

## pCODR EXPERT REVIEW COMMITTEE (pERC) INITIAL RECOMMENDATION

The pan-Canadian Oncology Drug Review (pCODR) was established by Canada's provincial and territorial Ministries of Health (with the exception of Quebec) to assess cancer drug therapies and make recommendations to guide drug-funding decisions. The pCODR process brings consistency and clarity to the cancer drug assessment process by looking at clinical evidence, cost-effectiveness and patient perspectives.

### Providing Feedback on this Initial Recommendation

Taking into consideration feedback from eligible stakeholders, the pERC will make a Final Recommendation. Feedback must be provided in accordance with *pCODR Procedures*, which are available on the pCODR website. The Final Recommendation will be posted on the pCODR website once available, and will supersede this Initial Recommendation.

**Drug:**  
Vismodegib (Erivedge)

**Submitted Funding Request:**  
For the treatment of adult patients with histologically confirmed metastatic basal cell carcinoma or with locally advanced basal cell carcinoma inappropriate for surgery or radiotherapy

**Submitted By:**  
Hoffmann-La Roche Limited

**Manufactured By:**  
Hoffmann-La Roche Limited

**NOC Date:**  
July 12, 2013

**Submission Date:**  
June 14, 2013

**Initial Recommendation Issued:**  
October 31, 2013

### pERC RECOMMENDATION

The pCODR Expert Review Committee (pERC) recommends funding vismodegib in patients with metastatic basal cell carcinoma (BCC) or with locally advanced BCC (including patients with Gorlin syndrome 18 years of age or older) who are inappropriate for surgery or radiotherapy conditional on the cost-effectiveness being improved to an acceptable level. Funding should be for patients with ECOG performance status  $\leq 2$  who have measurable disease (metastatic) or at least one lesion  $\geq 10$  mm diameter (locally advanced), which is considered inoperable or inappropriate for surgery. The Committee made this recommendation because it was satisfied that there may be a net clinical benefit of vismodegib based on meaningful objective response rates. pERC also considered that this is a population with no other effective therapeutic options and vismodegib aligns with patient values. However, pERC acknowledged that because of the non-randomized, non-comparative phase two study design, there was considerable uncertainty around the magnitude of the benefit and in the cost-effectiveness of vismodegib. This led to a wide range of incremental cost-effectiveness estimates, all of which pERC considered unacceptable. Therefore, vismodegib could not be considered cost-effective at the submitted price.

pERC noted that there were insufficient data available to make a recommendation on the use of vismodegib in a broader population less than 18 years old.

### POTENTIAL NEXT STEPS FOR STAKEHOLDERS

#### Pricing Arrangements to Improve Cost-Effectiveness

Given that pERC was satisfied that there may be a net clinical benefit of vismodegib in patients with metastatic or locally advanced BCC who are inappropriate for surgery or radiotherapy, jurisdictions may want to consider pricing arrangements and/or cost structures that would improve the cost-effectiveness of vismodegib to an acceptable level.

**Collecting Evidence to Reduce Uncertainty in Cost-Effectiveness**

Given the considerable uncertainty in the magnitude of clinical benefit of vismodegib in patients with metastatic or locally advanced BCC who are inappropriate for surgery or radiotherapy, pERC concluded that any additional prospective evidence that could be collected to decrease the uncertainty in the incremental effect would be of benefit in understanding the true cost-effectiveness of vismodegib. Information on efficacy, quality of life and strategies for long-term control in patients who may receive vismodegib long-term would be of particular value.

**Avoiding Use of Vismodegib in a Broader Patient Population**

pERC noted that drug price was a key driver of the incremental cost-effectiveness estimates and there is a high potential for vismodegib to be used outside of the recommended population, which could increase budget impact. Therefore, to prevent indication creep, provinces may want to consider additional measures to limit the prescribing of vismodegib to the recommended population of those evaluated in the ERIVANCE study.

## SUMMARY OF pERC DELIBERATIONS

pERC noted that there is currently no standard treatment for patients with metastatic and locally advanced basal cell carcinoma who are inappropriate for surgery or radiotherapy. Although chemotherapy with drugs such as cisplatin is sometimes used, there is limited evidence that these treatments improve patient outcomes. Many patients do not receive any other treatments when surgery and radiotherapy are not options. pERC also discussed that basal cell carcinoma is very common but that the number of patients who are inappropriate for surgery and radiotherapy is likely very small, which may have impacted the feasibility of conducting a randomized controlled trial. However, pERC further discussed that because there have been no effective treatment options for these patients to date, they may not be seeking treatment within the healthcare system and their numbers may be unknown. With the availability of vismodegib, there may be more patients with BCC seeking treatment and, therefore, a larger patient population to treat. pERC discussed the burden of metastatic and locally advanced BCC and considered that morbidity is a substantial concern. In extreme cases, patients may experience severe disfigurement and surgery could result in the loss of essential structures or organs such as eyes or ears. For patients, such disfigurement may lead to loss of function, extreme social isolation and decreased quality of life.

pERC's [Deliberative Framework](#) for drug funding recommendations focuses on four main criteria:

CLINICAL BENEFIT	PATIENT-BASED VALUES
ECONOMIC EVALUATION	ADOPTION FEASIBILITY

One non-randomized, non-comparative study was included in the pCODR systematic review, the ERIVANCE study (Sekulic 2012), which evaluated vismodegib in patients who were inappropriate for surgery or radiotherapy. pERC deliberated upon the results of the ERIVANCE study and determined that there may be a net clinical benefit of treatment with vismodegib. pERC noted that a substantial proportion of patients (43% metastatic and 30% locally advanced) experienced a response as assessed by independent review committee. pERC noted the historical treatment response rates in this population were not available. However, pERC discussed that the minimum expected response rates of 10% (metastatic) and 20% (locally advanced), which were established at the outset of the ERIVANCE study, were exceeded by a wide margin. pERC considered this to be a meaningful outcome for a condition in which there were previously no effective treatment options. pERC discussed the limitations of relying on non-randomized, non-comparative evidence and concluded that there is considerable uncertainty surrounding the exact magnitude of the clinical benefit of vismodegib. pERC further discussed the challenges of assessing the efficacy of vismodegib in the absence of comparative data and noted that a study involving retrospective or historical controls could have helped inform pERC's deliberations.

pERC also noted that 22% of patients in the ERIVANCE study had Gorlin syndrome or suspected Gorlin syndrome and achieved a response rate of 67%. It was noted that BCC in patients with Gorlin syndrome is a result of a genetic mutation and is a lifelong condition that would require long-term treatment. pERC discussed that the patients with Gorlin syndrome in the ERIVANCE study all had locally advanced BCC and met all of the other trial inclusion criteria such as being 18 years or older and having lesions ineligible for surgery. Therefore, pERC considered that it would be reasonable to use vismodegib in Gorlin syndrome patients, but only if patients met these other trial inclusion criteria.

pERC reviewed the safety evidence for vismodegib from the ERIVANCE study. The most common adverse events observed were muscle spasms and alopecia. pERC also noted that vismodegib is a teratogen and that there are prescribing restrictions in place to limit exposure to the risks associated with vismodegib. Given these restrictions and the high clinical need for treatments in this select population, pERC generally considered that the toxicity of vismodegib was acceptable for the narrow population of patients who are clearly ineligible or inappropriate for surgery as defined in the ERIVANCE study. There were 12% of patients who discontinued vismodegib due to adverse events. Furthermore, pERC noted that because there is only one tablet size available for vismodegib, dose reductions were not an option for these patients and there is uncertainty in the appropriateness of alternative dosing schedules. Considering all of these factors, pERC discussed that strategies to monitor disease control and long-term use of vismodegib were required as more experience is obtained with vismodegib.

pERC reviewed patient advocacy group input and concluded that vismodegib aligns with patient values. pERC discussed that patients with BCC who are inappropriate for surgery or radiotherapy experience serious deformity and social isolation, which has a debilitating impact on their quality of life. pERC noted that meaningful quality of life data were not available from the ERIVANCE study. However, pERC considered the objective response rates from the clinical trial were a measure of tumor regression and that patients who experienced such a response have less disfigurement and, therefore, would likely have an improved quality of life. pERC also noted that patient advocacy group input indicated patients with the extent of disease of the those in the trial have often tried multiple other therapies but none are effective and patients are seeking effective treatment options. pERC also considered that vismodegib demonstrated statistically significant and meaningful improvements in response, which aligns with patient values of accessing effective treatment options. pERC noted that patients are prepared to accept the risks and side effects of new treatments if the treatment is effective. Therefore, although there are serious risks associated with a teratogen such as vismodegib, pERC considered that patients appeared willing to accept this risk if vismodegib is effective.

pERC deliberated upon the cost-effectiveness of vismodegib compared with best supportive care. It was noted that due to the limitations of relying on non-randomized, non-comparative evidence from the ERIVANCE study, there was substantial uncertainty in the magnitude of clinical benefit associated with vismodegib. This made it challenging to estimate the incremental effect of treatment with vismodegib and the resulting incremental cost-effectiveness estimates for vismodegib reflect this uncertainty. pERC further discussed that the utility estimates were a key driver and further uncertainty was created because meaningful quality of life data were not available from the ERIVANCE study and there was a wide range of utility estimates from the literature that could be used. This considerable uncertainty led to a wide range of incremental cost-effectiveness estimates, all of which pERC considered unacceptable. Therefore, vismodegib could not be considered cost-effective at the submitted price. pERC further noted that any prospective evidence regarding clinical efficacy and quality of life that could be collected to decrease the uncertainty in the incremental effect and better understand utility estimates would be of benefit in informing the true cost-effectiveness of vismodegib.

pERC discussed the feasibility of adoption and noted that the budget impact of vismodegib is uncertain and has the potential to be large. Although the number of patients with metastatic or locally advanced BCC who are ineligible for surgery and radiotherapy may currently be small, the number of patients who may seek treatment once vismodegib is accessible, may increase. It was also noted that vismodegib will be an additional treatment and will not be replacing another treatment in this setting. In addition, because vismodegib is a teratogen and is only available through a controlled distribution programme, additional pharmacy resources will be required. Also, it was noted that vismodegib is an oral treatment and may be more easily accessible than surgery or radiotherapy for some patients, which could also contribute to indication creep. Considering these factors, pERC noted that the budget impact of vismodegib could be large and provinces may want to consider additional measures to control prescribing to the recommended population (as defined by inclusion criteria in the ERIVANCE study) to prevent indication creep. pERC noted that in the ERIVANCE study patients had measurable disease (metastatic) or at least one lesion 10 mm or more (locally advanced) confirmed by a specialist to be inappropriate for surgery. Acceptable reasons for surgery or radiotherapy to be considered inappropriate included an inoperable tumour, previous radiotherapy, radiotherapy inappropriate or contraindicated; surgery inappropriate due to recurrence after 2 or more surgeries and curative resection unlikely; or surgery inappropriate due to substantial morbidity or expected deformity. pERC considered that it would be important to limit the use of vismodegib to these patients in order to prevent use of vismodegib in those patients who are appropriate or eligible for surgery or radiotherapy.

## EVIDENCE IN BRIEF

pERC deliberated upon a pCODR systematic review, other literature in the Clinical Guidance Report providing clinical context, an evaluation of the manufacturer's economic model and budget impact analysis, guidance from pCODR clinical and economic review panels, input from two patient advocacy group(s) (Melanoma Network of Canada and Save Your Skin Foundation) and input from pCODR's Provincial Advisory Group.

### OVERALL CLINICAL BENEFIT

#### **pCODR review scope**

The pCODR review evaluated the safety and efficacy of vismodegib on patient outcomes compared to standard therapies or best supportive care in patients with metastatic or locally advanced basal cell carcinoma (BCC) who were inappropriate for surgery or radiotherapy.

#### **Studies included: one single-arm study**

The pCODR systematic review included one non-randomized, non-comparative Phase 2 trial, the ERIVANCE study (Sekulic 2012), which assessed the safety and efficacy of vismodegib (150mg orally once daily) in patients with metastatic BCC or locally advanced BCC who were inappropriate for surgery or radiotherapy (N=99).

No randomized controlled trials were identified that met the eligibility criteria of this systematic review. pERC discussed the feasibility of conducting a randomized controlled trial in this population and noted that currently there is no standard of care for patients with locally advanced BCC and metastatic BCC in whom surgery or radiotherapy is not an option. Therefore, there is no appropriate comparator. In addition, pERC noted that, although BCC is very common, the number of patients currently known to be inappropriate for surgery or radiotherapy is small, which may have impacted the feasibility of conducting a randomized controlled trial in this population. However, pERC noted that a study providing comparative data by including retrospective or historical controls could have helped inform pERC's deliberations.

The pCODR review also provided contextual information on an ongoing non-randomized non-comparative safety study, STEVIE, which has only been reported in conference abstracts (Hansson 2012, Grob 2013).

#### **Patient populations: inappropriate for surgery or radiotherapy**

pERC discussed the patient population included in the ERIVANCE study. It was noted that there were 33 patients with metastatic BCC and 63 patients with locally advanced BCC who were inappropriate for surgery or radiotherapy.

Patients with metastatic BCC had measurable disease (including nodal metastases) according to RECIST criteria. Patients with locally advanced BCC had at least one lesion of at least 10 mm that was considered inoperable or surgery was considered inappropriate as confirmed by a specialist in Mohs dermatologic, head and neck or plastic surgery. Acceptable reasons for surgery or radiotherapy to be considered inappropriate included an inoperable tumour, previous radiotherapy, radiotherapy inappropriate or contraindicated; surgery inappropriate due to recurrence after 2 or more surgeries and curative resection unlikely; or surgery inappropriate due to substantial morbidity or deformity expected. pERC discussed that it would be very important to limit the use of vismodegib to patients defined to be inappropriate for surgery or radiotherapy as outlined in the ERIVANCE study because there is considerable potential for indication creep if patients who are appropriate for surgery prefer an oral therapy over surgery or want to delay surgery.

There were also 21 patients (22%) in ERIVANCE with Gorlin syndrome or suspected Gorlin syndrome, all of whom had locally advanced BCC. pERC noted that BCC in patients with Gorlin syndrome is a result of a genetic mutation and is a lifelong condition that would require long-term treatment. pERC discussed that the patients with Gorlin syndrome in the ERIVANCE study all had locally advanced BCC and met all of the other trial inclusion criteria such as being 18 years or older and having lesions ineligible for surgery. pERC considered that the use of vismodegib in a broader population less than 18 years of age would not be appropriate. It was noted that this would be most relevant for patients with Gorlin syndrome, which is a lifelong condition, because other types of BCC predominantly affect an older population.

All patients included in the study had an ECOG performance status of 2 or less.

### **Key efficacy results: meaningful and durable improvement in tumour response**

Key efficacy outcomes deliberated upon by pERC included overall survival, progression-free survival, response rate and duration of response. Objective response rate, when assessed by independent review committee, was the primary outcome of the ERIVANCE study.

pERC noted that morbidity is a substantial concern for these patients, therefore, measures of disease control such as response were very important. In patients with locally advanced BCC, although death is rare, morbidity is common. In the ERIVANCE study, tumours were assessed using physical examination documented by photography. For each individual patient, a response was defined as a  $\geq 30\%$  reduction in the externally visible or radiographic dimension. pERC noted that a substantial proportion of patients experienced a response as assessed by an independent review committee. There were 43% metastatic patients (95%CI: 16 to 48%) and 30% locally advanced patients (95%CI: 30 to 56%) who had a response. pERC noted the historical treatment response rates in this population were not available. Therefore, it was difficult to place these responses in context. However, pERC noted that in the overall study population, the minimum expected response rates of 10% (metastatic) and 20% (locally advanced), which were pre-defined at the outset of the ERIVANCE study, were exceeded by a wide margin. pERC discussed that the effect of obtaining a substantial response would likely lead to less morbidity for patients. Therefore, pERC agreed with the pCODR Clinical Guidance Panel that this was a meaningful outcome for a condition in which there were previously no effective treatment options available. However, pERC decided that there is considerable uncertainty surrounding the exact magnitude of the clinical benefit of vismodegib because of the limitations of relying on non-randomized, non-comparative evidence. pERC also noted that none of the patients with metastatic BCC had a complete response, while 21% of patients with locally advanced BCC had a complete response. The duration of response was 7.6 months in both the metastatic BCC and locally advanced BCC populations, when assessed by independent review. pERC considered this evidence of a durable response.

pERC also discussed that 22% of patients in the ERIVANCE study had Gorlin syndrome or suspected Gorlin syndrome. In a post-hoc subgroup analysis, these patients achieved a response rate of 67% (95%CI: 45% to 85%) compared to 30% (95% CI: 19% to 46%) in the remaining patients with locally advanced BCC. It was noted that BCC in patients with Gorlin syndrome is a result of a genetic mutation and is a lifelong condition that would require long-term treatment. pERC discussed that the patients with Gorlin syndrome in the ERIVANCE study, all had locally advanced BCC and met all of the other trial inclusion criteria such as being 18 years or older and having lesions ineligible for surgery. Therefore, pERC considered that it would be reasonable to use vismodegib in Gorlin syndrome patients but only if patients met these other trial inclusion criteria. There were insufficient data available to make a recommendation on the use of vismodegib in a broader population with Gorlin syndrome, such as those less than 18 years or who may have been eligible for surgery.

pERC noted that median overall survival in the ERIVANCE study was high (78% metastatic, 93% locally advanced). Median progression-free survival as assessed by independent review was 9.5 months in both metastatic patients and locally advanced patients. pERC discussed that progression of BCC is slow, therefore, without a control group, it is uncertain how overall survival and progression-free survival may have compared with patients who received no treatment during the same period of time.

### **Quality of life: no meaningful quality of life data available but tumour response suggests improvement**

pERC acknowledged that morbidity is a substantial concern for patients with BCC, especially those with locally advanced disease. Therefore, quality of life and functional outcomes are very important in this population. Patients with BCC who are inappropriate for surgery may experience severe disfigurement, leading to extreme social isolation and decreased quality of life. However, pERC noted that meaningful quality of life data were not available from the ERIVANCE study due to the type of instrument and the quality of the data collected. While SF-36 was measured in the ERIVANCE study, more specific quality of life instruments are available both for cancer and dermatology, and would have been more appropriate. However, pERC considered that response rates documented in the ERIVANCE study would likely result in patients experiencing less morbidity and having improved quality of life as a result of the tumour regression.

### **Safety: high withdrawals and restrictions due to teratogenicity**

pERC reviewed the safety evidence for vismodegib from the ERIVANCE study. Serious adverse events were experienced by 25% of patients, and there was no clear pattern of serious events. The most common grade 3 or 4 events were weight loss (5%), muscle spasms (4%) and fatigue (4%). The most common adverse events observed were muscle spasms (68% of patients) and alopecia (63% of patients). There were 7 deaths but it was reported that they were thought to be unrelated to drug. pERC also noted that vismodegib is a teratogen and that there are prescribing restrictions in place to limit exposure to the risks associated with vismodegib. Given that these restrictions are in place and there is a high clinical need for treatments in this select population, pERC considered that the toxicity of vismodegib was acceptable for the restricted population of patients who are clearly ineligible or inappropriate for surgery as defined in the ERIVANCE study. There were 12% of patients in ERIVANCE who discontinued vismodegib due to adverse events. pERC noted that because there is only one tablet size available for vismodegib, dose reductions were not an option for these patients and there is uncertainty concerning the appropriateness of alternative dosing schedules. In addition, approximately half of patients discontinued treatment. The most common reason for discontinuation in metastatic patients was disease progression and in locally advanced patients, it was due to the patients' decision. pERC further noted that patient discontinuations from the study were high, despite there being no other treatment options available. Considering all of these factors, pERC discussed that strategies to monitor disease control and the effects of long-term use of vismodegib were required as more experience is obtained with vismodegib.

### **Limitations: no comparative data or meaningful quality of life data**

pERC discussed the limitations of relying on non-randomized, non-comparative evidence and concluded that there is considerable uncertainty surrounding the exact magnitude of the clinical benefit of vismodegib. pERC further discussed the challenges of assessing the efficacy of vismodegib in the absence of comparative data and noted that a study including retrospective or historical controls could have helped informed pERC's deliberations. In addition, pERC considered that there was a need for a better understanding of the impact of vismodegib on the morbidity and functional outcomes of patients with advanced BCC. However, quality of life was not measured in a meaningful way in the ERIVANCE study.

### **Need: effective treatments for patients with no other therapeutic options**

Basal cell carcinoma is the most common cancer in North America and affects about 50,000 to 60,000 Canadians per year. pERC noted that BCC typically affects older patients but is becoming more common in younger patients. It is a lifelong condition for patients who are born with Gorlin syndrome. pERC discussed the burden of metastatic and locally advanced BCC and considered that morbidity is a substantial concern. Although metastatic BCC is rare, it was noted that locally advanced BCC can be invasive, with tumours causing significant tissue destruction and resulting in significant morbidity. In extreme cases, patients may experience severe disfigurement and surgery could result in the loss of essential structures or organs such as eyes or ears. Such disfigurement may lead to extreme social isolation and decreased quality of life for patients.

pERC noted that there is currently no standard treatment for patients with metastatic and locally advanced basal cell carcinoma who are inappropriate for surgery or radiotherapy. Although chemotherapy with drugs such as cisplatin is sometimes used, there is limited evidence that these treatments improve patient outcomes and many patients do not receive other treatments when surgery and radiotherapy are not an option. Therefore, there is a distinct need for effective treatment options in these patients. pERC noted that although basal cell carcinoma is very common, the number of patients who are inappropriate for surgery and radiotherapy is likely very small, which may have impacted the feasibility of conducted a randomized controlled trial. However, pERC further discussed that, because there have been no effective treatment options to date for these patients, they may not be seeking treatment within the healthcare system and their true numbers may be unknown. With the availability of vismodegib, it is possible that there may be more patients with BCC seeking treatment and, therefore, a larger patient population to treat.

## **PATIENT-BASED VALUES**

### **Values of patients with locally advanced and metastatic basal cell carcinoma: disease control to improve quality of life and deformities**

pERC reviewed patient advocacy group input and noted that patients with BCC who are inappropriate for surgery or radiotherapy experience serious deformity and social isolation, which has a debilitating impact on their quality of life. Aspects of disease that were important to respondents to control include the side effects of radiation and the scars from surgery to remove BCC, as these greatly impacted the physical appearance of the patient. Patients are greatly impacted by the physical appearance of the scars. Patients indicate that they face the certainty of disease progression including ongoing advancement of basal cell carcinomas despite repeated surgeries, radiation and courses of medication. pERC noted that meaningful quality of life data were not available from the ERIVANCE study. However, pERC considered that the objective response rates observed with vismodegib in the ERIVANCE study were a measure of tumor regression and that patients who experienced such responses would have less disfigurement and, therefore, would likely have an improved quality of life. Therefore, pERC concluded that vismodegib aligns with patient values.

### **Patient values on treatment: willing to tolerate serious risks if therapy is effective**

Current therapies have proven to be ineffective at stopping disease progression and have severe side-effects leading to decreased quality of life, loss of income and mental health challenges, including the negative impact on their caregivers and children. pERC also noted that input received from patients indicated that they had tried multiple therapies but none were effective. Patients are seeking effective treatment options and patients who had taken vismodegib reported that their condition had stabilized without progression, many for the first time in their lives. pERC also considered that vismodegib demonstrated statistically significant and meaningful improvements in response, which aligns with the patient values of accessing effective treatment options.

Patients who had experience with vismodegib reported that the side effects were mild or moderate and included muscle cramps, some hair loss, weight loss, irregular liver function test results and change in taste. Patients indicated that they were willing to accept side effects and the serious risks associated with a new drug, such as vismodegib, if they knew that the side-effects can be appropriately managed and the treatment is effective. Therefore, although there are serious risks associated with a teratogen such as vismodegib, pERC considered that patients appeared willing to accept this risk if vismodegib is effective.

Patients also reported that the benefits of vismodegib included the ease of administration as it was taken at home and allowed the patients to avoid repeated surgeries and visits to the hospital.

## **ECONOMIC EVALUATION**

### **Economic model submitted: cost-effectiveness**

The pCODR Economic Guidance Panel (EGP) assessed a cost-effectiveness analysis of vismodegib (Erivedge) vs. Best Supportive Care (BSC) for the treatment of adult patients with histologically confirmed metastatic basal cell carcinoma (mBCC) or locally advanced basal cell carcinoma (laBCC) who were inappropriate for surgery or radiotherapy.

### **Basis of the economic model: clinical and economic inputs**

Costs included treatment with vismodegib, wound care and healthcare visit costs. The factors that mainly influence incremental cost are the unit price of vismodegib and the weekly supportive care cost after progression.

Key clinical effects were quality of life, as represented by the utility estimates and the assumption of a difference in overall survival between the progression-free and progressed state.

### **Drug costs: one tablet size does not allow for dose reductions**

Based on the list price, vismodegib costs \$294.22 per 150 mg. At the recommended dose of 150mg per day, the cost of vismodegib is \$294.22 per day or \$8,238.24 per 28-day cycle.

pERC noted that because there is only one tablet size available for vismodegib, dose reductions were not an option for these patients and there is uncertainty in the appropriateness of alternative dosing schedules.

**Cost-effectiveness estimates: highly dependent on quality of life benefit and utilities**

pERC deliberated upon the cost-effectiveness of vismodegib compared with best supportive care. It was noted that due to the limitations of relying on non-randomized, non-comparative evidence from the ERIVANCE study, there was substantial uncertainty in the magnitude of clinical benefit associated with vismodegib. This made it challenging to estimate the incremental effect of treatment with vismodegib and, therefore, the resulting incremental cost-effectiveness estimates for vismodegib. pERC further discussed that the utility estimates were a key driver and further uncertainty was created because meaningful quality of life data were not available from the ERIVANCE study. In addition, there was a wide range of utility estimates from the literature that could be used. pERC noted that these estimates were similar to those provided by the manufacturer. This considerable uncertainty led to a wide range of incremental cost-effectiveness estimates, all of which pERC considered unacceptable. Therefore, vismodegib could not be considered cost-effective at the submitted price. pERC further noted that any prospective evidence regarding clinical efficacy and quality of life that could be collected to decrease the uncertainty in the incremental clinical effect and better understand the utility estimates would be of benefit in informing the true cost-effectiveness of vismodegib.

Other factors that influenced the EGP's estimates included the time horizon and the costs of wound care. However, the impact of these factors was relatively small compared with the impact of the utility estimates and the EGP was able to adjust the time horizon and wound care costs in their re-analyses.

## ADOPTION FEASIBILITY

**Considerations for implementation and budget impact: uncertainty in budget impact and limiting indication creep**

pERC discussed the feasibility of adoption and noted that the budget impact of vismodegib is uncertain because the number of patients with metastatic or locally advanced BCC who are ineligible for surgery and radiotherapy and who may seek treatment once vismodegib is available is uncertain. It was noted that vismodegib will be an additional treatment and will not be replacing another treatment in this setting. In addition, because vismodegib is a teratogen and is only available through a controlled distribution program, additional pharmacy resources would be required. Also, it was noted that vismodegib is an oral treatment and may be more easily accessible than surgery or radiotherapy for some patients, which could also contribute to indication creep. pERC noted that provinces may want to consider additional measures to control prescribing to the recommended population (as defined by inclusion criteria in the ERIVANCE study) and to prevent indication creep.

## DRUG AND CONDITION INFORMATION

### Drug Information

- Hedgehog inhibitor
- Available as 150 mg tablets
- Recommended dose of 150 mg orally once daily

### Cancer Treated

- Basal cell carcinoma, locally advanced or metastatic
- Patients ineligible or inappropriate for radiotherapy or surgery

### Burden of Illness

- Most common cancer in North America and affects about 50,000 to 60,000 Canadians per year (75% of all non-melanoma skin cancers and 25% of all cancers in North America)
- Basal cell carcinomas rarely metastasize but are locally invasive and can cause significant tissue destruction and result in significant morbidity and decline in functional outcomes and quality of life
- Gorlin's Syndrome patients have a genetic mutation and lifelong hereditary nevoid basal cell syndrome

### Current Standard Treatment

- No effective treatment options available when ineligible for surgery and radiotherapy
- Chemotherapy is used sometimes but has no proven benefit

### Limitations of Current Therapy

- Current therapies not effective and need for new treatments

## ABOUT THIS RECOMMENDATION

### The pCODR Expert Review Committee (pERC)

Recommendations are made by the pCODR Expert Review Committee following the pERC Deliberative Framework. pERC members and their roles are as follows:

Dr. Anthony Fields, Oncologist (Chair)  
 Dr. Maureen Trudeau, Oncologist (Vice-Chair)  
 Dr. Chaim Bell, Economist  
 Dr. Scott Berry, Oncologist  
 Bryson Brown, Patient Member  
 Mario de Lemos, Pharmacist  
 Dr. Sunil Desai, Oncologist  
 Mike Doyle, Economist

Dr. Bill Evans, Oncologist  
 Dr. Allan Grill, Family Physician  
 Dr. Paul Hoskins, Oncologist  
 Danica Lister, Pharmacist  
 Carole McMahon, Patient Member Alternate  
 Jo Nanson, Patient Member  
 Dr. Peter Venner, Oncologist  
 Dr. Tallal Younis, Oncologist

All members participated in deliberations and voting on the initial recommendation except:

- Dr. Bill Evans who was not present for the meeting
- Carol McMahon who did not vote due to her role as a patient member alternate

### Avoidance of conflicts of interest

All members of the pCODR Expert Review Committee must comply with the *pCODR Conflict of Interest Guidelines*; individual conflict of interest statements for each member are posted on the pCODR website and pERC members have an obligation to disclose conflicts on an ongoing basis. For the review of

vismodegib (Erivedge) for basal cell carcinoma, through their declarations, six members had a real, potential or perceived conflict and based on application of the *pCODR Conflict of Interest Guidelines*, none of these members were excluded from voting.

#### **Information sources used**

The pCODR Expert Review Committee is provided with a *pCODR Clinical Guidance Report* and a *pCODR Economic Guidance Report*, which include a summary of patient advocacy group and Provincial Advisory Group input, as well as original patient advocacy group input submissions to inform their deliberations. pCODR guidance reports are developed following the pCODR review process and are posted on the pCODR website. Please refer to the pCODR guidance reports for more detail on their content.

#### **Consulting publicly disclosed information**

pCODR considers it essential that pERC recommendations be based on information that may be publicly disclosed. All information provided to the pCODR Expert Review Committee for its deliberations was handled in accordance with the *pCODR Disclosure of Information Guidelines*. There was no non-disclosable information in this publicly available report.

#### **Use of this recommendation**

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