



CALIFORNIA TECHNOLOGY
ASSESSMENT FORUMSM

New Treatments for Patients with Hepatitis C

Public Meeting

March 10, 2014

Agenda

- **Meeting Convened** | 10:00 – 10:15 am
- **Presentation of the Evidence and Voting Questions, Q&A**
| 10:15 – 11:15 am
- **Discussion and Public Comments** | 11:15 – 11:45 am
- **Roundtable: Q&A with Experts** | 11:45 am – 12:30 pm
- **Working Lunch** | 12:30 – 1:15 pm
- **CTAF Deliberation and Votes** | 1:15 – 2:15 pm
- **Roundtable Discussion and Best Practice/Policy Recommendations** | 2:15 – 3:50 pm
- **Summary and Closing Remarks** | 3:50 – 4:00 pm
- **Meeting Adjourned** | 4:00 pm
- **Download meeting materials:** www.tinyurl.com/ctafhepc



CALIFORNIA TECHNOLOGY
ASSESSMENT FORUMSM

Simeprevir and Sofosbuvir for the Treatment of Chronic Hepatitis C Infections

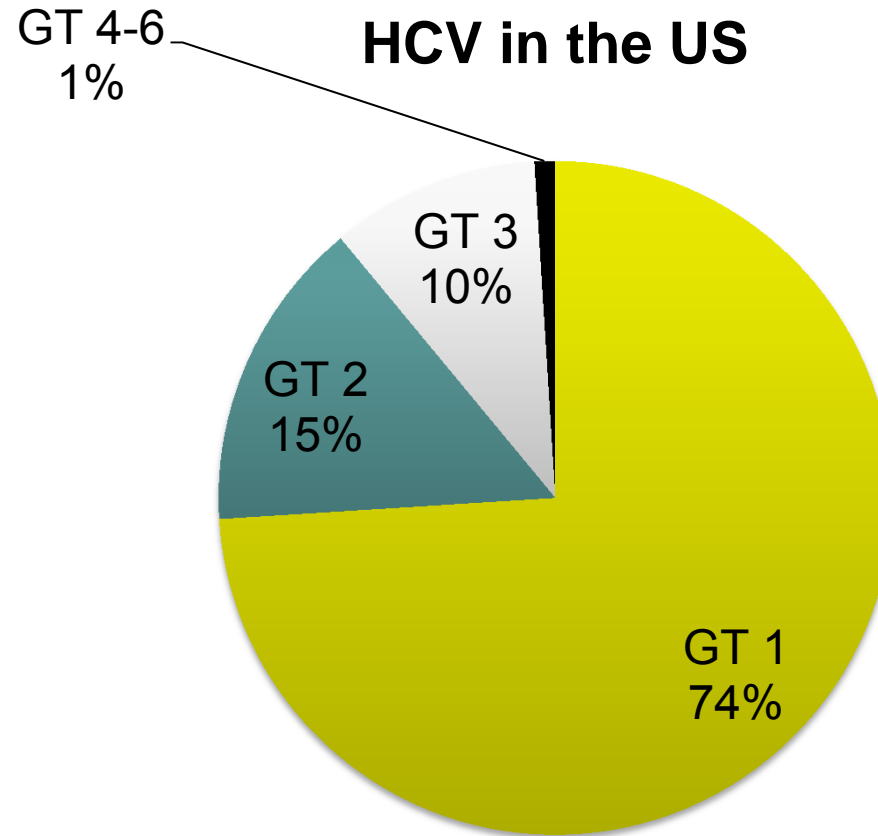
Jeffrey A. Tice, MD
Division of General Internal Medicine
Department of Medicine
University of California San Francisco

March 10, 2014

I have no conflicts of interest.

**Acknowledgment: Rena Fox, MD and
Clinical Care Options for slides
incorporated into this presentation**

Six HCV Genotypes

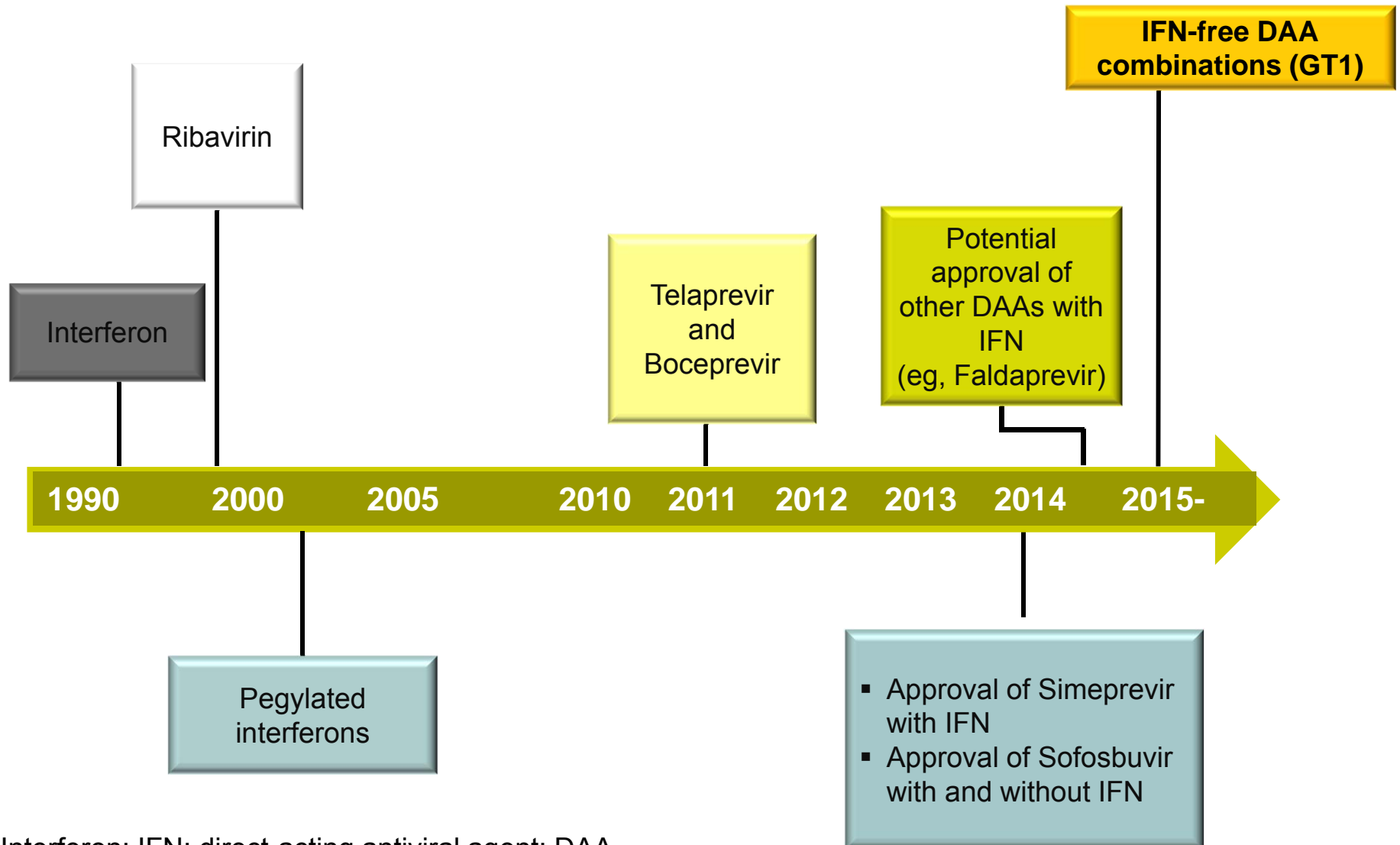


This CTAF assessment will focus on genotypes 1, 2 and 3.

Natural History of HCV Infection

Condition	Number of individuals
Infection with hepatitis C	100
Develop symptoms	20-30
Remain asymptomatic	70-80
Develop chronic infection	75-85
Develop chronic liver disease	60-70
Develop cirrhosis over 20-30 years	5-20
Die from cirrhosis or liver cancer	1-5

HCV Therapy: Past, Present and Future



Interferon: IFN; direct-acting antiviral agent: DAA

Treatment of Chronic HCV Infection

- Goal: prevent cirrhosis and hepatocellular carcinoma (HCC)
- Interferon + ribavirin has been the backbone of therapy
- Surrogate outcome in clinical trials
 - Sustained virologic response (SVR)

SVR12 versus SVR24 and Cure

Weeks after treatment	Undetectable RNA (N)	Percentage
0	336	100
12	303	90
24	300	89
72	293	87

PILLAR Study: Fried MW. *Hepatology*. Dec 2013;58(6):1918-1929.

Meta-analysis: SVR24 represents long-term cure in 98-100%.

Ng V, Saab S. *Clinical gastroenterology and hepatology*. Nov 2011;9(11):923-930.

SVR Is Associated with Reduced Mortality among HCV-Infected Persons

- 530 patients followed for 8.4 years after treatment
- 192 (36%) achieved SVR
- SVR: 74% reduction in all cause mortality
- SVR: 94% reduction in liver-related mortality or transplant

van der Meer AJ, et al. *JAMA*. 2012;308(24):2584-2593.

Current Treatment for GT 1: PR

- Pegylated interferon plus ribavirin for 48 weeks
 - Modest SVR24: 40 to 50%
 - Lower SVR24 in observational studies
 - Many contraindications
 - Psychiatric illness, autoimmune disease, advanced liver disease
 - Many side effects
 - Fatigue, fever, anemia, depression, anxiety

Current Treatment for GT 1: B&T

- 2011: the first DAAs approved for GT 1
 - PR + boceprevir or telaprevir
- Benefits
 - Improved SVR24: 70 to 75% in treatment naïve
 - Shorter duration in some patients – response guided therapy: 24 to 48 weeks
- Burdens
 - More pills: 6-12 a day on a q 8 hour schedule
 - Increase in anemia from 30% to 50%
 - Dysguesia, rash, drug interactions

Current Treatment for GT 2/3: PR

- Pegylated interferon plus ribavirin for 24 weeks
 - Better SVR24: 75 to 80%
 - Shorter therapy: 24 weeks rather than 48
 - The same contraindications and side effects, but for half the time

NEW DIRECT ACTING ANTI- VIRAL THERAPY

Classes of DAAs: Existing Drugs and Drugs in Development

NS3/4 Protease Inhibitors	Nucleos(t)ide NS5B Polymerase Inhibitors	Non-nucleos(t)ide NS5B Polymerase Inhibitors	NS5A Inhibitors
Telaprevir	Sofosbuvir	BI-207127	Daclatasvir
Boceprevir	Mericitabine	VX-222	Ledipasvir
Simeprevir		ABT-333	ABT-267
Danoprevir		BMS-791325	
ABT- 450		Tegobuvir	
Faldaprevir		GS-9669	
Asunaprevir			
GS-9451			

Simeprevir

- Protease inhibitor
 - Similar to telaprevir, boceprevir
- FDA approved November 2013
 - For use in Genotype 1 only
 - Requires IFN and Ribavirin
 - Total 24-48 week course (response guided therapy)
- Once per day, oral, easier to tolerate

Sofosbuvir

- Polymerase inhibitor
- FDA approved December 2013
 - Breakthrough designation: SVR12, uncontrolled studies
 - For use in all genotypes
 - Approved with IFN and without IFN
 - Approved in HIV-HCV co-infection
- Initially focused on genotypes 2 & 3

EVIDENCE REVIEW

Genotype 1

- No head to head trials of regimens incorporating simeprevir or sofosbuvir with the standard of care PR plus either boceprevir or telaprevir
- No head to head trials of regimens incorporating simeprevir or sofosbuvir with each other
- Network meta-analysis (NMA) performed using comparisons with PR to allow for indirect comparisons
- No trials with patient-oriented outcomes (decompensated cirrhosis, HCC, transplant, death)

Genotypes 2 & 3

- Simpler: no boceprevir, telaprevir, simeprevir
- Sofosbuvir regimens all interferon-free

Clinical Outcomes

- Benefits
 - SVR12 or SVR24
- Harms
 - Adverse events during treatment
 - Treatment burden (injections, pills)

Simeprevir

- 7 randomized trials with PR as a control
 - Three are phase 3 trials with FDA approved dose (QUEST-1, QUEST-2, PROMISE)
 - All genotype 1
 - All interferon eligible
- 5 additional trials

Sofosbuvir

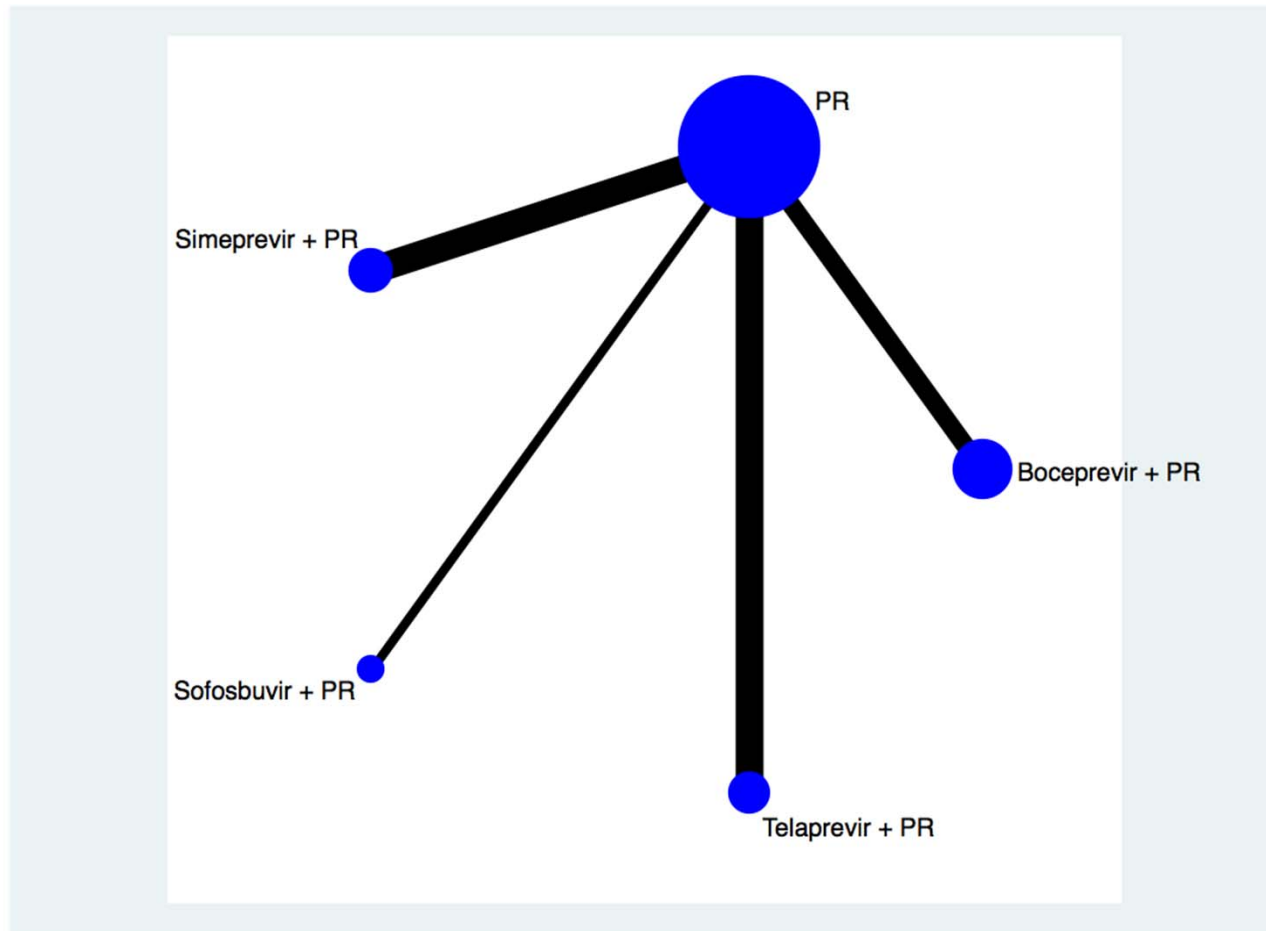
- 3 randomized trials with PR as a control
 - One phase 3 trial for genotype 2&3 with FDA approved dose (FISSION)
 - Mix of genotypes 1 – 3
 - All interferon eligible
- 10 additional trials
 - One placebo controlled phase 3 trial for genotype 2&3 among interferon intolerant, unwilling, or ineligible patients (POSITRON)

GENOTYPE 1

**TREATMENT-NAÏVE
INTERFERON ELIGIBLE**

Network Plot

GT 1, Treatment-naïve



Summary Estimates from the NMA Genotype 1, Treatment-naïve SVR

Treatment	SVR12	95% CI	P versus PR
PR	47%	41% to 52%	-
Boceprevir + PR	73%	68% to 77%	<0.001
Telaprevir + PR	74%	69% to 79%	<0.001
Simeprevir + PR*	84%	78% to 88%	<0.001
Sofosbuvir + PR	83%	79% to 87%	<0.001

* Excludes patients with the Q80K mutation

HARMS

- Simeprevir + PR versus PR 12 weeks
 - Fewer adverse events (AEs) stopping treatment (2.6% versus 4.5%*)
 - Comparable common AEs
 - More photosensitivity (3.3%) and elevated bilirubin (2.0%)
- Sofosbuvir + PR versus PR 24 weeks
 - Fewer AEs stopping treatment (2% versus 11%)
 - Comparable common AEs
- Simeprevir or sofosbuvir versus telaprevir
 - No direct data, but fewer pills and likely less anemia

GENOTYPE 1

TREATMENT NAÏVE

INTERFERON INELIGIBLE

GT 1, Naïve, IFN ineligible

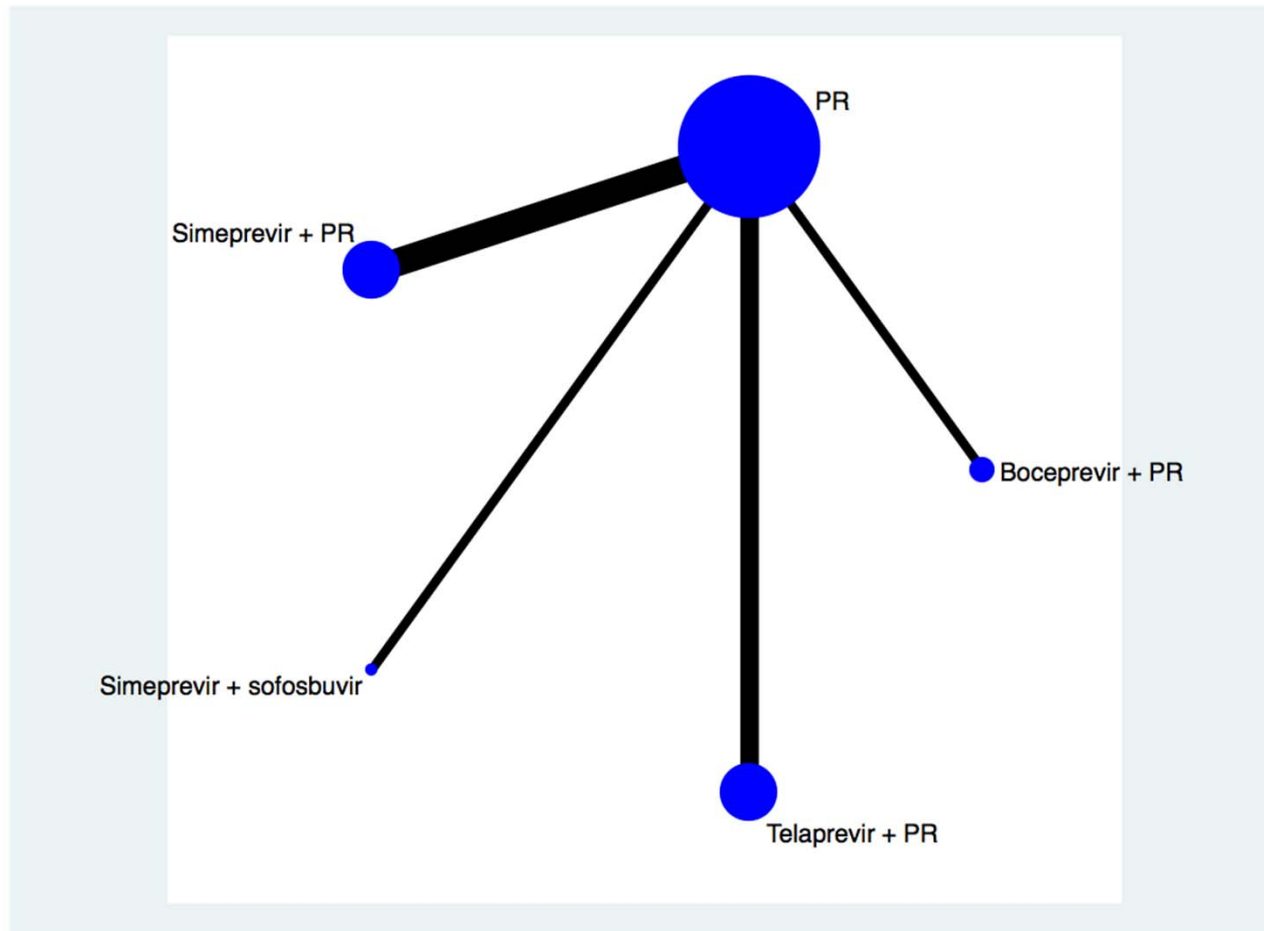
- No controlled studies
- No studies of simeprevir without interferon
- 3 studies of sofosbuvir + R for 12 or 24 weeks
 - Largest n = 25
 - SVR from 47% to 84%
 - Likely fewer AEs and no injections because IFN-free

GENOTYPE 1

**TREATMENT-EXPERIENCED
INTERFERON ELIGIBLE**

Network Plot

GT 1, Treatment-experienced



Summary Estimates from the NMA Genotype 1, Treatment-experienced

Treatment	SVR12	95% CI	P versus PR
PR	22%	15% to 29%	-
Boceprevir + PR	64%	49% to 76%	<0.001
Telaprevir + PR	70%	61% to 77%	<0.001
Simeprevir + PR*	70%	58% to 79%	<0.001
Sofosbuvir + PR	?	?	?
Simeprevir + sofosbuvir (+ R)	90%	78% to 96%	<0.001

* Excludes patients with the Q80K mutation

- FDA model for sofosbuvir: Treatment naïve with poor prognosis
 - **71%** based on 52 patients in NEUTRINO study

HARMS

- Same as treatment naïve: less burdensome than PR or PR + boceprevir or telaprevir

GENOTYPE 1

**TREATMENT-EXPERIENCED
INTERFERON INELIGIBLE**

GT 1, Experienced, IFN ineligible

- No controlled studies
- No studies of simeprevir or sofosbuvir except in combination in this population
- SMV + SOF (+ R) in treatment experienced: COSMOS
 - **SVR12 = 90%**
- Likely fewer AEs and no injections with IFN-free treatment

GENOTYPE 2

TREATMENT-NAIVE

GT 2, Treatment-naïve

	SOF + R 12 W	PR 24 W
Benefits: SVR12	97%	78%
Harms		
Stopped due to AE	1.4%	11%
Flu-like illness	2.8%	18%

FISSION trial: N = 137, open label.

AEs across all trials of sofosbuvir in GT 2 and 3

Summary: higher SVR12, fewer side effects, shorter treatment, no injections.

GENOTYPE 2

TREATMENT-EXPERIENCED

GT 2, Treatment-experienced

	SOF + R 12 W	PR 24 W
Benefits: SVR12	86%, 90%	-
Harms		
Stopped due to AE	1.4%	11%
Flu-like illness	2.8%	18%

Two uncontrolled trials

FUSION: N = 36

VALENCE: N = 42

AEs across all trials of sofosbuvir in GT 2 and 3

Summary: higher SVR12, fewer side effects, shorter treatment, no injections.

GENOTYPE 3

TREATMENT-NAIVE

GT 3, Treatment-naïve

	SOF + R 24 W	PR 24 W
Benefits: SVR12	93%	No control
Harms		
Stopped due to AE	1.4%	11%
Flu-like illness	2.8%	18%

FISSION trial: N = 359, open label, randomized trial of SOF + R for 12 weeks.

- SVR12 56% versus 62% for PR

AEs across all trials of sofosbuvir in GT 2 and 3

Summary: likely higher SVR12 for 24 week course (VALENCE), fewer side effects, no injections. Same treatment length.

GENOTYPE 3

TREATMENT-EXPERIENCED

GT 3, Treatment-experienced

	SOF + R 24 W	PR 24 W
Benefits: SVR12	77%	No control
Harms		
Stopped due to AE	1.4%	11%
Flu-like illness	2.8%	18%

VALENCE: N = 42 SVR12 = 77% SOF + R 24W
AEs across all trials of sofosbuvir in GT 2 and 3

Summary: Modest SVR12, few side effects, no injections.
Same treatment length.

Limitations

- Genotype 1: No completed trials compare the new drug regimens to the recent standard of care: PR plus boceprevir or telaprevir
- Many of the trials of sofosbuvir were small and uncontrolled
- All results are based on surrogate outcomes: SVR24 or SVR12

Key Comments Received

- The data for simeprevir in patients without the Q80K mutation should be presented.
- The SVR of 57% from the PR control group in the POSITRON study (*actually PROTON*) is likely to be spuriously high given historical data and biases the analysis against sofosbuvir.



CALIFORNIA TECHNOLOGY
ASSESSMENT FORUMSM

Model of Clinical and Economic Outcomes of Treatment Options for Hepatitis C

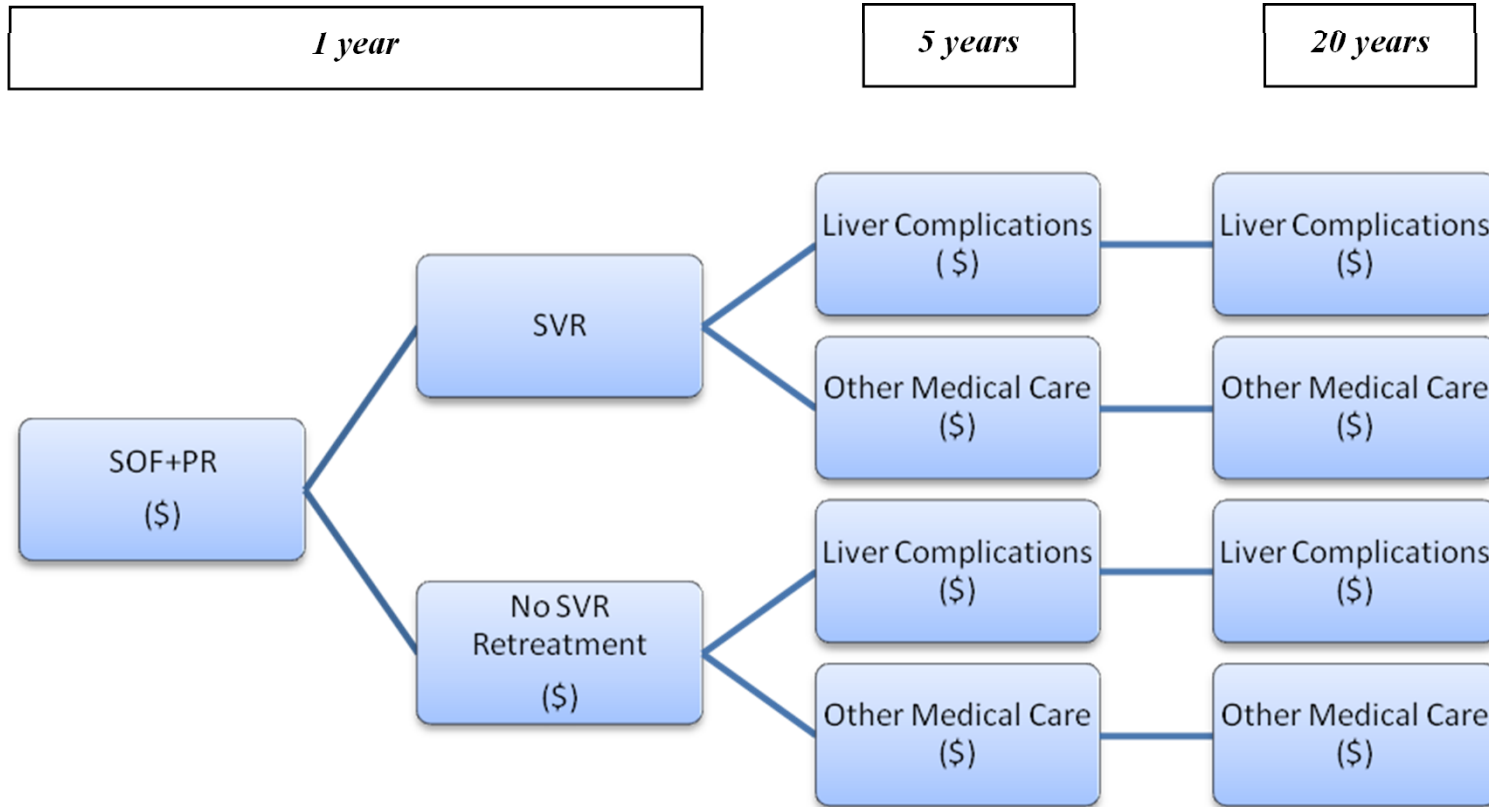
Daniel A. Ollendorf, MPH
Chief Review Officer
Institute for Clinical & Economic Review

March 10, 2014

Model Overview

- Model of clinical and economic effects of sofosbuvir and simeprevir in hypothetical cohorts of 1,000 60-year-old newly-diagnosed patients:
 - Cohorts defined by genotype, interferon eligibility, and prior treatment status (i.e., treatment-naïve vs. treatment-experienced)
 - Perspective of 3rd party payer taken
 - Outcomes and costs measured at one, 5, and 20 years following treatment
 - Regimens selected in concordance with AASLD/IDSA/IAS guideline recommendations for each population of interest
- Findings also extrapolated to California Hepatitis C population

Depiction of Model Flow



NOTE: "\$" indicates model elements with calculated cost

TEL: Telaprevir; PR: Pegylated interferon + ribavirin; SVR: Sustained virologic response

Model Overview

- Effectiveness based on SVR from network meta-analysis or individual studies:
 - SVR from *initial* course of therapy determines outcome
 - SVR reduces rate of downstream liver complications and lowers cost of annual medical care
- Costs:
 - Initial course of therapy
 - Retreatment for those not achieving SVR
 - Management of liver complications and other annual medical care (SVR and non-SVR)

Key Assumptions

- Full compliance with and completion of therapeutic regimen
- Cost per SVR and downstream cost offsets based on effectiveness of *initial* course of therapy only
- Clinical benefits limited to SVR and its effects on downstream liver-related complications
- Costs limited to drug therapy and downstream management of liver disease and other medical care
- No differential costs assumed for identification/management of side effects and other drug-related harms
- Costs measured for assumed *retreatment* regimens, but effectiveness was not

RESULTS: GENOTYPE 1

Genotype 1, Treatment-naïve, Interferon Eligible

Table 23
Page 5

Regimen	SVR (per 1,000)	D/C due to any AE (per 1,000)	Cost per Add'l SVR (\$)	Add'l 1- year Rx Costs (\$, millions) *	Total Cost Offsets† vs. Usual Care (\$, millions)	
					5-year	20-year
TEL+PR (12/24)	740	140	---	---	---	---
SMV+PR (12/24)	840	64	\$73,200	(\$1.8)	(\$2.4)	(\$7.7)
SOF+PR (12/12)	830	55	\$138,800	\$4.3	(\$2.2)	(\$7.0)

SVRs obtained from ICER network meta-analysis

*Includes cost of initial therapy + retreatment with most effective regimen available

†Based on reduced rates of liver-related complications and greater % of patients achieving SVR

SVR: Sustained virologic response; D/C: Discontinuation; AE: Adverse event

Genotype 1, Treatment-naïve, Interferon Ineligible

Table 23
Page 5

Regimen	SVR (per 1,000)	D/C due to any AE (per 1,000)	Cost per Add'l SVR (\$)	Add'l 1- year Rx Costs (\$, millions) *	Total Cost Offsets† vs. Usual Care (\$, millions)	
					5-year	20-year
No Rx	0	0	---	---	---	---
SOF+R (24)	720	13	\$244,933	\$219.6	(\$17.2)	(\$55.6)
SOF+SMV+R (12)	900	50	\$171,707 vs. No Rx ↑SVR, ↓\$ vs. SOF+R	\$170.0	(\$21.5)	(\$69.6)

SVRs obtained from PHOTON-1/QUANTUM (SOF+R) and COSMOS (SOF+SMV+R)

*Includes cost of initial therapy + retreatment with most effective regimen available

†Based on reduced rates of liver-related complications and greater % of patients achieving SVR
SVR: Sustained virologic response; D/C: Discontinuation; AE: Adverse event

Genotype 1, Treatment-experienced, Interferon Eligible

Table 24
Page 8

Regimen	SVR (per 1,000)	D/C due to any AE (per 1,000)	Cost per Add'l SVR (\$)	Add'l 1-year Rx Costs (\$, millions)*	Total Cost Offsets† vs. Usual Care (\$, millions)	
					5-year	20-year
TEL+PR (12/24)	700	140	---	---	---	---
SMV+PR (12/24)	700	64	N/C	\$7.3	\$0	\$0
SOF+PR (12/12)	710	55	\$1.2 m	\$10.9	(\$0.2)	(\$0.8)
SOF+SMV+R (12)	900	50	\$352,800	\$39.7	(\$4.8)	(\$15.5)

SVRs obtained from ICER network meta-analysis (TEL+PR and SMV+PR), FDA estimate based on NEUTRINO (SOF+PR), and COSMOS (SOF+SMV+R)

*Includes cost of initial therapy + retreatment with most effective regimen available

†Based on reduced rates of liver-related complications and greater % of patients achieving SVR

SVR: Sustained virologic response; D/C: Discontinuation; AE: Adverse event; N/C: Not calculable

Genotype 1, Treatment-experienced, Interferon Ineligible

Table 24
Page 8

Regimen	SVR (per 1,000)	D/C due to any AE (per 1,000)	Cost per Add'l SVR (\$)	Add'l 1-year Rx Costs (\$, millions)*	Total Cost Offsets† vs. Usual Care (\$, millions)	
					5-year	20-year
No Rx	0	0	---	---	---	---
SOF+R (24)	610	13	\$289,102	\$236.6	(\$14.6)	(\$47.2)
SOF+SMV+R (12)	900	50	\$171,707 vs. No Rx ↑SVR, ↓\$ vs. SOF+R	\$170.0	(\$21.5)	(\$69.6)

SVRs obtained from PHOTON-1/QUANTUM adjusted downward for Rx-experienced (SOF+R) and COSMOS (SOF+SMV+R)

*Includes cost of initial therapy + retreatment with most effective regimen available

†Based on reduced rates of liver-related complications and greater % of patients achieving SVR
SVR: Sustained virologic response; D/C: Discontinuation; AE: Adverse event

RESULTS: GENOTYPE 2

Genotype 2, Treatment-naïve, Interferon Eligible

Table 25
Page 10

Regimen	SVR (per 1,000)	D/C due to any AE (per 1,000)	Cost per Add'l SVR (\$)	Add'l 1-year Rx Costs (\$, millions)*	Total Cost Offsets† vs. Usual Care (\$, millions)	
					5-year	20-year
PR (24)	780	84	---	---	---	---
SOF+R (12)	970	13	\$332,842	\$46.5	(\$4.5)	(\$14.7)

SVRs obtained from VALENCE and FISSION

*Includes cost of initial therapy + retreatment with most effective regimen available

†Based on reduced rates of liver-related complications and greater % of patients achieving SVR

SVR: Sustained virologic response; D/C: Discontinuation; AE: Adverse event

Genotype 2, Treatment-naïve, Interferon Ineligible

Table 25
Page 10

Regimen	SVR (per 1,000)	D/C due to any AE (per 1,000)	Cost per Add'l SVR (\$)	Add'l 1-year Rx Costs (\$, millions)*	Total Cost Offsets† vs. Usual Care (\$, millions)	
					5-year	20-year
No Rx	0	0	---	---	---	---
SOF+R (12)	930	13	\$94,813	\$94.3	(\$22.3)	(\$71.8)

SVR obtained from POSITRON

*Includes cost of initial therapy + retreatment with most effective regimen available

†Based on reduced rates of liver-related complications and greater % of patients achieving SVR
SVR: Sustained virologic response; D/C: Discontinuation; AE: Adverse event

Genotype 2, Treatment-experienced, Interferon Eligible

Table 26
Page 12

Regimen	SVR (per 1,000)	D/C due to any AE (per 1,000)	Cost per Add'l SVR (\$)	Add'l 1-year Rx Costs (\$, millions)*	Total Cost Offsets† vs. Usual Care (\$, millions)	
					5-year	20-year
PR (24)	710	84	---	---	---	---
SOF+R (12)	880	13	\$372,000	\$48.3	(\$4.1)	(\$13.1)

SVRs obtained from VALENCE/FISSION adjusted downward for Rx-experienced (PR), and from VALENCE and FUSION (SOF+R)

*Includes cost of initial therapy + retreatment with most effective regimen available

†Based on reduced rates of liver-related complications and greater % of patients achieving SVR

SVR: Sustained virologic response; D/C: Discontinuation; AE: Adverse event

Genotype 2, Treatment-experienced, Interferon Ineligible

Table 26
Page 12

Regimen	SVR (per 1,000)	D/C due to any AE (per 1,000)	Cost per Add'l SVR (\$)	Add'l 1-year Rx Costs (\$, millions)*	Total Cost Offsets† vs. Usual Care (\$, millions)	
					5-year	20-year
No Rx	0	0	---	---	---	---
SOF+R (12)	880	13	\$100,200	\$98.8	(\$21.1)	(\$68.0)

SVR for SOF+R assumed to be equivalent to interferon-eligible population (from VALENCE and FUSION) in absence of data in this population

*Includes cost of initial therapy + retreatment with most effective regimen available

†Based on reduced rates of liver-related complications and greater % of patients achieving SVR
SVR: Sustained virologic response; D/C: Discontinuation; AE: Adverse event

RESULTS: GENOTYPE 3

Genotype 3, Treatment-naïve, Interferon Eligible

Table 27
Page 14

Regimen	SVR (per 1,000)	D/C due to any AE (per 1,000)	Cost per Add'l SVR (\$)	Add'l 1-year Rx Costs (\$, millions)*	Total Cost Offsets† vs. Usual Care (\$, millions)	
					5-year	20-year
PR (24)	620	84	---	---	---	---
SOF+R (24)	930	13	\$488,439	\$96.7	(\$7.4)	(\$24.0)

SVRs obtained from FISSION (PR) and VALENCE (SOF+R)

*Includes cost of initial therapy + retreatment with most effective regimen available

†Based on reduced rates of liver-related complications and greater % of patients achieving SVR

SVR: Sustained virologic response; D/C: Discontinuation; AE: Adverse event

Genotype 3, Treatment-naïve, Interferon Ineligible

Table 27
Page 14

Regimen	SVR (per 1,000)	D/C due to any AE (per 1,000)	Cost per Add'l SVR (\$)	Add'l 1-year Rx Costs (\$, millions)*	Total Cost Offsets† vs. Usual Care (\$, millions)	
					5-year	20-year
No Rx	0	0	---	---	---	---
SOF+R (24)	630	13	\$279,924	\$241.6	(\$15.1)	(\$48.7)

SVR obtained based on overall data from POSITRON (treatment-naïve and treatment-experienced)

*Includes cost of initial therapy + retreatment with most effective regimen available

†Based on reduced rates of liver-related complications and greater % of patients achieving SVR

SVR: Sustained virologic response; D/C: Discontinuation; AE: Adverse event

Genotype 3, Treatment-experienced, Interferon Eligible

Table 28
Page 16

Regimen	SVR (per 1,000)	D/C due to any AE (per 1,000)	Cost per Add'l SVR (\$)	Add'l 1-year Rx Costs (\$, millions)*	Total Cost Offsets† vs. Usual Care (\$, millions)	
					5-year	20-year
PR (24)	510	84	---	---	---	---
SOF+R (24)	770	13	\$582,369	\$105.6	(\$6.2)	(\$20.1)

SVRs obtained from FISSION adjusted downward for treatment-experienced (PR), and from VALENCE (SOF+R)

*Includes cost of initial therapy + retreatment with most effective regimen available

†Based on reduced rates of liver-related complications and greater % of patients achieving SVR

SVR: Sustained virologic response; D/C: Discontinuation; AE: Adverse event

Genotype 3, Treatment-experienced, Interferon Ineligible

Table 28
Page 16

Regimen	SVR (per 1,000)	D/C due to any AE (per 1,000)	Cost per Add'l SVR (\$)	Add'l 1-year Rx Costs (\$, millions)*	Total Cost Offsets† vs. Usual Care (\$, millions)	
					5-year	20-year
No Rx	0	0	---	---	---	---
SOF+R (24)	630	13	\$279,924	\$241.6	(\$15.1)	(\$48.7)

SVR obtained based on overall data from POSITRON (treatment-naïve and treatment-experienced)

*Includes cost of initial therapy + retreatment with most effective regimen available

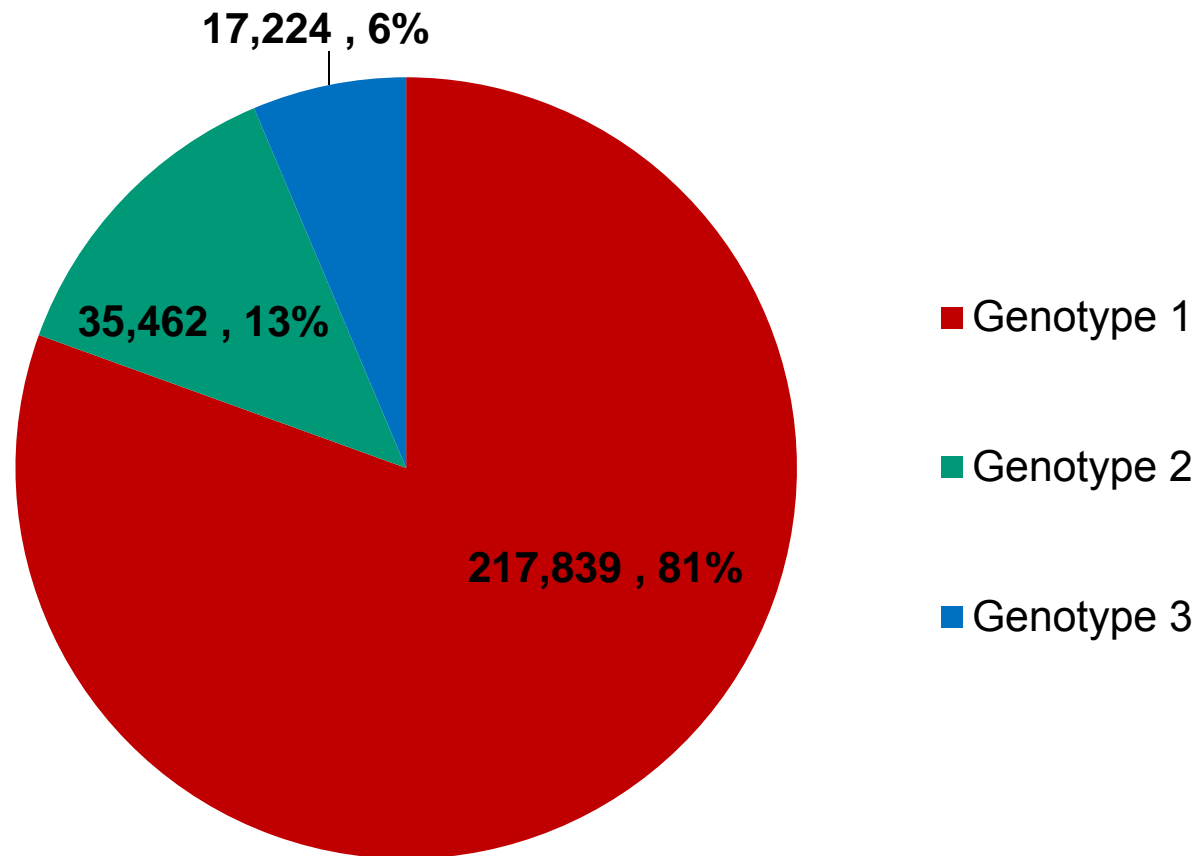
†Based on reduced rates of liver-related complications and greater % of patients achieving SVR

SVR: Sustained virologic response; D/C: Discontinuation; AE: Adverse event

Analyses of Budget Impact in California

- Size of infected population estimated using published estimates from NHANES and other sources
- Impact assessed within genotype/prior treatment status/IFN eligibility stratum
 - Based on change from prior standard of care to most effective regimen
 - Assessed alternatively for all patients and only those who have advanced liver disease
- Additional assumptions:
 - % of patients know they are infected (50% vs. 75%)
 - Treatment-naïve %: 75%
 - Interferon-ineligible %: 30%
 - % with advanced liver disease: 33%

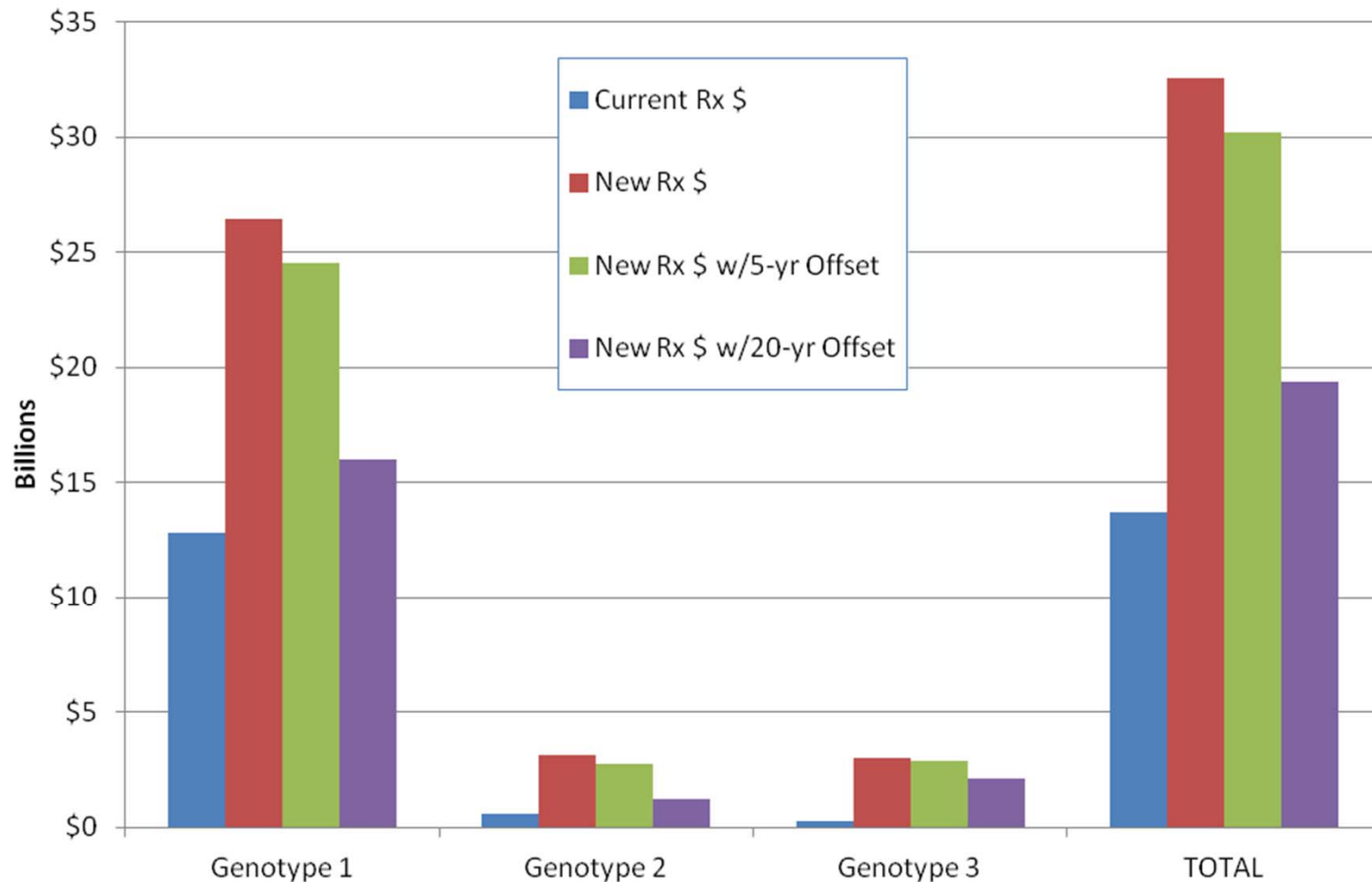
Distribution of CA Hepatitis C Population by Genotype*



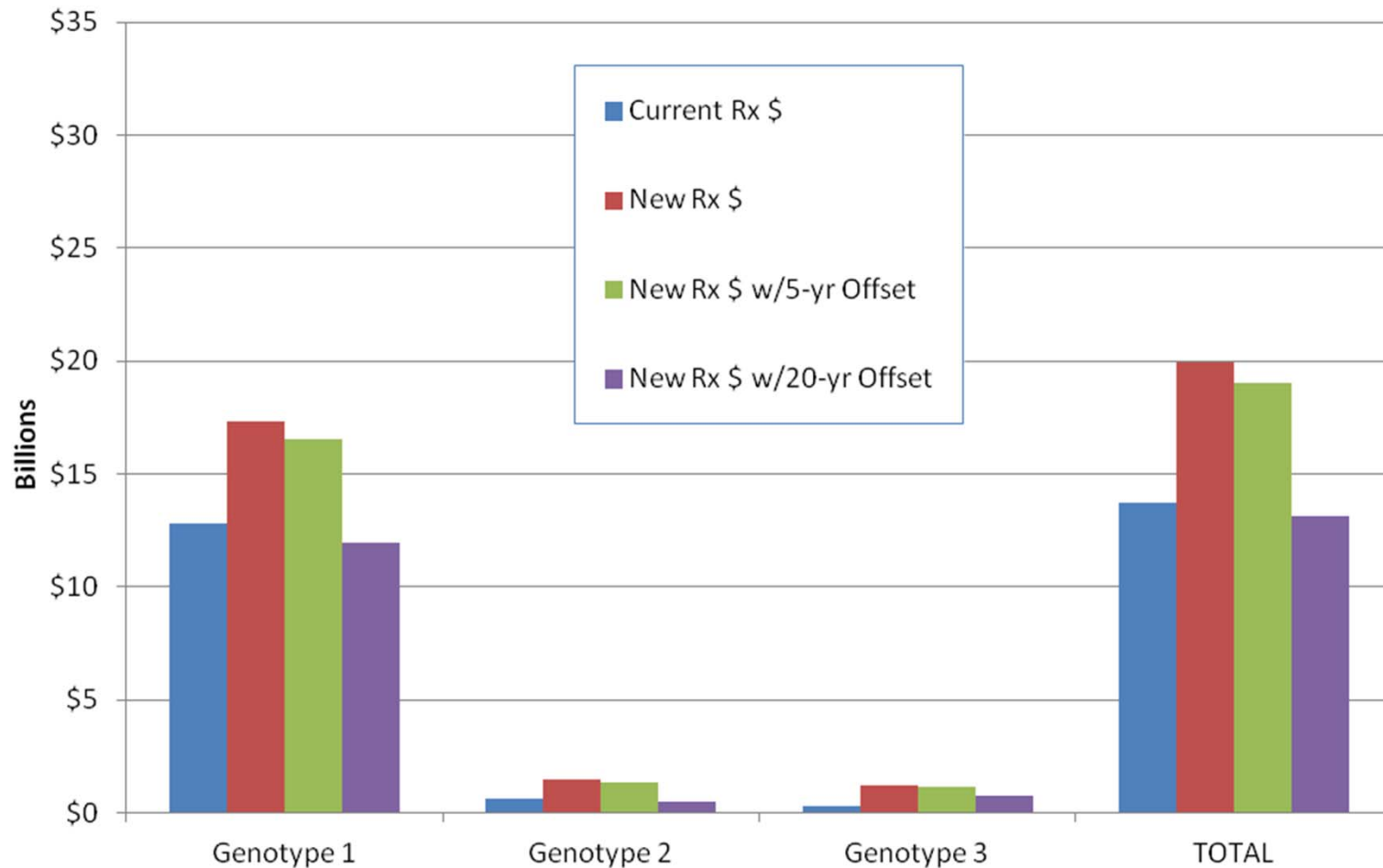
*Among assumed 50% who are aware of infection

**RESULTS: AWARENESS OF
INFECTION BY 50%**

Budget Impact: All Patients Who are Aware of Infection Get New Drugs (n=270,525)



Budget Impact: Only Patients with Advanced Liver Disease Get New Drugs (n=89,544)



PMPM Calculation

- Avg. PMPM premium, CA large group DMHC-regulated health plan: \$350*
- Prevalence of chronic HCV in typical 1 million member plan: 17,000
 - Number aware of infection and presenting for treatment (50%): 8,500
- Avg. cost increase per patient (based on ICER analysis) from switching to newer regimens: ~\$70,000
 - On a PMPM basis: \$49
 - % increase: 14.1%
 - % increase if only patients with advanced liver disease treated: 4.7%

*California Health Benefits Review Program. CHBRP Health Plan Actuarial Model, 2010.

Model Limitations

- Insufficient data for quantitative synthesis in many cases, reliance on individual study estimates
- Assumed perfect compliance with and completion of drug regimens
- Clinical effects and costs of drug-related adverse effects not considered
- Other benefits of treatment (e.g., improved quality of life, work/school productivity) not measured

Key Comments Received

- Consider additional benefits of reducing pool of prevalent infection
- Increasing age at diagnosis will place burden on Medicare
- Model results most sensitive to assumptions regarding costs (of drugs and disease-related complications) and SVR rates
- Key subpopulations (e.g., HIV co-infection, relapsers vs. non-responders, genotype 1 subtypes) not explicitly modeled
- Consideration of other benefits (e.g., quality of life)
- Benefits of SVR more fully realized in simulation models that mimic progression of disease

BACKUP SLIDES

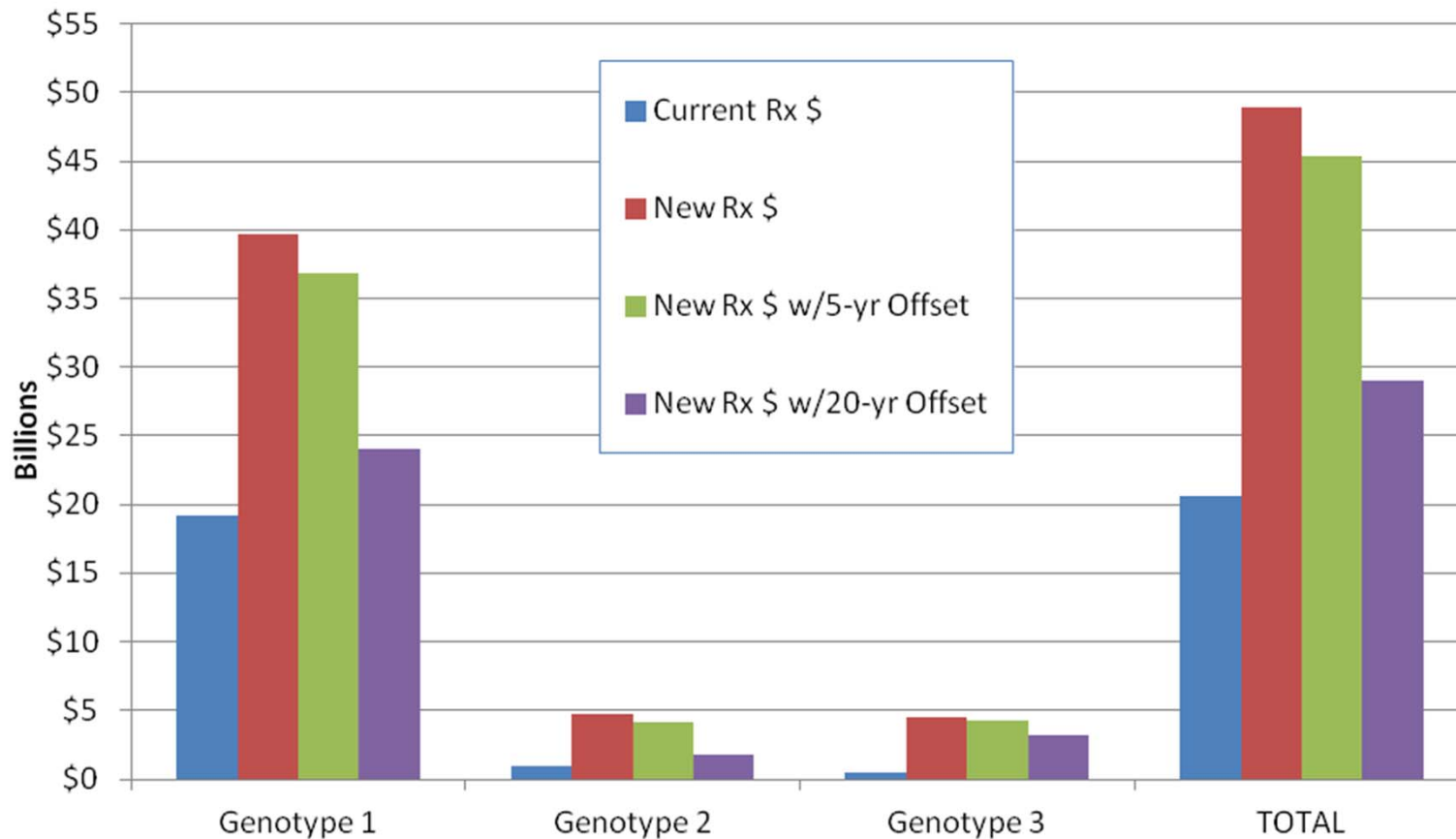
Cost per SVR: New Regimens vs. PR Alone (Genotype 1, IFN-eligible)

Treatment Status/ Regimen	SVR	Cost (\$)	Cost per Add'l SVR (\$)
<i>Treatment-Naive</i>			
PR (48)	470	\$49,872	---
SMV+PR (12/24)	840	\$91,296	\$111,957
SOF+PR (12/12)	830	\$96,468	\$129,433
<i>Treatment-Experienced</i>			
PR (48)	220	\$49,872	---
SMV+PR (12/24)	700	\$91,296	\$86,300
SOF+PR (12/12)	710	\$96,468	\$95,094

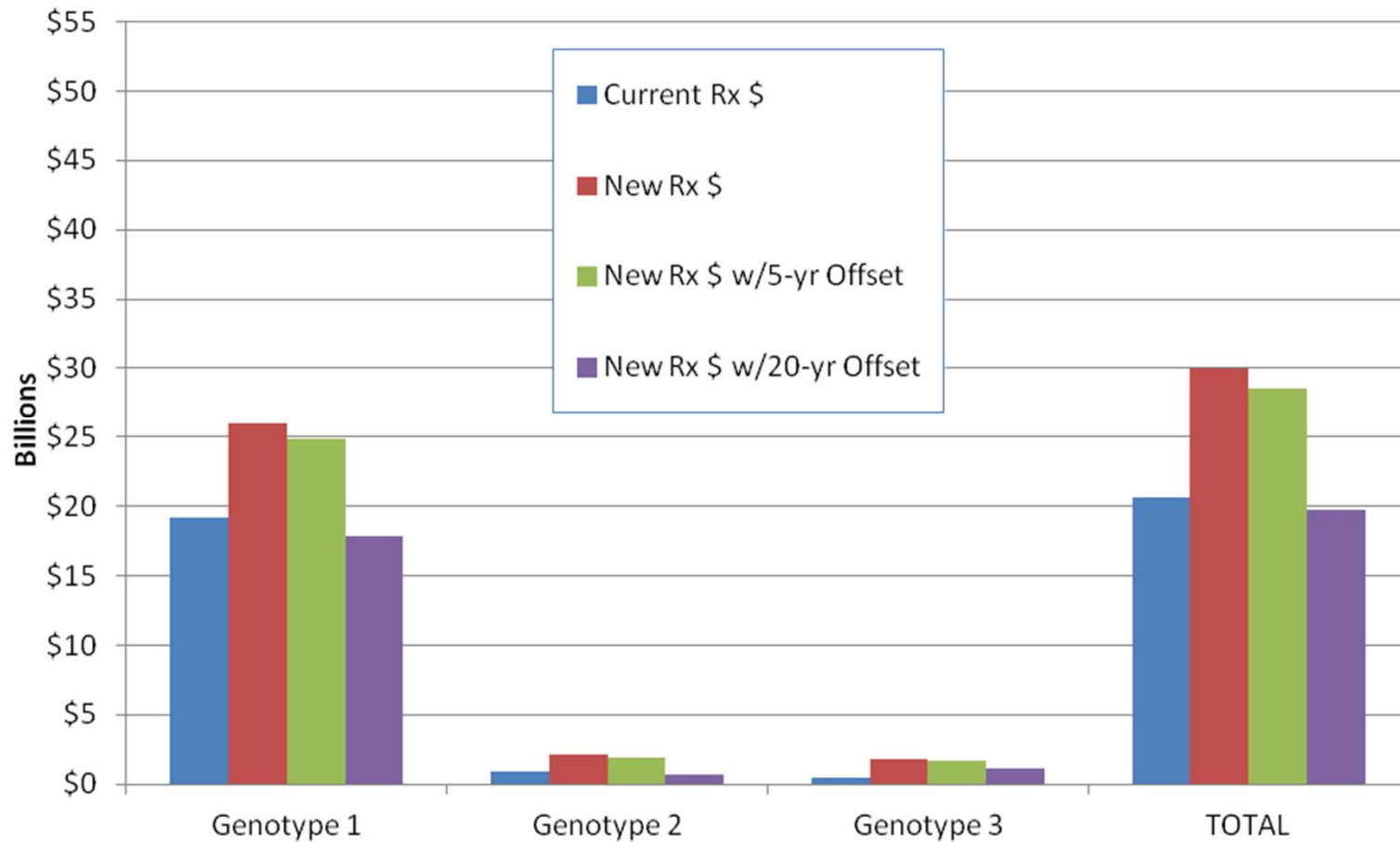
Cost-Effectiveness Benchmarks

Modality	Population	Result	Reference
Telaprevir+PR vs. PR alone	Hepatitis C patients at NYC medical center (Genotype 1)	\$189,000 per additional SVR	Bichoupan et al., AASLD proceedings November 2013
Response-guided PR vs. PR alone	Decision analysis (Genotypes 1/2/3)	\$17,000-\$24,000 per additional SVR	Buti et al., Alimentary Pharmacology & Therapeutics, 2007
Darunavir-based HAART vs. Control PI-based HAART	Analysis of POWER clinical trial	\$1,000-\$79,000 per "success" (undetectable viral load)	Hill et al., Pharmacoeconomics, 2010

Budget Impact, All Patients Who are Aware of Infection (n=405,788)



Budget Impact, Patients w/Advanced Liver Disease Only (n=134,316)



Results: Genotype 1, Treatment-Experienced, Interferon Eligible

- Cost per additional SVR for SOF+PR:
 - vs. SMV+PR: \$129,300
- Cost per additional SVR for SOF+SIM+R:
 - vs. SMV+PR: \$274,957
 - vs. SOF+PR: \$305,621

Thank you!

Policy Roundtable Panelists

- Sylvia Carlisle, MD, MBA, Managing Medical Director, Anthem Blue Cross
- Ryan Clary, Executive Director, National Viral Hepatitis Roundtable
- Rena K. Fox, MD, Professor of Clinical Medicine, Division of General Internal Medicine, UCSF
- R. Todd Frederick, MD, Transplant Hepatologist and Fellowship Director of Transplant Hepatology, Department of Transplantation, Division of Hepatology, California Pacific Medical Center
- Amandeep Sahota, MD, MS, Transplant Hepatologist and Southern California Permanente Medical Group Regional Hepatitis C Champion, Kaiser Permanente, Los Angeles
- Robert Snediker, Principal Liaison, HECOR, Janssen Pharmaceuticals
- John Yao, MD, MBA, MPH, Senior Medical Director, Blue Shield of California

Closing

- Further public comments accepted until: March 17, 2014, 5 pm PT
- Report dissemination plans
- Next meeting: July 11, 2014, Los Angeles
- Next topic: Treatment of Migraine Headaches