## Appropriate prescribing and cost-containment

Thoughts to achieve both

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#### Structure

- Appropriate prescribing
- Inappropriate prescribing increases costs
- Optimising prescribing while minimising costs: a challenge
- The new prospective budgeting in acute hospitals
  - How to cope with it without decreasing quality

## 1. Appropriate prescribing

- What is it?
- How can it be detected?
- How frequent is it?

## What is (in)appropriate prescribing?

- An appropriate prescription is a prescription that :
  - maximises effectiveness,
  - minimises risks,
  - minimises costs, and
  - respects patient choice
- Categories of inappropriate prescribing:
  - « Over » use
  - « Mis » use
  - « Under » use

#### How to detect inappropriate prescribing?

- Several instruments can detect over-, mis-, under-use
- Examples:
- 1. Medication Appropriateness Index (MAI)
- 2. Drug-to-avoid criteria (Beers)

3. Underuse ACOVE criteria

e.g. long-acting BZD, amitriptyline, dipyridamole

- 1. Valid indication?
- 2. Appropriate choice?
- 3. Correct dose?
  - Madalities of treatment correct?
    lities of treatment practical?
- 6. Clin. significant drug-drug interactions?
- 7. Clin. significant drug-disease interactions?
- 8. Duplication?
- 9. Appropriate duration?

e.g. patient with myocardial infarction and not on aspirin e.g. patient with osteoporosis and not treated

Cost?

#### How frequent is inappropriate prescribing?

<ul> <li>No valid indication</li> </ul>	n (« over » use)	54%
	inistration not correct inistration not practical raction	84% 84% 72% 73% 68% 70% 80%
Underprescribing		55%

% of patients with inappr prescr

# 2. Inappropriate prescribing increases costs

- Impact on DIRECT costs
- Impact on INDIRECT costs

#### Impact on DIRECT costs

= Cost of treatment

Example 1: invalid indication

Eg prescription of an antipsychotic for confusion

- risperidone 0.5mg solution, 1 month: ~ 15 euros

Example 2: duration of treatment too long

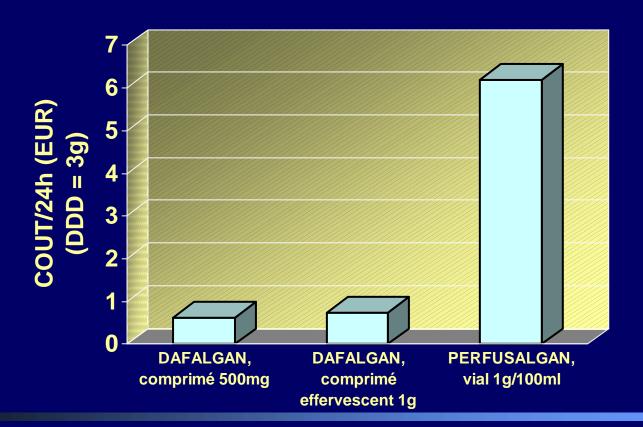
Eg benzodiazepine started during admission for insomnia, and not discontinued upon discharge

- Lorazepam 2mg/d, 3 months: ~ 8.5 euros
- eg Zolpidem 10mg/d, 3 months: ~ 39 euros

#### Impact on DIRECT costs

• Example 3: inappropriate route of administration

Eg paracetamol iv while the patient can swallow and tolerate food



#### Impact on INDIRECT costs

= Costs of measures taken to address the adverse consequences of inappropriate prescribing (admission to hospital, adverse drug event,...)

Often superior to the direct costs of treatment !!!

- A few examples...
  - Gabapentin started for diabetic neuropathy, dose not adapted to renal function → patient confused → patient falls → admitted to hospital with hip fracture
  - No prescription of aspirin/anticoag for a patient with AF (underuse), and patient admitted to hospital with stroke > short- and long-term consequences

#### Impact on INDIRECT costs

- Landmark study on adverse drug events (ADEs)
   (Bates, JAMA 1995 and 1997)
  - 6.5 ADEs / 100 hospital admissions
  - 12% life threatening, 30% serious
  - 28-42% are preventable
    - Annual cost for a 700-bed teaching hospital: \$2.8 million
- Study on the impact of increasing cost-sharing for elderly persons (Tamblyn et al, JAMA 2001)
  - ↑ Cost-sharing → ↓ Use of essential drugs (= underuse)
    - → ↑ rate of serious adverse events, and emergency visits

#### Impact on INDIRECT costs

- Fleetwood project (Bootman, 1997)
  - « Cost-of-illness » model
  - Objective: to estimate the cost of drug-related adverse consequences
  - Main finding: for 1 €spent on drugs → 1.33 €spent to treat drug-related problems

# 3. Optimising prescribing while minimising costs

#### When doing drug regimen review...

- Tx changes that ↑quality of prescribing and ↓ costs
  - Stop medicines without valid indication
  - Make sure that duration of treatment is not too long
- Tx changes that ↓ costs without ↓ quality
  - Switch iv → po whenever possible
  - Prefer drugs that are on the hospital formulary
- Tx changes that ↑quality, ↑direct costs but ↓indirect costs
  - Prescribe a new medication to resolve underuse

#### Strategies to improve prescribing

- Regulation
  - impact: +/- cost to implement: +
- Education and feedback
  - impact: +/- cost to implement : ++
- Computerised prescribing, decision support
  - impact: + cost to implement : ++
- Geriatric medicine services
  - impact: ++ cost to implement : ++
- Pharmaceutical care / clinical pharmacy
  - impact: ++ cost to implement : ++

#### Strategies to improve prescribing

Good evidence of positive impact on quality

But is it « cost-effective »?

- Geriatric medicine services
  - impact: ++ cost to implement : ++
- Pharmaceutical care / clinical pharmacy
  - impact: ++ cost to implement : ++

#### Strategies to improve prescribing

Economic impact on direct costs well demonstrated

eg studies of pharmaceutical care in outpatient and nursing home setting: economic benefit from discontinuing unnecessary drugs (Zermansky et al., BMJ 2001, Blakey et al., 2000)

Lack of studies addressing the impact on indirect costs

# 4. The new prospective budgeting system in acute hospitals in Belgium

- What is it?
- Opportunities to optimise prescribing
- Risks

#### « Forfait »: What is it?

- Prospective enveloppe to cover the cost of medications
  - Pre-defined amount of money per admission, and calculated based on diagnosis of admission, and severity (APR-DRG)
- For whom?
  - All patients admitted in Belgian acute hospitals
- For which medications?
  - All reimbursed medicines (= class A, B, C)
  - Except: medicines on the « exception list » (new and costly medicines)

# « Forfait »: An opportunity to improve prescribing

- Forfait = an incentive to better address the following questions:
  - Is there a valid indication for prescribing this drug?
  - Is duration of treatment not too long?
  - For patients on i.v. medications, could it be switched to oral medications?
  - Is there a less costly alternative?
    - If the drug is not on the formulary, can we safely switch it for a drug on the formulary?

# « Forfait »: Beware of risks of deterioration in the quality of prescribing

#### Examples:

- Patient discharged without any supply for medications before the patient/caregiver can go and buy medicines from the community pharmacy
- « Chronic » drugs discontinued during admission to save money (eg statins)
- Use of medications brought from home during admission, to avoid using meds from the hospital



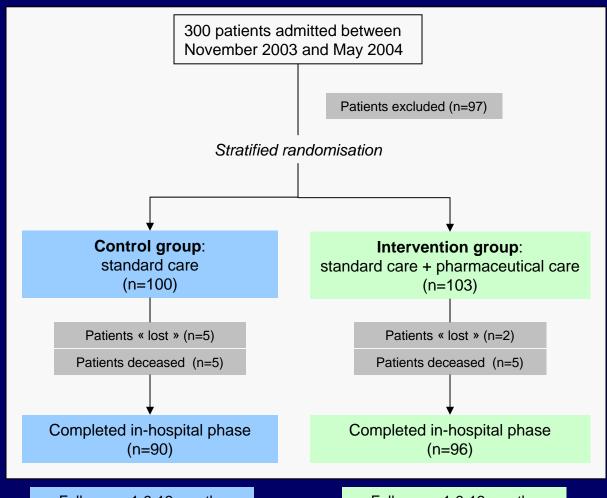
Unacceptable risks of adverse consequences, secondary to discrepancies during transition from acute/chronic care

It is unacceptable to compromise quality for economic reasons!

#### 5. Example

... to show that it is possible to improve the quality of prescribing, without exceeding the « forfait »

# RCT – impact of geriatric and pharmaceutical care



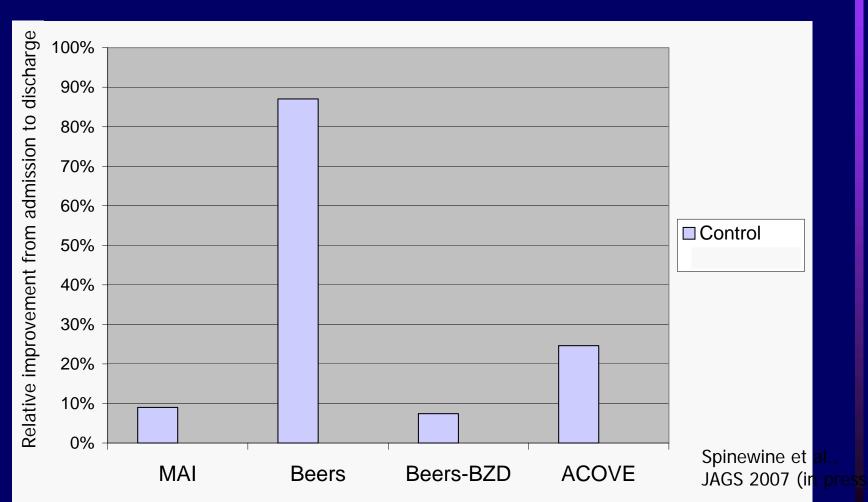
Spinewine et al., JAGS 2007 (in press)

Follow-up: 1-3-12 months (<15% loss)

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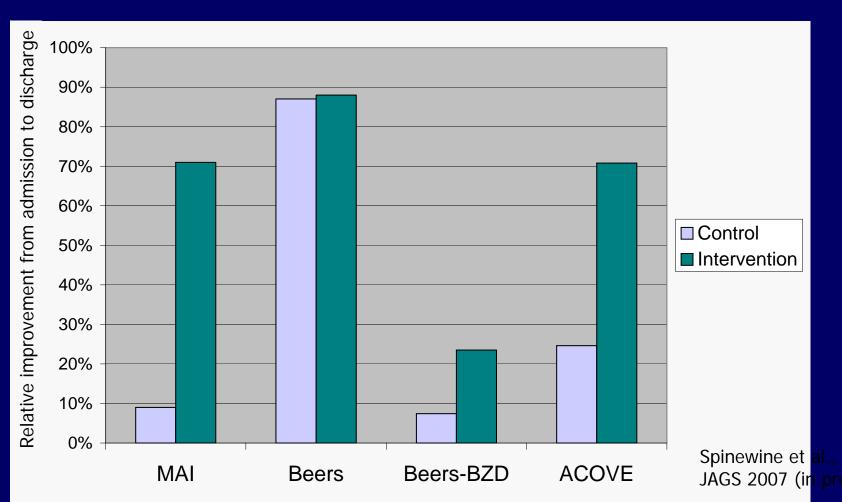
## Impact on the quality of prescribing

#### IMPROVEMENTS FROM ADMISSION TO DISCHARGE



## Impact on the quality of prescribing

#### IMPROVEMENTS FROM ADMISSION TO DISCHARGE



### Impact on the « forfait »

Costs of drug treatment per admission, corrected for diagnosis of admission and severity

