Costs and cost-effectiveness of full implementation of a biennial faecal occult blood test screening program for bowel cancer in Australia

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Colorectal cancer (CRC), also known as bowel cancer, is an important condition in Australia, with 13,951 new cases and 4,047 deaths from CRC recorded in 2007. It was estimated that over 14,700 Australians would be diagnosed with CRC in 2010, and about 3,700 would die from it. Australia has one of the highest CRC mortality rates in the world, and CRC is Australia’s 10th most important condition in terms of disability-adjusted life-years lost for men and women. Caring for patients with CRC is also expensive: Australia spent $235 million in 2001 for direct medical costs of CRC; by 2010, expenditure was estimated to exceed $750 million (Sumitra Ananda, Medical Oncologist, Royal Melbourne Hospital and BioGrid Australia, personal communication).

Screening has been shown in randomised trials to reduce the incidence of and mortality from CRC. Based on this evidence, many developed countries are implementing CRC screening programs. The Australian Government has initiated only a limited CRC screening program, with a one-time immunochemical faecal occult blood test (iFOBT) for people aged 50, 55 and 65 years. This is despite National Health and Medical Research Council (NHMRC) guidelines recommending a full program of biennial faecal occult blood test (FOBT) screening for those aged over 50 years. One of the main barriers to full implementation has been inadequate funding.

Modelling offers a means of understanding the costs and potential benefits of CRC screening, and can be used to help inform decisions about program implementation. A systematic review of older models of CRC screening performed mainly in United States settings found CRC screening to be both effective and relatively good value in terms of cost per life-year gained (LYG). However, these models did not consistently include the costs of program administration and infrastructure or costs of achieving the assumed levels of participation and adherence. Also, older models and modelling done in other settings, such as the US or Europe, may not accurately reflect current costs in Australia.

We reviewed relevant existing modelling studies from Australia and performed additional basic modelling to provide estimates of costs and outcomes from full implementation of biennial iFOBT screening for adults aged 50–74 years.

METHODS

Literature review

We conducted keyword searches in PubMed, the United Kingdom National Health Service Economic Evaluation Database (NHS EED; http://www.crd.york.ac.uk/criweb/) and the US Tufts Medical Center Cost Effectiveness Analysis Registry (http://www.tufts-nemc.org/cearegistry) to identify existing modelling studies and economic analyses published since 1993. We also reviewed reference lists from published articles and sought advice from experts to locate other analyses not identified in the database searches. We focused mainly on modelling studies specific to the Australian setting, but sought other analyses for parameters or questions that have not been well studied in Australia. We considered studies that examined costs and cost-effectiveness of FOBT screening programs compared with no screening program; we did not consider analyses that only compared two or more screening methods. We standardised costs to 2010 Australian dollars using purchasing power parities and the Australian Institute of Health and Welfare Health Price Index.

Additional modelling

We then performed additional modelling of biennial iFOBT screening for those aged 50–74 years using estimates derived from our literature review, data from the current Australian screening program, and interviews...
with screening program staff and Australian content experts. Our modelling assumptions are outlined in Box 1. We estimated that about five million Australians would be eligible for screening within the 50–74-years age range, leading to 2.5 million being offered iFOBT screening each year in a biennial program. We assumed that the participation rate would be 40% (based on the current program), leading to about one million completed tests per year. We also assumed a 75% follow-up rate after positive FOBTs, and estimated the funds required to achieve this level of adherence.

We estimated the screening program would reduce bowel cancer mortality by 15%–25%, based on intention-to-treat analyses of biennial guaiac-based FOBT (gFOBT) randomised trials (15%) and predicted mortality reductions with iFOBT in previous modelling studies, adjusted for expected participation (25%). Risk reductions were applied against an estimated 2000 deaths per year attributable to CRCs that would otherwise have been detected by screening in the 50–74-years age group. We also assumed that each CRC death prevented would be associated with an average of 12 LYGs (literature estimates range from 10 to 14 LYGs). We assumed an FOBT positivity rate of about 5%, a value slightly lower than that observed in the current program, to account for effects of increased rescreening in a full screening program. Of those with positive iFOBTs, we assumed that 3%–5% would have cancer; 20% advanced adenomas; and 20%–25% non-advanced adenomas. Screening program participants supposed to have adenomas would enter a surveillance program based on NHMRC guidelines (colonoscopy every 3 years for advanced adenomas; colonoscopy every 5 years for non-advanced adenomas); those with cancer would receive appropriate treatment and surveillance.

In the base case, we assumed no treatment cost offsets from screening compared with usual care. We then examined likely cost offsets resulting from decreased CRC incidence and a shift to CRC detection at an earlier cancer stage as a result of screening, using newer estimates of the cost of CRC care.

Costs were based on estimates from other modelling studies, current program costs, and our own estimates of the program activities, such as ensuring adherence. We included estimates of program administrative costs, including general administration, promotion of participation in screening, adherence support for those undergoing colonoscopy, and the costs of programs to reduce health disparities or inequity. We assumed information technology improvements and quality assurance efforts were included in general administrative costs. We assumed each colonoscopy cost $1300, including the cost of polypectomy and pathology tests for the 40%–50% of cases in which polyps are detected. Cancer treatment costs would be accounted for through the usual care system, as is the case currently.

Because we were concerned with developing better estimates of immediate program costs and health impact, we did not discount either the benefits or costs of the screening program. In addition, we did not account for patient-related factors such as patient time costs, differences in quality of life, or productivity losses. Previous estimates suggest that the costs associated with lost productivity attributable to CRC may be large, however, both including productivity losses in economic evaluation, and the methods used to estimate them, remain controversial.

**RESULTS**

**Literature review**

We identified six analyses performed specifically to evaluate the costs and cost-effectiveness of screening for bowel cancer in Australia (Box 2). Each found that screening was effective in reducing CRC mortality, with costs per LYG compared with no screening usually less than $50 000. Three models estimated total annual program costs, ranging from $39 million ($56 million in 2010 dollars) for biennial gFOBT screening of people aged 55–69 years to $140 million ($178.5 million in 2010 dollars) for biennial gFOBT screening of people aged 50–85 years. Existing models all
assumed relatively low treatment costs for advanced CRC, and most did not include costs of ensuring colonoscopy adherence.

### Additional modelling

Our model estimates that among one million annual participants, 50,000 would have positive iFOBTs each year, with 37,500 going on to have colonoscopies. In addition, about 37,500 surveillance colonoscopies will be required annually, giving a total of 75,000 colonoscopies per year.

The estimated gross costs of a biennial iFOBT-based program for those aged 50–74 years were about $150 million per year. The largest single component ($97.5 million) is the cost of diagnostic and surveillance colonoscopies. The costs of mailing invitations, reminder letters, processing iFOBTs, and returning iFOBT results would be about $36 million per year. About $15 million would be budgeted for program administrative costs, including general administration ($6 million), promoting program participation ($3 million), reducing inequity ($3 million) and ensuring adherence after positive FOBT results ($3 million).

Our modelled screening program would be expected to reduce mortality from bowel cancer by 15%–25%, resulting in 300–500 fewer deaths from CRC per year, or 3600–6000 life-years saved. The undiscounted cost per LYG of screening is estimated to be $25,000–$41,667, consistent with other models we reviewed.

### Net costs and additional investment

Our estimates of total program cost and those in the other analyses we reviewed are likely to be conservative for several reasons. First, they do not account for the ability of screening to prevent bowel cancer. The Minnesota trial of gFOBT screening found a 17% reduction in CRC incidence with extended follow-up.27 Based on the use of iFOBT and on our assumptions about participation, it may be reasonable to expect a 10% reduction in incidence in the Australian population aged 50–74 years, or 900 fewer cases per year. If we assume $50,000 in treatment cost savings per case prevented based on newer costs of cancer care,20 annual savings could be as high as $45 million. Even conservatively assuming a 5% reduction in incidence would save $27 million.

Second, cost offsets from the more favourable distribution of cancer stage with...
screening have not been incorporated in previous models. Accurately accounting for this effect will be particularly important in the context of rapidly rising costs of treating patients with advanced bowel cancer.\textsuperscript{20,28}

Screening reduces the proportion of people with metastatic disease at diagnosis from 18\% to 3\%, and increases the proportion of those with local disease (Dukes Stage A) from 17\% to over 40\%.\textsuperscript{25} A 10\% conversion of cancers from advanced disease to local disease could be expected to save $27 million (900 cases at $30,000 per case) each year. Estimates from the Dutch modelling group, using US cost data, suggest that FOBT screening would become cost-saving (savings from treatment costs would exceed investment in screening) within 25–30 years, given changing treatment patterns and costs.\textsuperscript{20}

In addition, the actual incremental government expenditures required for full implementation are also likely to be lower, because many adults in the screening age range have already had colonoscopies for diagnostic evaluation of symptoms. Currently, over 500,000 colonoscopies are performed each year in Australia, mostly in adults aged 50–74 years.\textsuperscript{30} If these procedures are accounted for when assessing screening status, and therefore program eligibility, the need for additional FOBT and colonoscopies will be lower, with consequently lower incremental spending. If 20\% of the estimated 75,000 annual colonoscopies are already occurring outside the screening program, then the actual additional cost of fully implementing the program may be almost $20 million less per year (15,000 fewer procedures at $1300 each). If efforts are made to promote adherence to NHMRC guidelines for surveillance, colonoscopy costs may be further reduced, and available capacity increased, through reducing unnecessary use of surveillance examinations.\textsuperscript{31,32}

Accounting for these factors and including the current federal government investment in CRC screening ($29 million per year), it is likely that the additional investment required to fully implement screening would be less than $50 million per year (Box 3).

**DISCUSSION**

Our review of existing models of CRC screening in Australia suggests that a program of biennial iFOBT screening in adults aged 50–74 years is likely to be effective, preventing 300–500 deaths annually, and cost-effective, with costs per LYG generally less than $50,000. To date, government budgeting constraints and concern about capacity, particularly the availability of colonoscopy, have led to the adoption of a limited program of one-time screening for adults aged 50, 55 and 65 years.\textsuperscript{10} At present, funding for even this limited program is due to expire in mid 2011 unless it is reauthorised.

Given the increasing costs of treating advanced CRC, our updated modelling suggests that the implementation of full biennial screening is affordable, with gross annual costs of $150 million offset by $50 million or more in savings from reduced cancer incidence and shifting of diagnosed cancers to more favourable stages that are less expensive to treat. After accounting for the current rate of colonoscopies performed outside the screening program and the current federal government screening program investment, the actual additional expenditure required is likely to be less than $50 million per annum.

Our estimates of total gross program costs are similar to those from previous models,\textsuperscript{14,25} and the costs would be similar to or less than current investment in screening programs for breast cancer ($120 million in the 2006–07 financial year\textsuperscript{33} and cervical cancer ($140 million in 2001).\textsuperscript{34} One US analysis has found that investment in CRC screening is among the most valuable of all preventive services.\textsuperscript{35}

In addition to the political and institutional constraints on the development of an evidence-based bowel cancer screening program,\textsuperscript{10} budgetary constraints and concerns about the adequacy of Australia’s capacity for diagnostic colonoscopy and cancer treatment are factors that have acted as barriers to the expansion of the program. Our analysis suggests that total government spending would increase only modestly if the program were expanded to biennial screening of Australian residents aged 50–74 years. The largest cost component is that of colonoscopy, determined by both the unit cost of the procedure and the total number of procedures performed. Efforts to control the unit cost of colonoscopy while maintaining quality,\textsuperscript{31} and to reduce the overuse of colonoscopy for surveillance,\textsuperscript{32} are important for ensuring program value.

Concerns about the capacity to perform colonoscopy relate mainly to public-sector capacity, and could be mitigated through a preferred provider voucher program that would allow screening program participants to have colonoscopies in public or private settings for a negotiated fixed cost and with the assurance of quality and safety.\textsuperscript{18} The recent high growth rates in colonoscopy procedures suggest that private-sector colonoscopy facilities are able to meet the additional demand for services.\textsuperscript{30} Reductions in the overuse of colonoscopy for...
surveillance or for ad-hoc screening will also help in this regard.

A limitation of our analysis has been a paucity of data for several key parameters, particularly the number of colonoscopies required in a full program of screening and surveillance. There are also insufficient data to estimate the effectiveness or cost-effectiveness of the current one-time screening program at ages 50, 55 and 65 years; or that of alternative options to iFOBT, including gFOBT, flexible sigmoidoscopy, or colonoscopy. We focused on iFOBT because the government has selected it for the national screening program, and because recent data suggest it may perform better than some other options.36

Our modelling did not examine the full consequences of screening in terms of discounted quality-adjusted life-years, but its findings are consistent with other, more sophisticated models, giving us increased confidence in its results. The application of more sophisticated models may be warranted as additional evidence emerges.

Conclusion
Consistent evidence suggests that screening for bowel cancer with biennial iFOBT in Australians aged 50–74 years is both effective (preventing an estimated 300–500 deaths from bowel cancer each year) and cost-effective. The rising costs of treating advanced bowel cancer make screening even more compelling. Based on savings from reduced treatment costs, we estimate that implementation of a full program could be achieved with a modest additional investment that would bring spending on the program up to a level similar to that for other cancer screening programs. At present, the bowel cancer screening program has not been funded beyond mid 2011. It is our hope that our analysis will provide relevant information for government decisionmakers to weigh the potential benefits and costs of a full program versus other spending priorities.

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COMPETING INTERESTS
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