



Demystifying AI in Dermatology:

Your common
questions answered



Agenda

12:00 Convenzis intro & housekeeping

12:05 Skin Analytics - Introduction

General AI versus AI for intended use. Can DERM be used by everyone?

12:15 Edge Health

Summary of the Whitepaper "Evaluating Pathways for AI Dermatology in Skin Cancer Detection". Published July 2024. Commissioned by NHSE's Outpatients and Transformation Recovery Programme. This will include key data on the performance of DERM.

12:40 Skin Analytics - Post Market Surveillance Processes

12:50 Q&A

13:00 Close

Introducing our speakers



Dr Daniel Mullarkey
Medical Director
Skin Analytics



Yammi Yip
Analyst
Edge Health



Dr Dilraj Kalsi
Clinical AI Lead
Skin Analytics

Question 1

Since the early 90s, by what % have incidences of melanoma increased in the UK?

Question 1

Since the early 90s, by what % have incidences of melanoma increased in the UK?

Answer: 140%

Reference:

<https://www.edgehealth.co.uk/wp-content/uploads/2024/08/Evaluating-Pathways-for-AI-Dermatology-in-Skin-Cancer-Detection.pdf> (page 5).

Melanoma skin cancer statistics, Cancer Research UK. Accessed June 2024

The system is facing several critical challenges

Current pathways are unsustainable, and harm already exists

~700,000

USSC referrals per year and growing.
Conversion rates remain flat.

~25%

of Consultant Dermatologist posts
remain **unfilled**

~30%

of **MM** and **SCC** are found on
routine referrals

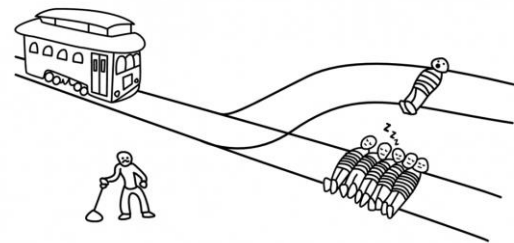
Delays in routine pathways disproportionately affect
Black, Asian and older patients

20%

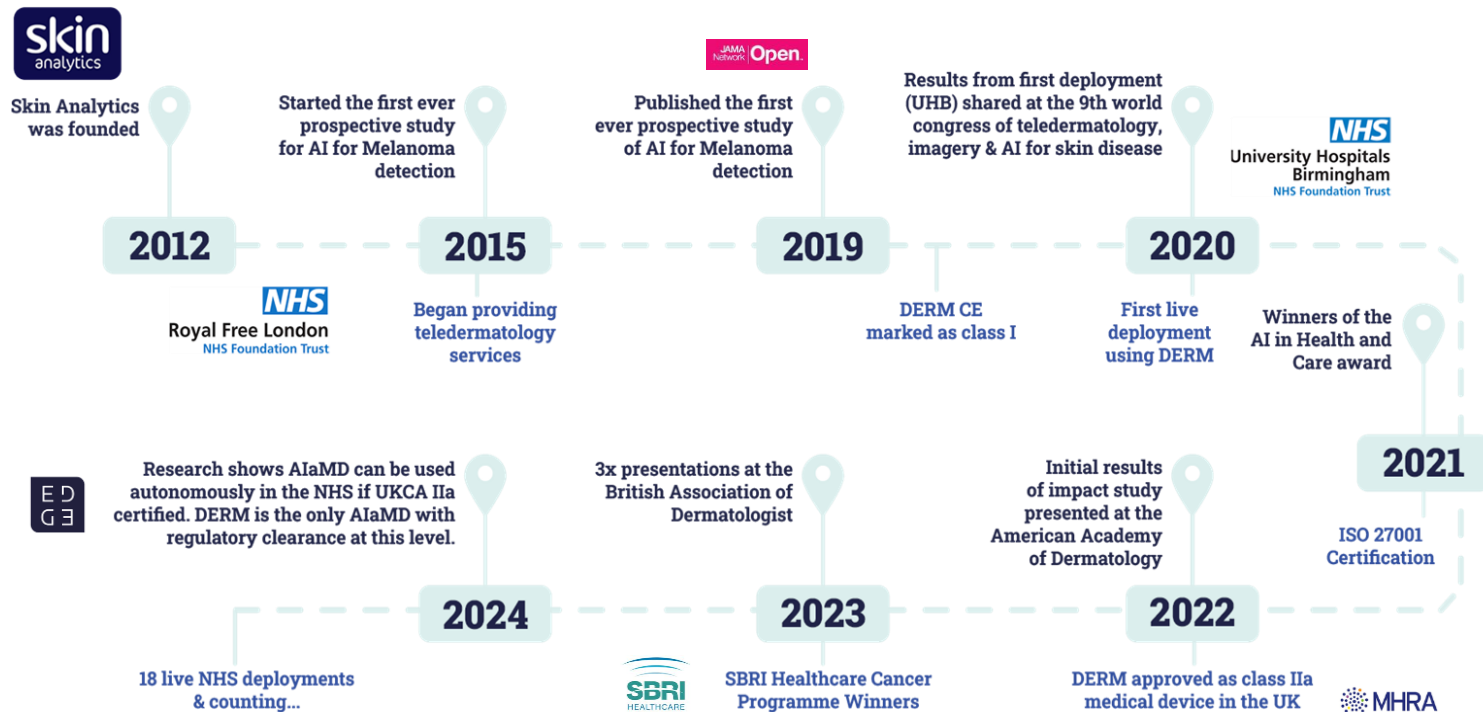
**improvement in 5-year melanoma
survival** for patients referred on the
appropriate USSC pathway

>30,000

avoidable cases of cancer annually
can be attributed to socio-economic
deprivation



Building clinical AI is not an overnight project



DERM is the *only* AI for dermatology that is a UKCA Class IIa Medical Device

Outputs are optimised for management and risk akin to how clinicians think

"My top differential is SebK but I need to rule out Melanoma"



Dermoscopic
images are
captured using
approved
hardware

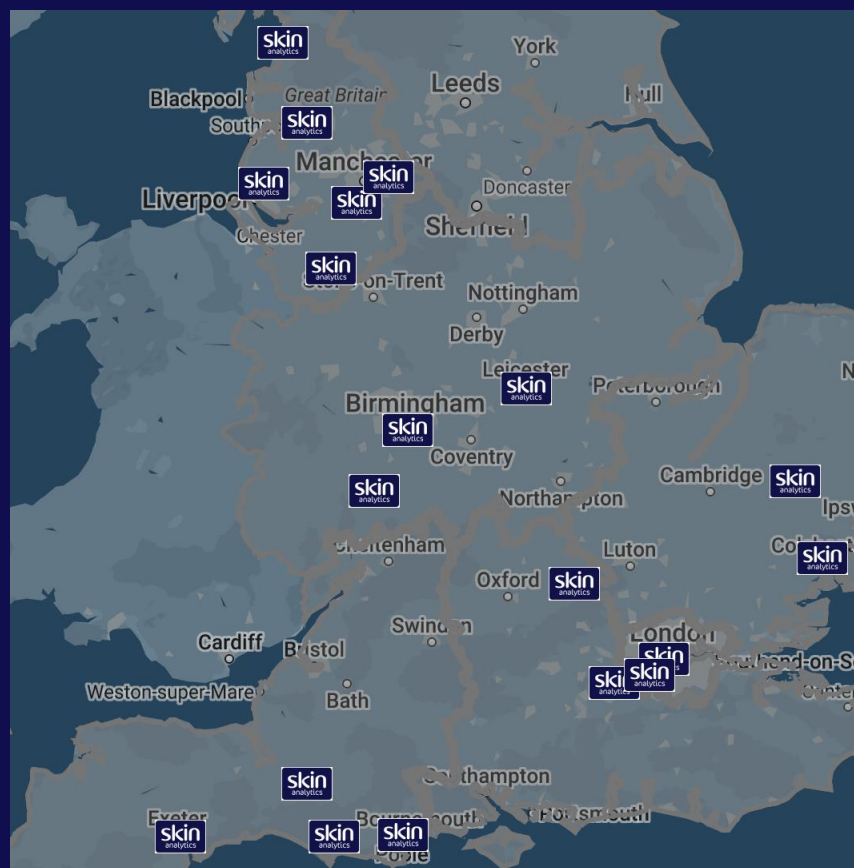


DERM runs
image quality
checks & then
provides
instant
assessment

Suspected Diagnosis	Post-referral use	Pre-referral use
Melanoma	Continue on USC pathway	USC referral
Atypical Naevus		
SCC		Community / GPwER
BCC		
SCC in situ		
Actinic Keratosis	Discharge with advice	Discharge with advice
Benign - Vascular, SebK, Dermatofibroma, Naevus, Lentigo		

Our AI pathways have been deployed in the NHS since 2020 have seen **>120,000 patients**

- Secondary Care
- Pre-primary Care / CDC
- Mixed



Question 2

Since 2020 our AI pathways have supported >120,000 skin cancer assessments. How many skin cancer patients (on average) might a dermatologist see in their career?

Question 2

Since 2020 our AI pathways have supported >120,000 skin cancer assessments. How many skin cancer patients (on average) might a dermatologist see in their career?

Answer: 49,000

References:

Levell N. Dermatology GIRFT Programme National Specialty Report [Internet]. Getting It Right First Time | NHS England & NHS Improvement. 2021 Aug. Available from: <https://www.gettingitrightfirsttime.co.uk/wp-content/uploads/2022/07/DermatologyReport-Sept21o.pdf>
<https://www.england.nhs.uk/wp-content/uploads/2022/04/B0829-suspected-skin-cancer-two-week-wait-pathway-optimisation-guidance.pdf>

Calculations: Based on 508 WTE derms in the UK (GIRFT) and ~700k skin cancer referrals a year (cancerdata) = ~1k cancer referrals a year in the NHS. Assuming an average NHS career is 35 years long.



NHSE Outpatient Recovery and Transformation Programme

Evaluation of AI Dermatology Pathways

Convenzis Webinar

18th September 2024



What we'll cover today

1

Background

2

Dermatology Landscape

3

Standards of Care

4

Implementation Pathways and Budget
Impacts

5

Post-Market Surveillance

6

Conclusions

Key Evaluation Objectives

- AI is being used in Dermatology across the NHS. There's a need to evaluate its standards and safety.
- NHSE Outpatient Recovery and Transformation Programme commissioned Edge Health to assess the use of autonomous AlaMD in urgent suspected skin cancer pathways
- There were three questions for our report to answer:

Is AlaMD safe to autonomously discharge benign lesions in suspected skin cancer pathways?

Assess documented clinical standards of care through meta-analysis and use them as a comparator for AlaMD performance in real world

How is AlaMD currently implemented? How do pathways differ and what are the costs and benefits associated with autonomous use?

Map pathways, carry out interviews with current providers, and high-level economic analysis of system-wide budget impacts

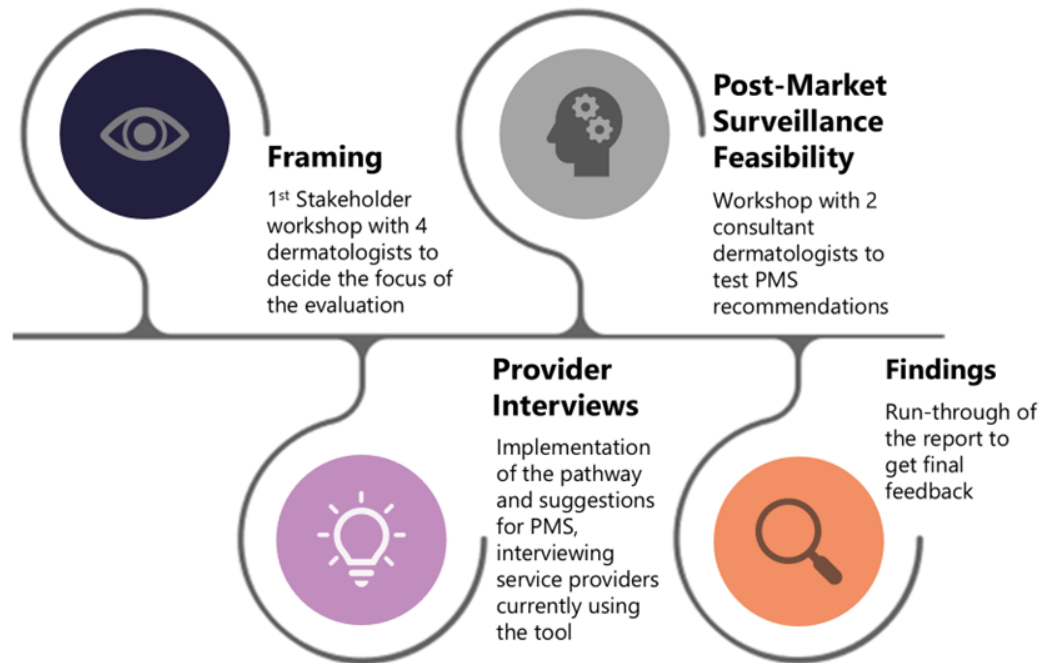
How can the safety of autonomous AlaMD be ensured in the long term?

Explore literature-based recommendations for Post-Market Surveillance (PMS) and provide an example practical methodology for future PMS

Stakeholder Input

- We have engaged with multiple experienced consultant dermatologists
- These engagements informed the framing of this evaluation, validated our hypotheses and allowed us to sense-check the findings at each step of the evaluation

1. First Stakeholder Workshop
2. Provider Interviews
3. Post-Market Surveillance Feasibility
4. Report Run-Through





1

Dermatology Landscape



Question 3

Over the past 10 years, what is the percentage increase in Urgent Suspected Cancer referrals in England?



Question 3

Over the past 10 years, what is the percentage increase in Urgent Suspected Cancer referrals in England?

Answer: 170%

Reference:
<https://www.edgehealth.co.uk/wp-content/uploads/2024/08/Evaluating-Pathways-for-AI-Dermatology-in-Skin-Cancer-Detection.pdf> (page 6)



Question 4

As of March 2024, how many patients are sitting on dermatology Referral to Treatment waitlists?



Question 4

As of March 2024, how many patients are sitting on dermatology Referral to Treatment waitlists?

Answer: 400,000

Reference:

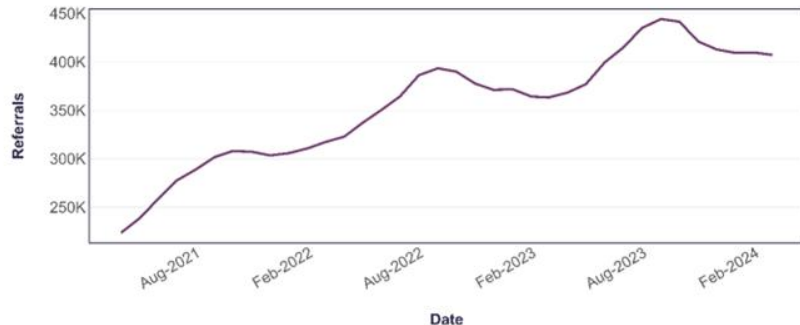
<https://www.england.nhs.uk/statistics/wp-content/uploads/sites/2/2024/04/Feb24-RTT-SPN-Publication-PDF-only-445KB-08666.pdf>

Background

- **Rising demand/capacity mismatch for Dermatology:** Growing patient demand and consultant shortages
 - 82% increase in the RTT waiting lists for Dermatology between April 2021 and March 2024, 170% increase in the rate of USC referrals in England in the last ten years
 - At least a quarter of all melanomas found through routine referrals, growing delays for patients with inflammatory skin conditions
 - Stagnant consultant dermatologist numbers with large WTE gap since 2021

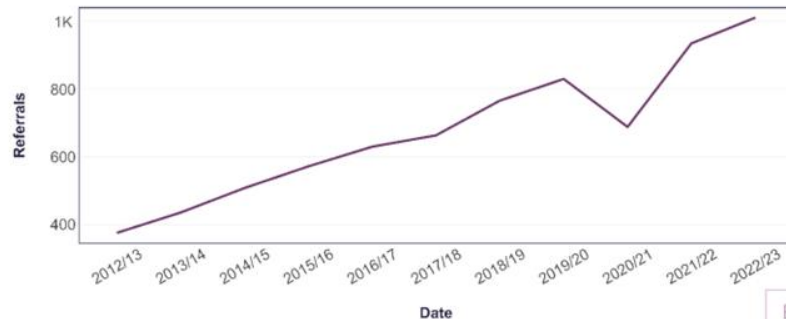
Trends in RTT Waiting List Volumes for Dermatology

Analysis of Incomplete Pathway Patient Numbers Over Time



Trends in Urgent Suspected Cancer Referrals for Suspected Skin Cancer (England)

GP referrals per 100,000 across England





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Standards of Care

Background

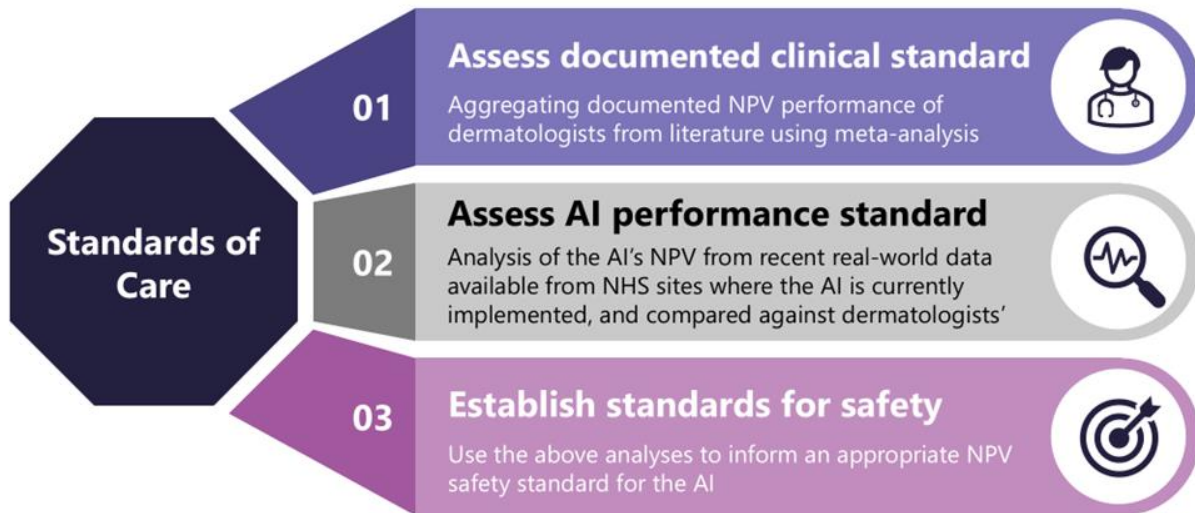
- NHSE's priority in integrating AlaMD within dermatology USC pathways is to identify benign lesions for discharge, allowing dermatologists to focus on more critical cases
- The key safety question is how effectively AlaMD can **exclude benign lesions** when triaging, therefore its performance should be assessed based on its ability to **accurately predict a benign diagnosis**
 - The relevant statistical measure for this is the **Negative Predictive Value (NPV)**
- Given the limited literature on non-melanoma skin cancers, this analysis focused on the detection of melanoma, which also aligned with stakeholder feedback from the first workshop

		Predicted	
		Positive How many melanomas	Negative How many non-melanomas
Actual	Positive How many melanomas	True Positive (TP) Patients' lesions diagnosed as melanoma that are confirmed melanoma	False Negative (FN) Patients' lesions diagnosed as not melanoma but are confirmed melanoma
	Negative How many non-melanomas	False Positive (FP) Patients' lesions diagnosed as melanoma but are not melanoma	True Negative (TN) Patients' lesions diagnosed as not melanoma which are not melanoma

$$NPV = \frac{TN}{TN + FN}$$

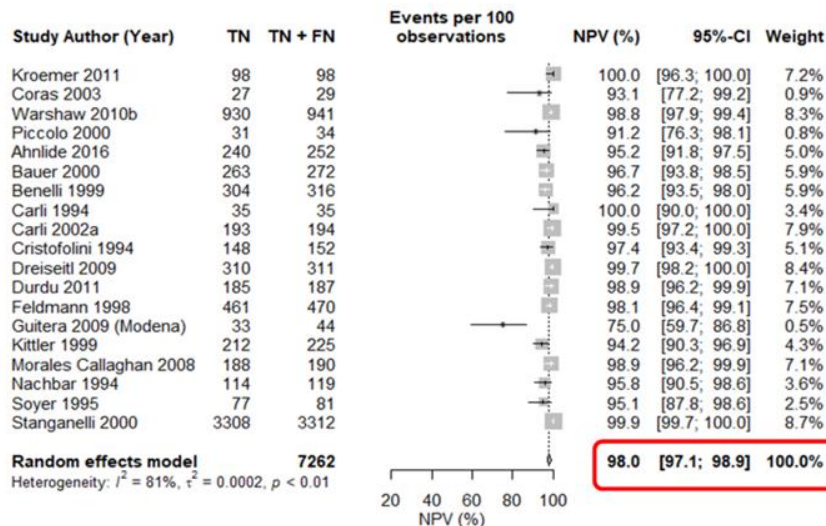
Methodology Overview

- **Main Goal:** Establishing performance standards by comparing AlaMD with documented clinical standards in detecting benign skin lesions
- **Methodology Summary:** Semi-systematic review and meta-analysis of existing literature to assess clinical performance and independent analysis of AlaMD performance from real-world data to assess whether AlaMD meets current diagnostic standards.



Meta-Analysis Findings

- Each study is assigned an appropriate weight towards the final summary measure, considering their precision based on sample size, and the overall variability between the studies
- The analysis generated summary estimates for dermatologists' NPV performance in two settings: F2F evaluation and Teledermatology



Setting	Prevalence of melanoma across studies	NPV [95% CI]
F2F evaluation (19 studies)	8.1%	98.0% [97.1%-98.9%]
F2F evaluation at lower prevalence (2 studies)	2.7%	98.9% [98.3%-99.5%]
Teledermatology (8 studies)	19.5%	97.6% [95.5%-99.6%]

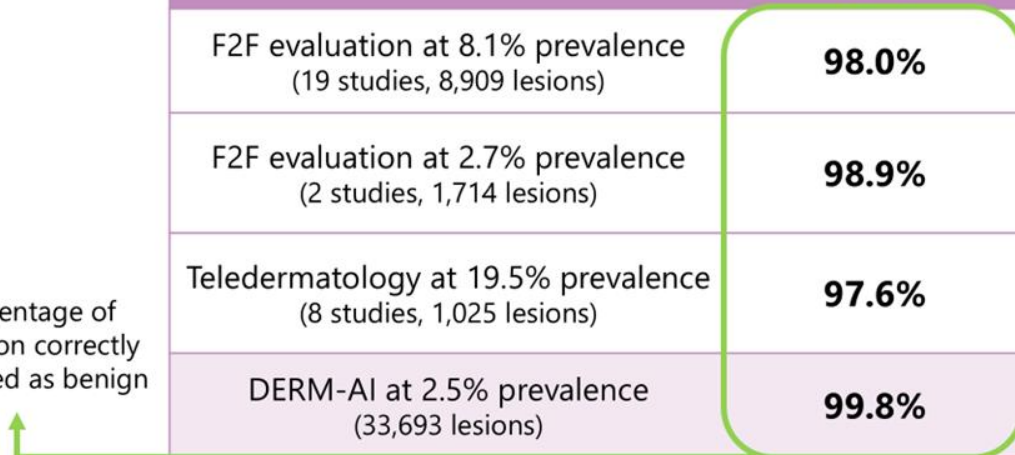
Figure 1. Forest plot for the F2F evaluation meta-analysis

AI compared to dermatologists

- DERM demonstrated an **NPV of 99.8%** at a 2.5% prevalence rate across 33,693 lesions, performing at least as good as dermatologists' **NPV of 98.9%** at a comparable prevalence
- Given the importance of NPV in the context of AI systems functioning as a triage tool in skin cancer pathways, a safety standard for **NPV at 99%** would be a sensible target
- This standard serves as a framework for future evaluation and validation, rather than a fixed benchmark

	NPV
F2F evaluation at 8.1% prevalence (19 studies, 8,909 lesions)	98.0%
F2F evaluation at 2.7% prevalence (2 studies, 1,714 lesions)	98.9%
Teledermatology at 19.5% prevalence (8 studies, 1,025 lesions)	97.6%
DERM-AI at 2.5% prevalence (33,693 lesions)	99.8%

The percentage of population correctly diagnosed as benign



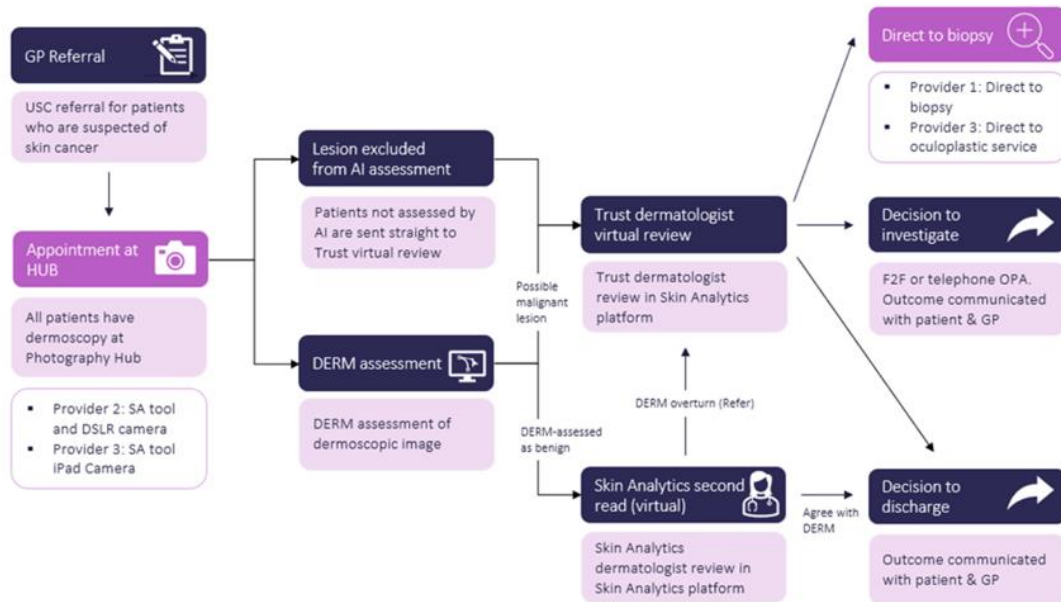


3

Implementation Pathway and Budget Impacts

AI Implementation Pathways and Current Use

- We have conducted a mapping of the current implementation pathways focusing on the post-referral model
- This was done via conversations with the manufacturer and semi-structured interviews with service providers (e.g. consultant dermatologists and transformation managers) to better understand the integration of AlaMD
- There are some variation in how the pathway was implemented across providers



Summary of Provider Interviews



Motivations

- **Address the escalating patient backlogs** and long **waiting periods** for USC referrals
- To enhance **both the efficiency and the quality** of patient care
- A logical progression to integrating AI from teledermatology services



Benefits

- Enhanced operational efficiency, reduced need for in-person reviews, and the potential for immediate patient discharge
- **20-25%** of patients discharged without a face-to-face review
- Some experienced **lower biopsy rates**



Challenges

- **IT challenges** such as **Wi-Fi connectivity and system integration**, caused delays in initial implementation
- **Integration with EPR system** and existing clinical portals is desired
- A **shift in case mix**, seeing **more complex** cases in F2F settings



Contracting and commissioning

- Contracting and commissioning could be complex for some providers
- Some faced delays in contract negotiations and procurement due to **evolving AI policies and funding complexities** at the ICB level.



Methods for service evaluation & surveillance

- Some providers were trialling a **text messaging system** to follow up with patients after discharge
- All providers are undertaking their own internal audits of the pathway



Implementation advice for other trusts

- Build **strong relationships with ICB and local GPs**
- **Ensure dedicated support staff**, are in place for AI implementation
- Adequate **job planning** for consultant dermatologists

High-level budget impacts

- As part of mapping the implementation pathways, we also carried out an economic analysis to estimate costs and potential savings at a system level
- This is to support decisions on implementation at scale and removal of second reads focusing on post-referral pathways
- Insights presented are preliminary, aiming to offer a high-level view of potential system-wide costs and savings

To complete this economic analysis, we have relied upon several high-level assumptions from various sources, including:

1. Data from Skin Analytics and Public Health England
2. Previous economic evaluation on the implementation of AlaMD at University Hospital Leicester
3. Units Costs of Health and Social Care (2023)

Our analysis covers three scenarios

- To provide a comprehensive view of costs and savings at various implementation stages, we proposed 2 scenarios and calculated their costs
 - Current Pathway
 - Scenario 1: AlaMD with second reads
 - Scenario 2: AlaMD with autonomous management of benign lesions
- We then estimated financial benefits in savings compared to the current pathway
- By comparing the costs and benefits of each scenario outlined above, we could calculate a **cost-benefit ratio**

	Total Costs	Total Benefits	Cost Benefit Ratio	Net Savings
Scenario 1	£763,324	£1,168,448	1.5	£405,123
Scenario 2	£679,482	£1,553,495	2.3	£874,014

This translates to system-level savings of up to £2.3 in savings for every £1 spent, if AlaMD is implemented autonomously



4

Post-Market Surveillance

Strategy for PMS Recommendations

- Post-Market Surveillance (PMS) is a necessary process to monitor the real-world safety and performance of the AI after it's been deployed
- **Purpose of PMS:** to ensure continuous performance validation, risk management, and regulatory compliance through robust data collection and sharing in real-world settings
- We have first reviewed the regulatory requirements for AlaMD, then taken a dual approach to inform our recommendations:

1

PMS Best Practices

- High-level recommendations on user & manufacturers actions covering:
- Performance Monitoring and Validation
 - Data Collection and Sharing
 - Risk Management and Regulatory Compliance

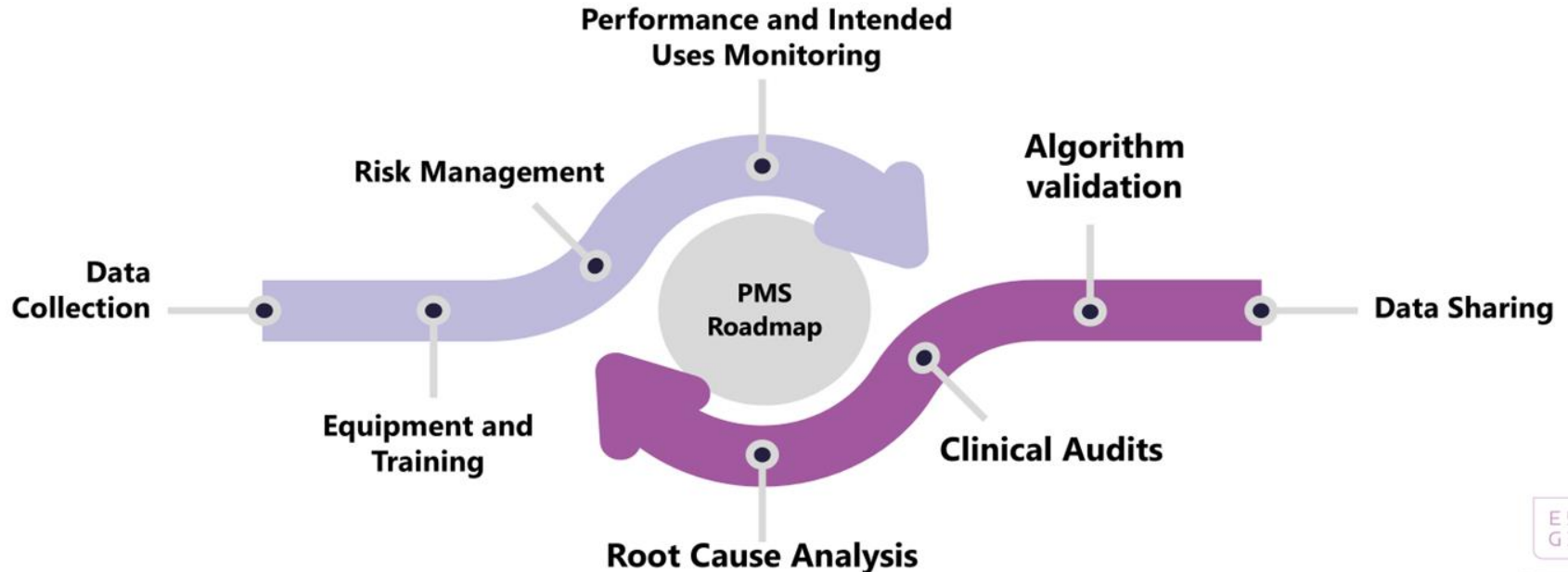
2

Example Practical PMS Method

- Determine an adequate sample size of lesions to be reviewed to determine NPV
- Simulation modelling to compare sampling lesions at different frequencies whilst considering practical constraints

PMS Roadmap

- Based on extensive literature review, we mapped actions needed for long-term monitoring of the safety of the AlaMD in post-deployment phase
- Responsibilities are shared between the manufacturers and the deployment sites



Example Practical Method for PMS

- Due to the sparse literature on practical clinical auditing methods, we outlined an example method to conduct audits
- Central to this method is monitoring whether AlaMD maintains an NPV above a pre-defined standard of 99%, supported by the clinical standard from the meta-analysis
- The actual implementation might vary depending on needs and practical constraints e.g. obtaining histology data

In practice, this involves two elements:

Sample Selection

Sample size must be sufficiently large to determine AI's NPV with the necessary statistical power and confidence levels.

Based on our statistical analysis, an adequate sample size would be 660 lesions.

Frequency of Auditing

The optimal frequency of auditing is to detect any significant decline in NPV promptly, considering practicalities and resources available.

Based on our modelling, a greater frequency (3 or 4 months) of checking the NPV could detect an NPV drop quicker.



6

Conclusions

Conclusions

1	AI could enhance the efficiency and effectiveness of skin cancer pathways	Amid increasing melanoma incidence rates and consultant shortages in dermatology, AI technologies have the potential to reduce clinician workload by accurately identifying benign lesions for discharge
2	AI performs to a level of safety comparable to dermatologists in skin cancer pathways	AI technologies like DERM have demonstrated the potential to match dermatologists' standards in triaging benign lesions, indicating its potential to be integrated into the skin cancer pathways, while maintaining patient safety and care standards.
3	There are potential positive economic implications from the use of the AI	Economic analyses suggest that AI implementation could offer cost savings and reduced patient wait times, especially in autonomous scenarios.
4	Providers hinted at wider non-quantified benefits from implementing the AI	These benefits include operational efficiency, patient care improvements, and reduced necessity for face-to-face reviews.
5	Adoption of AI necessitates a robust post-market surveillance strategy	We have explored post-market surveillance methodology, with high-level recommendations informed by a literature review and an example practical auditing method to ensure patient safety and regulatory compliance.

Practical PMS methods

How to ensure an AIaMD continues to perform

- Edge outline a potential methodology to conduct safety audits, exemplified through statistical analysis and simulation modelling
- NPV for melanoma at 98.9% among dermatologists for a similar disease prevalence to the DERM cohort, supports a recommended NPV standard exceeding 99%
- Key considerations for auditing
 - Sample selection
 - Frequency of auditing cycle
 - Obtaining histology and clinical diagnosis data for NPV calculation

AIaMD audits

Sample selection

- Lesions (and patients) diagnosed as benign, who would otherwise be discharged, instead reviewed as if under the high-risk pathway
- Sample size needs to be sufficiently large to ensure statistical power and confidence levels
- Sample size required to detect a drop of NPV from 99.8% (current DERM performance) to below 99% with an 80% power at a 2.5% significance level
- 660 lesions (approximately 570 patients)

AIaMD audits

Frequency of auditing cycle

- To detect any significant decline in NPV promptly, considering the practicalities and resources available

NPV Scenarios Dropping from 99.8%	Check every 3 months (91 days)	Check every 4 months (121 days)	Check every 6 months (182 days)
98%	109 days	174 days	280 days
97%	48 days	74 days	152 days
96%	45 days	64 days	122 days
Table 4. Results of simulating modelling, outlining the number of days to detect the drop of NPV performance across sampling frequencies and NPV scenarios with 660 lesions sampled			

- Considerations - disease prevalence, feasibility of obtaining histology data, reduced benefits from avoided F2F appointments, added burden to analyse data for NPV and increased costs

Skin Analytics' approach

How we ensure DERM continues to perform



Sample size -
at least 500 patients



Frequency of audit cycle
- every 6 months

Key considerations

- Consecutive case sampling allows us to ensure **sensitivity** is consistent as well as NPV
- Ensures enough time for biopsies to have occurred by the time of analysis
- Minimises impact of audits on local service benefits and job planning

Post-Market Surveillance (PMS) recommendations and how we comply

PMS recommendation

Data collection & Data sharing

Requires strong NHS IT infrastructure and streamlined data sharing in line with data privacy regulation

Equipment, Training & Intended use monitoring

Regular communication, training, SOPs and audits to ensure appropriate use of AIaMD and associated hardware

Algorithm validation & Risk management

Clinical safety documentation updates with algorithm updates that are based on real-world performance with repeat attendance and adverse event monitoring

Performance monitoring, Service evaluation & Root cause analysis

Regular AIaMD accuracy reporting including subpopulation analysis with false negative case reviews

Skin Analytics' standards & evidence

- ISO 27001
- ISO 13485
- NHS DSP Toolkit
- Cyber Essentials
- DTAC compliant
- In-person & online image capture training
- Image quality & lesion suitability audits
- [DERM medical device resources for healthcare organisations](#)
- DCB 0129 & support with DCB 0160
- Model card (available on request)
- [MHRA yellow card scheme](#)
- [DERM Performance](#)
- [Equality and Health Inequalities Impact Assessment \(EHIA\)](#)
- [Clinical advisory case reviews](#)

DERM is an artificial-intelligence (AI)-based skin lesion analysis device intended for use in the screening, triage and assessment of skin lesions suspicious for skin cancer.

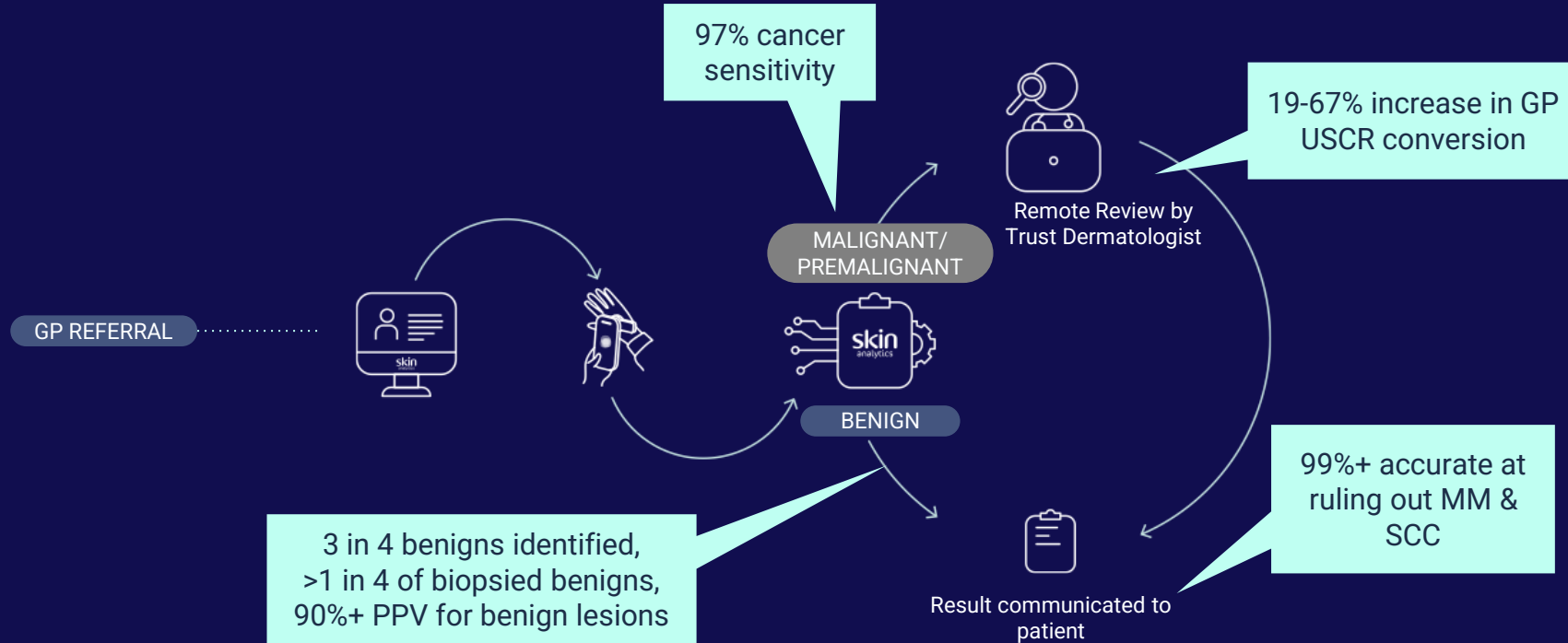
DERM will analyse a dermoscopic image of a skin lesion and return a suspected diagnosis and, if applicable, a referral recommendation for the lesion.

Category	Audit processes
Feedback	<ul style="list-style-type: none">• Users are made aware of the local regulator's feedback scheme• Complaints, incidents and CAPA procedures, including trend analysis
AI input	<ul style="list-style-type: none">• Image quality audit monitors for use of non-approved hardware• Audits of appropriate inclusion/exclusion of lesions
AI output	<ul style="list-style-type: none">• Proactive monitoring that % of lesions labelled as MM/SCC/BCC is not below expected• Regular reports on DERM accuracy versus histology-confirmed cancers and histology/clinically-confirmed non-cancers• Follow-up for repeat presentations to close the loop• False negative root cause analysis - histology review, dermatologist panel, adversarial testing• Biannual case audits where a number of cases are routed to dermatologists to ensure performance is still to target

There are no specific requirements on the healthcare provider side, however the AI output analyses depend on you giving us access to the outcomes data including histology for us to conduct

DERM continues to perform in line with targets set according to specialist accuracy

Latest performance across 16 sites, ~53,000 outcomes and >6,000 confirmed cancers

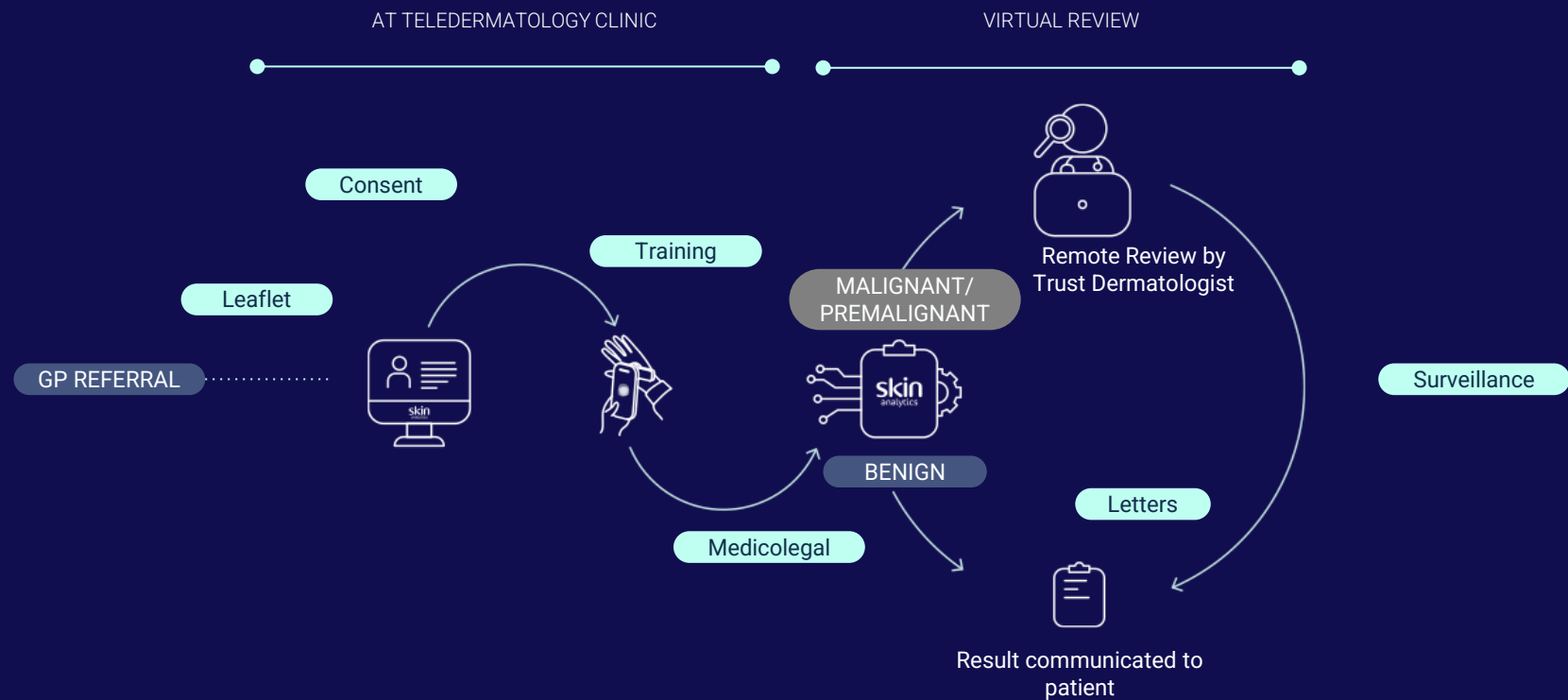


Q2 2024 | 16 Sites | DERM Pathway Sensitivity & Benign Specificity

	Target	April 2022 - Apr 2024 Histology-confirmed sensitivity	
Melanoma	95%	95% (985/1037)	
Melanoma, invasive	95%	97.3% (547/562)	
SCC	95%	98% (1540/1571)	
SCC, excluding KA	95%	98.2% (1214/1236)	
BCC	90%	96.5% (3426/3551)	
<u>All skin cancer</u>		96.5% (6006/6224) ¹	
Bowen's disease (IEC)	90%	94.1% (620/659)	
Actinic Keratosis	90%	92.5% (1326/1433)	
Benign Specificity		Inc. Clinically confirmed: 75.2% (24408/32442)	Histology-confirmed only: 29.3% (1558/5318)

¹ includes 3x
Merkel cancers
appropriately
routed into Trusts

Automated pathways | Step by step



Q&A - Ask us your questions



Dr Dan Mullarkey
Medical Director
Skin Analytics



Yammi Yip
Analyst
Edge Health



George Batchelor
Co-founder and Director
Edge Health



Dr Dilraj Kalsi
Clinical AI Lead
Skin Analytics



Rachael Dovey
Commercial Director
Skin Analytics



Thank you for attending.

You'll receive the webinar recording and the full Edge Health report in the coming days.

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