valuing healthrelated quality of life outcomes
- Neglecting diversity of certain disease population (i.e. "one-sizefits-all" approach)
- Defining "productivity" in economic terms rather than from patient perspective
- Over-estimating down side of short term side effects
  - Downgrading strength of evidence when pivotal trials were small and/or did not have blinded, randomized, assignment to standard of care or drug
- Lack of adequate standard care for comparison
- Outcomes selected by ICER are not clinically meaningful or reflective of patient preferences
- Lack of transparency surrounding methodology and calculations

### **AMGEN**

April 15, 2016; Submitted Electronically to publiccomments@icer-review.org. from Martin Zagari, MD, Vice President, Global Health Economics, Amgen on behalf of Amgen

At Amg

"Treatme

Recent I

and/or re mveloma

individua

decade or

improve achieve th

place scie

ICER's e PhRMA.

remainde

After care

ICER, we

conclusio

Perform

3. Ignored

Provide

Failed t

ICER's arl analysis. V

supplemen

CANCER SUPPORT COMMUNITY

President, Institute for Clinical and Economic Review Boston, MA 02109 USA

to respond to the request for comments regarding ICER's draft report of treatment options for relapsed or refractory multiple myeloma.

largest nonprofit employer of oncology mental health professionals in the United States, CSC has a unique understanding of the cancer patient experience. Each year, CSC serves people affected by cancer through its online community- and delivers more than \$40 million in free, personalized services each year

the cancer patient experience. The Research and Training Institute has contributed to the evidence base regarding the cancer patient experience through its Cancer Experience Registry®, various publications and peer-reviewed studies on distress screening, and the psychosocial impact of cancer and cancer survivorship, to name a few. This combination of direct services and research uniquely positions CSC to provide organizations

Dr. Pearson, we are concerned about several items, which I have outlined below

### Lack of consideration of the patient definition of value

Registry. The Registry collects survey data that measures all aspects of the cancer experience including, the social, emotional, spiritual and financial effects of cancer on the person diagnosed as well as his or her family. Over 9,300 people have participated so far, sharing almost one million data points about their experience.



100 Chamountx Drive, Fairmount Park, Philadelphia, PA 19131 67.295.3000 Phone 215.883.2580 Fax

Steven D. Pearson, MD, MSc, FRCP

RE: Institute for Clinical and Economic Review (ICER) Assessment of Drug Therapies for Multiple Myeloma

Dear Dr. Pearson.

On behalf of the Cancer Support Community, an international nonprofit organization that provides support. education and hope to more than one million people affected by cancer each year, we appreciate the opportunity

As the largest direct provider of social and emotional support services for people impacted by cancer, and the network of 44 licensed affiliates - more than 120 satellite locations, a toll free telephone helpline and a vibrant

Additionally, CSC is home to the Research and Training Institute - the only entity of its kind focused solely on like ICER with feedback based on evidence as well as real world impact.

CSC acknowledges ICER's intent to seek multi-stakeholder input as a part of the process involved in assessing the value and effectiveness of different oncology treatment regimes. However, we encourage you to seek input earlier in the process and in a more comprehensive way. Both the conversation on value and multi-stakeholder engagement are at the core of CSC's work on access, and we are eager to work with you to move appropriate

At the Cancer Support Community, the patient experience drives all aspects of our work: direct service delivery, research and policy. To better understand the needs of people with cancer, we developed the Cancer Experience

# **Case Study: National Multiple Sclerosis Society** (NMSS)



- Patient Organization: NMSS is part of the MS Coalition
- Value Assessment:
  - —ICER Assessment on: Therapies for Relapsing-Remitting and Primary-Progressive Multiple Sclerosis: Effectiveness and Value (publicly released March 6, 2017)

### • What NMSS did:

- —Commented at every official opportunity and had informal conversations
- —With the MS Coalition, created an online questionnaire to assess patient perspectives on the most important issues for patients when making decisions about which therapy to take

### • Impact:

- —Patient perspectives were included in the narrative of the report; voting committee members cited patient considerations were top of mind when voting
- —However, patient perspective was **not incorporated** in **cost per QALY calculation**

# Case Study: Parent Project Muscular Dystrophy (PPMD)



- Patient Organization: Patent Project Muscular Dystrophy (PPMD)
- Value Assessment:
  - —ICER Assessment on: Assessing the Effectiveness and Value of Drugs for Rare Conditions (May 2017)

### What PPMD did:

- -Became familiar with ICER review process and framework
- —Contacted ICER to understand how to assist during process & report, whether PFDD data and rare disease considerations would factor into review—initially phone call was not returned!
- —Provided ICER with rare disease community experts and commented at each opportunity
- —Helped plan ICER Orphan Drug Assessment & Pricing Summit by serving on Working Group that informed Summit agenda and briefing paper

### Impact:

- —Comment period remains open Impact still unknown. Relationship established & awareness of complexities of reviews in rare disease heightened
- —However, patient perspective was **not incorporated** in **cost per QALY calculation**

ICER is piloting including other "benefits and disadvantages" and "contextual considerations" in reports, outside the final ratings payers use strategies, LLC

### **Other Benefits and Disadvantages**

When compared to the

when compared to the comparator used in the cost-effectiveness analysis, does this particular intervention offer one or more of the following "other benefits or disadvantages?"			Potential Other Benefits or Disadvantages: Compared to the "Comparator"
Yes	No	Uncertain	This intervention offers <b>reduced complexity</b> that will significantly improve patient outcomes.
Yes	No	Uncertain	This intervention will reduce important health disparities across racial, ethnic, gender, socioeconomic, or regional categories.
Yes	No	Uncertain	This intervention will signify and the caregory and the c
Yes	No	Uncertain	his is regular offers a novel mechanism c action or approach that will allow successful treatment of many patients for whom other available treatments have failed.
Yes	No	Uncertain	This intervention will have a significant impact on improving return to work and/or overall <b>productivity</b>
Yes	No	Uncertain	There are other important benefits or disadvantages that should have an important role in judgements of the value of this intervention

### **Contextual Considerations**

Are any of the following contextual considerations important in assessing this intervention's long-term value for money?			onsiderations assessing this long-term value	Contextual Considerations
Y	'es	No	li cert in	The intervention is intended for the care of modelidus, s with a condition of particularly bigh severity in terms of impact on length of life and/or quality of life.
Y	'es	No	Uncertain	This intervention is intended for the care of individuals with a condition that represents a particularly high <b>lifetime burden of illness</b>
Y	'es	No	Uncertain	This intervention is the <b>first to offer</b> any improvement for patients with this condition.
Υ	'es	No	Uncertain	Compared to the "comparator," there is significant uncertainty about the long-term risk of serious side effects of this intervention
Υ	'es	No	Uncertain	Compared to "the comparator," there is significant uncertainty about the magnitude or durability of the long-term benefits of this intervention
Υ	'es	No	Uncertain	There are additional contextual considerations that should have an important role in judgements of the value of this intervention:

FDA launched the patient-focused drug development (PFDD) initiative (2013) to incorporate the patient voice in drug development and evaluation

### The PFDD initiative aims to:

- Facilitate and advance use of systematic approaches to collecting and utilizing robust and meaningful patient and caregiver input to more consistently inform drug development and regulatory decisions
- Encourage identification and use of approaches and best practices to facilitate enrollment and minimize burden of participation in clinical trials
- Enhance understanding and appropriate use of methods to capture information on patient preferences
   & tradeoffs between treatment benefit and risk
- Identify the information most important to patients on treatment benefits, risks, and burden, and how to communicate the information to support decisions

### FDA activities related to this initiative include:

- Conducting 24 disease-specific meetings to more systematically gather patients' perspectives on their condition and available therapies to treat their condition and generated Voice of the Patient reports, which summarize the input provided by patients and patient representatives at each of these public meetings
- Developing a series of methodological guidance on the collection of patient experience data, and the use of such data and related information in drug development
- Developing guidance on developing and submitting proposed draft guidance relating to patient experience data

### Discussion Questions...



- 1. Do patient groups have a list of interventions that may be evaluated by any of these Value Framework developers?
- 2. Do you keep track of what has been approved by the FDA or in the pipeline?
- 3. Have you ever asked your patients/caregivers to describe the value of each intervention?
- 4. What improvements over current standard of care are most important?
- 5. Are there unique factors associated with the cancer population that should be considered?
- 6. Once ICER decides to evaluate a treatment, comment periods are on very short timelines (generally 3 weeks or less) – How quickly can your organization compile a compelling response and enlist other stakeholders to join your efforts?

### Next Steps...



- 1. Would you be interested in making a list of interventions that may be evaluated by a Value Framework developer? Would you know how? Would you need help?
- 2. Would you be interested in surveying your patients directly or indirectly to describe the value of a coming intervention? Would you know how? Would you need help?
- 3. Do you see value in participating in ICER's process or in issuing your own "Voice of the Patient" type reports? Do you see independent value in these?



# BACK UP SLIDES Halfstack Halfstack

# Questions Every Legislator Should Ask About ICER: Ethical Consideration Strategies, LLC

- Is it ethical to deny patients a new therapy pending an ICER review?
- Do QALY-based reviews capture the real-world experiences of patients with particular therapies?
- Do QALY standards discriminate against the disabled by assigning a lower quality of life score for disabilities?
- In a related question, does the QALY standard discriminate against older Americans by denying them palliative care?
- Is the use of ICER reviews simply a method of dodging political accountability for rationing medicine?
- Wouldn't the use of ICER reviews drive profitability for private sector health plans and pharmacy benefit managers (PBMs), and represent a conflict of interest?
- Doesn't the QALY standard simply place an arbitrary value upon human life?
- Does the ICER review process interfere with autonomous physician-patient relationships?
- Is employing the ICER model a form of generational discrimination?

# **Questions Every Legislator Should Ask About ICER: Methodological Issues and Theoretical Assumptions**



- Is the use of meta-analysis, i.e. the pooling of results from different studies with different assumptions and analyzing different targets, often using different methodologies, a sound way to reach conclusions about specific drug therapies?
- Are ICER reviews conducted with adequate data?
- Does QALY analysis lead to inefficiencies in spending in the healthcare system?
- Does QALY help legislators address budget challenges and shortfalls?
- Is ICER methodology overly quantitative and does it therefore fail to capture the variety of diverse circumstances that medical care presents?
- Should quality of life measurements be determined by patients or the general population?
- Should the ICER methodology be transparent?
- How often should ICER reviews be updated?
- Is the use of list prices in ICER reviews a serious methodological flaw?
- How long will ICER reviews take and will new drugs be available to patients pending the reviews?
- Is it arbitrary to establish a global budget for drug spending?
- Does the utilization of QALYs fail to capture the non-health benefits of drug therapies?
- Do QALYs discount the opinion of physicians in patient care?
- Does the ICER model discourage innovation?

# **Questions Every Legislator Should Ask About ICER: Condition-Specific Considerations**



- Is the ICER model inadequate to evaluate orphan drugs and drugs for rare diseases such a gene therapies?
- Does the ICER model discriminate against preventative medicine?
- Will personalized medicine make the ICER model obsolete?
- Can the ICER model adequately capture the value of mental health treatments?
- Does the ICER model, like the NICE model, have an inherent bias against cancer treatments?
- Does the use of QALYs fail to capture the value of important nuances within specific disease areas?