© 2011 NHS Centre for Smoking Cessation and Training (NCSCT) Author: Lion Shahab Editor: Andy McEwen

Executive Summary

Cost-effectiveness analysis, even with its inherent methodological problems, consistently shows that when smoking cessation interventions are effective they are invariably also cost-effective. This is largely due to their relative low cost and the big impact that stopping smoking has on health outcomes. This is also the case for pharmacotherapy for smoking cessation, including nicotine replacement therapy (NRT), bupropion (Zyban) and varenicline (Champix).

There is evidence that varenicline may be more cost-effective than other pharmacotherapy. Evidence is less conclusive about the relative cost-effectiveness of NRT compared with bupropion. Combination therapy (several forms of NRT, or NRT and bupropion) is also cost-effective compared with brief advice or counselling alone. While it is likely that combination pharmacotherapy, as compared with monopharmacotherapy, is cost-effective it has not yet been directly evaluated.

Findings from economic analyses from the UK and elsewhere confirm that smoking cessation interventions, including pharmacotherapy, are among the most cost-effective health care interventions available.

Key points

1. Cost-effectiveness overview

1.1 Definitions and methodology

- Cost-effectiveness compares the impact of two or more alternative courses of action with regards to their costs and benefits. Within the health care setting such cost-effectiveness analysis (CEA) usually focuses on the additional cost per additional unit of health gain created by one compared with another intervention: the incremental cost-effectiveness ratio (ICER).¹
- In contrast to cost benefit analyses, where health-related consequences are expressed in monetary terms, CEA uses either life-years (LY) or quality adjusted life years (QALY) gained.² The former simply counts the additional years added to a person's life due to an intervention, while the latter weights these years according to the perceived life quality in terms of a number of factors such as pain / discomfort, mobility and mental well-being.³ Each QALY is assigned a value between 1.0 (perfect health) and 0.0 (death). However, in smoking cessation research CEA values greater than 1.0 have been applied as stopping smoking not only reduces mortality but also chronic morbidity; thus a chronic morbidity component has been added.⁴
- CEA additionally takes into consideration the fact that the worth of extended life in the future is considered to be less than if immediately realised, due to the uncertainties we associate with future events.⁵ Each LY or QALY is therefore discounted by a fixed amount per year, typically between 1.5% 3.5%.⁶

1.2 NICE Guidance

- The National Institute for Health and Clinical Excellence (NICE) is charged with evaluating the effectiveness as well as cost-effectiveness of treatments in order to make recommendations about the implementation in the UK National Health Service (NHS).⁷
- NICE has adopted a cost-effectiveness threshold of £20,000 £30,000 per QALY above which interventions are unlikely to be recommended. However, there is much debate about the correct level of this threshold which is considered implicit rather than explicit⁸ and varies enormously between countries.⁹ In fact, in NHS settings the cost-effectiveness threshold for circulatory diseases and cancers is below £20,000¹⁰, whilst NICE recommendations in practice have a much higher threshold.¹¹

1.3 Caveats

- CEA is ubiquitously used by decision makers. However, there are considerable differences in outcomes of CEA due to the various assumptions necessary to predict future health benefits.¹²
- There are four main problems of CEA that need to be borne in mind when interpreting results.^{2,13}
 - 1) QALY: can health be adequately expressed in economic terms at all? Methods require that subjective ratings from many people are aggregated into a single measure.
 - Costs / uncertainty: how should intersectoral, wider societal costs be evaluated? It is likely that an intervention may have unintended positive or negative costs not considered.
 - 3) Discounting: what is the right threshold? Higher rates will favour acute interventions over preventative interventions and thus put more value on treatments for the elderly.
 - 4) Equity: how can the needs of different patient populations (e.g. those from lower socio-economic groups, those with greater clinical need) be accurately captured? Differential weighting of costs by QALY for different populations may be applied.

2. Cost-effectiveness of single pharmacotherapy

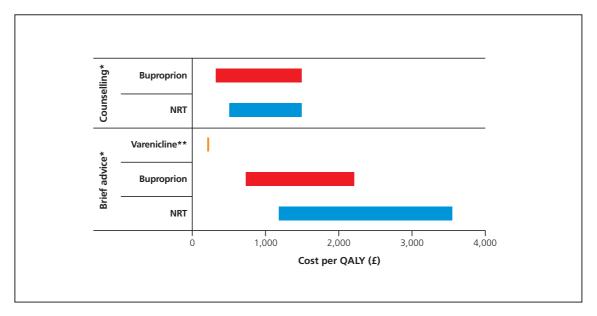
There are three principal forms of pharmacotherapy available on prescription for smoking cessation in the UK.

2.1 Nicotine Replacement Therapy (NRT)

- NRT delivers nicotine either through the skin, nasal or buccal mucosa to reduce cravings and withdrawal symptoms, and the rewarding effects of smoking as well as providing some behavioural control.¹⁴ It is available in seven forms (gum, patch, inhaler, lozenge, sublingual tablet, nasal or mouth spray). NRT has been found to be very effective, roughly doubling a smoker's chances of remaining abstinent.¹⁵
- The cost per quitter for brief advice and NRT has been estimated between £267 in 1997¹⁶ and £649 in 1999.¹⁷ Most recently, in 2002, the cost per lifetime quitter was put between £1,173 and £2,288.¹⁸ Cost-effectiveness estimates in the UK vary equally widely for NRT with ICER ranging more than 10-fold from £350 in 1998¹⁹ to £4,500 per LYS in 1994²⁰ compared with brief GP advice alone; estimates from the US are similarly diverse.⁴ The ICER of NRT was estimated in 2002 to range between £494 and £3,554 per QALY depending on the comparator and assumptions for QALY saved (see Figure 1).¹⁸ Despite this range in estimates, all CEA conclude that NRT is highly cost-effective and this is reflected in NICE guidance.²¹

Cost-effectiveness of pharmacotherapy for smoking cessation

Figure 1: Incremental cost effectiveness ratio of pharmacotherapy and brief advice or counselling compared with brief advice or counselling alone.



*Comparator; **Based on one study only²² Please note where appropriate prices have been converted to GBP

2.2 Bupropion (Zyban)

- Bupropion is an atypical antidepressant which acts on dopamine and noradrenaline pathways and possibly as a nicotinic antagonist, thus reducing withdrawal symptoms and the rewarding effects of smoking.²³ Bupropion is a very effective smoking cessation aid, increasing smoking cessation rates by around 70% compared with placebo.²⁴
- In the UK, the cost per life-time quitter for bupropion has been estimated at between £964 and £1,799 in 2002,¹⁸ roughly equivalent to the costs in the US.²⁵ The ICER of bupropion is equally favourable, estimated at around £830 per QALY in the US in 2005 compared with brief advice.²⁶ In the UK, this figure varies between £316 and £2,212 depending on the comparator and assumptions (see Figure 1). There is also some evidence that bupropion is more cost-effective than NRT when considering the ICER of these interventions²⁷ and in direct comparison (see Figure 2).²⁸ These results need to be interpreted with caution, however, as this was only observed in comparison with the nicotine patch, not gum, and was derived from different countries so may therefore not straightforwardly translate to the UK. It is clear, however, that bupropion is very cost-effective and is therefore recommended as a first-line treatment by NICE guidelines.

Cost-effectiveness of pharmacotherapy for smoking cessation

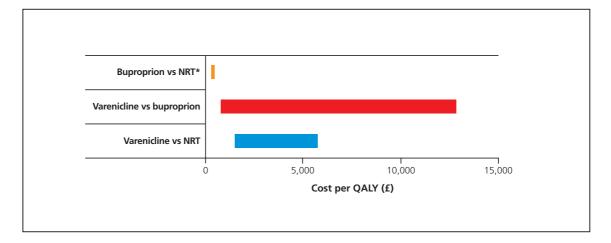


Figure 2: Incremental cost effectiveness ratios between different pharmacotherapy.

*Based on one study only²⁸ Please note where appropriate prices have been converted to GBP

2.3 Varenicline (Champix)

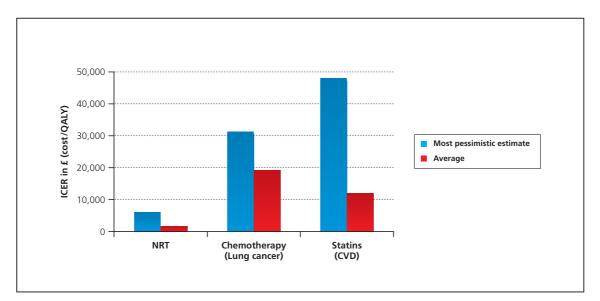
- Varenicline includes the active substance cytisine which acts as a partial nicotinic acetylcholine receptor agonist with high affinity for the α4β2 receptor subtype. It reduces withdrawal symptoms and the rewarding effects of smoking by competing with nicotine to activate these receptors.²⁹ Varenicline has been shown to be highly effective, increasing the odds of long-term smoking cessation three-fold compared with quit attempts not aided by pharmacotherapy.³⁰ In direct comparison, it also appears to be more effective than bupropion but, to date, not NRT.³⁰
- The cost per additional quitter for varenicline is approximately £2,170.³¹ The ICER of varenicline compared with no pharmacotherapy has been estimated at between £950³² and £1,140²² per QALY gained, varying as a function of various assumptions. It is very cost-effective compared with minimal advice²² (see Figure 1). Varenicline has been shown to be more cost-effective than either NRT or bupropion in the UK³³ and elsewhere,^{34,35} though estimates vary greatly due to different methodologies applied (see Figure 2). Prolonging treatment duration from 12 to 24 weeks has also been shown to be cost-effective, resulting in an ICER of £622 per QALY.³⁶ Varenicline is therefore endorsed as effective and cost-effective treatment for smoking cessation by NICE guidelines.²¹

3. Cost effectiveness of combined pharmacotherapy

- Monotherapy has been shown to be effective. However, more than two thirds of smokers will have relapsed by one year.^{15,24,30} The rationale for combined pharmacotherapy is that medication may have synergistic effects when therapies with different pharmacological targets (e.g. NRT and bupropion) or different pharmacological profiles (e.g. nicotine patch and nicotine gum) are combined.³⁷
- The combination of different forms of NRT has been shown to increase abstinence rates compared with single NRT.^{15,38} Evidence for the combination of NRT with bupropion is less equivocal, suggesting an increase in short-term but not long-term abstinence compared with monotherapy.³⁹ Whilst there is some evidence that the combination of varenicline with bupropion,⁴⁰ and less so with NRT,⁴¹ may be beneficial, there is currently insufficient evidence to draw firm conclusions.
- The combination of NRT and bupropion is cost effective compared with minimal advice (ranging between £973 £2,918 per QALY gained) and counselling alone (range £440 £1,319).¹⁸ Evidence of combining NRT, bupropion and counselling compared with bupropion and counselling alone is weaker, suggesting only a marginal or no additional benefit.²⁷ However, one piece of indirect analysis comparing combination NRT with single NRT found a benefit and suggests an incremental cost per quitter at long-term follow-up of between £2,500 and £6,825.³⁷ A similar result is obtained when comparing NRT and bupropion with single NRT alone (range £2,000 £6,200).^{27;37} Both values compare favourably with the cost per quitter of monotherapy added to counselling.
- Given the relatively low cost of pharmacotherapy and the enormous health benefits of stopping smoking, smoking cessation interventions are considered among the most cost-effective available in the health care sector.⁴² Whilst there are no direct economic evaluations of combination therapy, it is likely that even the small but significant benefits gained from combination rather than monotherapy would be translated in cost-effective outcomes compared with other health interventions for the treatment of smoking-related diseases (see Figure 3).⁶

Cost-effectiveness of pharmacotherapy for smoking cessation

Figure 3: UK spend per QALY gained for treatments of smoking-related diseases in primary / secondary care compared with pharmacotherapy for smoking cessation.



Data from 10;18;43;44

References

- 1. Drummond M, Stoddart G, Torrance G. Methods for the economic evaluation of health care programmes. Oxford, UK: OUP; 1987.
- 2. Luce BR, Simpson K. Methods of cost-effectiveness analysis: areas of consensus and debate. Clin Ther 1995; 17(1):109–25.
- 3. Torrance GW, Feeny D. Utilities and quality-adjusted life years. Int J Technol Assess Health Care 1989; 5(4):559–575.
- 4. Cromwell J, Bartosch WJ, Fiore MC, Hasselblad V, Baker T. Cost-effectiveness of the clinical practice recommendations in the AHCPR guideline for smoking cessation. Agency for Health Care Policy and Research. *JAMA* 1997; 278(21):1759–1766.
- 5. Weinstein MC, Stason WB. Foundations of cost-effectiveness analysis for health and medical practices. N Engl J Med 1977; 296(13):716–721.
- 6. Stapleton J, West R. A direct method and ICER tables for the cost-effectiveness of smoking cessation interventions in general populations: application to a new cytisine trial and other examples. Nicotine and Tobacco Research. In press 2011.
- Dakin HA, Devlin NJ, Odeyemi IA. "Yes", "No" or "Yes, but"? Multinomial modelling of NICE decision-making. Health Policy 2006; 77(3):352–367.
- 8. Appleby J, Devlin N, Parkin D. NICE's cost effectiveness threshold. BMJ 2007; 335(7616):358–359.
- Eichler HG, Kong SX, Gerth WC, Mavros P, Jonsson B. Use of cost-effectiveness analysis in health-care resource allocation decision-making: how are cost-effectiveness thresholds expected to emerge? *Value Health* 2004; 7(5):518–528.
- 10. Martin S, Rice N, Smith P. The link between health care spending and outcome. Evidence from English programme data. 2007. York, UK, Centre for Health Economics, University of York. CHE Research Paper 24.
- 11. Devlin N, Parkin D. Does NICE have a cost-effectiveness threshold and what other factors influence its decisions? A binary choice analysis. *Health Econ* 2004; 13(5):437–452.
- 12. Udvarhelyi IS, Colditz GA, Rai A, Epstein AM. Cost-effectiveness and cost-benefit analyses in the medical literature. Are the methods being used correctly? Ann Intern Med 1992; 116(3):238–244.
- Weatherly H, Drummond M, Claxton K, Cookson R, Ferguson B, Godfrey C et al. Methods for assessing the cost-effectiveness of public health interventions: key challenges and recommendations. *Health Policy* 2009; 93(2–3):85–92.
- 14. West R, Shiffman S. Fast Facts: Smoking cessation. 2nd ed. Oxford: Health Press; 2007.
- 15. Stead LF, Perera R, Bullen C, Mant D, Lancaster T. Nicotine replacement therapy for smoking cessation. Cochrane Database Syst Rev 2008;(1):CD000146.
- Parrott S, Godfrey C, Raw M, West R, McNeill A. Guidance for commissioners on the cost effectiveness of smoking cessation interventions. Health Educational Authority. *Thorax* 1998; 53 Suppl 5 Pt 2:S1–38.
- 17. Orme ME, Hogue SL, Kennedy LM, Paine AC, Godfrey C. Development of the health and economic consequences of smoking interactive model. Tob Control 2001; 10(1):55–61.
- Woolacott NF, Jones L, Forbes CA, Mather LC, Sowden AJ, Song FJ et al. The clinical effectiveness and cost-effectiveness of bupropion and nicotine replacement therapy for smoking cessation: a systematic review and economic evaluation. *Health Technol Assess* 2002; 6(16):1–245.
- Stapleton JA, Lowin A, Russell MA. Prescription of transdermal nicotine patches for smoking cessation in general practice: evaluation of cost-effectiveness. *Lancet* 1999; 354(9174):210–215.
- 20. Akehurst R, Piercy J. Cost-effectiveness of the use of transdermal Nicorette patches relative to GP counselling and nicotine gum in the prevention of smoking related diseases. *Br J Med Econ* 1994; 7:115–122.
- 21. NICE. Smoking cessation services in primary care, pharmacies, local authorities and workplaces, particularly for manual working groups, pregnant women and hard to reach communities. 2008. London, National Institute for Health and Clinical Excellence. NICE public health guidance 10.

Cost-effectiveness of pharmacotherapy for smoking cessation

- 22. Annemans L, Nackaerts K, Bartsch P, Prignot J, Marbaix S. Cost effectiveness of varenicline in Belgium, compared with bupropion, nicotine replacement therapy, brief counselling and unaided smoking cessation: a BENESCO Markov cost-effectiveness analysis. *Clin Drug Investig* 2009; 29(10):655–665.
- 23. Warner C, Shoaib M. How does bupropion work as a smoking cessation aid? Addict Biol 2005; 10(3):219-231.
- 24. Hughes JR, Stead LF, Lancaster T. Antidepressants for smoking cessation. Cochrane Database Syst Rev 2007;(1):CD000031.
- Javitz HS, Swan GE, Zbikowski SM, Curry SJ, McAfee TA, Decker DL et al. Cost-effectiveness of different combinations of bupropion SR dose and behavioral treatment for smoking cessation: a societal perspective. Am J Manag Care 2004; 10(3):217–226.
- Hall SM, Lightwood JM, Humfleet GL, Bostrom A, Reus VI, Munoz R. Cost-effectiveness of bupropion, nortriptyline, and psychological intervention in smoking cessation. J Behav Health Serv Res 2005; 32(4):381–392.
- 27. Shearer J, Shanahan M. Cost effectiveness analysis of smoking cessation interventions. Aust N Z J Public Health 2006; 30(5):428-434.
- 28. Bolin K, Lindgren B, Willers S. The cost utility of bupropion in smoking cessation health programs: simulation model results for Sweden. *Chest* 2006; 129(3):651–660.
- 29. Garrison GD, Dugan SE. Varenicline: a first-line treatment option for smoking cessation. Clin Ther 2009; 31(3):463-491.
- 30. Cahill K, Stead LF, Lancaster T. Nicotine receptor partial agonists for smoking cessation. Cochrane Database Syst Rev 2011;(2):CD006103.
- 31. Hoogendoorn M, Welsing P, Rutten-van Molken MP. Cost-effectiveness of varenicline compared with bupropion, NRT, and nortriptyline for smoking cessation in the Netherlands. *Curr Med Res Opin* 2008; 24(1):51–61.
- 32. Howard J. Smoking is an occupational hazard. Am J Ind Med 2004; 46(2):161–169.
- Bolin K, Wilson K, Benhaddi H, de NE, Marbaix S, Mork AC et al. Cost-effectiveness of varenicline compared with nicotine patches for smoking cessation – results from four European countries. Eur J Public Health 2009; 19(6):650–654.
- Zimovetz EA, Wilson K, Samuel M, Beard SM. A review of cost-effectiveness of varenicline and comparison of cost-effectiveness of treatments for major smoking-related morbidities. J Eval Clin Pract 2011; 17(2):288–297.
- 35. Ebbert JO, Wyatt KD, Hays JT, Klee EW, Hurt RD. Varenicline for smoking cessation: efficacy, safety, and treatment recommendations. *Patient Prefer Adherence* 2010; 4:355–362.
- 36. Knight C, Howard P, Baker CL, Marton JP. The cost-effectiveness of an extended course (12+12 weeks) of varenicline compared with other available smoking cessation strategies in the United States: an extension and update to the BENESCO model. *Value Health* 2010; 13(2):209–214.
- 37. Ebbert JO, Hays JT, Hurt RD. Combination pharmacotherapy for stopping smoking: what advantages does it offer? Drugs 2010; 70(6):643-650.
- 38. Brose LS, West R, McDermott MS, Fidler JA, Croghan E, McEwen A. What makes for an effective stop-smoking service? Thorax 2011.
- USDHHS. Clinical Practical Guidelines. Treating Tobacco Use and Dependence 2008 Update. Rockville, MD: US Department of Health and Human Services, P.H.S.; 2008.
- 40. Ebbert JO, Croghan IT, Sood A, Schroeder DR, Hays JT, Hurt RD. Varenicline and bupropion sustained-release combination therapy for smoking cessation. *Nicotine Tob Res* 2009; 11(3):234–239.
- Ebbert JO, Burke MV, Hays JT, Hurt RD. Combination treatment with varenicline and nicotine replacement therapy. Nicotine Tob Res 2009; 11(5):572–576.
- 42. West R, McNeill A, Raw M. Smoking cessation guidelines for health professionals: an update. Health Education Authority. *Thorax* 2000; 55(12):987–999.
- 43. Carlson JJ, Veenstra DL, Ramsey SD. Pharmacoeconomic evaluations in the treatment of non-small cell lung cancer. *Drugs* 2008; 68(8):1105–1113.
- 44. Ward S, Lloyd JM, Pandor A, Holmes M, Ara R, Ryan A et al. A systematic review and economic evaluation of statins for the prevention of coronary events. *Health Technol Assess* 2007; 11(14):i–iv.

www.ncsct.co.uk