

The Excess Costs of Low Vision and Blindness: Medical Care, Informal Care, and Quality of Life

Kevin Frick, PhD, MA Johns Hopkins University



# The Excess Costs of Low Vision and Blindness: Medical Care, Informal Care, and Quality of Life

Kevin D. Frick, PhD
Professor
Department of Health Polity and Management

June 20, 2012

Focus on Eye Health: A National Summit

Definition of the burden of disease

- Definition of the burden of disease
- Data used to produce the estimate

- Definition of the burden of disease
- Data used to produce the estimate
- Methods used to produce the estimate

- Definition of the burden of disease
- Data used to produce the estimate
- Methods used to produce the estimate
- Results of the analysis

- Definition of the burden of disease
- Data used to produce the estimate
- Methods used to produce the estimate
- Results of the analysis
- What comes next?

#### **Burden of Disease**

The economic impact from a condition in a year

### **Economic Impact**

- Medical care
- Informal care
- Quality of life

### Condition

- Low vision
- Blindness

# Data for Per Person Estimates—Medical Expenditure Panel Survey

- Overlapping panel, each person in for two years
- Use as pooled cross-sectional, time series data
- Weighted to be nationally representative
- Allows for the estimation of medical care costs, informal care costs, and aspects of quality of life

# Longitudinal Data to Obtain a Sufficient Sample of Blind Indiviuals

- Seven years
  - Previous work used 1996-2002 data
  - Current work used 2003-2009 data
  - Costs inflation adjusted to 2011

#### **Data for National Estimate**

- Prevalence figures
- Since the last update of the national burden estimates has been updated for population and any new data on prevalence

### **Methods—Regression analysis**

- Same as method use in previous work
- Linear regression
- Survey methodology
  - MEPS uses a complex survey approach
  - Regression analysis used techniques to obtain regression results that are nationally representative
    - Account for the weighting of observations
    - Account for the manner in which having multiple observations per strata affects variance

Total medical care expenditures

- Total medical care expenditures
- Subsets of medical care expenditures
  - By category of expenditures
  - By who is paying

- Total medical care expenditures
- Subsets of medical care expenditures
  - By category of expenditures
  - By who is paying
- Value of days of informal care provided by individuals who list outside the household

- Total medical care expenditures
- Subsets of medical care expenditures
  - By category of expenditures
  - By who is paying
- Value of days of informal care provided by individuals who list outside the household
- Quality of life measure translated into quality
   adjusted life years and the associated dollar value

# Methods—Categories of Expenditures and Who is Paying

Home health care agency costs

# Methods—Categories of Expenditures and Who is Paying

- Home health care agency costs
- Prescriptions

# Methods—Categories of Expenditures and Who is Paying

- Home health care agency costs
- Prescriptions
- Out of pocket expenses

#### **Methods—Value of Informal Care**

- Apply the average wage of a home health worker reported by the Bureau of Labor Statistics
  - \$9.70

#### **Methods—Value of Informal Care**

- Apply the average wage of a home health worker reported by the Bureau of Labor Statistics
  - \$9.70
- Assume that each day of informal care is 8 hours

### **Methods—Quality Adjusted Life Years**

- Combines any type of morbidity (through health utility) and mortality into a single metric
- Frequently used in cost-effectiveness
  - As a decision tool, often assume it is worth paying \$50,000 to gain a QALY in the population
    - Other figures are sometimes used
    - No governmental agency uses to implement policy
    - Use it as we did last time
- MEPS used the SF-12 which can be converted into QALYs and then converted into dollars

### Independent Variables—The Condition

 Low vision and blindness identified by selfreport

### **Independent Variables—The Condition**

- Low vision and blindness identified by self-report
- Response to vision question has 5 categories
  - No problem seeing
  - Problem seeing newsprint
  - Problem seeing faces across the street
  - Both problems listed above but not legally blind
  - Legally blind

### Independent Variables—The Condition

- Low vision and blindness identified by self-report
- Response to vision question has 5 categories
  - No problem seeing
  - Problem seeing newsprint
  - Problem seeing faces across the street
  - Both problems listed above but not legally blind
  - Legally blind
- Middle three are grouped as low vision

#### **Other Potential Confounders**

- Health insurance
- High blood pressure & Diabetes
- Sex
- Age
- Self-reported health status
- White/Non-White
- Education
- Income
- Marital status
- Family size

# Results—Per Person Excess Total Medical Care Expenditures

- Without regression adjustment
  - Low Vision—\$3800
  - Blindness—\$8171

# Results—Per Person Excess Total Medical Care Expenditures

- Without regression adjustment
  - Low Vision—\$3800
  - Blindness—\$8171
- With regression adjustment
  - Low Vision—\$633
  - Blindness—\$2803

### Results—Per Person Excess Pharmaceutical Costs

- Low Vision—\$148
- Blindness—\$577 (not statistically significant in the regression analysis)

# Results—Per Person Excess Home Health Care Agency Costs

- Low Vision—\$143 (not statistically significant in the regression analysis)
- Blindness—\$623

### Results—Per Person Excess Out-of-<u>Pocket Costs for Medical Care</u>

- Low Vision—\$152
- Blindness—\$46 (not statistically significant in the regression analysis)

### Results—Per Person Excess Days of Informal Care

- Low Vision—1.0
- Blindness—1.2
- In this analysis, neither was statistically significant in the regression analysis

### **Results—Health Utility Loss**

- Low Vision—-0.046 units
- Blindness—0.068 units

# Cumulative Results Applied to National Prevalence Figures

#### Summary

	Low Vision	Blindness	Total
Excess Medical Care	\$1,840,568,423	\$3,611,033,562	\$5,451,601,986
Informal Care	\$225,636,824	\$119,964,126	\$345,600,950
Direct + Indirect	\$2,066,205,247	\$3,730,997,688	\$5,797,202,936
Quality of Life	\$6,687,689,374	\$4,380,133,468	\$11,067,822,842
Total Including Intangible	\$8,753,894,621	\$8,111,131,157	\$16,865,025,778

