Healthcare Cost Reductions Associated with the Use of LAI Formulations of Antipsychotic Medications Versus Oral Among Patients with Schizophrenia

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Abstract

Real-world medication adherence and healthcare costs of patients with schizophrenia initiating longacting injectable (LAI) vs. oral antipsychotics were compared. Patients with schizophrenia initiating LAI or oral antipsychotics (index event) were identified from MarketScan Commercial and Medicare claims databases and their medication possession ratios (MPR), pre- and post-index costs for inpatient/outpatient care were compared. Of 3,004 patients, 394 initiated LAI antipsychotics and 2,610 oral antipsychotics. Post-index, the mean MPR was greater for the LAI cohort (0.67 ± 0.34 vs. 0.56 ± 0.35 ; p<0.001). Schizophrenia-related hospital costs for LAI users were reduced during the follow-up period in comparison to the pre-index period, but were increased for patients using oral antipsychotics (-\$5,981± \$16,554 vs. 758±14,328, p<0.001). The change in costs of outpatient care also favored LAI medications (\$134±8,280 vs. $658\pm3,260$, p=0.023). Drug costs of LAI antipsychotics were higher (\$4,132±4,533 vs. 2,562±2,714, p<0.001). Schizophrenia patients initiating LAI antipsychotics incur less healthcare costs in comparison to patients initiating oral antipsychotics.

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Introduction

Schizophrenia, is a chronic disabling mental illness that affects approximately 0.7% of the US population (2 million adults).¹ Although, relatively uncommon, schizophrenia is associated with a disproportionately large economic burden, estimated at nearly \$63 billion in 2002 in the US.² A primary factor contributing to this large economic burden is that patients with schizophrenia frequently do not adhere to antipsychotic medication therapy for many reasons including, poor disease insight, negative attitude towards medication, previous nonadherence, and inadequate care.^{3,4}

Antipsychotic therapy, when used continuously, can provide substantial improvement in the debilitating symptoms of schizophrenia, although approximately 37%, a low estimate in comparison to some studies, of adult patients with schizophrenia in the US experience problems with treatment adherence.^{5–7} Intermittent antipsychotic therapy compromises disease management and is a strong predictor of increased severity of symptoms, relapses, and rehospitalizations resulting in increased healthcare costs.⁸ Recently, a study conducted in patients with schizophrenia in the US reported that annual mental health costs of relapsed patients is almost three times higher than for non-relapsed patients ($33,187\pm47,616$ vs. $11,771\pm10,611$, p<0.01).⁹ The higher costs were driven mostly by increased hospitalizations and length of stay in hospital, which were also accompanied by higher costs for outpatient services and medications.⁹

In efforts to improve nonadherence and reduce relapse incidence among patients with schizophrenia, long-acting injectable (LAI) formulations of antipsychotic medications were developed. LAI treatment requires patients to visit clinics to receive treatment every 1 to 6 weeks, eliminating the need for daily oral antipsychotic administration. There is some evidence from clinical trials that LAI antipsychotics may improve adherence to antipsychotic therapy and reduce the incidence of relapses; however, the data are inconsistent.^{10, 11} These inconsistencies may be related to the design of clinical trials as patients involved in them have a greater likelihood of adhering to all antipsychotic therapy and are more closely monitored. Consequently, differences in treatment outcomes in patients using LAI antipsychotics versus oral antipsychotics may be difficult to distinguish. Moreover, clinical trial patients frequently have more stable disease and may not adequately represent the patient population with schizophrenia in the real world.¹² Studies are needed in the real world where patient monitoring is usually less frequent than that conducted within the setting of a clinical trial. Furthermore, claims data from "real-world" settings would provide more realistic evidence on whether oral- or LAI-formulated antipsychotic medications improve adherence to pharmacotherapy, and thereby reduce relapse incidence, healthcare utilization, and costs among patients suffering with schizophrenia. This study aimed to compare antipsychotic medication adherence and the costs of inpatient and outpatient healthcare among large populations of commercially and Medicare-insured patients with schizophrenia, initiating LAI antipsychotics versus oral antipsychotics.

Methods

Study design This was a retrospective cohort study with the two cohorts defined by the initiation of LAI or oral antipsychotic agents among schizophrenia patients.

Study populations Patients with schizophrenia who initiated the use of LAI and oral antipsychotics were identified from the *Thomson Reuters MarketScan*[®] *Research* Databases between 1 January 2005 and 30 September 2010. The date at which LAI or oral antipsychotic treatment was initiated was defined as the index event with the associated date as the index date. Commercially insured patients with schizophrenia were identified, and their data extracted from the Commercial Claims and Encounters Database, which contains the inpatient, outpatient, and outpatient prescription drug experience of employees and their dependents, covered under a variety of fee-for-service and

capitated health plans. Medicare-insured patients were identified, and their data extracted from the Medicare Supplemental Database, which contains the healthcare experience of individuals with Medicare supplemental insurance paid for by employers.

Inclusion in either study population required that patients be ≥ 13 years of age at the year of index date, that they had at least one inpatient or two outpatient visits on separate dates with a primary or secondary diagnosis of ICD-9-CM code 295.X prior to the index event, and that they had at least 12 months of continuous medical and prescription drug coverage prior to the index event (baseline period), and at least 12 months of continuous medical and prescription drug coverage after the index event (follow-up period). Each of the commercially and Medicare-insured study populations were then separated into two study cohorts consisting of patients who initiated LAI antipsychotics (LAI cohort) and those who initiated oral antipsychotics (Oral cohort). Since this study did not involve "identifiable human subjects," it was exempt from Institutional Review Board overview under the Common Rule (45 CFR §46.101(b)(4)).¹³

Baseline measurements Baseline demographics, consisting of age, geographic region, health plan type, and index antipsychotic medication use when available and clinical characteristics, including Charlson Comorbidity Index (CCI) and comorbid conditions, were evaluated during the baseline period for each LAI and Oral cohort within the study populations.

Endpoint measurements Medication adherence, inpatient, and outpatient costs, with breakdowns for allcause and schizophrenia related were evaluated during the baseline and follow-up time periods. Inpatient and outpatient costs reflected the health plan payments for the respective medical services as reported in the claims database. A patient's medication possession ratio (MPR) was used to describe a patient's medication adherence. The MPR was calculated as the total number of days of drug supply during the study time period, divided by the total number of days in the baseline or follow-up periods, and reported as the mean±standard deviation. The mean costs±standard deviation of inpatient treatment and outpatient services for all-cause- and schizophrenia-related treatment and antipsychotic medication costs, were determined for the baseline and follow-up periods and compared within each cohort of the study populations. The differences between inpatient and outpatient costs between the follow-up and baseline time periods were also compared among the LAI and Oral cohorts within each study population at both the unadjusted and adjusted levels.

Statistical analyses Descriptive statistics were used to evaluate differences in patient demographics and clinical characteristics, with p values provided by Chi-square and t tests when appropriate. Descriptive statistics were also used to determine significant differences between follow-up and baseline healthcare costs of LAI and Oral cohorts and whether these differences significantly differed among the LAI and Oral cohorts by t test. A generalized linear model was used to carry out multivariate regression to evaluate the impact of initiating LAI versus oral antipsychotics on hospitalization costs between follow-up and baseline periods. The analysis accounted for the following covariates: age, gender, region, health plan type, CCI, and index antipsychotic drug. A p value of 0.05 was used to determine the level of statistical significance. All statistical analyses were carried out using SAS 9.2.

Results

Study populations For the commercially insured study population, 3,004 patients with schizophrenia were identified who started treatment with an oral or LAI antipsychotic; 394 (13%) initiated LAI antipsychotics and 2,610 (87%) initiated oral antipsychotics. For the Medicare-

insured study population, 665 patients with schizophrenia were similarly identified of whom 147 (22%) initiated LAI antipsychotics and 518 (78%) initiated oral antipsychotics.

Demographics of patient cohorts in study populations Commercially insured patients with schizophrenia who initiated LAI antipsychotics were older (41.7 vs. 37.1 years, p < 0.001), and a greater proportion had comprehensive healthcare coverage (18.8 vs. 9.8%, p < 0.001) in comparison to those who initiated oral antipsychotics (see Table 1). Also, a smaller proportion of the LAI cohort had Health Maintenance Organization (17.8 vs. 26.1%, p < 0.001) or Point-of-Service (9.6 vs. 13.0%, p < 0.001) health plan coverage. The majority of patients in the LAI cohort lived in North Central USA (47.0 vs. 29.5%, p < 0.001) while more patients initiating oral antipsychotics were located in Western USA (24.9 vs. 9.4%, p < 0.001). Among those who were Medicare insured, patients who initiated oral antipsychotic medications were older (73.2 vs. 67.2 years, p < 0.001), but similar to the commercially insured patient population, the majority of patients in the LAI cohort lived in North Central USA (66.7 vs. 44.8%, p < 0.001) while more patients initiating oral antipsychotic medications were located in Western USA (15.6 vs. 2.7%, p < 0.001). All evaluated demographics for both the commercially insured and Medicare insured study populations are reported in Table 1.

Clinical characteristics of patient cohorts in study populations (see Table 2) The mean CCI score was greater, but nonsignificantly so for the LAI cohort versus the Oral cohort of the commercially insured study population (0.58 ± 1.10 vs. 0.47 ± 1.08 , p=0.056). Also, a larger proportion of patients initiating LAI antipsychotics were diagnosed with diabetes (15.0 vs. 9.7%, p=0.001) or peripheral vascular disease (2.3 vs. 1.0%, p=0.026) in comparison to patients initiating oral antipsychotics. Chronic pulmonary disease was a common comorbidity of patients in both the LAI and Oral cohorts (12.2 vs. 11.5%, p=0.707).

In contrast to the commercially insured study population, patients within the Medicare-insured study population who initiated oral antipsychotics had significantly higher CCI scores (1.83 vs. 1.24, p<0.001). Also, they more often had peripheral vascular disease (11.6 vs. 5.4%, p=0.0301), cerebrovascular disease (24.5 vs. 12.9%, p=0.003), dementia (19.7 vs. 11.6%, p=0.023), and cancer (9.1 vs. 2.7%, p=0.011) in comparison to patients in the LAI cohort. Similar to the commercially insured study population, the most common comorbid conditions among both LAI and Oral patient cohorts insured by Medicare were diabetes (27.9 vs. 26.1%, p=0.657) and chronic pulmonary disease (21.8 vs. 23.8%, p=0.617). All evaluated clinical characteristics for both the commercially and Medicare-insured study populations are reported in Table 2.

Medication adherence of patient cohorts in study populations During the follow-up period, medication adherence was significantly greater than during the baseline period among patients who initiated LAI antipsychotics for both the commercially- $(0.67\pm0.34 \text{ vs. } 0.40\pm0.37, p<0.001)$ and Medicare-insured $(0.68\pm0.34 \text{ vs. } 0.42\pm0.39, p<0.001)$ study populations (Table 3). Also, when comparing medication adherence of LAI cohorts versus Oral cohorts during the follow-up period, adherence was found to be greater among the LAI cohorts of both the commercially- $(0.67\pm0.34 \text{ vs. } 0.56\pm0.35, p<0.001)$ and Medicare-insured study populations (0.68\pm0.34 \text{ vs. } 0.59\pm0.36, p=0.005).

Differences between follow-up and baseline healthcare costs of LAI and Oral cohorts (see Table 3) The mean costs for inpatient care for any cause $(\$7,518\pm24,510 \text{ vs. } 14,976\pm18,976, p<0.001)$ and schizophrenia related $(\$4,109\pm10,788 \text{ vs. } 10,089\pm14,346, p<0.001)$ were significantly reduced during the follow-up period in comparison to the baseline period for commercially insured LAI patients. Mean costs for outpatient services, all-cause $(\$6,329\pm10,988 \text{ vs. } 6,364\pm12,112 \text{ } p=0.966)$ and schizophrenia related $(\$2,002\pm5,606 \text{ vs. } 1,868\pm12,112 \text{ } p=0.966)$

	Comr	nercial	populatio	n		Medi	care po	pulation		
	LAI		Oral			LAI		Oral		
Variable	N	%	N	%	p value	N	%	N	%	p value
Total patient count	394		2,610			147		518		
Age										
Mean	41.7		37.1		< 0.001	67.2		73.2		< 0.001
SD	15.5		15.9			9.8		10.0		
Median	46		38			68		74		
Age group										
≤ 17 years	11	2.8	292	11.2	< 0.001	0	0.0	0	0.0	< 0.001
18-35 years	136	34.5	944	36.2		0	0.0	0	0.0	
36-45 years	45	11.4	376	14.4		0	0.0	2	0.4	
46-55 years	99	25.1	585	22.4		20	13.6	31	6.0	
56-65 years	103	26.1	413	15.8		36	24.5	58	11.2	
66–75 years	0	0.0	0	0.0		61	41.5	191	36.9	
≥76 years	0	0.0	0	0.0		30	20.4	236	45.6	
Gender										
Male	204	51.8	1,312	50.3	0.577	59	40.1	174	33.6	0.142
Female	190	48.2	1,298	49.7		88	59.9	344	66.4	
Region			·							
Northeast	44	11.2	294	11.3	< 0.001	9	6.1	71	13.7	< 0.001
North Central	185	47.0	769	29.5		98	66.7	232	44.8	
South	126	32.0	874	33.5		36	24.5	129	24.9	
West	37	9.4	649	24.9		4	2.7	81	15.6	
Unknown	2	0.5	24	0.9		0	0.0	5	1.0	
Health plan type	_			•••		-		-		
Comprehensive	74	18.8	256	9.8	< 0.001	76	51.7	269	51.9	0.088
EPO	2	0.5	21	0.8	01001	0	0.0	0	0.0	0.000
HMO	70	17.8	681	26.1		2	1.4	31	6.0	
POS	38	9.6	338	13.0		5	3.4	15	2.9	
PPO	196	49.8	1,224	46.9		63	42.9	201	38.8	
POS/CP	2	0.5	6	0.2		0	0.0	0	0.0	
CDHP	10	2.5	53	2.0		1	0.7	0	0.0	
Unknown	2	0.5	31	1.2		0	0.0	2	0.4	
Index drug	2	0.5	51	1.2		0	0.0	2	0.1	
Aripiprazole	0	0.0	574	22.0	< 0.001	0	0.0	70	13.5	< 0.001
Clozapine	0	0.0	46	1.8	NO.001	0	0.0	3	0.6	~0.001
Fluphenazine	69	17.5	22	0.8		33	22.5	4	0.8	
Haloperidol	118	30.0	87	3.3		50	34.0	36	0.8 7.0	
Olanzapine	0	0.0	436	16.7		0	0.0	50 77	14.9	
Paliperidone	0	0.0	430 57	2.2		0	0.0	11	2.1	
Perphenazine	0	0.0	37	1.4		0	0.0	4	0.8	
Quetiapine		0.0	549	21.0		0			28.0	
Risperidone	0			21.0 30.7		64	0.0 43.5	145		
Risperidone	207	52.5	802	30.7		04	43.3	168	32.4	

 Table 1

 Baseline demographics of LAI and oral patient cohorts in study populations

LAI long-acting injectable antipsychotics, EPO exclusive provider organizations, HMO health maintenance organization, POS point of service, PPO preferred provider organization, POS/CP point of service capitated, CDHP consumer driven health insurance

	Commercial population					Medicare population					
	LAI		Oral			LAI		Oral		n	
Variable	Ν	%	N	%	р value	Ν	%	Ν	%	р value	
Total patient count CCI	394		2,610			147		518			
Mean	0.58		0.47		0.056	1.24		1.83		< 0.001	
SD	1.10		1.08		0.020	1.38		1.87		-0.001	
Median	0		0			1		1			
CCI group	0		0			-		-			
0	266	67.5	1,924	73.7	0.064	55	37.4	150	29.0	0.005	
1-2	102	25.9	554	21.2		66	44.9	211	40.7		
3–4	19	4.8	104	4.0		23	15.7	108	20.9		
<u>>5</u>	7	1.8	28	1.1		3	2.0	49	9.5		
Condition											
Myocardial infarction	4	1.0	15	0.6	0.304	2	1.4	11	2.1	0.555	
Congestive heart failure	10	2.5	55	2.1	0.584	17	11.6	67	12.9	0.659	
Peripheral vascular dis- ease	9	2.3	26	1.0	0.026	8	5.4	60	11.6	0.030	
Cerebrovascular disease	19	4.8	92	3.5	0.203	19	12.9	127	24.5	0.003	
Dementia	7	1.8	29	1.1	0.258	17	11.6	102	19.7	0.023	
Chronic pulmonary dis- ease	48	12.2	301	11.5	0.707	32	21.8	123	23.8	0.617	
Rheumatic disease	2	0.5	31	1.2	0.227	2	1.4	16	3.1	0.255	
Peptic ulcer disease	2	0.5	14	0.5	0.942	1	0.7	6	1.2	0.616	
Liver disease	10	2.5	50	1.9	0.411	6	4.1	19	3.7	0.816	
Diabetes	59	15.0	252	9.7	0.001	41	27.9	135	26.1	0.657	
Renal disease	7	1.8	27	1.0	0.194	6	4.1	38	7.3	0.161	
Cancer	8	2.0	57	2.2	0.845	4	2.7	47	9.1	0.011	

 Table 2

 Baseline clinical characteristics of LAI and oral patient cohorts in study populations

LAI long-acting injectable antipsychotics, CCI Charlson Comorbity Index

9,811, p=0.814) did not significantly differ between the follow-up and baseline periods for commercially insured LAI patients. Similarly, a significant reduction in inpatient healthcare costs was observed from the follow-up to baseline time period, but not for outpatient cost differences, among Medicare-insured patients who initiated LAI antipsychotics. The mean costs of antipsychotic prescriptions (\$4,132±4,533 vs. 1,885±2,618, p<0.001) significantly increased during the follow-up period in comparison to the baseline period for commercially insured patients in the LAI cohort, a trend also observed for Medicare insured patients within the LAI cohort.

For patients in the commercially insured Oral cohort, the mean costs for inpatient care for any cause remained similar during the follow-up period in comparison to the baseline period; however, there was a significant increase in cost for schizophrenia-related hospitalizations during the follow-up period ($4,149\pm11,586$ vs. $3,391\pm8,545$, p=0.007). Mean costs for all-cause- ($6,866\pm10,291$ vs. $5,077\pm8,416$, p<0.001) and schizophrenia-related outpatient services ($988\pm2,977$ vs. $331\pm1,380$, p<0.001) were higher during the follow-period in comparison to the baseline period for commercially insured patients in the Oral cohort as well. Medicare-insured patients within the Oral cohort did not have significant differences in healthcare costs between the follow-up and baseline time periods.

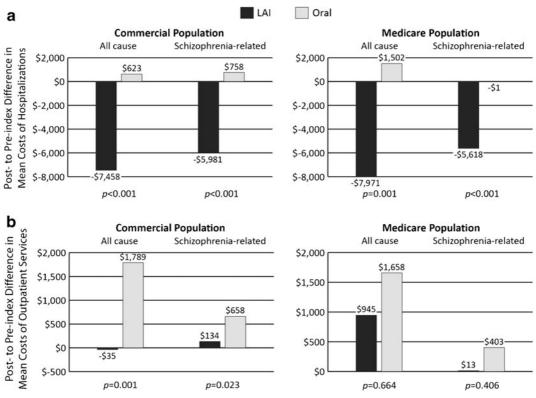
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Medication adherence, mean costs of hospitalizations and outpatient services, all-cause and schizophrenia related among LAI and oral patient cohorts

	during the baseline and tollow-up periods	and ronow-up per	lous			
	LAI mean±SD			Oral mean±SD		
	Baseline	Follow-up	p value	Baseline	Follow-up	p value
Commercial population						
MPR	0.40 ± 0.37	$0.6/\pm 0.34$	<0.001	0.00 ± 0.00	0.56±0.35	
Mean costs for all-cause hospitalizations	$14,976\pm 18,976$	$$7,518\pm24,510$	< 0.001	$88,087\pm19,560$	$88,710\pm20,478$	0.261
Mean costs for all-cause outpatient services	$6,364\pm12,112$	$6,329\pm10,988$	0.966	$$5,077\pm 8,416$	$66,866 \pm 10,291$	<0.001
Mean costs for schizophrenia-related hospitalizations	$10,089\pm14,346$	$4,109\pm10,778$	< 0.001	$33,391\pm 8,545$	$4,149\pm11,586$	0.007
Mean costs for schizophrenia-related outpatient services	$1,868\pm 9,811$	$22,002\pm 5,606$	0.814	$3331 \pm 1,380$	$$988 \pm 2,977$	<0.001
Mean costs for antipsychotic prescription claims	$1,885\pm 2,618$	$4,132 \pm 4,533$	< 0.001	\$0.00	$22,562\pm 2,714$	
Medicare population						
MPR	0.42 ± 0.39	0.68 ± 0.34	<0.001	$0.00 {\pm} 0.00$	$0.59 {\pm} 0.36$	
Mean costs for all-cause hospitalizations	$13,243\pm19,440$	$5,273 \pm 10,294$	<0.001	$9,240\pm17,353$	$10,742\pm35,484$	0.387
Mean costs for all-cause outpatient services	$6,534\pm9,725$	$7,480\pm14,593$	0.514	$8,291\pm14,925$	$9,949 \pm 18,656$	0.115
Mean costs for schizophrenia-related hospitalizations	$8,919\pm13,755$	$33,301\pm 8,406$	< 0.001	$33,574\pm 8,410$	$33,573 \pm 11,656$	0.999
Mean costs for schizophrenia-related outpatient services	$1,532\pm5,713$	$1,545\pm6,264$	0.986	$461 \pm 1,681$	$864 \pm 4,500$	0.056
Mean costs for antipsychotic prescription claims	$1,885\pm 3,283$	\$4,372±4,993	<0.001	\$0.00	$1,949\pm 2,037$	

Figure 1

Differences in A mean hospitalization and B outpatient costs. All-cause and Schizophrenia-related between the follow-up and baseline periods for LAI and oral patient cohorts



Differences in mean costs for healthcare between follow-up and baseline time periods for LAI versus Oral cohorts For patients initiating LAI antipsychotics versus oral antipsychotics, the mean costs of antipsychotic prescriptions ($\$4,132\pm4,533$ vs. 2,562 $\pm2,714$, p<0.001) were greater by \$1,570 during the follow-up period. Reported in Figure 1 are the differences in mean costs for (a) hospitalizations and (b) outpatient services, all-cause and schizophrenia related for the study populations between the follow-up and baseline time periods. Among the commercially insured population, differences in mean costs between the follow-up and baseline periods for hospitalizations for any cause- ($\$7,458\pm29,774$ vs. $623\pm24,190$, p<0.001) and schizophrenia-related hospitalizations ($\$5,981\pm16,554$ vs. $758\pm14,328$, p<0.001) were substantially greater for patients in the LAI cohort versus Oral cohort. Also, while patients within the LAI cohort had reductions in inpatient costs, patients within the Oral cohort had increased inpatient costs during the follow-up period in comparison to baseline. The greater reductions in costs for inpatient care from the baseline to follow-up periods were also significant for Medicare-insured patients initiating LAI versus oral antipsychotic medications.

Among the commercially insured population, patients within the LAI cohort had a small reduction in their mean cost for outpatient services for any cause incurred during the follow-up period compared with baseline (- $35\pm12,868$ vs. $1,789\pm9,970$, p=0.001), while this cost increased for patients within the Oral cohort. The difference in outpatient cost of schizophrenia-related services from the follow-up to baseline time periods were also

significantly less for commercially insured patients initiating LAI versus oral antipsychotics ($$134\pm8,280$ vs. $658\pm3,260$, p=0.023).

Differences in hospitalization costs based on multivariate regression analysis After control for patient characteristics, the differences in hospitalization costs were confirmed for both the Commercial and Medicare populations. The estimated cost difference (follow-up-baseline) for all-cause hospitalization between the commercially insured LAI and Oral cohorts was -\$8,207 (95% CI upper and lower, -\$4,971 and -11,443, p<0.001) and for schizophrenia-related hospitalization was -\$6,566 (95% CI, -\$4,669 and -\$,463, p<0.001). The estimated cost difference for all-cause hospitalization for the Medicare-insured LAI and Oral cohorts was -\$11,485 (95% CI, -\$4,236 and -18,734, p=0.002) and for schizophrenia-related hospitalization was -\$5,468 (95% CI, -\$2,136 and -\$8,800, p=0.001).

Discussion

The present study shows that real-world patients with schizophrenia, who initiated LAI antipsychotic medications versus oral antipsychotic medications, independent of whether they were commercially insured or Medicare insured, had better adherence to antipsychotic medications, and a greater reduction in healthcare costs 12 months after initiation of treatment in comparison to 12 months before treatment initiation. Also, there were important differences in patient characteristics among those who received LAI antipsychotics versus oral antipsychotics between commercially and Medicare-insured populations.

Commercially insured patients using LAI antipsychotics were older, and there was a trend for having increased comorbidity, represented by CCI score in comparison with patients using oral antipsychotics. In contrast, Medicare-insured patients using LAI antipsychotics were younger and had significantly less comorbid conditions than patients using oral antipsychotics. The differences in demographics and clinical characteristics between commercially and Medicare-insured users of the different formulations of antipsychotic medications suggests different incentives may be required for increasing antipsychotic adherence among patients with schizophrenia who are commercially insured, versus those who are publicly insured. Among the commercially insured study population, initiation of LAI antipsychotics is potentially later in the course of schizophrenia, whereas, in the Medicare population, the use of LAIs could be related to the presence or absence of comorbid conditions.

LAI antipsychotics were only initiated by 13% of commercially insured patients in comparison to 22% of Medicare-insured patients with schizophrenia. As in this study, public insurance has been previously associated with greater LAI antipsychotic usage, suggesting that socioeconomic status may be one factor contributing to drug/prescribing choice.¹⁴ Another potential factor may be that commercial insurance places more emphasis on price than public insurance and based on drug price alone there is less incentive to prescribe LAI antipsychotics to those who are commercially insured. Similar to previous studies, commercially and Medicare-insured patients who initiated LAI antipsychotics had less stable disease as indicated by their higher costs for schizophrenia-related care prior to initiating antipsychotic medication.^{15,16} For patients initiating LAI antipsychotics adherence to oral antipsychotic therapy was low (mean baseline MPR=0.40) providing more evidence that nonadherence is strongly associated with increased risk for relapses and hospitalizations and greater cost for care.⁸ LAI antipsychotics are recommended for patients with schizophrenia who have a history of nonadherence, which as mentioned is widespread among patients with schizophrenia, as up to 80% of patients will experience problems adhering to antipsychotic therapy at some period during their illness.^{7,17,18} However, it appears from this study, alongside others that LAI antipsychotics are underused in current clinical practice, despite evidence-based recommendations for patients with a history of nonadherence.14,18,19

During the follow-up period medication, adherence increased nearly 1.7-fold from that during the baseline period for both commercially and Medicare-insured patients who initiated LAI antipsychotics. Moreover, medication adherence was between 15 and 20% greater for patients

using LAI antipsychotics in comparison to those using oral antipsychotics. Likely associated with improved adherence to antipsychotic therapy, the costs for inpatient care, all-cause and schizophrenia related were markedly less during the follow-up period in contrast to before-treatment initiation for patients using LAI antipsychotics. Thus, patients with greater schizophrenia severity may have a greater benefit if initiation of LAI antipsychotics occurred earlier in disease progression given their increased adherence and observed scale of healthcare resource and relapse reduction, as represented by healthcare costs. According to the results presented herein, for every 5,000 patients who initiate LAI versus oral antipsychotics who are covered by private insurance there would be a hospital savings of over \$18 million annually and for those covered by Medicare over \$15 million annually for schizophrenia-related hospitalizations when taking into account the higher cost of LAI antipsychotic medications.

Hospital care of patients with any mental illness declined from 1992 to 2002, but rehospitalization rates remained the same for patients with schizophrenia.²⁰ A review of seven studies addressing the economic impact of nonadherence among patients with schizophrenia who are covered by Medicaid estimated US rehospitalization costs in 2005 at \$1.5 billion.⁸ It is important to address this enormous societal burden of schizophrenia by improving medication adherence using multiple strategies on many fronts, such as implementing better ways of administering antipsychotic therapy for high risk patient populations, increasing patient monitoring, improving access to outpatient mental health centers, and increasing the emphasis on community-based social therapy.

LAI antipsychotics cost more than oral antipsychotics when only drug costs are considered, and for this reason among others, such as psychiatrist presumption of sufficient adherence among their patient populations are prescribed to a much lesser extent than oral antipsychotics.²¹ Medical costs, predominately inpatient costs associated with relapses are far greater than drug costs for patients with schizophrenia and their avoidance is a priority of healthcare reform.²² When comparing the cost effectiveness of therapeutics it is important to consider whether medical costs are avoided, especially in a real-world setting where drugs associated with greater medical cost reductions have the potential to improve healthcare delivery while controlling cost. The present study did not include indirect costs, which will need to be studied further as improved medication adherence and a reduction in the incidence of relapses will likely allow for patients who choose LAI antipsychotic medications to function better socially, maintain a job with less absenteeism, abuse substances to a lesser degree and be involved in less violence, all of which could potentially contribute towards a large reduction in the indirect costs of schizophrenia, which in 2002 were estimated at \$32.4 billion in the US.²

While the present study provides valuable insight into the real-world healthcare impact of initiating LAI versus oral antipsychotic medications for the treatment of schizophrenia, as with all studies utilizing healthcare databases, there are inherent limitations. The MarketScan databases consist of claims submitted by healthcare providers to insurance companies or the government for reimbursement and such claims are subject to possible coding errors, coding for the purpose of rule-out rather than actual disease, and undercoding, either by the healthcare provider or due to limitations imposed by the database. Changes in employment status or employer can limit the amount of continuous data available and consequently, constrain the study sample sizes available for analysis. In addition, the MarketScan claims databases are based on large convenience samples. Because the samples are not random, they may contain biases or fail to generalize well to other populations, particularly those who have alternate healthcare coverage such as Medicaid or those who are uninsured. Additionally, the demographics and clinical characteristics of the patients recorded in the MarketScan databases may not match with the overall US population. Another limitation of these databases are that the drug claims data reflect only that a patient has a prescription and administration cannot be verified. Therefore, MPR may overestimate patient adherence as it reflects drug availability and not actual drug administration. Although, the MPR does have a time component and is a widely used method of estimating medication adherence for

database studies. Other limitations of this study are that it did not address cost-wise some of the concerns associated with LAI antipsychotics, such as delayed onset of action, short-term oral antipsychotic co-administration, the facilities and skills required for injectable administration, or how best to accomplish switching from oral antipsychotics to LAI antipsychotics. Lastly, in comparisons between LAI and Oral cohorts, treatment assignment was not achieved by randomization, but selected based on real-world treatment initiation. Patients initiating LAI antipsychotics were likely switching from an oral agent, whereas patients initiating oral antipsychotics were likely newly diagnosed with schizophrenia. This was viewed as a conservative comparison as newly schizophrenia diagnosis usually follows acute decompensated disease, a more severe state than the reasons for switching medications.

Implications for Behavioral Health

In real-world patients with schizophrenia, regardless of whether they have private or public health insurance, those who initiate LAI versus oral antipsychotic medications have better adherence to antipsychotic therapy and a greater reduction in healthcare expenditures after initiation of treatment versus before treatment initiation. The substantial savings for hospitals provides a strong economic rationale for using LAI antipsychotics, already an evidence-based practice, as an alternative therapy for nonadherent patients with schizophrenia.

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