

PUBLIC SUMMARY DOCUMENT

Product: Hollister Karaya 5

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 (two variants) of Hollister Karaya 5 (SAS Code 3761Y) in subgroup 2(a) of the Stoma Appliance Scheme (SAS) Schedule. The supplier has advised the product has low volume sales, and newer technology is available. The product, including two 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 10 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 product provides an alternative for users requiring a one-piece drainable pouch with a 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 the deletion of the entire product range (two variants) of Hollister Karaya 5 (SAS Code 3761Y) 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.