

Optimizing Adoption and De-Adoption to Achieve High-Value Cancer Care

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Penn Medicine

4 approaches

1. Delivery system innovation
2. Provider cost sharing
3. Price transparency
4. Evidence generation

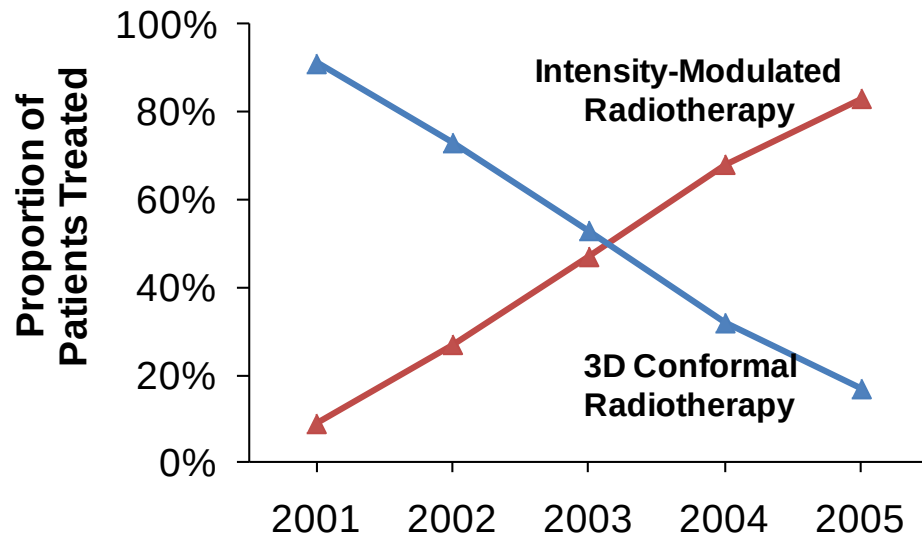
**Collaborative discussions with Scott Halpern, MD, PhD, Andrew Epstein, PhD, and Ezekiel Emanuel, MD, PhD, all at the University of Pennsylvania*

Rating the approaches

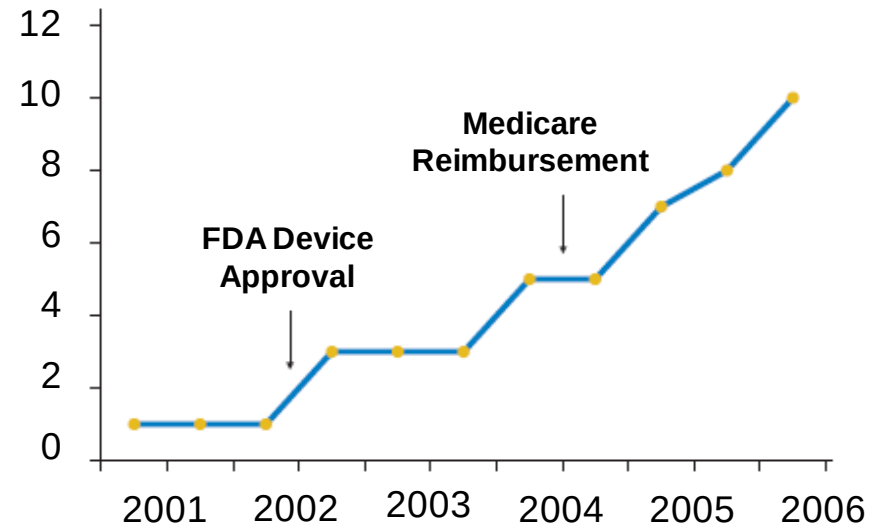
1. Potential and feasibility
2. Effectiveness
3. Harm

Adoption of Advanced Radiotherapy Technology: **Rapid**

Substitution of IMRT for 3DCRT In Prostate Cancer



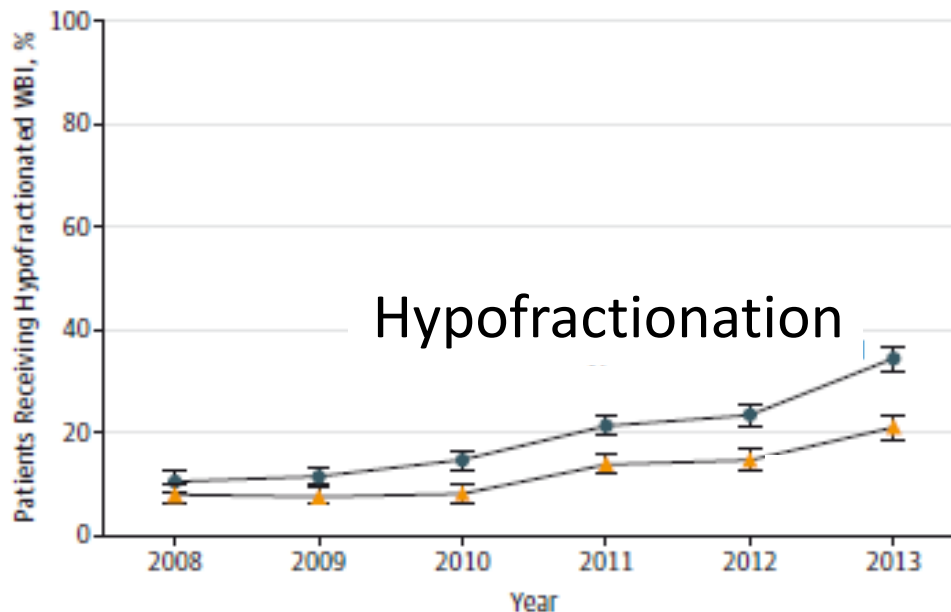
Adoption of Brachytherapy In Breast Cancer



Source: SEER-Medicare analyses: Yeboa DN (2009); Smith GL (2010), Nyugen P (2011)

De-adoption of Extended Fractionation: **Slow**

Conventional vs. Hypofractionated Whole Breast Irradiation



Single vs. Multi Fraction Treatment for Bone Mets

No. of Radiotherapy Fractions	Medicare Beneficiaries, No. (%) [95% CI]
1	101 (3.3) [2.7-3.9]
2-5	395 (13.0) [11.8-14.1]
6-10	1020 (33.4) [31.8-35.1]
11-20	1177 (38.6) [36.9-40.2]
>20	357 (11.7) [10.6-12.8]

Optimize Adoption

Proton therapy
for prevalent
cancers

“Slow down”

Optimize De-Adoption

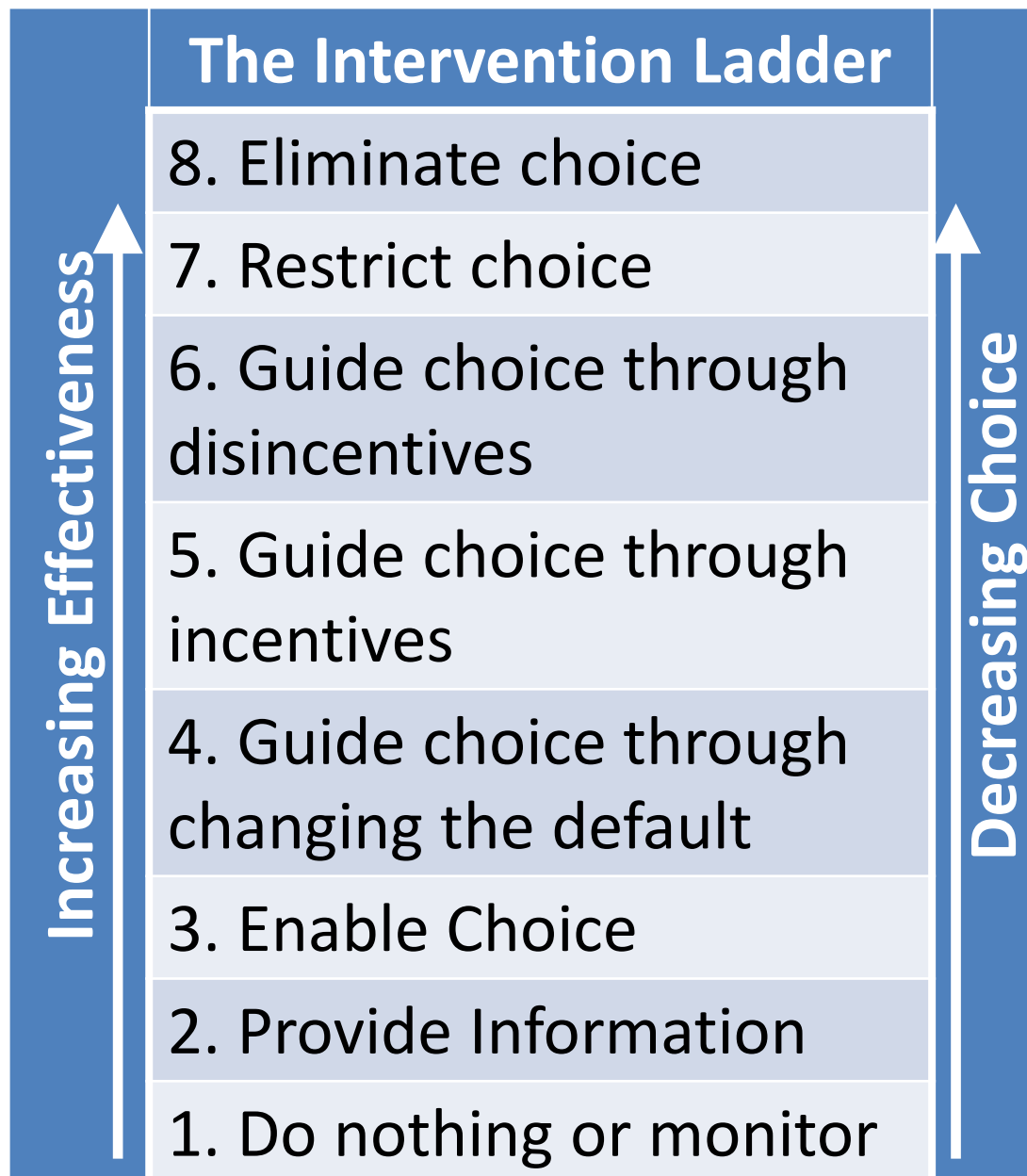
Extended
radiation
fractionation

“Speed up”

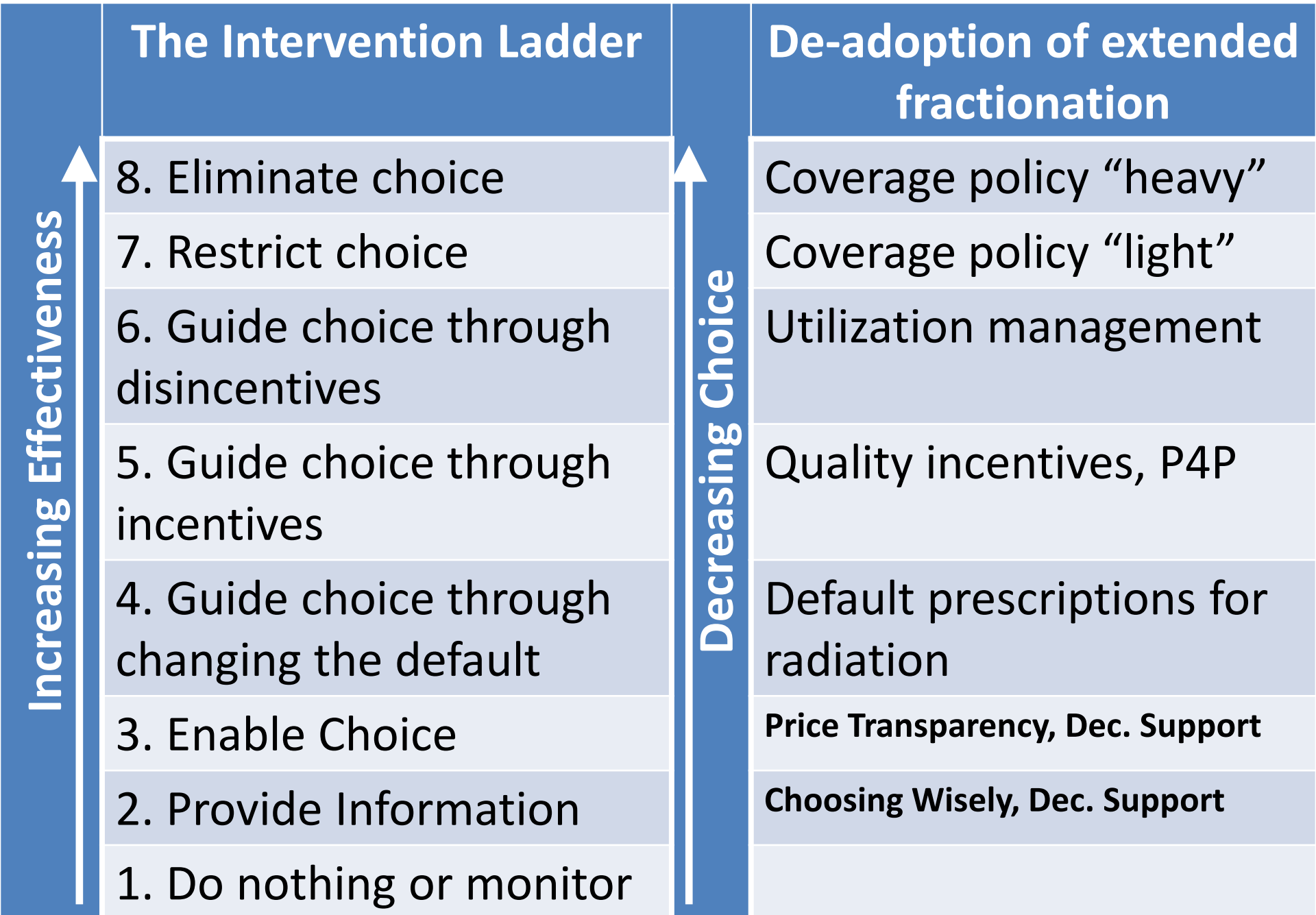
Pace driven by evidence of value

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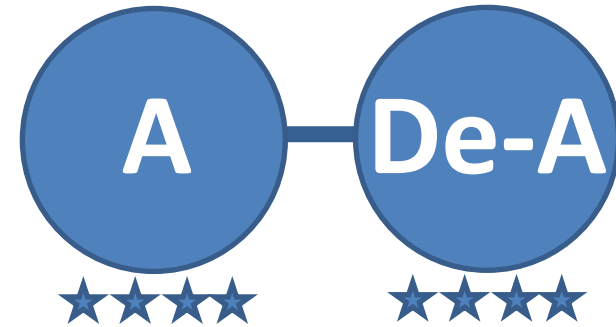
Source: “The Intervention Ladder.” Nuffield Council on Bioethics. Public Health: Ethical Issues. 2007. Cambridge Publishers. p. 41



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Rating of approaches

1. Delivery system innovation



2. Provider risk sharing

3. Price transparency

4. Evidence generation

4 approaches

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CMS Oncology Care Model: 6 month chemotherapy episode Base Case

1. Medical Onc. Prof. Fees	\$2,000
2. Everything Else	\$28,000
Total	\$30,000

6 month chemotherapy episode

	Base Case	CMS Incentive
1. Medical Onc. Prof. Fees	\$2,000	\$1,000 (+50%)
2. Everything Else	\$28,000	
Total	\$30,000	\$31,000 (+3.3%)

6 month chemotherapy episode

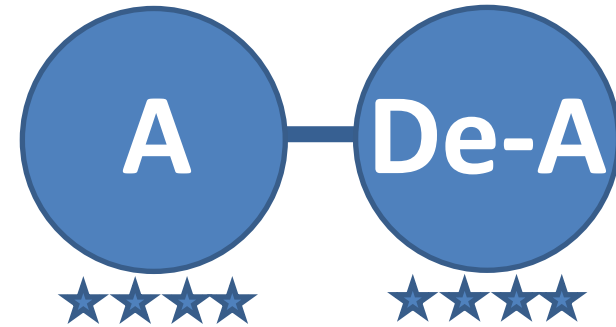
	Base Case	CMS Incentive	CMS Savings
1. Medical Onc. Prof. Fees	\$2,000	\$1,000 (+50%)	
2. Everything Else	\$28,000		\$1,240 (-4.4%)
Total	\$30,000	\$31,000 (+3.3%)	\$29,760 (- 4.0%)

Potential effects of risk sharing in radiation oncology

	De-Adoption	Adoption
Radiation-related costs	Accelerate de-adoption	Nudge innovation toward lower risk, less costly products
	Unintended consequences - Cherry picking - Induced demand - Stinting	Pricing inefficiencies across modalities
Total costs	Limited application	Limited application

Rating of approaches

1. Delivery system innovation



2. Provider risk sharing



3. Price transparency

4. Evidence generation

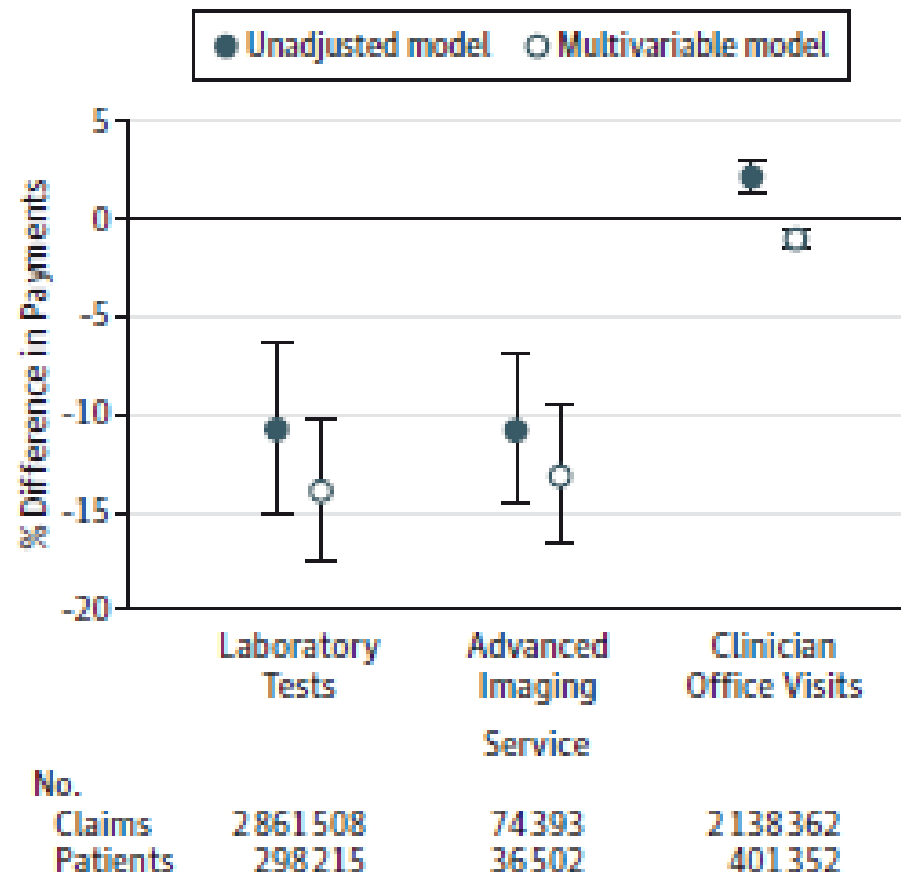
4 approaches

1. Delivery system innovation
2. Provider risk sharing
- 3. Price transparency**
4. Evidence generation



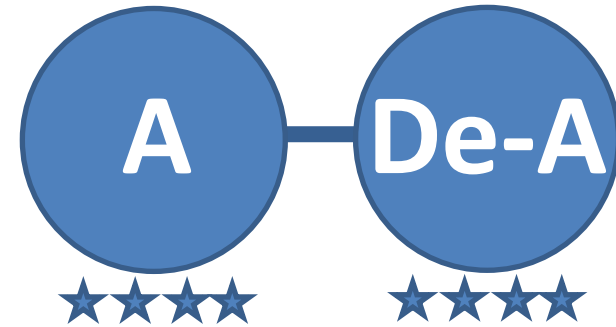
Price Transparency

Figure. Difference in Payments Between Searchers and Nonsearchers



Rating of approaches

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2. Provider risk sharing



3. Price transparency



4. Evidence generation

4 approaches

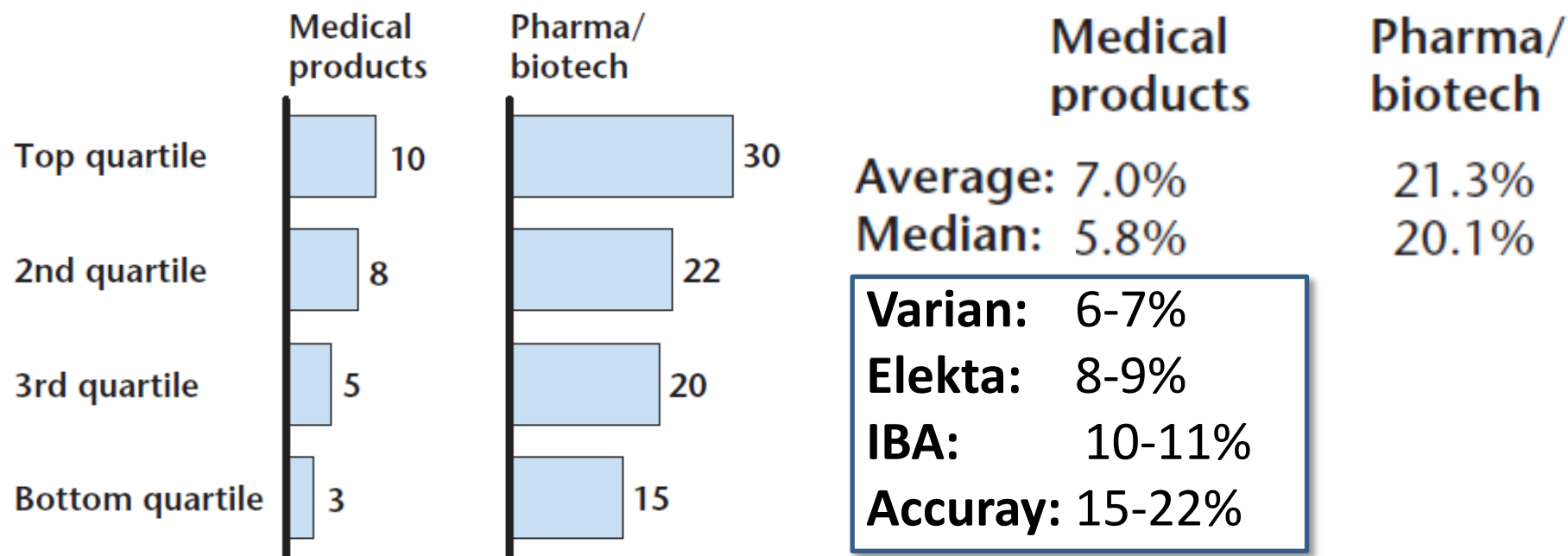
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Proton Therapy: Adoption ahead of CER

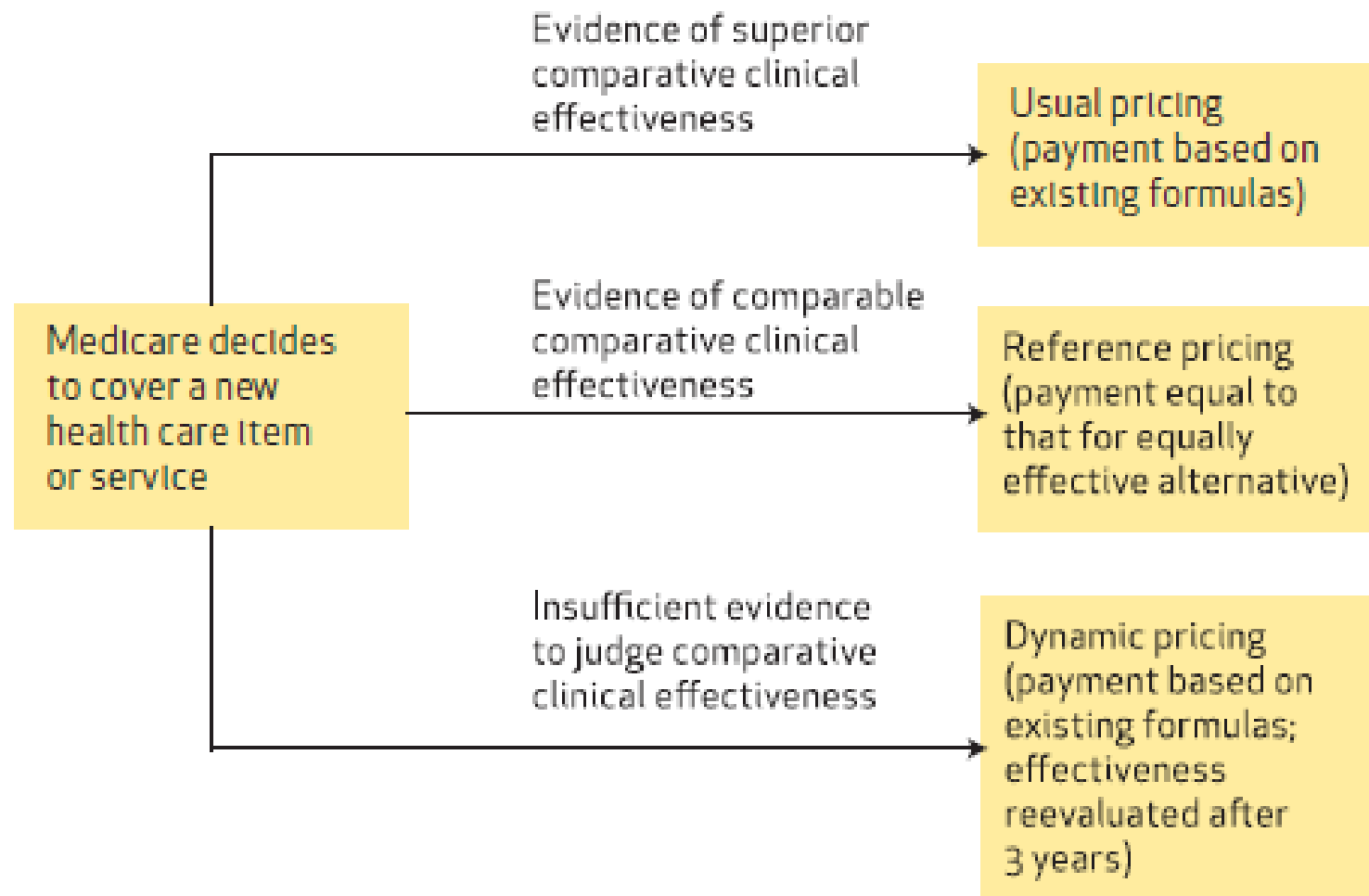
	Prostate	Breast	Lung
Randomized trial (RCT)	PARTIQOL RCT	RADCOMP Pragmatic RCT	RTOG 1308 RCT
Sponsor	 		 
Primary endpoint	Patient reported bowel fxn	Major CV events and relapse	Survival
Patient-centric?	++++	++++	++++
Payer-centric?	+++	++++	+++++
Timeline	> 5 years	> 10 years	> 5 years

Opportunity for Radiation Device Industry to Invest in Evidence Generation

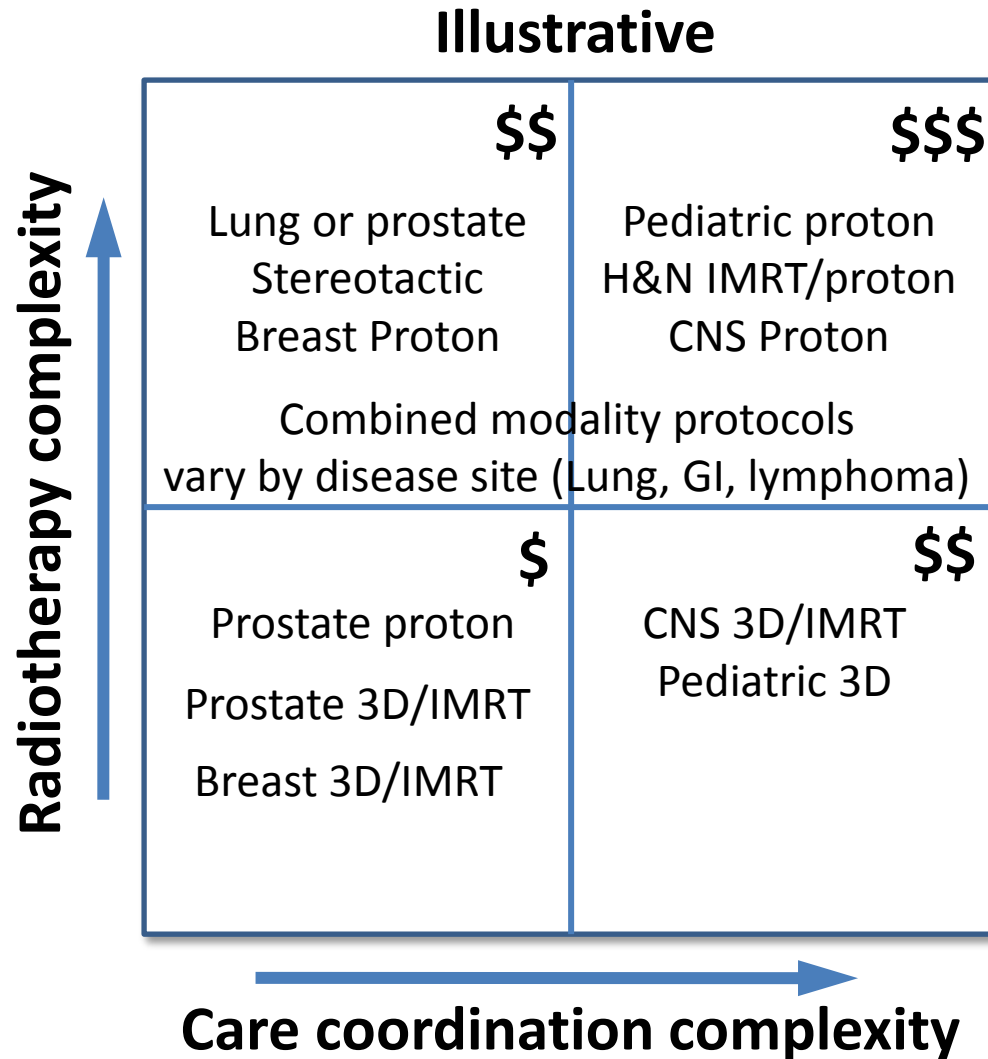
R&D Spend of Leading Companies as Proportion of Sales



Dynamic Pricing: Link Evidence Generation and Payment



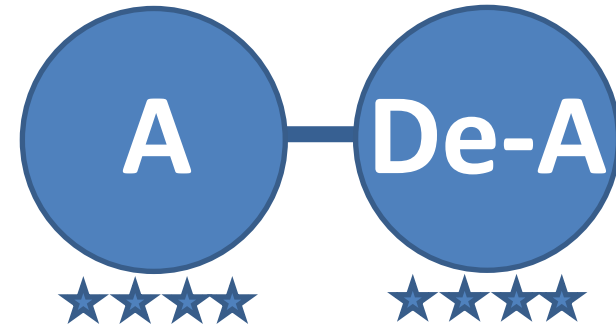
Extension: Indication-Specific Pricing



+Evidence of value
required

Rating of approaches

1. Delivery system innovation



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4. Evidence generation



....Linked to Reimbursement



Conclusions

- Adoption and de-adoption should be based on evidence of value
 - Implications for industry, government, patients
 - Pace may depend on linkage between evidence generation and reimbursement
- Short of that, delivery-system innovation and its components hold great potential
- Innovations should be evaluated with strong experimental design, may outright fail or have heterogeneous effects, and will need to ‘move up the intervention ladder’