# Results of the liberalisation of Medisave for a population-based diabetes management programme in Singapore

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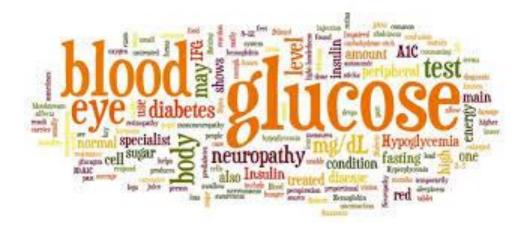
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# Background

- Internationally, individuals with diabetes is estimated to increase from 366 million to 552 million by 2030
- Global healthcare spending is expected to grow by 30% in the next 20 years
- In Singapore, diabetes prevalence increased from 2% in 1975 to 11.3% in 2010
- Increasing implications for health policy worldwide, and for Singapore



## Literature

- Improvements in processes of care are associated with diabetes management programmes
- Greater compliance with processes of care not consistently linked to improvements in intermediate outcomes such as blood lipid levels
- Several studies reported an improvement in clinical outcomes whereas others found little impact
- Systematic reviews have not shown conclusively that diabetes management programmes lower healthcare costs

# Medisave for CDMP

- Medisave for Chronic Disease Management Programme was launched in Oct 2006 to
  - Improve affordability of outpatient treatment
  - Promote evidence-based care protocol
  - Reduce downstream complications and hospitalisations
  - Covers 15 chronic conditions
    - Diabetes, hypertension, hyperlipidaemia, stroke, asthma, COPD, schizophrenia, major depression, bipolar disorder, dementia, osteoarthritis, benign prostatic hyperplasia, anxiety, Parkinson's disease and nephrosis/nephritis

## Medisave for CDMP



- Withdrawal limit: \$300/acct
- Deductible: \$30/ bill
- Co-payment: 15% / bill
- Administrative fee: \$3.50 / claim

- Blood glucose (X2)
- Blood pressure (X2)
- Body Weight (x2)
- Blood Cholesterol (x1)
- Foot screening (x1)
- Eye screening (x1)
- Nephropathy screening (x1)
- Smoking cessation

- HbA1C control
- Blood pressure control
- LDL-C control

# Study objectives

- To assess whether CDMP participants compared to non-participants have
  - 1. better compliance to the recommended processes of care
  - 2. lower risk of all-cause and diabetes-related hospitalization, and
  - 3. lower total all-cause annual healthcare costs and diabetes-related inpatient costs
- Sub-groups:
  - No complications and acceptable glycaemic control (HbA1c<8%)</li>
  - No complications and poor glycaemic control (HbA1c≥8%)
  - DM complications and acceptable glycaemic control
  - DM complications and poor glycaemic control

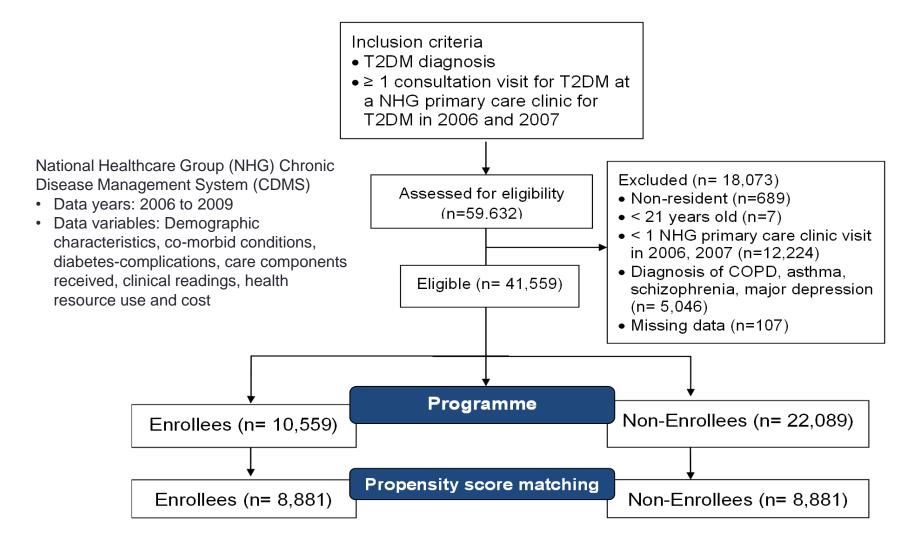
# Methodology

- Pre-test/Post-test design with comparator group
- Adult patients diagnosed with T2DM
  - Include: ≥ 1 diabetes-related polyclinic consultation in 2006, 2007
  - Exclude: COPD, asthma, schizophrenia, depression diagnoses
- Definition:
  - Enrollees: Used Medisave to pay for polyclinic consultations in all 3 years (2007,2008, 2009)
  - Non-Enrollees: Did not use Medisave to pay for polyclinic consultations in any of the 3 years (2007, 2008, 2009)

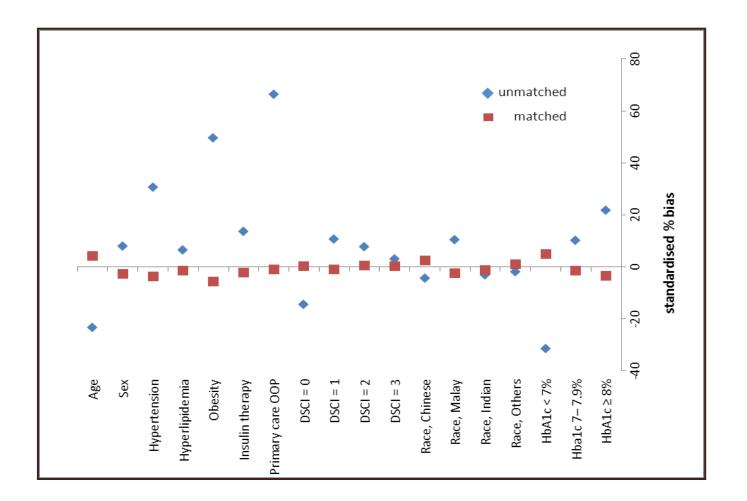
# Analytic approach

- Propensity score to adjust for selection bias:
  - Predicted probability of membership based on observed variables
- Outcomes evaluation:
  - Descriptive analysis
  - General estimating equations correlation of repeated measurement
  - Difference-in-Difference estimator differences in outcomes between groups at baseline

# Study population



#### Improved covariate balance



#### Compliance to care components

|                  | HbA1c<br>test | LDL-C test | Nephropathy screening | BP test | Weight | Retinal<br>exam | Foot<br>exam |
|------------------|---------------|------------|-----------------------|---------|--------|-----------------|--------------|
| 2006             |               |            |                       |         |        |                 |              |
| Participants     | 95.3          | 87.4       | 87.6                  | 13.4    | 8.8    | 50.4            | 66.0         |
| Non-Participants | 94.6          | 88.7       | 88.1                  | 12.6    | 8.8    | 52.8            | 69.5         |
| P Value*         | 0.028         | 0.007      | 0.358                 | 0.108   | 0.979  | 0.002           | <0.001       |
| 2007             |               |            |                       |         |        |                 |              |
| Participants     | 98.2          | 90.8       | 89.8                  | 68.8    | 60.3   | 46.5            | 67.0         |
| Non-Participants | 94.9          | 88.4       | 87.9                  | 51.3    | 46.5   | 44.8            | 63.3         |
| P Value*         | <0.001        | <0.001     | <0.001                | <0.001  | <0.001 | 0.023           | <0.001       |
| 2008             |               |            |                       |         |        |                 |              |
| Participants     | 98.1          | 90.4       | 89.9                  | 67.4    | 59.2   | 45.5            | 67.5         |
| Non-Participants | 89.3          | 84.3       | 84.2                  | 57.5    | 52.2   | 41.3            | 60.2         |
| P Value*         | <0.001        | <0.001     | <0.001                | <0.001  | <0.001 | <0.001          | <0.001       |
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\* Chi-square test.

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## **Unadjusted Results**

|      | All-Cause    | Hospitalizatio       | All-Cause Total Healthcare Cost<br>(US\$), mean† |              |                      |            |
|------|--------------|----------------------|--------------------------------------------------|--------------|----------------------|------------|
|      | Participants | Non-<br>Participants |                                                  | Participants | Non-<br>Participants | Difference |
| 2006 | 4.2          | 4.1                  | 0.1                                              | 620          | 648                  | -28        |
| 2007 | 3.7          | 5.0                  | -1.3                                             | 622          | 831                  | -209       |
| 2008 | 4.7          | 5.6                  | -0.9                                             | 744          | 987                  | -243       |
| 2009 | 5.6          | 5.9                  | -0.3                                             | 1,007        | 1,051                | -44        |

|      | Diabetes-rela | ted Hospitaliz<br>%  | ation Rate, | Diabetes-related Inpatient Healthcare<br>Cost (US\$), mean† |                      |            |  |
|------|---------------|----------------------|-------------|-------------------------------------------------------------|----------------------|------------|--|
|      | Participants  | Non-<br>Participants | Difference  | Participants                                                | Non-<br>Participants | Difference |  |
| 2006 | 1.9           | 1.7                  | 0.2         | 75                                                          | 57                   | 19         |  |
| 2007 | 1.4           | 2.6                  | -1.2        | 41                                                          | 132                  | -91        |  |
| 2008 | 1.8           | 2.8                  | -1.0        | 53                                                          | 164                  | -111       |  |
| 2009 | 2.6           | 3.0                  | -0.4        | 152                                                         | 164                  | -11        |  |

† Mean total healthcare cost have been discounted to 2006 prices using the Consumer Price Index.

## **Unadjusted Results**

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|------|--------------|----------------------|------------|--------------------------------------------------|----------------------|------------|--|
|      | Participants | Non-<br>Participants | Difference | Participants                                     | Non-<br>Participants | Difference |  |
| 2006 | 4.2          | 4.1                  | 0.1        | 620                                              | 648                  | -28        |  |
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# Policy Effect Size for Medisave for CDMP

| All-Cause Hospitalization <sup>+</sup> |                         |                |          | Diabetes-Related Hospitalization <sup>+</sup> |                             |                 |               |
|----------------------------------------|-------------------------|----------------|----------|-----------------------------------------------|-----------------------------|-----------------|---------------|
|                                        | Odds Ratio              | 95%            | 95% C.I. |                                               | Odds Ratio                  | 95%             | <b>6</b> C.I. |
| Year 2007                              | 0.76***                 | 0.65           | 0.88     |                                               | 0.46***                     | 0.34            | 0.63          |
| Year 2008                              | 0.79**                  | 0.68           | 0.92     |                                               | 0.54***                     | 0.40            | 0.73          |
| Year 2009                              | 0.91                    | 0.79           | 1.05     |                                               | 0.76                        | 0.57            | 1.01          |
|                                        | All-Cause T             | otal Healthcar | e Cost   |                                               | Diabetes-re                 | lated Inpatient | Cost          |
|                                        | <b>Incident Cost Ra</b> | ntio 95        | % C.I.   | Inc                                           | ncident Cost Ratio 95% C.I. |                 | <b>o C.I.</b> |
| Year 2007                              | - 0.15***               | - 0.24         | - 0.06   |                                               | -1.06**                     | -1.73           | -0.39         |
| Year 2008                              | - 0.14**                | - 0.24         | - 0.04   |                                               | -1.28***                    | -1.88           | -0.69         |
| Year 2009                              | 0.03                    | - 0.08         | 0.15     |                                               | -0.55                       | -1.13           | 0.03          |

\* p<0.05; \*\* p<0.01; \*\*\* p<0.001

Adjusted for: age, sex, ethnic group, hypertension, hyperlipidemia, obesity, Diabetes Complications Severity Index, glycemic control status, insulin therapy and time trend.

† Generalized Estimating Equation with the logit link function, binomial distribution, and unstructured covariance structure; odds ratio greater than 1 indicates higher odds of hospitalization.

‡ Generalized Estimating Equation with the log link function, gamma distribution and unstructured covariance structure; positive coefficient indicates higher cost and negative coefficient indicates lower cost.

# Policy Effect Size for Medisave for CDMP

|           | All-Cause Hos       | <b>pitalizatio</b> | n†     | Diabetes-Related Hospitalization <sup>+</sup> |          |        |  |
|-----------|---------------------|--------------------|--------|-----------------------------------------------|----------|--------|--|
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| Year 2008 | 0.79**              | 0.68               | 0.92   | 0.54***                                       | 0.40     | 0.73   |  |
| Year 2009 | 0.91                | 0.79               | 1.05   | 0.76                                          | 0.57     | 1.01   |  |
|           | All-Cause Total I   | Healthcare         | Cost   | Diabetes-related Inpatient Cost               |          |        |  |
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| Year 2007 | - 0.15***           | - 0.24             | - 0.06 | -1.06**                                       | -1.73    | -0.39  |  |
| Year 2008 | - 0.14**            | - 0.24             | - 0.04 | -1.28***                                      | -1.88    | -0.69  |  |
| Year 2009 | 0.03                | - 0.08             | 0.15   | -0.55                                         | -1.13    | 0.03   |  |

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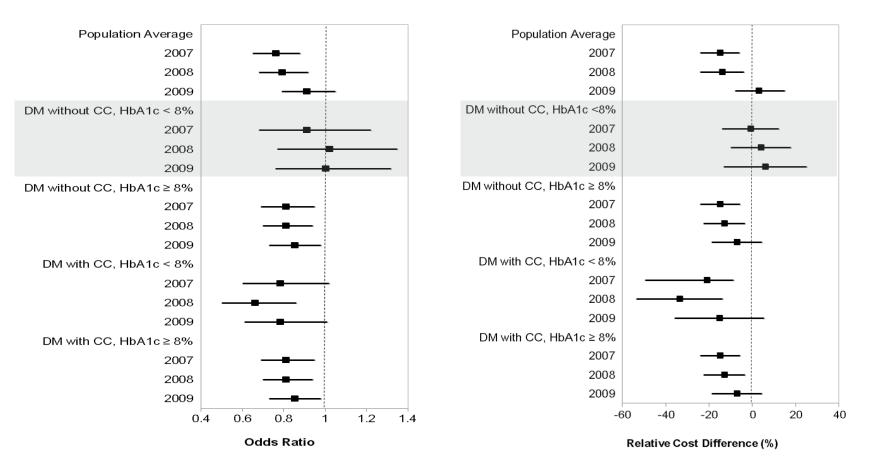
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### No benefit for well-controlled patients

#### **Odds of All-Cause Hospitalisation**

#### **Annual All-Cause Total Healthcare Cost**



#### DM: Type 2 Diabetes Mellitus; CC: Complications

 $\uparrow$ Analyses were carried out for the following numbers of participants and non-participants: DM without CC, HbA1c < 8% (4,320 versus 4,274); DM without CC, HbA1c ≥ 8% (1,900 versus 1,935); DM with CC, HbA1c < 8% (1,920 versus 1,833); and DM with CC, HbA1c ≥ 8% (741 versus 839)  $\ddagger$  Generalized Estimating Equation with the log link function, gamma distribution and unstructured covariance structure. The following variables, were adjusted for in the model: age, sex, race, hypertension, hyperlipidemia, insulin use, and time trend.

# Summary

- Extension of Medisave for outpatient treatment was associated with an improvement in compliance with processes of diabetes care
- Initial reductions in hospitalisation risk and, total healthcare cost were difficult to sustain
- Cumulative reduction in healthcare cost for programme patients over a three-year period
- No significant impact on participants with well-controlled diabetes at baseline

# Limitations

- Open system where patient population is dynamic
- Utilisation and cost data were collected only for organisations subscribing to the diabetes registry
- Results of the study might not be generalisable to 8.8% of Medisave for CDMP patients who are being seen by solo general practitioners



# Thank you.

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