



# Economic Analysis of the 2002 WNV Epidemic in Louisiana

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## **Objectives**

- Describe the costs of the epidemic
- Provide a framework for estimating expected benefits from prevention and control



## **Background**

- June to December 2002 WNV epidemic in LA
  - 329 total cases
    - 214 treated as inpatient
    - ◆ 24 deceased
- Cases occurred in 41 parishes out of 64



## Background

(continued)

- 15 parishes had mosquito abatement and surveillance programs in 2002
- 7 parishes had only mosquito abatement programs



## **Cost of Epidemic**

- Indirect medical costs and productivity losses
- Direct medical costs
  - Inpatient
  - Outpatient
- Costs incurred by public health offices and other government agencies
  - Costs of LOPH
  - Costs of mosquito control



## **Direct Medical Charges\***

Charges for 21 in	npatient cases
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\$1,088,353

Maximum charges per patient

\$242,609

Minimum charges

\$2,019

Average charges

\$51,826

Estimated total for 214 cases

\$11,090,800

\*21 inpatient cases analyzed to date.



#### **Direct Costs of Illness**

- Cost-to-charge ratio for Louisiana is 0.51.
- Total economic costs for 214 inpatient cases = \$5.5 million



#### **Cost of Vector Control**

- \$5 million state reimbursement request for WNV vector control expenses from 93 entities
- Actual vector control costs higher
  - Reimbursement not requested for all incurred costs
  - In-kind payments not included
  - Expenses after August 23 not included



#### **Cost of Vector Control**

(continued)

■ Requested to total expenses ratio is 1: 3.5 (estimated).

**■** \$17.5 million total expenses (estimated)



#### **Louisiana OPH**

- \$885,914 (estimated) state WNV expenses, June-November 2002
  - \$585,914 basic operating expenses
  - \$166,000 contracts such as LSU vet. diagnostic lab, contract entomologist
  - \$134,000 laboratory



## Summary costs (provisional)

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likoct	medical	costs

Inpatient

Outpatient

**■** Indirect medical costs

Public offices

Mosquito control

LOPH

\$5.5

millions

to be determined

to be determined

\$17.5

\$0.9

Total per capita

> \$24 million

> \$5.5



## Inpatient Costs for the US, 2002

- **Total WNV cases in US: 4007**
- Assume 65% inpatient, \$26,431 per patient cost (LA example)
- Provisional estimates \$ 69 million WNV inpatient costs



#### **Future Research**

- Expected benefits equal to the product of:
  - Probability of WN epidemic
  - % reduction in cases due to prevention and control
  - Cost of epidemics without prevention and control



#### Conclusions

- Based on provisional data, epidemic costs in LA are over \$24 million
- Extrapolating to national level, only direct costs for inpatient treatment \$69 million
- Complete economic analysis under way
- Do costs of epidemic justify investments in development of therapeutics and vaccines?





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