



# Public Health Impact and Cost-Effectiveness of Non-live Adjuvanted Recombinant Zoster Vaccine in Canadian Adults

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## Abstract

**Objectives** In Canada, incidences of herpes zoster (HZ) and postherpetic neuralgia (PHN) are increasing, posing a significant burden on the healthcare system. This study aimed to determine the public health impact and cost effectiveness of an adjuvanted recombinant zoster vaccine (RZV) compared to no vaccination and to the live attenuated vaccine (ZVL) in Canadians aged 60 years and older.

**Methods** A multi-cohort Markov model has been adapted to the Canadian context using recent demographic and epidemiologic data. Simulations consisted of age-cohorts annually transitioning between health states. Health outcomes and costs were discounted at 1.5% per year. The perspective of the Canadian healthcare payer was adopted. A coverage of 80% for the first RZV and ZVL dose and a compliance of 75% for the second RZV dose were assumed.

**Results** RZV was estimated to be cost effective compared with no vaccination with an incremental cost-effectiveness ratio (ICER) of \$28,360 (Canadian dollars) per quality-adjusted life-year (QALY) in persons aged  $\geq 60$  years, avoiding 554,504 HZ and 166,196 PHN cases. Compared with ZVL, RZV accrued more QALYs through the remaining lifetime and an increase in costs of approximately \$50 million resulting in an average ICER of \$2396. Results were robust under deterministic and probabilistic sensitivity analyses. HZ incidence rate and persistence of vaccine efficacy had the largest impact on cost effectiveness.

**Conclusions** The cost-utility analysis suggested that RZV would be cost effective in the Canadian population compared with no vaccination and vaccination with ZVL at a willingness-to-pay threshold of \$50,000.

## Plain Language Summary

More than 95% of adults aged 50 are infected with varicella-zoster virus and are at risk of developing herpes zoster, also known as shingles. This risk is higher in older people and in people with a reduced immune system. Shingles causes a painful rash and may trigger persistent pain and other complications that greatly reduce quality of life. In Canada, Zostavax is the only existing approved vaccine against shingles. It has been offered in a publicly funded program in Ontario to those aged 65–70 years since September 2016. Shingrix, is a new shingles vaccine that has recently been approved by Health Canada for adults aged  $\geq 50$  years. The present model suggests that Shingrix confers higher protection against shingles compared to Zostavax, with a greater reduction in shingles episodes. The increase in vaccination costs would be partially offset by reduced healthcare visit and medication expenses. For these reasons, provincial health plans may consider offering Shingrix to people aged  $\geq 50$  years.

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## 1 Introduction

Herpes zoster (HZ) arises in older individuals due to the reactivation of latent varicella zoster virus. Approximately 95% of all adults aged  $\geq 50$  years are infected with varicella zoster virus in their youth and thus at risk of developing HZ [1]. The life-time risk of developing HZ for subjects with prior varicella ranges between 15 and 30% with a sharp increase in HZ incidence after the age of 50 [2–4]. HZ starts usually with prodromal pain, followed by a painful unilateral rash which lasts approximately 1 month [5, 6]. In 8–33% of individuals with herpes zoster, pain persists after the acute phase and develops into postherpetic neuralgia (PHN) [6, 7]. Other complications, including disseminated zoster and neurological complications, may occur and are more frequent and severe in older or immunodeficient individuals [8]. HZ and its complications severely impact the quality of life of patients by interfering with sleep and activities of daily living due to pain [9]. Direct medical costs due to HZ-, PHN- and HZ-related complications impose a substantial burden to the healthcare system, annually estimated at 68 million Canadian Dollars (referred to as \$ hereafter) in Canada [10]. Recent studies have found a steadily increasing trend in the incidence of HZ over time, beyond that expected by demographic shifts alone [4, 11, 12]. Furthermore, current treatment options, based on antivirals, analgesics, opioids, and tricyclic antidepressants, fail to achieve complete symptom relief leading to low patient satisfaction regarding treatment efficacy [13, 14]. The burden of HZ on the Canadian healthcare system and patients is expected to increase in the future [8, 15].

Zoster Vaccine Live (ZVL, Zostavax), a live attenuated virus vaccine indicated for prevention of HZ, was the only approved vaccine for HZ in Canada until recently. At the time of analysis, ZVL was offered under a universal vaccination program in Ontario and restricted to people aged 65–70 years [16]. There are several limitations associated with ZVL: (i) vaccine efficacy (VE) against HZ is lower in older individuals who are at higher risk of developing HZ [12, 17], (ii) VE decreases over time with long-term follow-up data suggesting no remaining protection 8 years after vaccination [18], (iii) ZVL is contraindicated in some patients with primary and acquired immunodeficiency [17].

A non-live adjuvanted recombinant zoster vaccine (RZV, Shingrix) has recently been approved in Canada as a two-dose vaccine in persons aged  $\geq 50$  years [19]. RZV combines glycoprotein E with an adjuvant system, AS01<sub>B</sub>, intended to enhance the immunological response to the antigen [20]. The clinical profile of RZV is different from ZVL, with placebo-controlled clinical trials suggesting higher initial VE against HZ and PHN and modest waning during the initial

4-year period, although longer follow-up studies are ongoing [21, 22].

In June 2018, the National Advisory Committee on Immunization recommended that RZV should be offered to populations aged  $\geq 50$  years without contraindications [23]. The Comité sur l'immunisation du Québec has recommended the preferential use of RZV over ZVL [24].

The goal of this study was to evaluate the public health impact and cost effectiveness of RZV compared to (i) no vaccination and (ii) ZVL vaccination in Canadian adults aged  $\geq 60$  years from the perspective of the healthcare payer. Secondary analyses were conducted in persons aged  $\geq 50$  years.

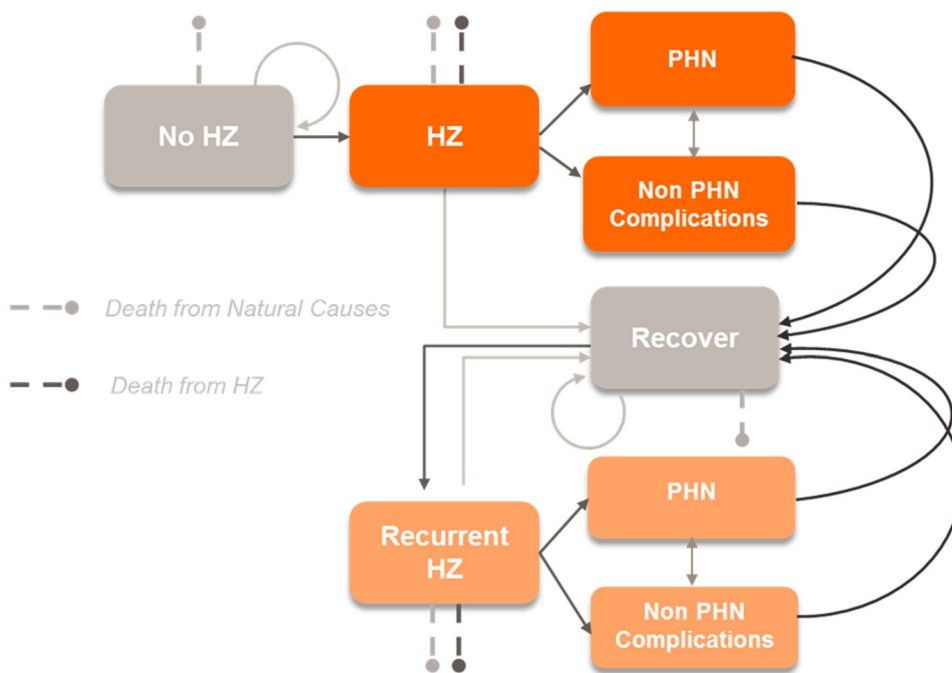
## 2 Methods

### 2.1 Model Overview

The ZOster ecoNomic Analysis model (Fig. 1) is a static multi-cohort state-transition model that has previously been described in detail [22, 25]. The model was developed in Microsoft Excel and considers up to five age cohorts [50–59 years (4,999,600 individuals), 60–64 years (2,052,670 individuals), 65–69 years (1,521,715 individuals), 70–79 years (2,075,765 individuals),  $\geq 80$  years (1,347,585 individuals)] and three vaccination strategies (no vaccination, vaccination with ZVL, or vaccination with RZV, each given once in the lifetime). Multiple age cohorts were modeled to capture age-dependent population heterogeneity including disease incidence, complications, VE, and waning VE (Table 1 and Supplementary Information) [26]. The multi-cohort model simulated the impact of HZ disease over the remaining lifetime from the year of vaccination, with a cycle length of 1 year. The 1-year cycle length was chosen as many of the input variables (e.g. HZ incidence) are presented on a per annum basis in the literature. During each annual cycle, cohorts could transition between health states of “No HZ”, “HZ”, “HZ with PHN”, “recovery”, “recurrent HZ”, and “death” (Fig. 1). Complications of HZ and PHN could occur during the same cycle as episodes of HZ and PHN. An external, technical validation of the ZONA model was performed in January 2017 by “CHESS in Health” and comprised both a technical validation as well as a scenario analysis.

As Canadian real-world data were unavailable, Canadian HZ vaccination coverage and compliance were estimated from similar data. Coverage with ZVL and first dose RZV was set to 80% and varied between 60 and 90% in sensitivity analyses. Compliance with second dose of RZV was set to 75% and varied between 45 and 89% in

**Fig. 1** Schematic overview of cohort Markov model, the Zoster economic Analysis model (ZONA). *HZ* herpes zoster, *PHN* postherpetic neuralgia. Note: the dashed lines indicate death from natural causes or death from HZ, upon which patients will exit the model. The health states shaded in gray—‘No HZ’ and ‘Recover’, represent states in which the patient has yet to develop HZ or has recovered from a previous HZ/PHN episode, and is currently free of HZ/PHN symptoms. Non-PHN complications include neurological, ocular, cutaneous, and non-pain complications. This figure was first published in Curran [22] and has been reproduced with permission from *Human Vaccines and Immunotherapeutics*



**Table 1** Vaccine efficacy base input values and ranges used for sensitivity analyses

Age group (years)	50–59	60–64	65–69	70–79	≥ 80
	RZV vaccine efficacy 2 doses [21, 30]				
HZ (%) (range)	98.4 (95.0, 100)	98.4 (95.0, 100)	98.4 (95.0, 100)	97.84 (94.1, 100)	97.84 (94.1, 100)
PHN (%) (range)	98.4 (95.0, 100)	98.4 (95.0, 100)	98.4 (95.0, 100)	97.84 (94.1, 100)	97.84 (94.1, 100)
	RZV vaccine efficacy 1 dose [22]				
HZ (%) (range)	90.0 (58.9, 98.9)	90.0 (58.9, 98.9)	90.0 (58.9, 98.9)	69.5 (24.9, 89.1)	69.5 (24.9, 89.1)
PHN (%) (range)	90.0 (58.9, 98.9)	90.0 (58.9, 98.9)	90.0 (58.9, 98.9)	69.5 (24.9, 89.1)	69.5 (24.9, 89.1)
	ZVL vaccine efficacy [31, 32]				
HZ (%) (range)	69.8 (54.1, 80.6)	63.89 (56.0, 71.0)	63.89 (56.0, 71.0)	40.85 (28.0, 52.0)	18.25 (0, 48.0)
PHN (%) (range)	69.8 (30.8, 89.6)	65.69 (25.4, 84.2)	65.69 (25.4, 84.2)	73.38 (51.6, 85.8)	39.51 (0, 73.8)

Further definitions and calculations can be found in SI.  $VE_{HZ}$  and  $VE_{PHN}$  are vaccine efficacy estimates against herpes zoster and postherpetic neuralgia at year 0, i.e. immediately after vaccination. These values are not fully aligned with clinical trial data reported in corresponding publications, where  $VE_{HZ}$  and  $VE_{PHN}$  are averaged over 3 years

*HZ* herpes zoster, *PHN* postherpetic neuralgia, *RZV* adjuvanted recombinant zoster vaccine, *VE* vaccine efficacy, *ZVL* zoster vaccine live

sensitivity analyses. Base-case and lower-range values were taken from Canadian-specific data on influenza vaccine coverage, assuming higher coverage for the zoster vaccines as they are given once in a life-time compared with annual administration in case of influenza vaccination [27]. Compliance with second dose of RZV was based on a range of plausible values derived from data with multiple-dose schedules for hepatitis A and varicella and clinical trial data with RZV [22, 28].

Annual discount rates of 1.5% for costs and quality-adjusted life-years (QALYs) were used in line with recent Canadian Agency for Drugs and Technologies in Health guidelines [29]. Other discount rates (0%, 3% and 5%)

were used in sensitivity analyses. In accordance with the National Advisory Committee on Immunization recommendation published at the time of analysis, the base-case analysis included adults aged ≥ 60 years, while secondary analyses evaluated cost effectiveness in adults aged ≥ 50 years. The perspective of the publicly funded health-care system was adopted.

**2.2 Input Parameters**

Similar to the models in Curran et al. [22, 25], VE and waning for both RZV and ZVL were modeled based on the respective Phase III clinical trials comparing each vaccine

to placebo [21, 30–32] (Table 1 and SI). Other input parameters, including demographic parameters (SI Table 1), epidemiological parameters (SI Table 2), utilities (Table 2), and costs (Table 3) were derived from Canadian-specific literature. Detailed description of the modeling assumptions, including waning rates, and source data used to derive base-case input parameters and ranges for deterministic sensitivity analyses (DSAs) and probabilistic sensitivity analyses (PSA) are provided in SI.

Vaccine costs were set to Canadian list prices. The price per dose of RZV was set to \$122, with a range of \$115.90–\$128.10 used in one-way sensitivity analyses. The price per dose of ZVL was \$176.77, based on the private sector price per dose listed in the IMS Canada Price List and was not varied in sensitivity analyses. For the reference case, an administration cost of \$4.50 was obtained from the Ontario Ministry of Health and Long-Term Care schedule of benefits, assuming that the first dose would occur during a physician visit where immunization was not the primary goal [33]. It was assumed that the second dose of RZV would be administered during a general practitioner visit scheduled for this purpose, which would lead to an additional cost of \$5.10 according to the Ontario Schedule of Benefits.

For sources prior to 2016, costs were inflated to 2016 Canadian dollars using the Health and Personal Care component of the Consumer Price Index [34].

### 2.3 Deterministic and Probabilistic Sensitivity Analyses

DSAs were performed, during which parameters were changed one at a time according to their pre-defined

ranges. Tornado diagrams were constructed to highlight parameters with the largest impact on Incremental cost-effectiveness ratios (ICERs). PSAs were carried out using Monte Carlo simulations (5000 iterations) during which parameters were changed simultaneously in a random fashion within their pre-defined range. All parameters were varied according to a beta-distribution, except for costs and vaccine coverage rates, which followed gamma and uniform distributions, respectively.

### 2.4 Outcomes

Total number of HZ and PHN cases, complications and deaths were computed as well as QALYs and costs accrued throughout the remaining lifetime. The number needed to vaccinate, and life-years saved were estimated. ICERs for both comparisons (i) RZV versus no vaccination and (ii) RZV versus ZVL were calculated and compared against the commonly used willingness-to-pay (WTP) threshold of \$50,000 per QALY gained. In addition, WTP thresholds of \$30,000 and \$100,000 were used in threshold analyses.

### 3 Results

In the base-case analysis of people aged  $\geq 60$  years, RZV would prevent 554,504 and 166,196 cases of HZ and PHN, respectively, compared with no vaccination (Table 4). The number needed to vaccinate to prevent one HZ case is 11, and 34 to prevent one PHN case. RZV leads to a reduction in HZ-related complications, general practitioner visits,

**Table 2** Utilities and utility decrements base input values, ranges and standard deviations used for sensitivity analyses

Age group (years)	Base-case value	Range	Standard deviation	References
Utility values, no HZ				
50–59	0.9200	0.9170, 0.9229	0.00152	Mittmann et al. [43]
60–64	0.9100	0.9064, 0.9135	0.00188	
65–69	0.9100	0.9064, 0.9135	0.00188	
70–79	0.9100	0.9050, 0.9149	0.00254	
$\geq 80$	0.8800	0.8722, 0.8877	0.00397	
QALY loss per HZ-only case <sup>a</sup>				
All age groups	0.03600	0.0270, 0.0450	0.0045	Drolet et al. [9]
QALY loss per PHN-only case <sup>a</sup>				
All age groups	0.13570	0.1017, 0.1696	0.0173	Drolet et al. [9]
QALY loss per AEs, all age groups <sup>a</sup>				
Local/general	0.000100	0.00009, 0.00011	–	Le and Rothberg [44]
Serious (hospitalization)	0.008200	0.00738, 0.00902	–	

Utilities for HZ and PHN health states and costs associated with the management of HZ and PHN are assumed to be the same in vaccinated and unvaccinated subjects

AE adverse event, HZ herpes zoster, PHN postherpetic neuralgia, QALY quality-adjusted life-year

<sup>a</sup>QALYs are corrected for length of illness. QALY loss is varied +25% and –25% in sensitivity analyses

**Table 3** Cost base input values, ranges, and standard deviations used for sensitivity analyses

Age group (years)	Base value	Range	Standard deviation	References
Cost per HZ case, \$				
50–59	264	211.20, 316.80	26.94	Friesen et al. [12]; Ontario calculations <sup>a</sup>
60–64	264	211.20, 316.80	26.94	
65–69	301	240.80, 361.20	30.71	
70–79	301	240.80, 361.20	30.71	
≥ 80	301	240.80, 361.20	30.71	
Cost per PHN case, \$				
50–59	921	571.02, 1270.98	178.56	Friesen et al. [12]; Ontario calculations <sup>a</sup>
60–64	921	571.02, 1270.98	178.56	
65–69	1639	571.02, 1270.98	317.77	
70–79	1639	571.02, 1270.98	317.77	
≥ 80	1639	1016.18, 2261.82	317.77	
Vaccine cost, RZV, \$				
All age groups	122	115.90, 128.10	–	IMS
Vaccine cost, ZVL, \$				
All age groups	176.77	–	–	IMS
Vaccine administration, \$				
First dose	4.50	4.50, 9.60		Ontario calculations <sup>a</sup>
Second dose	9.60	4.50, 9.60		
Costs due to AEs per vaccinated individual, RZV, \$				
50–59	2.88	1.44, 4.32	0.734	Ontario calculations <sup>a</sup>
60–64	2.62	1.31, 3.93	0.668	
65–69	2.89	1.45, 4.34	0.737	
70–79	2.81	1.41, 4.22	0.716	
≥ 80	2.81	1.41, 4.22	0.716	
Costs due to AEs per vaccinated individual, ZVL, \$				
50–59	1.70	0.85, 2.55	0.433	Ontario calculation <sup>a</sup>
60–64	1.70	0.85, 2.55	0.433	
65–69	1.70	0.85, 2.55	0.433	
70–79	1.70	0.85, 2.55	0.433	
≥ 80	1.70	0.85, 2.55	0.433	

All \$ refer to Canadian dollars

AE adverse event, HZ herpes zoster, PHN postherpetic neuralgia, RZV adjuvanted recombinant zoster vaccine, ZVL zoster vaccine live

<sup>a</sup>Derived from Ontario Ministry of Health and Long-term Care (MOHLTC) fee schedules and Ontario Case Costing Initiative (OCCI)

and hospitalizations and an increase in QALYs gained. Cost associated with vaccination is partially offset by savings in direct costs due to the management of HZ and PHN; however, vaccination leads to a net increase in direct costs, resulting in an ICER of \$28,360/QALY for RZV versus no vaccination (Table 5).

Compared with ZVL, RZV would prevent an additional 391,293 cases of HZ and 96,968 cases of PHN, while increasing direct costs. The ICER of RZV versus ZVL is \$2396/QALY (Table 5).

One-way DSA showed that the ICERs for RZV versus no vaccination in adults aged ≥ 60 years were most sensitive to changes in annual waning rates of two-dose  $VE_{HZ}$  of RZV in the age group ≥ 70 years, annual incidence of

HZ, percentage of initial HZ cases with PHN (Fig. 2). The highest ICER was observed when the annual incidence of initial HZ was at its lower bound (\$38,356). The ICERs remained well below the WTP threshold of \$50,000/QALY, which is a threshold often used in cost-effectiveness studies in Canada (Fig. 2). In the PSA comparing RZV with no vaccination, 99.2% of simulations resulted in an ICER below the WTP threshold of \$50,000 per QALY gained (Fig. 3). There were 63.5% of simulations below a threshold of \$30,000 per QALY gained while all simulations remained below a threshold of \$100,000 per QALY gained.

The one-way DSA for the comparison of RZV versus ZVL showed that the ICERs were sensitive to changes in

**Table 4** HZ and PHN cases for base-case scenario in adults aged  $\geq 60$  years

Outcomes	RZV	No vaccination	ZVL	# Cases avoided (RZV vs no vaccination)	# Cases avoided (RZV vs ZVL)
HZ cases	727,067	1,281,571	1,118,360	554,504	391,293
PHN cases	236,033	402,228	333,001	166,196	96,968
Complication cases	104,010	177,721	158,326	73,711	54,316
Ocular	34,888	59,142	52,591	24,253	17,703
Neurological	34,532	60,741	53,655	26,209	19,122
Cutaneous	15,820	26,247	23,761	10,427	7941
Other non-pain	18,770	31,591	28,319	12,821	9549
HZ-related deaths	427	640	614	212	186

HZ herpes zoster, PHN postherpetic neuralgia, RZV adjuvanted recombinant zoster vaccine, ZVL zoster vaccine live

**Table 5** Incremental cost-effectiveness ratios for base-case scenario in adults aged  $\geq 60$  years

Outcomes	RZV	No vaccination	ZVL	Difference <sup>a</sup> (RZV vs no vaccination)	Difference <sup>a</sup> (RZV vs ZVL)
Life-years/QALYs (discounted at 1.5%)					
Life-years	107,495,705	107,494,014	107,494,305	1691	1401
QALYs	96,578,202	96,544,742	96,556,869	33,460	21,334
Costs associated with vaccine program, (\$, discounted at 1.5%)					
Vaccination costs	1,286,463,213	0	1,024,290,348	1,286,463,213	262,172,865
Direct costs due to HZ and complications	427,855,341	765,404,926	638,908,525	-337,549,585	-211,053,184
Total direct costs	1,714,318,554	765,404,926	1,663,198,873	948,913,628	51,119,681
Cost-effectiveness, \$ per QALY gained (discount rates in parenthesis)					
Base-case: incremental cost per QALY (1.5%)				28,360	2396
Incremental cost per QALY (0%)				24,139	801
Incremental cost per QALY (3%)				32,688	4100
Incremental cost per QALY (5%)				38,577	6516

All \$ represent Canadian dollars

HZ herpes zoster, PHN postherpetic neuralgia, QALY quality-adjusted life-year, RZV adjuvanted recombinant zoster vaccine, ZVL zoster vaccine live

<sup>a</sup>Values in table are rounded so differences do not always sum

second-dose compliance with RZV, annual waning rates of two-dose  $VE_{HZ}$  of RZV in the age group aged  $\geq 70$  years, and RZV vaccine price per dose (Fig. 4).

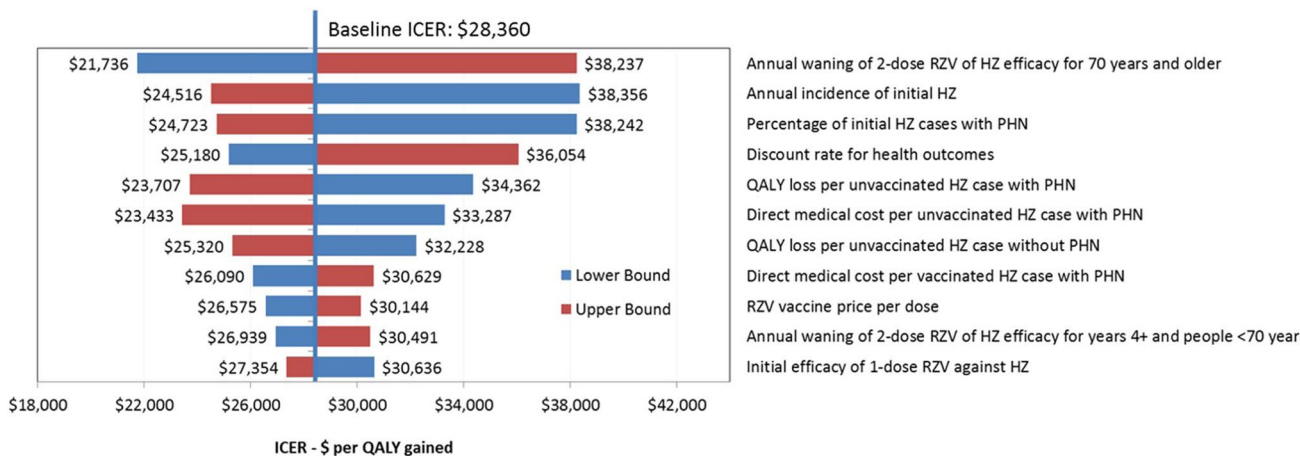
In the PSA comparing RZV with ZVL, approximately half of the simulations (48.2%) were cost-neutral or resulted in cost savings, and 100% of the simulations resulted in an ICER below the WTP threshold of \$50,000 per QALY gained (SI Fig. 1).

Compared with no vaccination, the number of HZ and PHN cases avoided was almost doubled when considering people aged  $\geq 50$  years for vaccination, mainly because of the larger population in this cohort (SI Tables 1 and 5). The number needed to vaccinate was 10 to prevent one case of HZ and 37 to prevent one case of PHN. The ICER of \$30,402 is similar to the base-case scenario (SI Table 6). The ICER of RZV versus ZVL for this population equates

to \$2513 (SI Table 6). One-way DSA carried out for the secondary analyses were consistent with findings from the primary analyses: discount rates for health outcomes,  $VE_{HZ}$  waning rates, annual incidence of HZ and percentage of initial HZ cases with PHN had the largest impact on ICERs of RZV versus the no-vaccination strategy (SI Figs. 2–4). Furthermore, RZV was cost-saving compared with ZVL in 47.4% of PSA simulations (SI Fig. 5).

## 4 Discussion

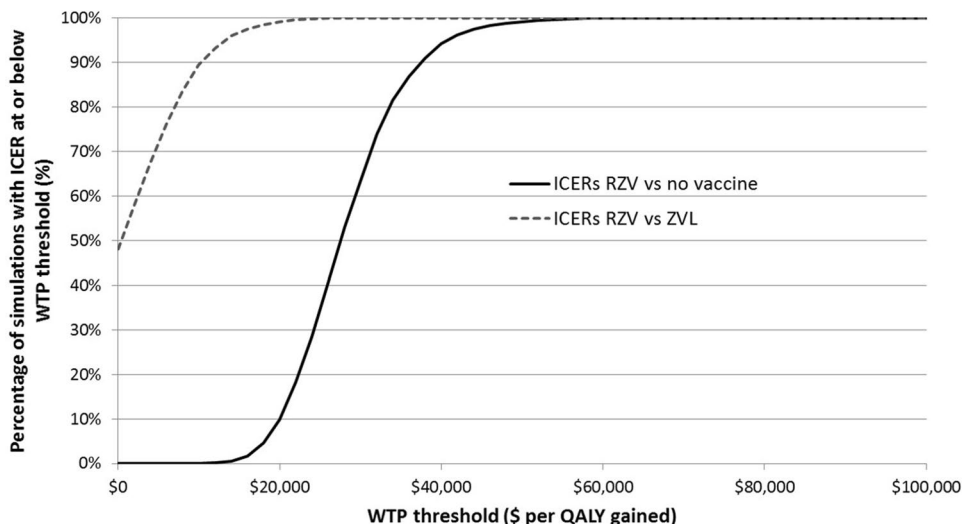
In Canadian adults aged  $\geq 60$  years, RZV was predicted to be cost effective compared with no vaccination and compared with vaccination with ZVL. The corresponding ICERs were \$28,360 and \$2396 for RZV versus no



**Fig. 2** One-way sensitivity analysis results for ICER of RZV versus no vaccination for adults aged ≥60 years. The Tornado diagram is truncated at the first 11 variables with the highest impact on ICER.

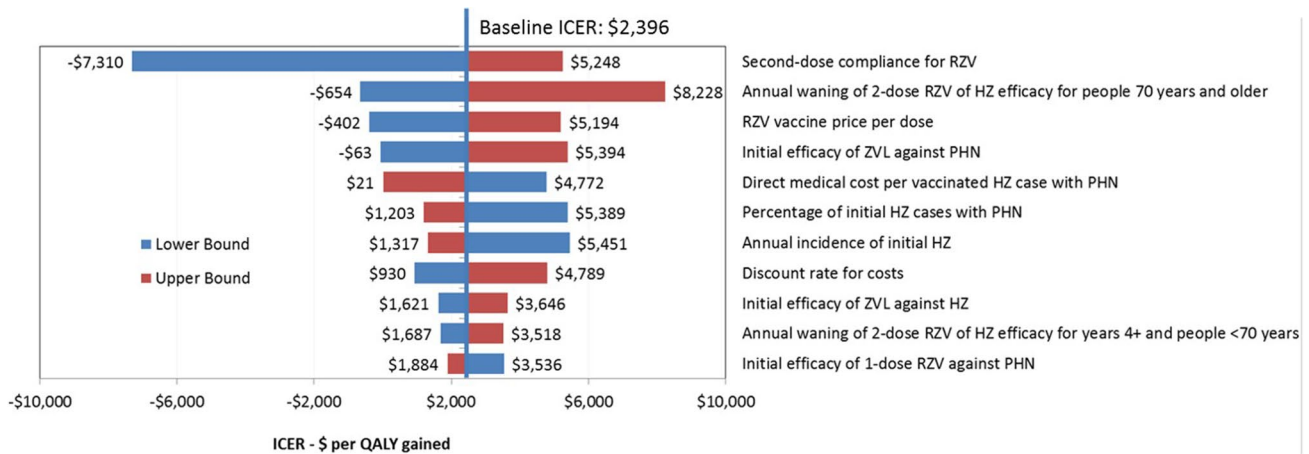
*HZ* herpes zoster, *ICER* incremental cost-effectiveness ratio, *PHN* postherpetic neuralgia, *QALY* quality-adjusted life-year, *RZV* adjuvanted recombinant zoster vaccine, *ZVL* zoster vaccine live

**Fig. 3** Cost-effectiveness acceptability curve from probabilistic sensitivity analyses for adults aged ≥ 60 years (A) RZV versus no vaccination; (B): RZV versus ZVL. *ICER* incremental cost-effectiveness ratio, *QALY* quality-adjusted life-year, *RZV* adjuvanted herpes zoster subunit vaccine, *WTP* willingness to pay, *ZVL* zoster vaccine live



vaccination and RZV versus ZVL, respectively. The ICERs were sensitive to HZ incidence: an increase in overall HZ incidence leads to a higher HZ/PHN case avoidance when using preventive vaccination strategies, and this in turn has a direct impact on the ICER. In Canada, an upward trend in the HZ incidence was reported with an increase of 61% in persons aged 60–69 years between 1997 and 2012 [11]. Therefore, predicted cost effectiveness of preventive vaccination strategies may improve over time as HZ incidence increases. The discount rate for the reference case has recently been changed by Canadian Agency for Drugs and Technologies in Health from 5 to 1.5%. However, all DSAs, including an increase of the discount rate to 5%, yielded an ICER well below the WTP threshold of \$50,000, and the probability for RZV being cost effective compared to no vaccination was 99.2% according to PSA.

To account for uncertainties around second-dose compliance in the real-world setting, this parameter was varied through a wide range in sensitivity analyses. Counterintuitively, DSAs showed that lower compliance leads to a more favorable ICER. This can be explained by two factors: (i) One-dose RZV is less expensive than ZVL but has comparable efficacy, and (ii) the effect of discounting; two RZV doses are paid in advance but positive outcomes are only seen several years later. It should be noted that RZV was developed as a two-dose vaccine based on Phase I and Phase II clinical data showing that cellular immune response was three times higher after two doses of RZV compared to one [35]. This in turn leads to a substantial improvement in public health impact when increasing second-dose compliance [36].



**Fig. 4** One-way sensitivity analysis results for ICER of RZV versus ZVL for adults aged  $\geq 60$  years. *HZ* herpes zoster, *ICER* incremental cost-effectiveness ratio, *PHN* postherpetic neuralgia, *QALY* quality-

adjusted life-year, *RZV* adjuvanted recombinant zoster vaccine, *ZVL* zoster vaccine live

In developing recommendations for the use of RZV and ZVL in Canada, both the National Advisory Committee on Immunization and the Comité sur l'immunisation du Québec published results from cost-effectiveness analyses of both vaccines [23, 24]. Both studies demonstrated that RZV and ZVL would be considered cost effective against commonly used thresholds but indicated the RZV was more cost effective than ZVL at similar price points.

Additionally, we identified two cost-effectiveness studies comparing ZVL with a no-vaccination strategy for different age groups conducted in the Canadian setting [37, 38]. Both studies suggested that with a WTP threshold of \$50,000/QALY, ZVL would be cost effective in individuals aged 60 or  $\geq 65$  years, respectively, though most recent ZVL waning data were not yet included in these models. In a model developed by the US Centers for Disease Control and Prevention (CDC) that uses updated long-term ZVL efficacy data, the ICER for ZVL increased to more than \$US 80,000/QALY gained for adults aged  $\geq 60$  years, due to the more pronounced waning rate of ZVL [39]. Two recent adaptations of the model used in this analysis have been published demonstrating the German and US cost-effectiveness results [25, 40]. While the results are generally aligned to those presented here, the differences between the countries, the vaccine uptake rates, healthcare utilization rates, and costs associated with medical care contributed to the different ICER results. The US adaptation was also updated to examine the potential cost effectiveness of revaccinating adults who had previously been immunized with ZVL. The results demonstrated that vaccination with RZV is cost effective compared to no vaccination at \$100,000 WTP in those previously immunized with ZVL [41]. Finally, two independent models including RZV and ZVL have recently been developed for the US context. One model by the CDC served as

a basis for the preferential recommendation of RZV over ZVL issued by the Advisory Committee on Immunization Practice. A second model developed by Le and Rothberg suggested that RZV was highly cost effective against no vaccination and cost saving compared with ZVL at a WTP threshold of \$US 50,000/QALY, even under the conservative assumptions regarding second-dose RZV compliance (set to 56.2%) and a RZV waning rate equal to that observed for ZVL and doubled in case of one-dose RZV [42].

The main limitations of this study are that no real-world data for RZV effectiveness and no RZV VE persistence data beyond year 4 after vaccination are available. The impact of waning rates has been explored by one-way sensitivity analyses showing that ICERs were sensitive to the waning rate, although RZV remains cost effective even at the estimated upper bound for waning rate of 6.6%. Assumptions had to be made for coverage and second-dose compliance due to lack of real-world data. To account for uncertainties in these variables, a wide range of values were used in sensitivity analyses revealing no significant impact on ICERs. The cost-utility analysis needs to be reevaluated once additional data become available, such as real-world coverage and compliance rates.

The model assumed that utilities of the HZ and PHN health state were the same regardless of vaccination strategy. This assumption ignores a possible impact of vaccination on the severity of HZ and PHN and would thereby underestimate incremental QALY gain with vaccination strategies. It would be important to investigate the impact of vaccination on duration and severity of HZ and PHN episodes in break-through cases; data from the ZOE-50 and ZOE-70 trials suggest that duration and severity of pain in vaccinated individuals are lower as compared to unvaccinated individuals [36]. Finally, list prices for RZV and ZVL were used; if



RZV was to be included in public health plans, lower contractual or tender prices could apply, leading to substantially lower ICERs.

In conclusion, RZV is a cost-effective option at the WTP threshold of \$50,000/QALY, for vaccinating Canadian adults aged  $\geq 60$  years against HZ compared to no vaccination (ICER: \$28,360/QALY). Comparative analyses with ZVL suggested that RZV would be cost-effective versus ZVL (ICER: \$2396/QALY) when vaccinating Canadian adults aged  $\geq 60$  years. Results for the Canadian population aged  $\geq 50$  years were similar. These results were robust to a variety of sensitivity analyses and variation in key parameters. Findings were consistent with other cost-effectiveness models, which conclude that RZV would be cost effective versus no vaccination and ZVL under most circumstances tested.

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### Compliance with Ethical Standards

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**Conflict of interest** AMG, DVO, RW, LV and DC are employees of the GSK group of companies and DC holds shares in the GSK group of companies. MS and MG are employees of Evidera, a consulting firm that received fees from the GSK group of companies to conduct of these analyses. During the conduct of this study, HJ was also an employee of Evidera.

**Trademark** Shingrix is a trademark of the GSK group of companies. Zostavax is a trademark from Merck Sharp & Dohme Corp.

**Author contributions** AM, DVO, RW, MS and DC participated to the conception of the analysis and adaptation of the model. All authors were involved in the data collection. AM, DVO, MS, HJ and DC performed the analysis. AM, DVO, RW, MS, HJ, LV and DC participated to the interpretation of the data. All authors had full access to the data, reviewed the manuscript and approved the final version of the paper for submission.

**Data sharing** GSK makes available anonymized individual participant data and associated documents from interventional clinical studies which evaluate medicines, upon approval of proposals submitted to <http://www.clinicalstudydatarequest.com>. To access data for other types of GSK sponsored research, for study documents without patient-level data and for clinical studies not listed, please submit an enquiry via the website.

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