

# Treating pneumonia in critical care in the United Kingdom following failure of initial antibiotic: a cost-utility analysis comparing meropenem with piperacillin/tazobactam

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## Abstract

**Background** Treating patients admitted to critical care with severe pneumonia requires timely intervention with an effective antibiotic. This reduces the risk of dying of pneumonia and minimises complications associated with a prolonged stay in critical care.

**Objective** To compare the cost-effectiveness of meropenem 1 g/8 h with piperacillin/tazobactam 4.5 g/8 h for treating pneumonia in UK critical care.

**Methods** A Markov model was built to estimate lifetime costs and quality-adjusted life years (QALYs) of using meropenem versus piperacillin/tazobactam to treat severe pneumonia. Estimates of effectiveness, utility weights and costs were obtained from published sources. Probabilistic sensitivity analysis was conducted to address uncertainty in the model results.

**Results** Cost of treating a patient with severe pneumonia was estimated as £19,026 with meropenem and £19,978 with piperacillin/tazobactam, respectively. QALYs gained were 4.768 with meropenem and 4.654 with piperacillin/tazobactam. Probabilistic sensitivity analysis showed meropenem to be consistently less costly and more effective than piperacillin/tazobactam.

**Conclusion** The additional efficacy of meropenem translates into more patients surviving critical care and leaving this high-cost service more quickly than if they had been treated with piperacillin/tazobactam. As meropenem is more effective and less expensive than piperacillin/tazobactam at treating patients with severe pneumonia, it is the dominant treatment option.

**Keywords** Meropenem · Piperacillin · Infection · Critical care · Cost-effectiveness analysis · Economic evaluation

**JEL Classification** L65

## Introduction

Infection in hospital is defined as community-acquired (i.e. infection contracted outside the health care setting or present on admission) or nosocomial (i.e. first appearing 48 h or more after hospital admission). If a patient's infection is serious enough to require admission to critical care, this tends to be because the infection itself is life-threatening, or because the patients existing condition makes any infection potentially life-threatening. A recent assessment of critical care admissions in England, Wales and Northern Ireland identified the proportion of patients admitted to critical care units with community-acquired pneumonia as a relatively stable 6.4% (around 8,000 admissions per annum) [1]. Community-acquired pneumonia is the leading cause of death from infection internationally and the sixth leading cause of death overall [2].

Current guidelines (e.g. the American Thoracic Society, British Thoracic Society, etc.) for the antibiotic treatment of community or hospital-acquired pneumonia recommend

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beta-lactams for initial empirical therapy [3–6], in particular beta-lactams with a spectrum of activity against both gram-positive (such as *Staphylococcus aureus*, streptococci and pneumococci) and gram-negative (such as *Pseudomonas aeruginosa* and *Enterobacter* spp.) pathogens. These beta-lactams have been identified as the 4th generation cephalosporins (cefepime and cefpirome), the carbapenems (imipenem/cilastatin and meropenem) and the antipseudomonal penicillins (piperacillin/tazobactam and ticarcillin/clavulanate) [7].

In the United Kingdom, the antibiotics typically used in critical care are a carbapenem (imipenem/cilastatin or meropenem) and piperacillin/tazobactam. Most critical care units select imipenem/cilastatin or meropenem as their carbapenem of choice to list on their formulary, rather than having both antibiotics available. The results from a previous study showed that meropenem 1 g/8 h is a cost-effective alternative to imipenem/cilastatin 1 g/8 h [8], and so meropenem could be considered the preferred carbapenem unless other factors affect this decision (such as local pathogen resistance).

However, the appropriate prescribing of meropenem compared to piperacillin/tazobactam has not been the subject of economic evaluation. This may be due to the absence of randomised trials directly comparing the two antibiotics in the treatment of severe infection [9]. We have previously performed an adjusted indirect comparison using a mixed treatment comparison [10], which demonstrated substantial clinical benefits with meropenem over piperacillin/tazobactam in the treatment of patients hospitalised with infection [11].

In addition to the clinical benefits meropenem may have over piperacillin/tazobactam, it must be evaluated in the light of any additional increase in resource utilisation. Compared to other departments within a hospital, it has been identified that drug therapies used in critical care can have a substantial increase in costs [12]. We decided to conduct a study aimed at estimating the cost-effectiveness of meropenem compared to piperacillin/tazobactam in the treatment of pneumonia in UK critical care. These results could be used to determine which treatment strategy offers the best value for money from National Health Service (NHS) resources.

## Methods

The perspective for the evaluation was the UK NHS, since the costs associated with the use of meropenem or piperacillin/tazobactam and subsequent treatment lie predominantly within a hospital care setting. All costs are for the price year 2008. A Markov cohort model was used to estimate the average patient experience and to assess the parameter uncertainty. The model was constructed using TreeAge Pro 2005™.

Figure 1 shows the underlying treatment algorithm informed by a survey of five consultant microbiologists and four intensive care consultants based at Bedford Hospital; John Radcliffe Hospital in Oxford; Leeds General Infirmary; Gloucestershire Royal Hospital; Northampton General Hospital; and Royal Berkshire Hospital. These hospitals are geographically spread throughout England and are a mixture of teaching hospitals and district general hospitals. The survey was conducted by one of the authors by individual interviews with the clinicians. A consensus report was created based on the narrative descriptions of care provided. Three iterations of the report were circulated to the clinicians involved before a final version was agreed by all respondents.

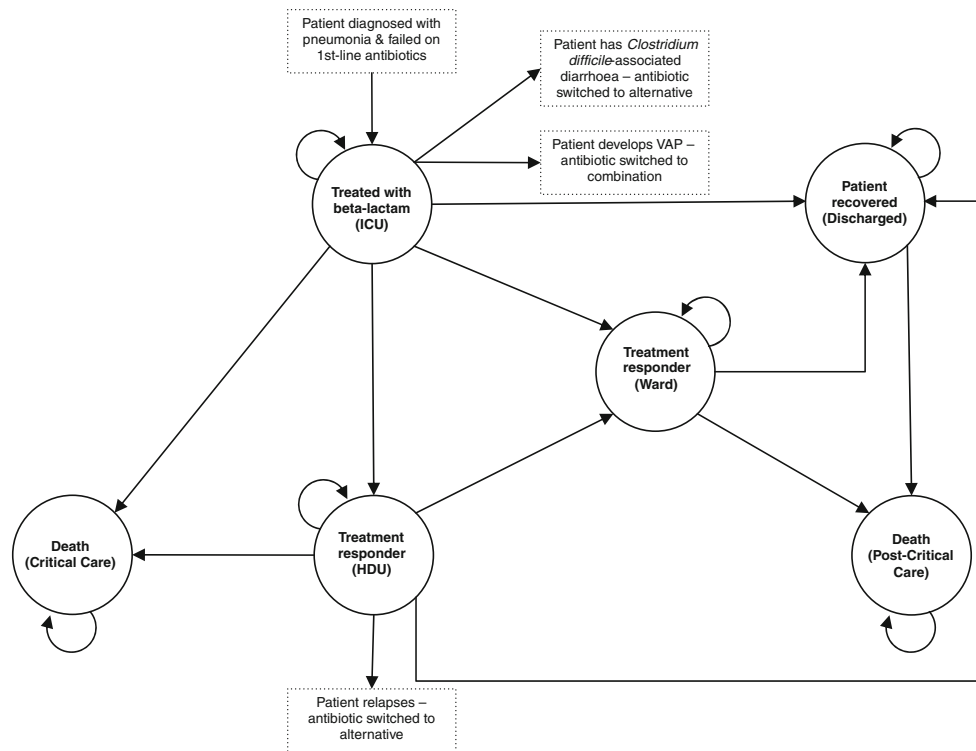
At the start of the model (Fig. 1), patients with severe pneumonia are assumed to be in an intensive care unit (ICU) having failed on first-line antibiotics (either before or after admission to ICU). The severity of illness is simulated in the model by those requiring mechanical ventilation using a ventilator (more severe) and those not requiring mechanical ventilation (less severe). Regardless of severity, all patients receive intravenous piperacillin/tazobactam or meropenem for a minimum of 5 days and a maximum of 14 days.

During antibiotic treatment, patients can experience severe adverse events and are at risk of contracting other infections while in critical care. However, the model only considers two of these: *Clostridium difficile*-associated diarrhoea and the risk of acquiring ventilator-associated pneumonia (VAP). These are associated with a substantial impact on treatment choice and/or length of stay, as well as risk of death. Patients may die at any time in critical care.

Patients who have *C. difficile*-associated diarrhoea have their antibiotic changed to the alternative treatment (i.e. patients initially receiving piperacillin/tazobactam switch to meropenem and vice versa), and metronidazole 250 mg every 6 h for 10 days is added to their treatment. After 10 days of treatment with metronidazole, patients are assumed to be cured of *C. difficile* and may leave ICU once they have a clinical response with meropenem or piperacillin/tazobactam.

Patients who acquire VAP are treated with a combination of ceftazidime (3 g every 12 h) and gentamicin (5 mg/kg every 24 h) for 8 days. After 8 days of treatment, patients are assumed to be cured of VAP and their underlying pneumonia but require additional time in ICU to recover.

After 5 days of treatment with piperacillin/tazobactam or meropenem, patients may have a clinical response and be moved to a high dependency unit (HDU), respiratory/general ward, or discharged from hospital. To simulate 5 days of treatment as the number of days required for clinical response, and the most common duration of treatment, the transition probability was calculated per day for



**Fig. 1** Treatment pathway for patients with pneumonia in critical care. The circles reflect locations of care, such as ICU, HDU, ward, etc., with patients remaining in each location unless they respond to treatment, have an adverse event (including relapse) or die

the maximum number of days of treatment (14 days) and then the daily value was multiplied by 5 for those initial 5 days of treatment.

Patients moved to HDU are assessed to see whether they still require mechanical ventilation, fluid management or both. Once considered stable, they are either moved to a respiratory/general ward or discharged. Some patients may have their pneumonia recur and relapse back into ICU.

Patients who relapse back into ICU have their antibiotic changed to the alternative treatment (i.e. patients who initially received piperacillin/tazobactam will receive meropenem and vice versa) and begin treatment again. Patients who relapse back into ICU have an increased risk of dying in critical care.

Once a patient arrives on a respiratory/general ward, they remain there until they recover sufficiently for discharge home. As a patient has left critical care, they no longer have the high risk of dying associated with being in ICU or HDU. However, they do have a higher annual rate of mortality than normal (age- and sex-adjusted) due to having been in critical care.

Patients discharged from hospital are assumed to have a single follow-up outpatient appointment. They can either live or die in accordance with the appropriate age- and sex-adjusted annual rate of mortality, which is increased in the initial years after discharge, because they have been ill enough to be in critical care.

### Transition probabilities

The parameters used within the Markov model are separated into five different categories:

- Common—applicable to meropenem or piperacillin/tazobactam;
- Efficacy—specific to meropenem or piperacillin/tazobactam;
- Utility—preference for a given health state independent of treatment;
- Drug costs—costs of medication and administration;
- Service costs—costs associated with level of care.

The parameter estimates used in the base-case model are presented in Table 1. Transition probabilities were calculated from the original data using the method described by Sun and Faunce [33].

Common parameter estimates (Table 1a) were obtained from either a systematic review of that parameter, evidence-based guidelines or an analysis of Hospital Episode Statistics (HES) [20]. Efficacy parameters (Table 1b) were based on a previously completed mixed treatment comparison [11] with a baseline for piperacillin/tazobactam obtained from a relevant randomised trial [25]. Pertinent details of the patient population in that trial are presented in Table 2.

Utility parameters (Table 1c) were estimated from the best available data. However, there has been very little

**Table 1** Parameter estimates used in the health economic model evaluating the cost-effectiveness of meropenem compared with piperacillin/tazobactam in the treatment of patients with severe pneumonia requiring admission to a critical care unit (CCU)

Parameter	Original data	Transition probability
a <i>Common parameters</i>		
Patient ventilated [13]	53% (SD3%)	0.530000
Diarrhoea being <i>Clostridium difficile</i> related [14]	7% (SD1%)	Not applicable—applied directly to probability of diarrhoea
Patient cured of <i>C. difficile</i> [15]	All assumed cured at 10 days	Tunnel state with 100% at 10th cycle after entering health state
Patient cured of VAP [16]	All assumed cured at 8 days	Tunnel state with 100% at 8th cycle after entering health state
Dying in CCU if ventilated [13]	44% (SD5%)	0.069913
Dying in CCU if not ventilated [13]	1% (SD1%)	0.001256
Dying in CCU with VAP [17]	44% (SD5%)	0.069913
Adjustment for death from VAP based on age of patient [18]	>59 years OR5.36 (95% CI 1.64–17.6), >79 years OR11.8 (95% CI 2.99–46.5)	OR converted to RR applied directly to probability of dying in critical care with VAP
Developing VAP [19]	Within 24 h; 7% (SD2%)	0.020300
	24–48 h; 6% (SD2%)	0.017400
	2–6 days; 1% (SD1%)	0.002509
	>6 days; 3% (SD1%)	0.007586
Adjustment in risk of VAP infection based on prior antibiotic use [19]	≤48 h: OR 0.29, 95% CI 0.12–0.69 >48 h: OR 1.47, $p < 0.05$	OR converted to RR applied directly to probability of developing VAP
Recovering from VAP [16]	22 days (SD20.0)	0.113906
Bed days in HDU [20]	5.0 days (SD5.7)	0.206299
Leaving ICU for HDU [20]	31.1% (SD23.1%)	0.311000
Leaving ICU for ward [20]	67.7% (SD22.7%)	0.677000
Leaving ICU for discharged [20]	1.2% (SD2.4%)	0.012000
Leaving HDU for ward [20]	96.9% (SD3.8%)	0.969000
Leaving HDU for discharged [20]	3.1% (SD3.8%)	0.031000
Discharge from hospital [20]	24.8 days (SD23.2)	0.041139
Normalised age-related death following discharge from CCU [21]	65–69 1.6%	0.000038
	70–74 2.6%	0.000066
	75–79 4.4%	0.000112
	80–84 7.5%	0.000192
	85–89 12%	0.000315
Adjustment for death following discharge from CCU based on increased risk following CCU admission [22]	90 22.4%	0.000605
	Post-CCU increased mortality per year (RR):	Applied directly to probability of dying in critical care
	1st 15.26, 95% CI 11.56–20.17	
	2nd 2.55, 95% CI 1.69–3.86	
	3rd 2.05, 95% CI 1.33–3.17	
	4th 1.68, 95% CI 1.07–2.66	
	5th 1.51, 95% CI 0.95–2.40	
	6th 1.22, 95% CI 0.73–2.03	
	7th 0.77, 95% CI 0.41–1.46	
8th 0.62, 95% CI 0.30–1.29		
9th 1.05, 95% CI 0.51–2.18		
Relapsing back into ICU [23]	5.6% (SD0.1%)	0.019026
Adjustment for death following readmission to ICU [24]	OR 11.0 (95% CI: 8.1–15.1)	OR converted to RR applied to probability of dying in critical care

**Table 1** continued

Parameter	Original data		Transition probability			
<i>b Efficacy parameters</i>						
Diarrhoea on meropenem [11]	OR 2.60 (95% CrI 0.9793–5.723)		OR converted to RR applied to piperacillin/tazobactam baseline			
Clinical response with meropenem [11]	OR 0.5059 (95% CrI 0.3492–0.7089)		OR converted to RR applied to piperacillin/tazobactam baseline			
Diarrhoea on piperacillin/tazobactam [25]	10.0%		0.007498			
Clinical response with piperacillin/tazobactam [25]	69.1%		0.080445			
Utility Parameters	Original data			Daily utilities		
<i>c Utility parameters</i>						
Utility in critical care centres (ICU and HDU) [26]	Unconscious –0.402 (Worst [33333] –0.594 to Best [33311] 0.028)			–0.001101		
QALY recovering on ward [27]	0.726317 <sup>a</sup>			0.001990		
QALY 65–74 [26]	0.78 (SD0.28) <sup>b</sup>			0.002137		
QALY 75+ [26]	0.71 (SD0.27) <sup>b</sup>			0.001945		
Parameter	Administration [29]			Drug cost [30]		
	Delivery	Daily cost <sup>c</sup>	Original data <sup>d</sup>	Dosing regimen	Daily cost	Original data
<i>d Drug cost and administration parameters</i>						
Meropenem	Intravenous	£10.37	€4.35 + 16.52 min	1 g/8 h	3 g = £51.57	1 g vial £17.19
Pip/Tazo	Intravenous	£10.37	€4.35 + 16.52 min	4.5 mg/8 h	13.5 mg = £47.37	4.5 mg vial £15.79
Metronidazole	Intravenous	£6.11	€4.35 + 5.40 min	500 mg/8h <sup>e</sup>	1,500 mg = £3.06	100 mL amp £8.17 (200 mg/5 mL)
Ceftazidime and Gentamicin	Intravenous	£8.86	€4.35 + 5.40 and €1.45 + 3.65 min	Ceftazidime 2 g/8 h Gentamicin 5 mg/kg/day	Ceftazidime 6 g = £53.70 Gentamicin 350 mg = £6.48 Ceftazidime + Gentamicin = £60.18	Ceftazidime: 2 g vial £17.90 Gentamicin: 2 mL vial (40 mg/mL) £1.48
Parameter	Source					Cost
<i>e Cost of hospital stay and outpatients appointment parameters</i>						
Critical care (ICU)	NHS Reference costs 2007–2008 [31]					
Ventilated	Service Code XC06Z—ICU: 1 Organ Supported					£983
Not ventilated	Service Code XC07Z—ICU: 0 Organ Supported					£1,148
Critical care (HDU)	NHS Reference costs 2007–2008 [31]					
Ventilated	Service code XC06Z—HDU: 1 Organ supported					£705
Not ventilated	Service code XC07Z—HDU: 0 Organ supported					£617
Respiratory/General ward	Nurse-led inpatient unit for intermediate care (PSSRU) 2007–2008 [32]					£226
Follow-up appointment with Consultant	NHS reference costs 2007–2008 [31] Speciality code 340—Respiratory medicine					£118

OR odds ratio, RR relative risk, 95% CI = 95% confidence interval, 95% CrI = 95% credible interval

<sup>a</sup> SF-36 converted to EQ5D [28]

<sup>b</sup> Adjusted for age and sex to match the simulated population (Schmitt et al. [25])

<sup>c</sup> Euros converted to sterling using 2008 exchange rate (customs.hmrc.gov.uk), £1 = 1.19 euros; daily cost includes materials cost data plus administration time applied to the hourly cost of a nurse (24 h ward, £23/h)

<sup>d</sup> Materials cost data inflated to 2008 prices using inflation index ([www.statistics.gov.uk/statbase](http://www.statistics.gov.uk/statbase))

<sup>e</sup> A loading dose of 800 mg may be used but this only increases the cost of the first day to £0.18 and so for simplicity has not been included

health-related quality of life (HRQL) research conducted in critical care [34]. In the base-case analysis, it was assumed that patients in critical care (ICU and HDU) had the utility score from the EuroQoL (EQ-5D) social tariff for

“unconscious” [26]. Utilities applied for patients recovering on the ward after discharge from critical care were obtained from a published survey [27]. Once patients were discharged from hospital, it was assumed that they accrued

**Table 2** Baseline characteristics of patients simulated in the Markov model based on patients randomised to piperacillin/tazobactam in Schmitt et al. [25]

Characteristic	Population
Age (SD)	68.4 (13.7) years
Male/Female	70%/30%
APACHE II score (SD)	13.5 (4.2)
Abnormal X-ray	98.2%
Body temperature	
$\geq 38^{\circ}\text{C}$	67.3%
$36.1\text{--}37.9^{\circ}\text{C}$	31.8%
Leukocytosis	69.1%
C-reactive protein	
$\leq 15\text{ mg/l}$	8.2%
$> 15\text{ mg/l}$	79.1%

their normal age- and sex-adjusted HRQL as provided by the EQ-5D [26].

The cost of drug administration (Table 1d) was taken from Van Zanten and colleagues [29] because it provided data on three of the four interventions with only a single assumption needing to be made (i.e. the administration cost of intravenous treatment was assumed to be the same regardless of drug delivered). Drug cost parameters were taken from the British National Formulary [30].

The daily cost of inpatient stay (Table 1e) was taken from the NHS Reference Costs 2007–2008 [31], with ventilation and no ventilation being equated with 1 organ supported and 0 organs supported, respectively. The same source was used for the cost of a follow-up appointment with a respiratory consultant [31]. The costs for general ward and respiratory wards were derived from the Personal Social Services Research Unit [32].

#### Running the model

The model had a lifetime horizon. Costs did not need to be discounted as no costs were accrued after the first year—it was assumed that there was no possibility of relapse once a patient had been discharged from hospital. Utilities accrued after the first year were discounted at 3.5% per annum, the recommended rate advocated by the National Institute for Health and Clinical Excellence (NICE) [35].

#### Cost-utility analysis

Meropenem and piperacillin/tazobactam were compared for costs and outcomes, i.e. incremental cost per quality-adjusted life year (QALY) gained.

#### Sensitivity analysis

Parameter uncertainty was assessed in a probabilistic sensitivity analysis (PSA). Here, every variable was given a distribution rather than a fixed probability. Probabilistic sensitivity analysis has become the standard approach recommended by NICE to assess the combined implications of uncertainty in parameters [35]. An alternative method of assessing parameter uncertainty would be to conduct a series of one-way sensitivity analyses, but this approach has been criticised as being relatively insensitive to identify the magnitude of parameter uncertainty [36].

The parameter estimates used in the PSA are presented in Table 3. These were all taken from the same source as the base-case analysis (Table 3a, b, c) with the exception of the drug administration costs (Table 3d) and the daily cost of being on a general/respiratory ward (Table 3e) because the original data had no measure of uncertainty around the mean estimates presented. In these instances, there was an assumed range of values  $\pm 50\%$  of the mean value. There was no need to apply a distribution around the drug acquisition costs, as these are explicit values.

The distributions for the PSA were chosen to reflect the uncertainty in the underlying parameter. For transition probabilities (i.e. Common and efficacy parameters, Table 3a, b), beta distributions were employed to constrain the values estimated for the probabilities between 0 and 1 [36]. Similarly, utility parameters are expected to be constrained between 0 and 1 (death and perfect health), and so beta distributions were employed (Table 3c). The only exception to this was the distribution applied to utilities likely to accrue in critical care as health states considered worse than death are possible—here, a Normal distribution was used.

Relative risks and odds ratios were employed in the model to adjust underlying transition probabilities (Table 3a, b). As these are assumed to follow a Normal distribution on the log scale, a log Normal distribution was applied to be sampled from and the exponential of the result applied to the underlying transition probability.

Like probabilities, cost data are always positive and are based on counts of resource use weighted by unit costs (Table 3d, e). As such, a gamma distribution, which is constrained between 0 and positive infinity, was employed as it can also account for the fact that cost data typically have a skewed distribution [37]. Similarly, where length of stay was employed in the model, for example bed days in HDU, a gamma distribution was used.

Sensitivity analyses were conducted for the primary analysis and the secondary analysis. Furthermore, the effect of changing the age of the patient cohort was investigated using the lower and upper ages from the 95% confidence interval (Table 2). In addition, the model

**Table 3** Parameter estimates used in the probabilistic sensitivity analysis evaluating the cost-effectiveness of meropenem compared with piperacillin/tazobactam in the treatment of patients with severe pneumonia requiring admission to critical care unit (CCU)

Parameter	Distribution	Distribution parameters	
<i>a Common parameters</i>			
Patient ventilated	Normal	Mean = 0.53	SD = 0.030000
Diarrhoea being <i>Clostridium difficile</i> related	Beta	$r = 26$	$n = 373$
Patient cured of <i>C. difficile</i>	NA	NA	NA
Patient cured of VAP	NA	NA	NA
Dying in CCU if ventilated	Beta	$r = 47$	$n = 59$
Dying in CCU if not ventilated	Beta	$r = 1$	$n = 97$
Dying in CCU with VAP	Beta	$r = 47$	$n = 59$
Adjustment for death from VAP based on age of patient	Log Normal	Mean = 1.678964	SD = 0.605409
Developing VAP	Beta	$r = 18$	$n = 232$
	Beta	$r = 14$	$n = 218$
	Beta	$r = 2$	$n = 216$
	Beta	$r = 7$	$n = 209$
	Adjustment in risk of VAP infection based on prior antibiotic use	Log Normal	Mean = -1.237874
Recovering from VAP	Log Normal	Mean = 0.382000	SD = 0.195000
	Gamma	$\alpha = 1.21$	$\lambda = 0.055000$
Bed days in HDU	Gamma	$\alpha = 0.769468$	$\lambda = 0.153894$
Leaving ICU for HDU	Beta	$r = 158$	$n = 350$
Leaving ICU for ward	Beta	$r = 344$	$n = 164$
Leaving ICU for discharged	Beta	$r = 6$	$n = 502$
Leaving HDU for ward	Beta	$r = 63$	$n = 2$
Leaving HDU for discharged	Beta	$r = 2$	$n = 63$
Discharge from hospital	Gamma	$r = 1.1426878$	$\lambda = 0.046076$
Normalised age-related death following discharge from CCU	Beta	$r = 34,324.6$	$n = 2,343,075.4$
	Beta	$r = 49,051.7$	$n = 2,017,348.3$
	Beta	$r = 71,271.8$	$n = 1,670,828.2$
	Beta	$r = 91,848.9$	$n = 1,231,728.2$
	Beta	$r = 84,810.4$	$n = 654,689.6$
	Beta	$r = 84,467.3$	$n = 297,632.7$
	Adjustment for death following discharge from CCU based on increased risk following CCU admission	Log Normal	Mean = 2.725235
	Log Normal	Mean = 0.936093	SD = 0.210699
	Log Normal	Mean = 0.717840	SD = 0.221570
	Log Normal	Mean = 0.518794	SD = 0.232313
	Log Normal	Mean = 0.412110	SD = 0.236419
	Log Normal	Mean = 0.198851	SD = 0.260905
	Log Normal	Mean = -0.261365	SD = 0.323988
	Log Normal	Mean = -0.478036	SD = 0.372096
	Log Normal	Mean = 0.048790	SD = 0.370579
Relapsing back into ICU	Beta	$r = 7,338.0$	$n = 122,905.0$
Adjustment for death following readmission to ICU	Log Normal	Mean = 2.3978958	SD = 0.158885
<i>b Efficacy parameters</i>			
Diarrhoea on meropenem	Log Normal	Mean = 0.852600	SD = 0.453000
Clinical response with meropenem	Log Normal	Mean = -0.697800	SD = 0.181000
Diarrhoea on piperacillin/tazobactam	NA	NA	NA
Clinical response with piperacillin/tazobactam	NA	NA	NA
<i>c Utility parameters</i>			
Utility in critical care centres (ICU and HDU)	Normal	Mean = -0.402	SD = 0.156
QALY recovering on ward	Beta	$r = 214.2$	$n = 294.9$

**Table 3** continued

Parameter	Distribution	Distribution parameters	
QALY 65–74 Males	Beta	$r = 0.9$	$n = 1.2$
QALY 65–74 Females	Beta	$r = 1.4$	$n = 1.7$
QALY 75 + Males	Beta	$r = 1.0$	$n = 1.4$
QALY 75 + Females	Beta	$r = 1.3$	$n = 1.8$
<i>d Administration parameters</i>			
Meropenem	Gamma	$\alpha = 16.000000$	$\lambda = 1.542912$
Piperacillin/Tazobactam	Gamma	$\alpha = 16.000000$	$\lambda = 1.542912$
Metronidazole	Gamma	$\alpha = 16.000000$	$\lambda = 2.618658$
Ceftazidime and gentamicin	Gamma	$\alpha = 16.000000$	$\lambda = 1.805869$
<i>e Cost of hospital stay and outpatients appointment parameters</i>			
Critical care (ICU)			
Ventilated	Gamma	$\alpha = 59.208658$	$\lambda = 0.060233$
Not ventilated	Gamma	$\alpha = 141.523692$	$\lambda = 0.123278$
Critical care (HDU)			
Ventilated	Gamma	$\alpha = 144.000000$	$\lambda = 0.204255$
Not ventilated	Gamma	$\alpha = 82.328936$	$\lambda = 0.133434$
Respiratory/general ward	Gamma	$\alpha = 16.000000$	$\lambda = 0.070796$
Follow-up appointment with Consultant	Gamma	$\alpha = 100.852875$	$\lambda = 0.854685$

NA not applicable, SD standard deviation

structure was simplified (i.e. excluding the possibility of VAP, side effects and relapse).

Each PSA was based on 10,000 iterations from a Monte Carlo simulation (where each iteration was assigned a value randomly sampled from the probability distribution around each parameter).

## Results

The results of the deterministic analysis are presented in Table 4. The piperacillin/tazobactam treatment strategy accrues 4.654 QALYs at a cost of £19,978, while meropenem strategy accrues 4.768 QALYs at a cost of £19,026. As such, meropenem would be considered a dominant treatment strategy because it accrues more QALYs (0.115) at less cost (–£952) than piperacillin/tazobactam.

A Markov cohort simulation reveals that, in the meropenem cohort at the end of the model, 26.8% died in critical care with the remainder dying outside of critical

care (73.2%). The percentages for piperacillin/tazobactam are 28.6% and 71.4%, respectively. The additional benefit with meropenem is due to the additional number of patients surviving critical care, with the reduction in cost caused by patients being discharged more quickly from critical care services.

## Probabilistic sensitivity analysis (PSA)

The results from the lifetime horizon PSA have similar difference in costs to the base-case model (–£822 vs. –£952, respectively) but a different estimate of benefit (0.015 and 0.115 QALYs, respectively). For the lifetime horizon, the 95% confidence intervals from the PSA are £13,824–£32,018 (for costs) and 2.153 QALYs to 5.671 QALYs (for effects) for piperacillin/tazobactam and £13,026–£31,227 and 2.157 QALYs to 5.701 QALYs for meropenem.

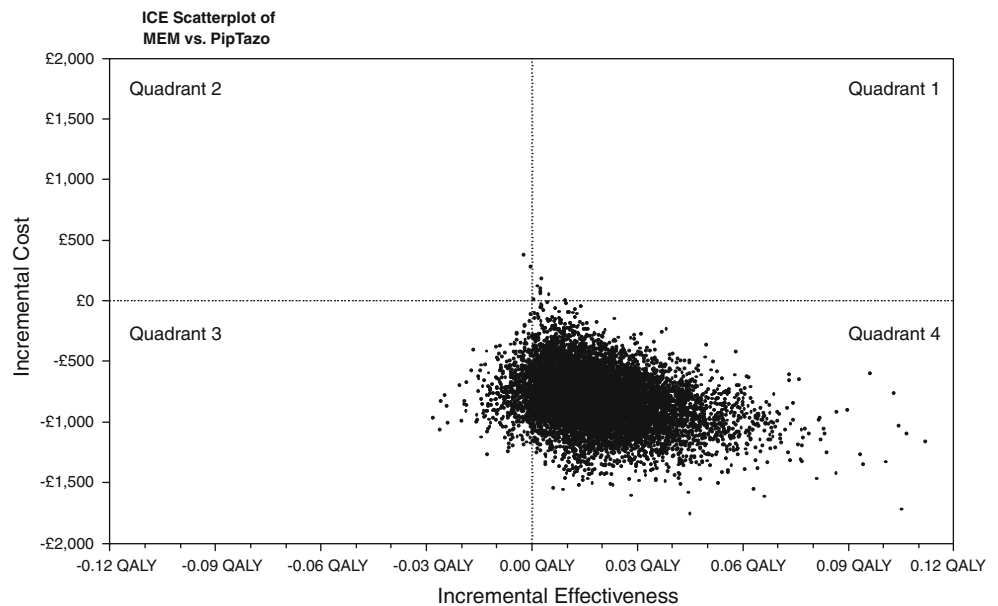
In order to illustrate the differences in the distributions of costs and effects for the two treatments, the 10,000 iterations from the Monte Carlo simulation have been

**Table 4** Costs and quality-adjusted life years (QALYs) associated with meropenem and piperacillin/tazobactam in the treatment of pneumonia in critical care

Strategy	Cost	Incremental cost ( $\Delta C$ )	Effect	Incremental effect ( $\Delta E$ )	ICER ( $\Delta C/\Delta E$ )
Piperacillin/tazobactam	£19,978	–	4.654 QALY	–	–
Meropenem	£19,026	–£952	4.768 QALY	0.115 QALY	(Dominant)



**Fig. 2** Cost-effectiveness plane with 10,000 estimates of cost and effect differences between meropenem (MEM) and piperacillin/tazobactam (Pip/Tazo) plotted



plotted on the cost-effectiveness plane (Fig. 2). The plot demonstrates that 94% of the iterations lie in quadrant 4, where meropenem is more effective and less expensive, with 6% of iterations in quadrant 3, where meropenem is less effective and less expensive.

The one variable that is not changed in the PSA is the age of the patient entering the model, which is based on the mean value from the patient cohort (Table 2). Two PSAs were conducted using the lower and upper values from the 95% confidence interval calculated for the age of the patient cohort. Based on the lower age of 66 years, costs and effects become: meropenem—£19,530 (95% CI: £12,942–£31,541) and 4.486 QALY (95% CI: 2.359 QALY to 6.348 QALY); piperacillin/tazobactam—£20,334 (95% CI: £13,740–£32,038) and 4.465 QALY (95% CI: 2.349 QALY to 6.321 QALY). Of the 10,000 iterations from the Monte Carlo simulation, 94% lie in quadrant 4 (where meropenem is more effective and less expensive) and 6% of iterations lie in quadrant 3 (where meropenem is less effective and less expensive). Using the upper age from the 95% confidence interval of 71 years, costs and effects become: meropenem—£19,309 (£12,929–£30,645) and 3.111 QALY (95% CI: 1.581 QALY to 4.429 QALY); piperacillin/tazobactam—£20,113 (95% CI: £13,791–£31,262) and 3.098 QALY (95% CI: 1.574 QALY to 4.414 QALY). On the cost-effectiveness plane, 92% of iterations lie in quadrant 4 (where meropenem is more effective and less expensive), and 8% of iterations lie in quadrant 3 (where meropenem is less effective and less expensive).

The simple PSA represents the most basic structure of the Markov model where the risk of patients acquiring VAP, the risk of *C. difficile*-associated diarrhoea and the

risk of relapse are not simulated. Here, the costs and effects become: meropenem—£17,747 (95% CI: £11,079–£33,071) and 5.382 QALY (95% CI: 2.969 QALY to 7.124 QALY); piperacillin/tazobactam—£18,770 (95% CI: £12,162–£33,729) and 5.260 QALY (95% CI: 2.904 QALY to 6.971 QALY). On the cost-effectiveness plane, 100% of iterations lie in quadrant 4, where meropenem is more effective and less expensive.

As meropenem is the dominant treatment strategy, a final PSA was conducted assuming that piperacillin/tazobactam was available at no charge (i.e. an acquisition cost of £0 rather than a daily cost of £47.37, Table 18d). Here, costs and effects become: meropenem—£19,398 (£12,828–£31,271) and 4.028 QALY (95% CI: 2.145 QALY to 5.680 QALY); piperacillin/tazobactam—£19,877 (95% CI: £13,306–£31,790) and 4.009 QALY (95% CI: 2.138 QALY to 5.650 QALY). On the cost-effectiveness plane, 93% of iterations lie in quadrant 4 (where meropenem is more effective and less expensive), 6% lie in quadrant 3 (where meropenem is less effective and less expensive) and 1% lie in quadrant 1 (where meropenem is more effective and also more expensive).

## Discussion

Our model results show that in the base-case and probabilistic sensitivity analyses, meropenem was more likely to be considered cost-effective than piperacillin/tazobactam. Although the magnitude of benefit and reductions in costs associated with using meropenem rather than piperacillin/tazobactam differed between analyses, meropenem was considered the dominant treatment.

The base-case analysis demonstrates a potentially overly positive assessment of likely benefit in term of QALYs compared to most likely value determined by the lifetime PSA (0.115 vs. 0.015, respectively). This is a good example of how the interplay of parameter uncertainty captured within the average value from the Monte Carlo simulation gives a better estimate of the expected value for the difference in treatments than relying solely on the mean values for parameters. Here, mortality in critical care changes from around 30% in the base-case analysis to around 40% in the PSA.

The two PSAs based on age also present predictable results. Both have similar costs to the base-case analysis but quite different estimates of utilities accrued. For younger patients, more QALYs are gained, and for older patients, fewer QALYs are gained resulting in lower and higher estimates of cost per QALYs, respectively, for both treatments assessed. As meropenem is cost-effective in both cases, it could be argued that it will always be cost-effective compared to piperacillin/tazobactam regardless of the age of the patient treated.

The accuracy of a model to predict the actual costs and benefits observed in real-life clinical practice is dependent on how closely it reflects that clinical situation. However, from a national policy-making perspective, the evidence required to make a decision to preferentially introduce an intervention compared to an alternative could be simplified into a dichotomous (yes/no) decision where a “national model” would be unlikely to predict the actual costs and benefits observed in any individual locality. The “simple” model is presented as an example of how closely an economic model needs to simulate reality within a decision-making framework. The simple model focuses on the clinical benefit of meropenem and piperacillin/tazobactam, i.e. their ability to cure patients of the pathogen(s) causing pneumonia. However, it does not include the risk of VAP and *C. difficile*-associated diarrhoea identified by the survey of clinicians as important considerations in the treatment of patients with pneumonia in critical care. Nor does it include the risk of relapse.

The results of the simple PSA overestimate the difference in costs and benefits with meropenem compared to piperacillin/tazobactam but do not change the decision that would be made based on the implications of the results. That is, meropenem would be considered the treatment of choice in both the more complicated model and the simple model. Only the impact of the decision to implement a strategy of preferentially using meropenem rather than piperacillin/tazobactam would be affected, i.e. the complex model would more accurately estimate the benefits and costs of implementing a strategy, while the simple model would overestimate the benefits and costs. However, neither would be a completely accurate predictor of the actual costs and benefits realised by a particular critical care unit.

The decision on how closely to simulate the treatment pathway being assessed is difficult. Attempting to assess all outcomes likely to have a major impact on the costs or consequences of treatment is a general guideline. In this context, the more complex model appears to be the correct approach to adopt since a priori the expectation was that the risk of VAP and *C. difficile*-associated diarrhoea could substantially impact on length of stay (costs) and mortality (benefits).

The results of the PSA assessing the impact of piperacillin/tazobactam having a zero acquisition cost provide similar results to the other analyses. There is no change in benefit, and the difference in costs is reduced by 38% (i.e. from £822 to £511). However, meropenem remains cost-saving compared to piperacillin/tazobactam.

Length of stay in critical care appears to be the main driver in the current example. Remaining in critical care exposes a patient to a high likelihood of dying and of incurring high daily hospitalisation costs. The additional efficacy of meropenem identified in the mixed treatment comparison [11] translates into patients leaving critical care faster than patients receiving piperacillin/tazobactam, with an associated increase in benefit and reduction in costs.

When implementing the findings of this economic evaluation, they should be considered within an understanding of the likely pathogens causing pneumonia in the locality. An assumption within the analysis was that resistance was not an issue and both treatment options could potentially be a cure. If this is not the case, then background resistance patterns should be used as a guide to the most appropriate treatment option.

There are several limitations in our model. Principally, the relative benefit between the two antibiotics is based on a mixed treatment comparison, rather than direct randomised evidence. These differences underpin the key driver in the model of length of stay in critical care, and the associated cost and benefits associated with a reduced length of stay, which result in meropenem being cost-effective compared to piperacillin/tazobactam in the treatment of pneumonia in critical care.

The ideal situation would be for a sufficiently large randomised trial to be conducted to confirm the results of the mixed treatment comparison and so validate the results of the economic evaluation. However, within the context of decision-making, even when considering the value of additional information to reduce parameter uncertainty as advocated by Claxton et al. [36, 38], it would be questionable whether investing in a confirmatory study would be the best use of limited resources. That is, the opportunity cost of the new trial might not be justifiable compared to funding research into an area where there is greater uncertainty. In addition, there is the impact of delaying

actions based on our findings of clinical benefit for patients and cost savings for the NHS (by preferentially using meropenem rather than piperacillin/tazobactam where appropriate).

A further limitation of our study is the lack of HRQL in this area. No data were available from prospective research. However, as there is no evidence to suggest that patients experience a different level of HRQL while being treated with either antibiotic, or that patients experience a different level of HRQL after completing treatment dependent on which antibiotic they received, it would be unlikely that more accurate data would change the finding that meropenem accrues more QALYs than piperacillin/tazobactam. While more accurate utility values would affect the estimates produced by the evaluation, they would not affect the general conclusion that favours meropenem.

Similarly, other assumptions made for the parameter estimates used in the model, such as the uncertainty around the cost of administration and the daily cost of being on a general/respiratory ward, are unlikely to have such an impact on the results of the model to change the implication of the results.

Another limitation is the use of HES data for the estimates of patients leaving locations of care (i.e. ICU, HDU and general/respiratory ward). However, a recent audit conducted by the Audit Commission found that HES data were appropriately coded in approximately 90% of cases [39]. In addition, the variability around the estimates used in the PSA (Table 3) appears to contain a range of values that would appear to capture all plausible options, for example the extreme range of values for patients leaving ICU include the majority of patients going to HDU and all patients going from ICU to the general/respiratory ward. The HES data also matched well the expectations of the clinical experts who were surveyed and so in this sense had strong “face validity”.

Finally, the data for each parameter included in the evaluation could have been individually subject to a systematic review of the literature to ensure that the best available evidence was used. In this instance, we took a pragmatic decision based on the expected incremental benefit of additional research balanced with the investment in time required to perform it. This is no different from the judgments involved in determining how exhaustive a typical systematic review of efficacy would be. As with any systematic review, it is important that the reporting of the research is clear and detailed, allowing readers to decide how thorough they believe the review to have been.

## Conclusions

The results of this cost-effectiveness analysis evaluation suggest that the substantial benefits associated with

meropenem over piperacillin/tazobactam in the treatment of pneumonia in critical care also translate into cost savings for UK critical care services, making it a dominant treatment strategy. This result was robust to plausible changes in model parameters assessed in a PSA.

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