

Mississippi State University

Department of Agricultural Economics

Estimating the Economic Burden of Hypertension in Mississippi

Samantha Seamon
Dr. Elizabeth Canales
Dr. Alan Barefield
662.325.7995
alan.barefield@msstate.edu

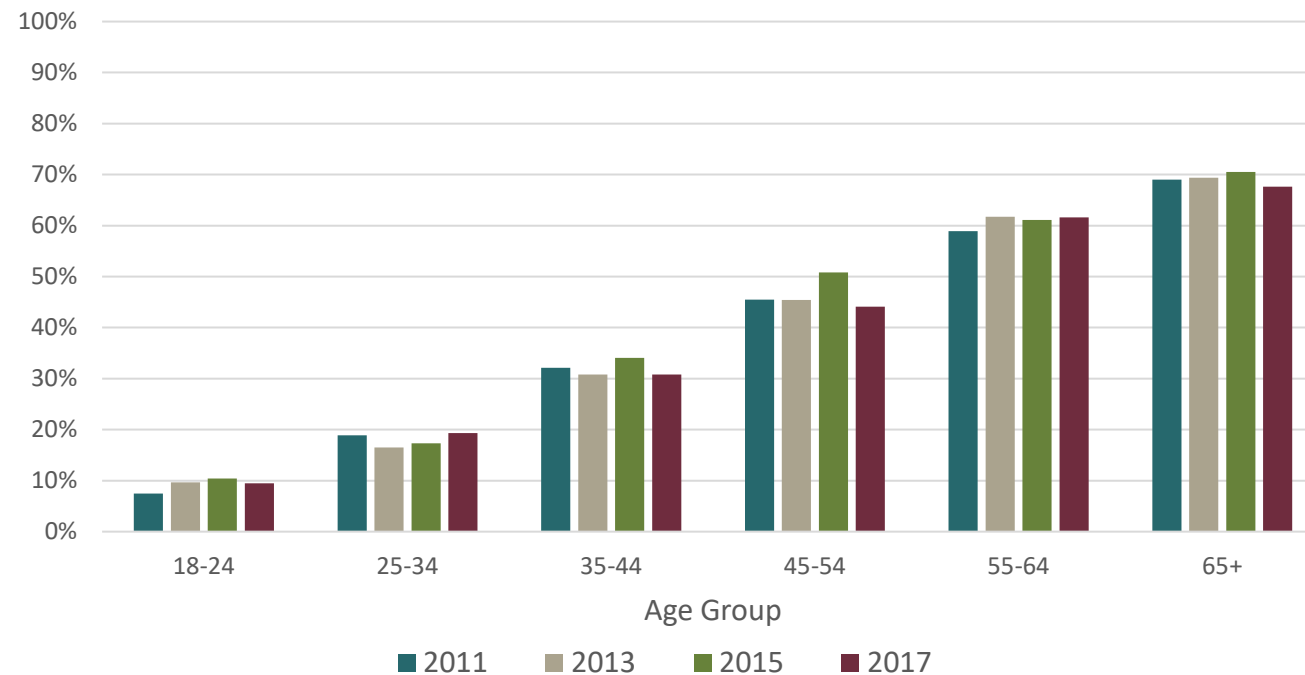


MISSISSIPPI STATE UNIVERSITY™
DEPARTMENT OF
AGRICULTURAL ECONOMICS

Hypertension Prevalence

- Hypertension, also known as high blood pressure – a condition in which the blood vessels have persistently raised pressure (WHO)

Hypertension Prevalence by Age Group in Mississippi



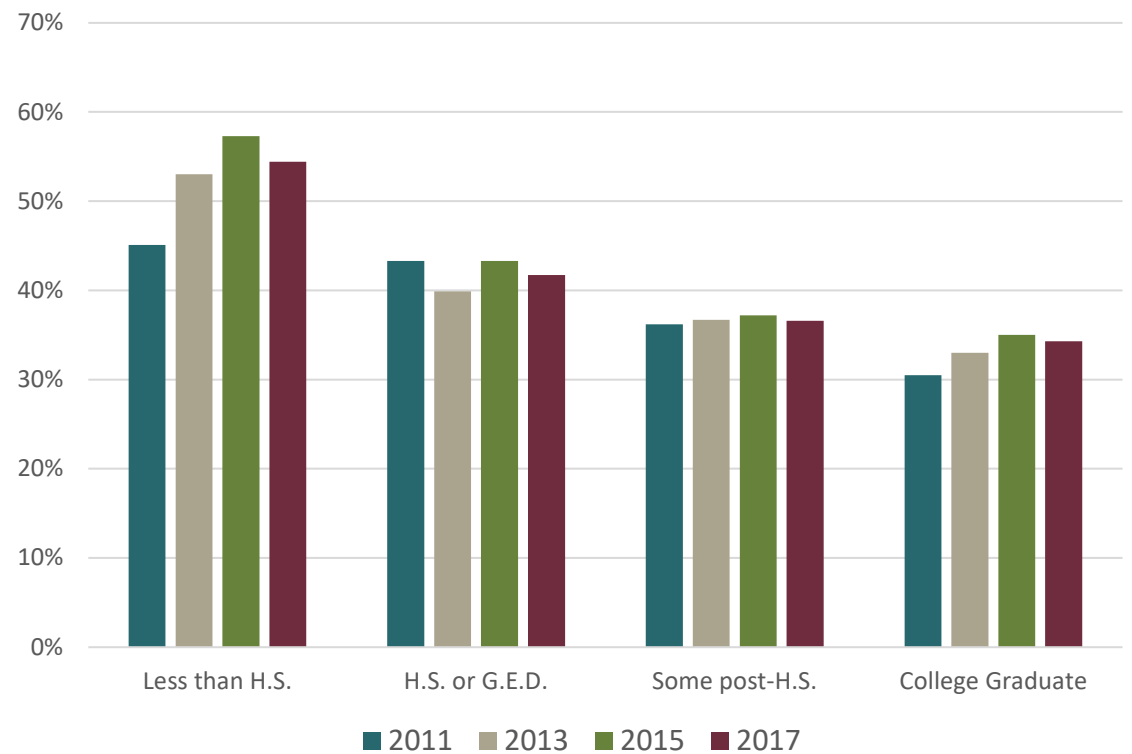
Source: Behavioral Risk Factor Surveillance System

Hypertension Prevalence

Hypertension Prevalence by Household Income in Mississippi



Hypertension Prevalence by Education Attained in Mississippi



Source: Behavioral Risk Factor Surveillance System

Estimating the Economic Burden

- Goal of study
 - Direct medical expenditures attributable to hypertension
 - Cost of burden, or the indirect cost due to absenteeism and disability
- Methods used
 - Prevalence-based approach
 - Regression analysis using Stata
- Outcome
 - Better understanding of the burden this chronic health condition places on the state's economy

Direct Medical Expenditure Data

- Medical Expenditure Panel Survey (MEPS)
- Historical trends – 2015-2017
- Utilized 99% of data due to unexplained outliers
- Data Summary Statistics
 - Number of observations: 71,543 from weighted MEPS combined surveys (population 719,073,610)
 - High Blood Pressure Diagnosis
 - No: 47,796
 - Yes: 23,734 (33.2%)
 - Explanatory variables controlled for socio-economic, health status, and risk factors (region, gender, age, race, marital status, education, income, ethnicity, insurance coverage, health status, other illnesses/diseases)

Direct Medical Costs to Consumers

- Direct Medical Cost Estimation Model
 - Survey weights and variance estimations
 - Two-part model – used to account for excess number of reported zero expenditures
 - First part Probit
 - Second part OLS Regression
 - Log transformation – used to control for skewed data
 - Duan smearing – used to transform margins
 - Bootstrapping – 2,000 replications used to correct standard errors after log transformation

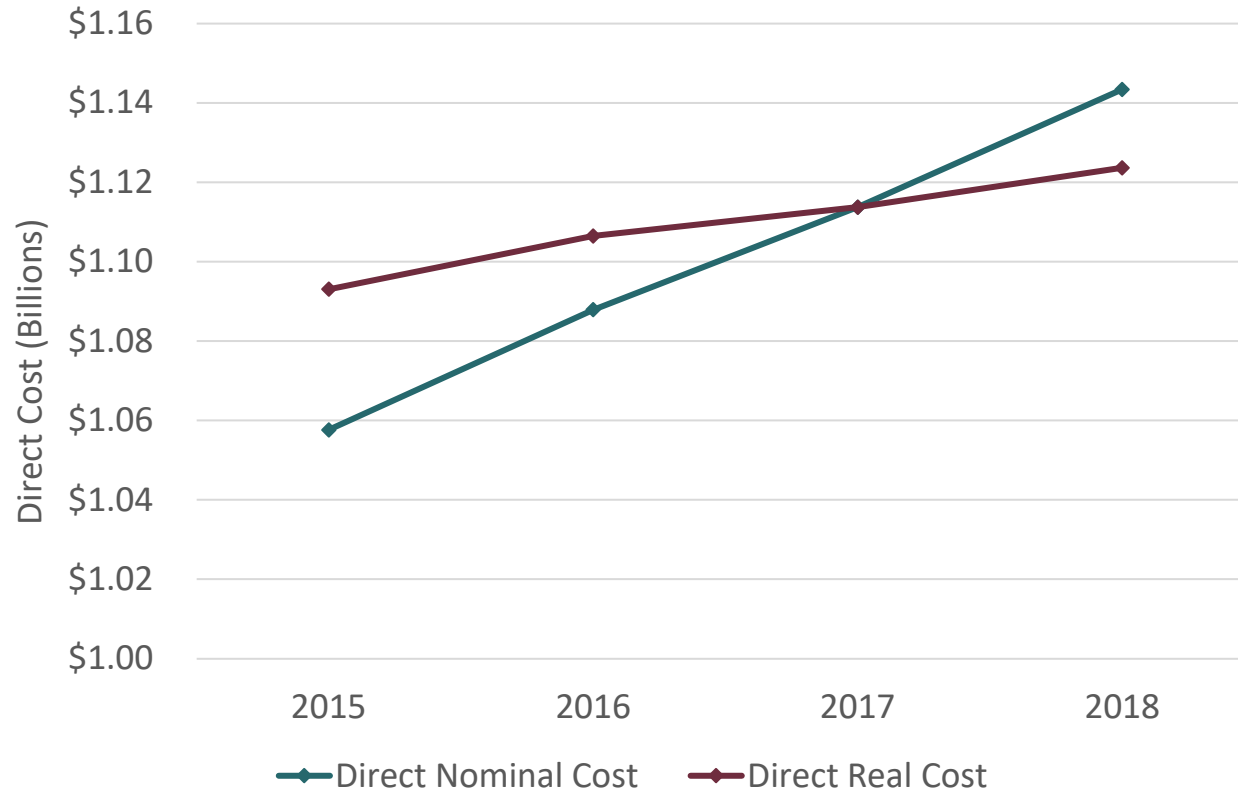
Direct Medical Costs to Consumers

- First part: Probit
 - All illnesses/diseases increase probability of positive expenditures
 - As perceived health status decreases from “Excellent” to “Poor,” the probability increases
 - Higher education status results in a higher probability
- Second part: Regression Log
 - Effect of hypertension = 18.5% higher expenditures
 - Differences across race
- Margin
 - Effect of hypertension = \$1,217.98

Annual Medical Expenditures by Age Group and Year Attributable to Hypertension in Mississippi

Age Group	2015	2016	2017	2018
18-24	\$ 30,234,730	\$ 34,957,240	\$ 35,154,204	\$ 35,456,246
25-34	\$ 88,345,153	\$ 90,044,981	\$ 91,466,497	\$ 92,991,431
35-44	\$ 135,238,004	\$ 136,983,618	\$ 138,672,704	\$ 141,587,411
45-54	\$ 205,841,141	\$ 205,680,738	\$ 206,211,412	\$ 206,749,577
55-64	\$ 267,482,205	\$ 274,860,568	\$ 282,403,016	\$ 290,024,507
65+	\$ 330,478,970	\$ 345,372,564	\$ 359,828,138	\$ 376,578,770
Total	\$ 1,057,620,204	\$ 1,087,899,709	\$ 1,113,735,970	\$ 1,143,387,942

Hypertension Prevalence and Direct Cost



Average real % increase = 0.925%
Average nominal % increase = 2.633%

Sources

Price Indices: Agency for Healthcare Research and Quality, https://meps.ahrq.gov/about_meps/Price_Index.shtml

Population Data: US Census Bureau

Direct Costs: Estimated

Costs of Absenteeism

- Absenteeism – the number of days missed from work due to the adverse health conditions
- Data obtained from the National Health Information Survey (weighted survey)
- OLS regression with multiple imputations for family income
 - Missed Workdays = $f(\text{Socio-economic factors, chronic diseases and conditions})$
- Hypertension is estimated to account for 1.41 days of missed work per year
 - Given a 2019 hypertension prevalence of 40.6% for adults, this results in 695,938 days missed or 1,907 man-years
- Hypertension absenteeism burden on businesses with average total earnings (wages and supplements) of \$48,607 per year per worker is **\$92,693,549** per year in productivity costs to business

Costs of Disability

- Disability – being unable to participate in the labor force due to the adverse health condition or its associated co-morbidities
- Data obtained from the National Health Information Survey (NHIS)
- Logistic regression
 - $P(\text{Disability}) = f(\text{Socio-economic factors, chronic diseases and conditions})$
- Persons with hypertension are 1.19% more likely to be disabled
 - Calculations based on age-specific prevalences (Behavioral Risk Factor Surveillance Survey) and disability proportions (NHIS)
 - Average total earnings of \$47,595 from EMSI (proprietary economic dataset)
- The economic burden of disability due to hypertension results in lost wages of **\$379,189,365** per year

Conclusions

- Further work to be done in the mortality and presenteeism areas
- Hypertension results in the following economic costs
 - Direct medical costs to consumers – \$1,143,387,942
 - Indirect costs to employers due to absenteeism - \$92,693,549
 - Indirect cost of lost wages due to disability - \$379,189,365
- While direct medical costs can be viewed as a transfer of funds from consumer purchasing to healthcare, hypertension exacts a large toll on the Mississippi economy
- Previous research indicates that education is the most effective strategy in addressing chronic disease/condition issues
- Improving local nutrition and physical environments