

# Productivity Costs of Cancer Mortality in the United States: 2000–2020

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- Background** A model that predicts the economic benefit of reduced cancer mortality provides critical information for allocating scarce resources to the interventions with the greatest benefits.
- Methods** We developed models using the human capital approach, which relies on earnings as a measure of productivity, to estimate the value of productivity lost as a result of cancer mortality. The base model aggregated age- and sex-specific data from four primary sources: 1) the US Bureau of the Census, 2) US death certificate data for 1999–2003, 3) cohort life tables from the Berkeley Mortality Database for 1900–2000, and 4) the Bureau of Labor Statistics Current Population Survey. In a model that included costs of caregiving and household work, data from the National Human Activity Pattern Survey and the *Caregiving in the U.S.* study were used. Sensitivity analyses were performed using six types of cancer assuming a 1% decline in cancer mortality rates. The values of forgone earnings for employed individuals and imputed forgone earnings for informal caregiving were then estimated for the years 2000–2020.
- Results** The annual productivity cost from cancer mortality in the base model was approximately \$115.8 billion in 2000; the projected value was \$147.6 billion for 2020. Death from lung cancer accounted for more than 27% of productivity costs. A 1% annual reduction in lung, colorectal, breast, leukemia, pancreatic, and brain cancer mortality lowered productivity costs by \$814 million per year. Including imputed earnings lost due to caregiving and household activity increased the base model total productivity cost to \$232.4 billion in 2000 and to \$308 billion in 2020.
- Conclusions** Investments in programs that target the cancers with high incidence and/or cancers that occur in younger, working-age individuals are likely to yield the greatest reductions in productivity losses to society.
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Cancer is the second leading cause of death and a major cause of lost productivity in adults in the United States (1,2). Progress toward reducing mortality from cancer has been steady for many sites, including lung, breast, non-Hodgkin lymphoma, colon and rectum, and cervix. Overall, cancer mortality rates have decreased by 1.1% per year from 1993 through 2002 (3).

Decreased cancer mortality is attributable to many health initiatives, including prevention, early detection, and effective treatments. However, the economic gain from these investments is highly variable. A model that predicts the economic benefit of reduced cancer mortality provides critical information for allocating scarce resources to interventions with the greatest benefits. The value of productivity lost from premature mortality is a key element in such a model because these costs reflect substantial losses to society.

We developed a model based on the human capital method (4) to estimate and project the value of lost productivity attributable to death from cancer for the years 2000–2020. We estimated the value of lost productivity for all cancers combined and for the 19 most prevalent sites of cancer (urinary bladder, female breast, brain and other nervous system, cervix uteri, colorectal, corpus and uterus, stomach, head and neck, Hodgkin lymphoma, kidney and renal pelvis, leukemia, liver and intrahepatic bile duct, lung

and bronchus, melanoma, non-Hodgkin lymphoma, ovary, pancreas, prostate, and testis). We also estimated the value of lost earnings per year, by sex and 5-year age groups, from paid employment as well as non-paid caregiving and housekeeping activities.

## Data Sources and Methods

### Study Design

The human capital method has a long history in economic and health services research as a means to calculate the expected lifetime earnings that would have been realized had the disease or

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## CONTEXT AND CAVEATS

### Prior knowledge

A model to estimate the economic benefit of reduced cancer mortality would provide information regarding which interventions would have the greatest economic impact.

### Study design

Models to estimate the value of productivity lost due to premature death due to cancer during 2000–2020 were developed using the human capital approach, which uses earnings to measure productivity. A model that included caregiving and household work was also developed.

### Contribution

The annual productivity cost of cancer mortality was \$115.8 billion in 2000 and was projected to be \$147.6 billion in 2020. Including caregiving and household activity increased these values to \$232.4 billion for 2000 and \$308 billion for 2020. A 1% annual reduction in death from lung, colorectal, breast, pancreatic, and brain cancer and leukemia reduced costs by \$814 million per year.

### Implications

The most useful targets for cancer control programs, from an economic perspective of cost in terms of productivity, are those that have high incidence or occur at younger ages.

### Limitations

The costs may be underestimated because factors such as productivity costs due to morbidity and disability of the cancer and/or its treatment were not included in the calculations, life expectancy was used rather than survivorship, and those who died from cancer before age 20 were not included.

*From the Editors*

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death been avoided. This method assumes that earnings reflect underlying productivity. Because it relies on earnings as the basis for its cost estimations, this method gives greater weight to working-age men compared with women, the young, racial and ethnic minorities, and the elderly (5). Furthermore, the human capital method does not measure the value of a life, but instead, it measures only the value of labor, using earnings or imputed earnings as a proxy measure.

We used the human capital method with an incidence-based approach to estimate the costs of cancer deaths that occurred and are predicted to occur between 2000 and 2020. The base model reflects employment and income transitions over the life cycle by summing the expected earnings in each year of forgone life over a given life expectancy, accounting for changes in the probability of employment and wages that occur from year to year and from age group to age group. For example, life expectancy for a man aged 35 in 2000 was an additional 42.2 years (6). Using assumptions in our model, a man who died at age 35 years in 2000 had a .93 probability of being employed, and his average annual full-time earnings plus the value of fringe benefits would be \$56 519. Had he lived, his probability of employment would have decreased to 0.87 at age 50, but his annual average earnings would have increased to \$87 706 (including fringe benefits) in the year 2015. His probability of employment would have further decreased at age 65 in the year 2030 and continued to decline for his remaining life span. We accounted for such year-by-

year transitions in employment probabilities and expected earnings throughout the expected lifetime of the individuals who would have otherwise lived in the absence of cancer.

Because our society relies on individuals to provide essential household and caregiving functions that would otherwise be filled by other potentially more expensive providers and because these activities may also impact providers' participation in the labor force (7), we added the estimated value of informal caregiving and household activities to the base model. We estimated the value of informal caregiving and housekeeping separately by imputing a wage for the hours spent engaged in these activities.

We report the present value of lifetime earnings (PVLE) as the sum of productivity costs and the sum of the imputed value of caregiving and household activities. Thus, the PVLE takes into account life expectancy for different sex and age groups, the percentage of people in the labor force, and/or those who are engaged in caregiving and household activities, the current pattern of earnings at successive ages, an imputed value of caregiving and household activities, and the discount rate (8). A discount rate (3%) is applied to convert future dollars to their present value.

### Data

The base model used aggregate age- and sex-specific data from four sources. First, the US Bureau of the Census provided the National Interim Projections of the US population from 2000 through 2020 (9). Second, US death certificate data covering 1999 through 2003 were used to estimate age-adjusted cancer site-specific mortality rates. Third, cohort life tables from the Berkeley Mortality Database for birth years 1900–2000 were used to estimate and project sex-specific life expectancy in the years 2000–2020. The Berkeley Mortality Database, which was developed from historical series of national vital statistics (ie, births, deaths, and census populations), is part of the Human Mortality Database project, whose aim is to construct high-quality national cohort life tables. Projections incorporate observed trends in life expectancy in the past century. Because these life tables only contain years of birth through 2000, we assumed that individuals born after 2000 (ie, 2001–2020) would have the same life expectancy as those born in 2000. These cohort life table data and related documentation are available at <http://www.demog.berkeley.edu/~bmd/states.html> (10). Fourth, all estimates of wages, employment rates, and full- and part-time employment rates were from the Current Population Survey (CPS). The CPS is a monthly survey of households that is conducted by the Bureau of the Census for the Bureau of Labor Statistics (BLS); it is the primary source of information on labor force characteristics and behavior of the US population (11). Fringe benefits constitute approximately 27.4% of compensation (12). These benefits include vacation pay, health insurance, retirement benefits, and annual and personal leave. It has been argued (12) that paid leave should not be used to adjust annual earnings. Therefore, Grosse (12) suggests that annual earnings should be adjusted upward by 22.4% instead of 27.4% to reflect the absence of paid leave and to compensate for worker categories (eg, agricultural workers) that do not have generous benefits (12). Following the example set by Grosse, we used a rate of 22.4% to upwardly adjust annual earnings for full-time workers and a rate of 10.3% to upwardly adjust part-time workers' annual earnings.

Two additional data sources were used to estimate the number of caregivers and housekeepers in the population. First, we use estimates from Grosse (12) of the number of individuals who were engaged in both housekeeping and caregiving. These estimates are based on responses to the National Human Activity Pattern Survey (NHAPS) administered by the US Environmental Protection Agency. This survey collected information on household production (housework, food cooking and cleanup, taking care of plants and animals, home and auto maintenance, and obtaining goods and services) and providing care (childcare, child guidance, playing with children, transporting children, helping and caring for adults, helping adults with other personal activities, and personal care travel). Grosse (12) used these estimates to determine the prevalence of individuals living in households and time spent on various caregiving and household activities and then applied a wage rate, derived from the CPS, corresponding to the proportion of time spent doing various activities. Imputed housekeeping and caregiving wages were then adjusted up by a fringe benefit rate ranging from 10.3% to 14.1% (12). The second source was the *Caregiving in the U.S.* study (13), which was conducted by the National Alliance for Caregiving and the American Association of Retired Persons. This national survey identified 1247 caregivers primarily through the random digit dial technique and collected precise information on hours spent caregiving and the type of care provided. The estimates for caregiving and household activities reflect the value of unpaid activities in which individuals would have been engaged if they had not died from cancer. We used this study to estimate the percentage of the US population who were engaged in caregiving and, among those individuals, the percentage who provided round-the-clock care.

## Analysis

We estimated the number of deaths, person-years of life lost (PYLL), and average person-years of life lost. Individual years of life lost estimates were summed into 5-year age groups starting with ages 20–24 and ending with a single group for persons aged 85 and older.

We used mean weekly wages by sex for all races and occupations combined for the years 2000–2006, available from the BLS on request. Wages were reported for the 5-year age groups of interest but were combined for all aged 70 and older. We used the wages published in Grosse (12) to determine the imputed value of caregiving and household activities. Different wage rates were imputed for caregivers and housekeepers; these wages were then weighted by the time spent engaged in each type of activity. For example, a typical single individual without children who is employed full-time spends less time engaged in caregiving and household activities than an unemployed individual with children.

To estimate wages for future years, we adjusted wages beyond 2006 for inflation using the consumer price index (CPI) (14). Annual inflation conversion factors were 2.1% in 2007 and 2.2% in 2008–2020. The CPI-inflated wages were used as a proxy for real future wages.

We incorporated estimates of full- and part-time employment from the BLS for the years 2000 through 2007 for individuals who were age 18–79 years. Because comparable estimates were not available for individuals who were age 80 years and older, we

applied the rates for the 75- to 79-year age group to those who were age 80 and older. We used the average employment rates from 2000 through 2007 to project future employment rates.

According to the *Caregiving in the U.S.* survey, approximately 21% of the US population older than 18 years is engaged in care giving activities, which includes housekeeping chores for another individual who is also 18 years or older. Approximately 10% of these caregivers provide more than 40 hours per week of care and assist another individual with two or more activities of daily living (ADLs). Therefore, we assigned an annual earning equivalent as the annual charge for nursing home care, which was \$74000 in 2005, and adjusted it using the CPI and a projection of the CPI for future years (15). This level of care was projected to last for 2.4 years, which is the average length of time patients reside in a nursing home (16).

Because a 20-year-old individual in 2020 was expected to live 62 additional years, all estimates of wages, employment, and caregiver and housekeeping rates were projected to 2082 to account for the maximum number of years this cohort of individuals could have lived. The number of deaths, PYLL, employment and caregiver and housekeeper rates, wages by sex and age, and the average PVLE for the year 2000 are reported (Table 1).

We conducted a sensitivity analysis to determine the degree of influence certain assumptions had on the outcome of the overall model. We chose three assumptions for which uncertainty exists. First, we relaxed our assumption that individuals aged 80 and older were employed at the same rate as individuals aged 74–79 years because the BLS does not report the earnings and employment rate of persons aged 80 and older. To test the sensitivity of our results to this assumption, we assumed that no one over the age of 79 was engaged in paid work. Second, we removed the cost of nursing home care from the model. Finally, we reduced the prevalence of caregiving and housekeeping in the model.

The model was developed using Microsoft Excel 2003. The model included the ability to conduct sensitivity analyses on key assumptions.

## Results

### Base Model

In 2000, the total PVLE lost due to cancer deaths was approximately \$115.8 billion, which steadily increased to approximately \$147.6 billion in 2020 (Figure 1). The productivity costs were higher for men than women (\$75.9 billion vs \$39.9 billion in 2000), which is a function of the higher death rate among men (17 647 more men than women died in the year 2000), their higher labor force participation, and their higher wages.

The total PVLE lost and PVLE lost per death by cancer site for the year 2010 were estimated (Table 2). Lung cancer deaths accounted for more than 27% of the total costs (\$39.0 billion). The next most expensive cancers, in terms of productivity costs, were colon and rectal cancers (\$12.8 billion) and female breast cancer (\$10.9 billion), which accounted for approximately 9% and 8% of the total PVLE lost, respectively.

The most costly cancer per death in 2010 was testicular cancer (\$1.3 million). Although there were few testicular cancer deaths relative to deaths from other sites of cancer, and therefore the total productivity cost was relatively low, the majority of deaths

**Table 1.** Model inputs and average PVLE for the year 2000\*

Sex and age, y	No. of deaths	Mean person-years of life lost	Person-years of life lost	Percent employed	Percent employed full time	Percent employed part time	Annual mean full-time earnings, \$US	Annual part-time earnings, \$US	Mean PVLE, \$US	Proportion of persons living in households	Adjusted caregiving and household wages, \$US	Mean PVLE including caregiving and household wages in \$US
<b>Females</b>												
20–24	394	61.39	24 190	73.3	69.0	31.0	27 050	12 188	1 338 188	91.5	9806	2 230 023
25–29	657	56.12	36 870	77.1	82.0	18.0	39 271	17 694	1 284 081	99.2	13 233	2 142 912
30–34	1378	51.07	70 370	75.6	82.0	18.0	41 308	18 612	1 167 549	99.2	13 233	1 972 799
35–39	3148	45.94	144 600	75.8	80.0	20.0	43 917	19 788	1 019 631	99.5	15 000	1 767 713
40–44	5956	40.93	243 760	78.7	80.0	20.0	43 917	19 788	873 166	99.5	15 000	1 551 323
45–49	9442	35.98	339 710	77.0	82.0	18.0	45 954	20 706	704 211	99.3	14 958	1 309 721
50–54	14 010	31.18	436 830	74.1	82.0	18.0	48 182	21 709	519 640	99.3	14 958	1 050 032
55–59	17 675	26.57	469 680	59.7	75.0	25.0	45 572	20 533	335 524	99.3	16 334	791 482
60–64	22 199	22.27	494 290	39.1	75.0	25.0	43 217	19 472	179 874	99.3	16 334	555 047
65–69	28 540	18.29	522 110	18.8	41.0	59.0	34 115	15 371	72 285	98.1	15 871	363 558
70–74	37 440	14.67	549 330	9.7	41.0	59.0	32 651	14 712	33 291	98.1	15 871	240 800
75–79	42 004	11.37	477 460	3.5	41.0	59.0	32 651	14 712	16 821	87.3	13 606	174 422
80–84	36 395	8.48	308 500	3.5	41.0	59.0	32 651	14 712	11 531	87.3	13 606	114 175
≥85	42 777	5.30	226 850	3.5	41.0	59.0	32 651	14 712	6144	87.3	13 606	81 229
<b>Males</b>												
20–24	553	56.09	31 020	82.6	81.0	19.0	28 960	13 048	2 158 521	87.9	5234	2 692 877
25–29	699	51.03	35 670	92.4	95.0	5.0	43 090	19 415	2 100 893	96.4	7396	2 623 380
30–34	1164	46.16	53 730	94.2	95.0	5.0	49 200	22 168	1 944 784	96.4	7396	2 440 182
35–39	2325	41.25	95 890	93.2	97.0	3.0	56 519	25 466	1 721 472	97.8	9210	2 187 183
40–44	4869	36.46	177 520	92.1	97.0	3.0	58 747	26 470	1 464 748	97.8	9210	1 893 059
45–49	9153	31.72	290 310	90.1	96.0	4.0	60 593	27 301	1 195 154	98.7	9229	1 579 902
50–54	14 989	27.09	406 120	86.8	96.0	4.0	62 821	28 305	906 994	98.7	9229	1 250 273
55–59	20 535	22.68	465 640	77.1	90.0	10.0	59 638	26 871	623 565	98.7	11 234	921 947
60–64	27 265	18.59	506 710	54.8	90.0	10.0	54 928	24 749	340 503	98.7	11 234	584 905
65–69	35 826	14.94	535 180	30.1	55.0	45.0	46 272	20 849	167 294	98.2	12 395	377 325
70–74	45 706	11.74	536 690	17.9	55.0	45.0	48 245	21 738	79 668	98.2	12 395	229 796
75–79	47 732	8.93	426 230	8.0	55.0	45.0	48 245	21 738	41 351	93.1	11 351	138 485
80–84	36 849	6.63	244 260	8.0	55.0	45.0	48 245	21 738	27 890	93.1	11 351	103 292
≥85	31 997	4.42	141 260	8.0	55.0	45.0	48 245	21 738	17 832	93.1	11 351	58 479

\* PVLE = present value of lifetime earnings. Annual earnings are adjusted up by 22.4% to include the value of fringe benefits. Part-time earnings are adjusted by 10.3% to include the value of fringe benefits. Persons living in households and the upwardly adjusted caregiving and household wages are from Grosse (12). We assume that 2.1% of the population provides care for an individual that would otherwise be institutionalized. For these individuals, this care is provided for 2.4 years, which is the average nursing home length of stay, and estimated at a value of \$74 000 in 2005 and adjusted using the CPI in all other years. Estimates of persons living in households and their adjusted wages are from Grosse (12).



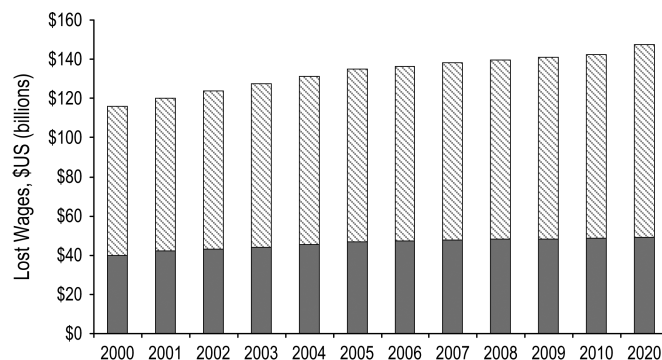
occur in younger working-age men. Likewise, the second most costly cancer per death was Hodgkin lymphoma (\$544 118) followed by brain (\$392 853) and cervical (\$387 440) cancers because these deaths occur in working-age individuals. In contrast, prostate cancer was the least costly cancer per death (\$93 540), due to its prevalence in older men who are no longer in the workforce.

The total PVLE lost for the most costly cancers was estimated among women and men by age groups (Figure 2). For women younger than age 55, breast cancer resulted in the greatest productivity loss. For women age 55 and older, the mortality rate from lung cancer increased and it became the most costly cancer for women. The next most costly cancers for women were those of the colon and rectum, followed by ovarian and pancreatic cancer. The cost of lung cancer deaths dominated the cost of all other cancers for men aged 35 and older. Among men younger than age 35, death from brain cancer resulted in the greatest productivity costs.

Recent trends suggest that overall cancer mortality has declined by approximately 1% per year. Reducing annual mortality rates by another 1%, starting in 2010, would reduce productivity costs of six costly cancers—lung, colon and rectum, female breast, pancreas, leukemia, and brain—by approximately \$814 million per year (Figure 3). Clearly, a reduction in lung cancer mortality would offer the greatest reduction in productivity costs, of approximately \$390 million in 2010 and \$416 million in 2020.

### Caregiving and Household Activity

When the value of caregiving and household activities was included in the model, costs increased dramatically. In 2000, for example, the total cost was \$232.4 billion (relative to \$115.8 billion) and in 2020, the cost rose to \$308 billion (relative to 147.6 billion). In 2010, the caregiving costs for men were 42% (\$58.5 billion) of the total costs (\$139.7 billion) and the caregiving costs for women were 64% (\$78.3 billion) of the total costs (\$122 bil-



**Figure 1.** Present value of lifetime earnings due to cancer mortality, adults age 20 and older, years 2000–2020. **Hatched bar, males; solid bar, females.**

lion). The percentage of total costs that were attributable to caregiving remained about the same in 2020 (Figure 4). The cost of nursing home care was only 1% in 2010 and 2% in 2020.

### Sensitivity Analysis

We conducted a sensitivity analysis that was based on modifying three assumptions. First, we relaxed our assumption that individuals aged 80 and older were employed. Second, we removed the cost of nursing home care from the model. Finally, we reduced the prevalence of caregiving and housekeeping in our model.

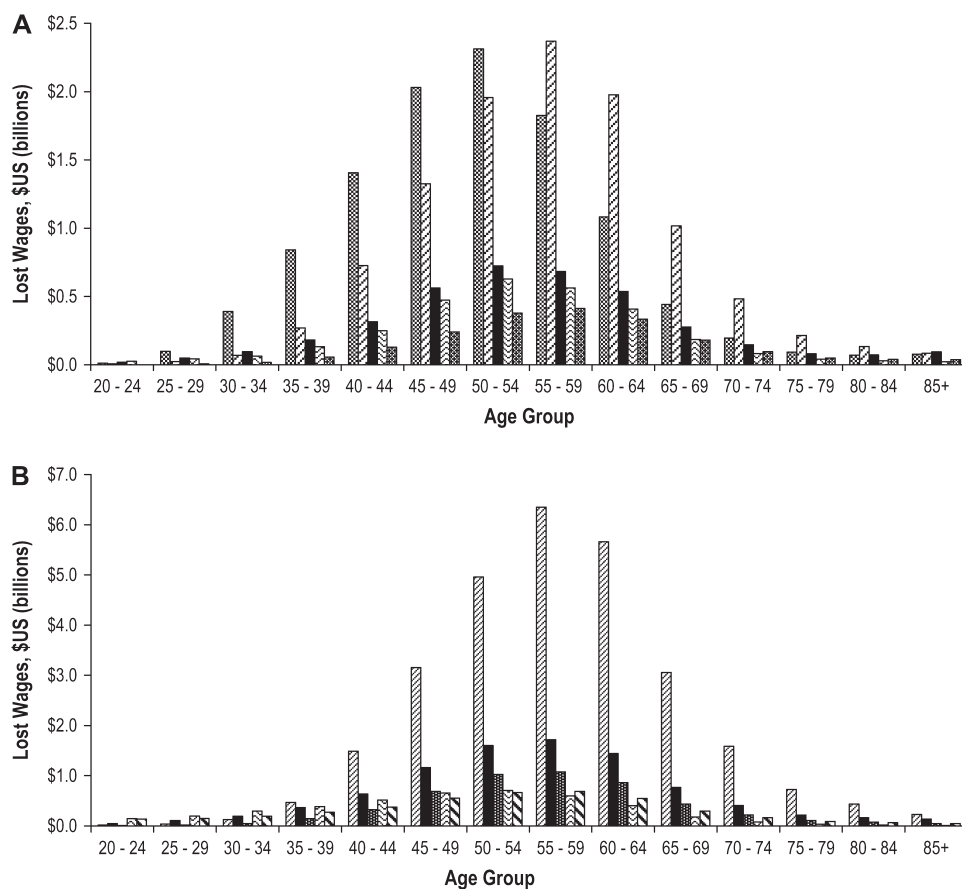
The results were not sensitive to employment and earning rates for individuals who were age 80 and older or to the inclusion of nursing home costs in the model. In the base model, the exclusion of employment and earnings from paid work for individuals aged 80 and older reduced total costs by only 2.9%.

The inclusion of caregiving and housekeeping greatly increased mortality costs. However, nursing home costs were only 1% of costs in 2010 and 2% of costs in 2020. Caregiving and housekeeping services were 65% and 43% of the total cost in 2010 for

**Table 2.** Site-specific present value of lifetime earnings (PVLE) among adults 20 and older in 2010

Cancer site	PVLE, \$US	Percentage of total cost	Deaths	PVLE/death, \$US
Total (all cancers)	142 373 887 175	100.00	657 005	216 701
Lung and bronchus	38 953 476 028	27.36	185 202	210 330
Colon and rectum	12 802 283 437	8.99	67 928	188 468
Female breast	10 878 840 020	7.64	48 776	223 037
Pancreas	7 058 015 604	4.96	35 474	198 963
Leukemia	5 879 620 378	4.13	24 459	240 387
Brain and other nervous system	5 851 151 373	4.11	14 894	392 853
Non-Hodgkin lymphoma	5 755 042 326	4.04	26 230	219 407
Liver and intrahepatic bile duct	4 638 204 280	3.26	16 041	289 147
Ovary	2 944 996 275	2.07	16 700	176 347
Kidney and renal pelvis	3 632 633 377	2.55	14 246	254 993
Head and neck	3 630 391 776	2.55	12 109	299 809
Prostate	3 537 601 571	2.48	37 819	93 540
Stomach	3 453 510 837	2.43	14 774	233 756
Melanoma of the skin	3 298 014 331	2.32	8 871	371 775
Urinary bladder	1 976 965 144	1.39	14 794	133 633
Cervix uteri	1 807 797 110	1.27	4 666	387 440
Corpus and uterus	1 101 322 676	0.77	7 896	139 479
Hodgkin lymphoma	828 691 758	0.58	1 523	544 118
Testis	471 622 615	0.33	372	1 267 803
All other sites	23 873 706 259	16.77	104 231	229 046

**Figure 2.** Cancers with highest present value of lifetime earnings, adults age 20 and older in the year 2010. **A)** Women. From left to right: female breast cancer, lung cancer, colorectal cancer, ovarian cancer, and pancreatic cancer. **B)** Men. From left to right: lung cancer, colorectal cancer, pancreatic cancer, brain cancer, non-Hodgkin lymphoma.



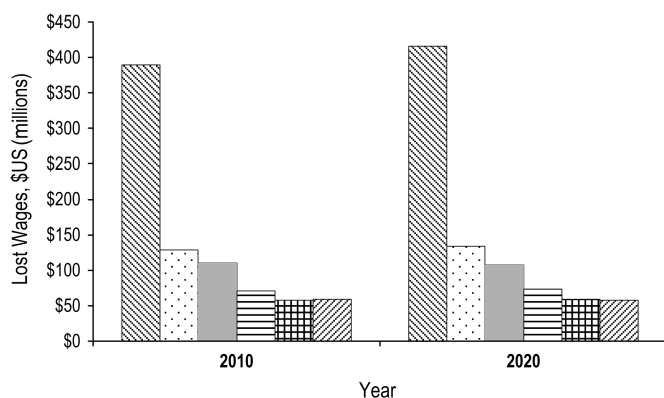
women and men, respectively. The *Caregiving in the U.S.* survey to individuals age 18 and older (13) estimates that 21% of Americans provide caregiving services but does not provide the prevalence of caregiving by sex and age. Nevertheless, when we used the overall estimate of prevalence as 21%, the total productivity cost from cancer mortality was \$153 billion in 2010 and rose to \$164 billion in 2020.

## Discussion

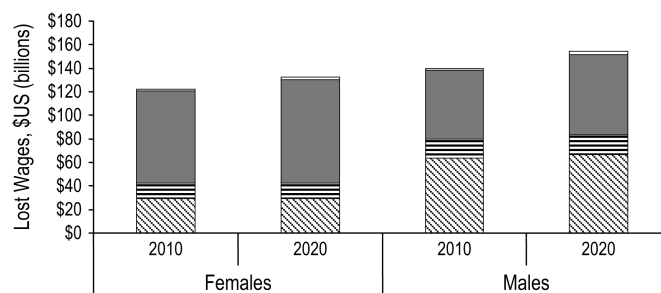
The productivity costs from premature cancer mortality are substantial. In the base model, we estimated that the total productivity

costs in 2000 were approximately \$115.8 billion and that, with current mortality rates, these costs would increase to \$147.6 billion in 2020. A fixed cancer mortality rate based on the most recent available data was used for the projections. Therefore, the increases in cost over time strictly reflect expected growth and aging in the population. To put the productivity costs from cancer deaths into perspective, the annual cost amounts to approximately 1% of the US gross domestic product (GDP; \$13.84 trillion) in 2007 (17).

Other reports estimate the cost due to both morbidity and premature mortality from cancer as \$139.9 billion in fiscal year 2005 (18,19). Mortality cost alone has been estimated as \$116.1 billion in 2007 by the National Heart, Lung, and Blood Institute (NHLBI) (19). This mortality cost estimate was obtained by first multiplying the number of deaths in 2004 in each age- and



**Figure 3.** Reduction in productivity costs with an additional 1% annual reduction (starting in the year 2010) in cancer mortality in selected sites, years 2010 and 2020. From left to right: lung cancer, colorectal cancer, breast cancer, pancreatic cancer, leukemia, and brain cancer.



**Figure 4.** Composition of total productivity costs by sex, years 2010 and 2020. **Left diagonal**, full-time employment; **horizontal**, part-time employment; **solid**, caregiver time; **open**, nursing home cost.

sex-specific group by the 2003 value of lifetime earnings discounted at 3%; summing these estimates for each diagnostic group; and multiplying the estimates by a 2003–2008 inflation factor (1.14) that was based on change in mean earnings. These estimates are similar to our reported productivity costs. The difference is due primarily to our use of more detailed methods and the inclusion of the dollar value of fringe benefits in addition to earnings, which increases full-time wages by 22.4% and part-time wages by 10.3%. Without the inclusion of fringe benefits and caregiving in the model, our estimates for 2007 would decrease to \$115.3 billion. The remaining difference between the NHLBI estimates and our estimates may reflect more pessimistic employment data in our model, more optimistic mortality data, the exclusion of the cost of cancer deaths in individuals under age 20 in our model, and/or the differences in the methods used to estimate cost.

Death from lung cancer was the most costly—alone it accounted for more than a quarter of the total costs (\$39 billion in 2010). Death from colon and rectum cancer was the second most costly (\$12.8 billion in 2010), and death from female breast cancer was the third most costly (\$10.9 billion in 2010). In addition to considering total costs, we reported costs per death by cancer site in 5-year age groups. These estimates highlight the impact of deaths in working-age individuals. For example, death from testicular cancer (approximately \$1.3 million per death in 2010) was the most costly among men of working age, followed by death from Hodgkin lymphoma (\$544 118 per death in 2010) among men and women of working age.

These estimates provide an order of magnitude assessment of the mortality costs of cancer and can be used by policymakers to decide how funds should be allocated among health care programs and between programs that focus on specific sites of cancer. Relative to many other diseases, the productivity cost due to cancer mortality is high. For example, the annual lost earnings due to premature influenza deaths in the United States are approximately \$10.1 billion, and the annual cost of lost earnings due to deaths from diabetes is approximately \$26.9 billion (20,21).

When we included the value of caregiving and household activities in the model, the costs increased to \$232.4 billion in 2000 and to \$308 billion in 2020. The inclusion of some or all of these costs is subject to debate. The argument unfolds as follows. Many Americans provide care to young children and disabled family members. Few of these caregivers are paid for their work (7,22) and the value of their services is not included in the GDP, which suggests that they should not be included in estimates of productivity loss. Nevertheless, without the services caregivers provide, these services would have to be purchased using paid labor. These services range from housekeeping, meal preparation, and transportation to complex medical tasks, medication administration, and assistance with ADLs (7,22), which are valuable to the US society. We note, however, that the estimates we use are from the NHAPS, which does not distinguish between activities performed as part of caregiving and activities performed for oneself. Activities performed as part of self-care may be considered “consumption” rather than production. For these reasons, we reported costs from paid wages in the base model and added imputed caregiving and housekeeping wages separately. We also included a more modest estimate of caregiving prevalence in the sensitivity analysis.

We focused our estimations on productivity costs, which are heavily influenced by working-age individuals and earnings. Estimates that use a value of life (estimated to be approximately \$150 000 per year) as opposed to earnings report that costs from cancer mortality in 2000 were approximately \$1031 billion (nearly nine times the value of productivity loss) (23). This method values each year of life lost equally (\$150 000 per year)—without regard to age, employment probability, caregiving or housekeeping activity, or earnings.

Several limitations of this study are noteworthy. First, we used all-cause mortality to approximate other-cause mortality in estimating PYLL. Because all-cause mortality includes cancer deaths, the hazards of death are overstated, and as a result, the PYLL estimates are understated. The understatement is the greatest when using all-cause mortality to approximate other-cause mortality for all cancers. Second, we used life expectancy to estimate the years of life lost rather than using the conditional probability of living an additional year given survivorship to a particular age. However, the two methods yield estimates that differ by less than 5% (data not shown). Third, we did not include employment and earnings from the underground economy (eg, unreported income). Fourth, we did not include the productivity costs of those who died before the age of 20 and we did not include childhood cancers in our model. Finally, we did not include morbidity costs of cancer in our estimates. Patients are often disabled by cancer, especially in the final phases of life. In addition, one-third or more of cancer survivors leave the workforce altogether during the 6 months immediately following diagnosis (2), and, if they return, they often report work-related disabilities that prohibit them from performing their jobs at their pre-diagnosis capacity (24). Absenteeism among patients who remain employed can add up to several months or more, and in one study (25) cancer survivors had the greatest absenteeism rate relative to patients with other chronic diseases (26). Taken together, these limitations suggest that our estimations reflect the lower end of the range of the true productivity costs of cancer.

Estimates such as the ones provided here support the Institute of Medicine’s recommendation that the National Institutes of Health strengthen its use of data that estimate the burden and cost of disease in setting its research priorities (27). Methods for reducing cancer mortality include primary prevention (eg, vaccines, risk factor modification), early detection of cancers for which successful treatment is most likely, and delivery of effective treatments. Decision makers can use the information we provide as a basis to assess the costs of interventions relative to their benefits to determine how to best allocate resources among these strategies. From a productivity loss perspective, investments in programs that reduce lung, breast, colorectal, leukemia, and/or pancreatic cancer mortality are likely to yield the largest annual reduction in productivity costs for US society.

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