

Completing Costs

Patients' Time

Two fundamental issues in costing

- (1) Completeness: Are all important resources included?
- (2) Valuation: Is each valued appropriately and in a way that is consistent with other resources?

Time of patients

" ... the fundamental scarce resource in the economy is the availability of human time."

Juster, Stafford. The allocation of time: Empirical findings, behavioral models, and problems of measurement. J Econ Lit. June 1991: 29: 471-522.

Studies of patient time: Cancer

January 3, 2007, New York Times: "... \$2.3 billion worth of time is spent in waiting rooms, doctors' offices, hospitals and transportation in the first year after cancer is diagnosed. Patients with gastric and ovarian cancers lost the most time, valued around \$5,300 and \$5,600 per person, compared with costs associated with skin and prostate cancers of \$300 and \$800 each, according to a study in today's issue of The Journal of the National Cancer Institute." Yabroff, Davis, Lamont, Fahey, Topor, Brown, Warren. Patient time costs associated with cancer care. JNCI. 2007;99:14-23.

Does not include: preparation time; post-treatment recovery time; time spent on health insurance issues [or scheduling]; time of family members and friends.

Time is an important component of disease burden.

Studies of patient time: Diabetes

"For experienced patients with type 2 diabetes controlled by oral agents, recommended self-care would require more than 2 extra hours daily. Elderly patients, and those with newly diagnosed disease or physical limitations, would need more time. Exercise and diet, required for self-care of many chronic conditions, are the most time-consuming tasks." Russell, Suh, Safford. Time requirements for diabetes self-management: Too much for many? J Family Pract. 2005;54:52-56.

Self-care guidelines should estimate the time required and subject specific recommendations to trials for incremental effectiveness.

Studies of patient time: Smoking cessation

"Group intensive cessation counseling exhibited the lowest cost per QALY saved, but only 5% of smokers appear willing to undertake this type of intervention." Cromwell, Bartosch, Fiore. Cost-effectiveness of the clinical practice recommendations in the AHCPR guideline for smoking cessation. JAMA. 1997;278:1759-1766.

Ignoring patients' time, group intensive counseling without nicotine replacement was most cost-effective: \$1108/QALY (1995 \$).

When patients' time was valued, it rose to \$3446/QALY, less cost-effective than full counseling without nicotine replacement at \$1975 for 3 individual physician visits.

Studies of patient time: Colonoscopy

"Patients spent a median of about **21 hours** in the screening colonoscopy process for preparation, travel, waiting, colonoscopy, and onsite recovery. ... Median time spent at the endoscopy center was **2.8 hours**. ... Median time from the completion of the colonoscopy procedure until returning to routine activities was **17.7 hours**." Jonas, Russell, Sandler, Chou, Pignone. Patient time requirements for screening colonoscopy. Am J Gastroenterology. 2007; 102:1-10.

"Time is a potential barrier to screening, but advances in preparation and sedation practices could reduce the time required for patients."

Why patient time matters

Patient time costs vary across interventions: some require substantial time, some very little

It's a cost that patients consider, even if thirdparty payers don't

Time spent on health and medical care is drawn from other uses, medical and non-medical — it's a cost to society as well as to the individual

Estimating patient time for an intervention

units of service *

patient time per service *

value of time (unit cost)

Units of service: Data sources

Administrative data: hospitalizations, nursing home care, physician visits

Existing surveys

Micro-costing

Clinical trials

What about time for self-care at home, scheduling, etc., a necessary part of the service?

Patient time per service: Data sources

Inpatient services: days in the institution

Outpatient services: The American Time Use Survey (BLS)

 Time reported by patients is very different from face-toface time with physician (NAMCS)

Time of family and friends

American Time Use Survey 2003-2004 Russell, Ibuka, Abraham. Med Care. 2007;45:680-685	% reporting	Minutes/day
Personal health-related self care	5.6	86
Activities related to HH children's health	1.0	78
Health care of other HH adults	1.0	90
Activities related to nonHH children's health	0.1	109
Medical care related to nonHH adults	1.1	115
Medical and care services	3.4	123
Public health activities	0.1	140
Total: any health-related activity, total time	11.3	108

Value of time

Wage: economic rationale; data available

Willingness-to-pay

Issues

- Fully occupied time vs. partially occupied time
- Gross or net of nonmonetary benefits
- Is time included in QALY weights people realize a condition will require, e.g., doctors' visits.

The only wrong value: zero

References

- Cromwell, Bartosch, Fiore. Cost-effectiveness of the clinical practice recommendations in the AHCPR guideline for smoking cessation. JAMA. 1997;278:1759-1766.
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- Russell, Ibuka, Abraham. Health-related activities in the American Time Use Survey. Med Care. 2007;45:680-685.
- Russell, Suh, Safford. Time requirements for diabetes self-management: Too much for many? J Family Pract. 2005;54:52-56.
- Yabroff, Davis, Lamont, Fahey, Topor, Brown, Warren. Patient time costs associated with cancer care. JNCI. 2007;99:14-23.