

## PUBLIC SUMMARY DOCUMENT

**Product:** Hollister Karaya

**Applicant:** Hollister

**Date of SPAP Meeting:** 20 October 2020

### **1. Proposed Deletion on the Stoma Appliance Scheme**

The applicant, Hollister, sought the deletion of the entire product range of Hollister Karaya (SAS Code 3762B) in subgroup 2(a) of the Stoma Appliance Scheme (SAS) Schedule, due to low volume sales and newer technology being available. The product, including four variants, is currently listed at a unit price of \$1.54, with a maximum monthly quantity of 60 units.

### **2. Substitute products**

The nominated substitute products are variants in the Hollister Moderma Flex CeraPlus Drainable Flat (SAS Code 80109G) range. The product, including ten variants, is currently listed in subgroup 2(a) of the SAS Schedule at a unit price of \$4.879, with a maximum monthly quantity of 30 units.

### **3. Background**

This product was first listed on the SAS Schedule in April 2011.

### **4. Clinical Place for the Product**

The proposed substitute products provide an alternative for users requiring a one-piece drainable pouch with flat baseplate.

### ***Financial Analysis***

The deletion of two variants is recommended. Substitute products are currently listed in subgroup 2(a) of the SAS Schedule at an increased cost but at a reduced maximum monthly quantity. It is therefore, likely that there would be minimal budgetary impact for the SAS as a consequence of deleting this product.

### **5. Panel Recommendation**

The Panel recommended of the entire product range of Hollister Karaya (SAS Code 3762B) listed in subgroup 2(a) of the SAS Schedule at the unit price of \$1.54, with a maximum monthly quantity of 60 units.

The Panel also noted that Hollister is to advise Stoma Associations, ostomates, Stomal Therapy Nurses and ACSA of the deletion. A period of approximately six months from the date of the Panel's recommendation (20 October 2020) should be given to allow users of the product to seek a suitable alternative and to enable Stoma Associations to manage their stock levels.

### **6. Context for Decision**

The Panel helps decide whether stoma products should be subsidised and, if so, the conditions of their subsidisation in Australia. It considers submissions in this context. A Panel decision not to recommend listing or changes to a listing does not represent a final Panel view about the merits of a particular stoma product. A company can resubmit to the Panel following a decision not to recommend listing or changes to a listing. The Panel is an advisory committee and as such its recommendations are non-binding on Government. All Panel recommendations are subject to Cabinet/Ministerial approval.

### **7. Applicant's Comment**

Hollister accepts the outcome as noted above by SPAP.