

# Budget constraints vs HAI costs:

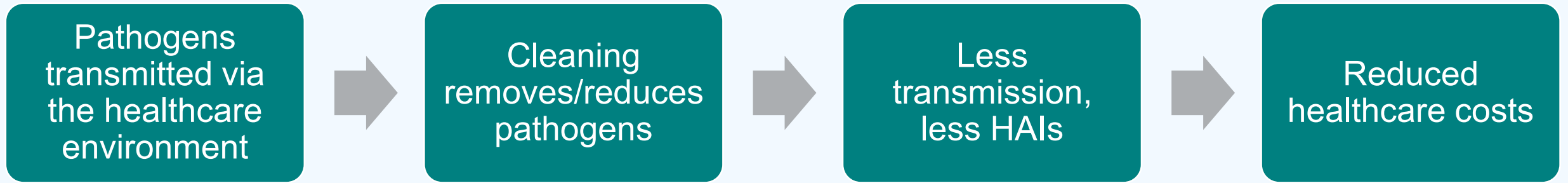
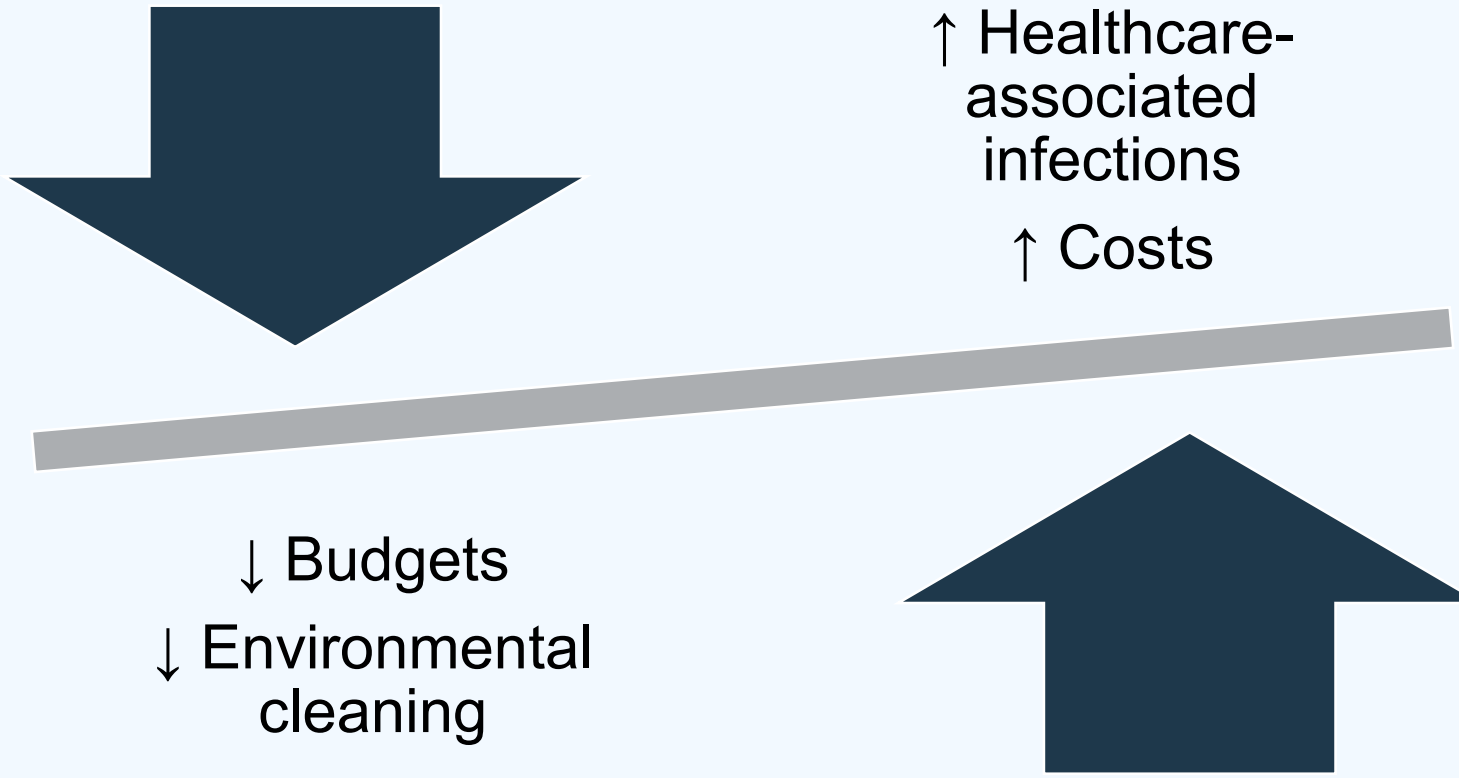
*How reduced environmental cleaning drives infections and long-term healthcare expenditure*

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Infection Prevention and Control Unit, Tasmanian Health Service – South*

No disclosures

9<sup>TH</sup> APRIL, 2026



**Funding health is one of the biggest challenges facing Tasmania, as Eric Abetz prepares to hand down his first budget**

## **Health budget blows out by \$400m**

Treasury's Preliminary Outcomes Report in August showed a net operating balance of \$1.2 billion in the 2024-25 financial year, with net debt reaching \$5.04 billion.

The main blowouts have been in the Health Department, with a \$400 million overspend largely on staff, including locums.

**Budget to invest nearly \$10 million every single day into our health system**

“

Government policies to rein in spending — such as staff vacancy controls and efficiency measures — are already affecting service delivery, according to the Australian Medical Association (AMA).

”

# Spending more... but getting less

Real public hospital spending grew by average \$3 billion (4.5%)/year in the past decade

- Acute admissions make up the largest proportion

Why?

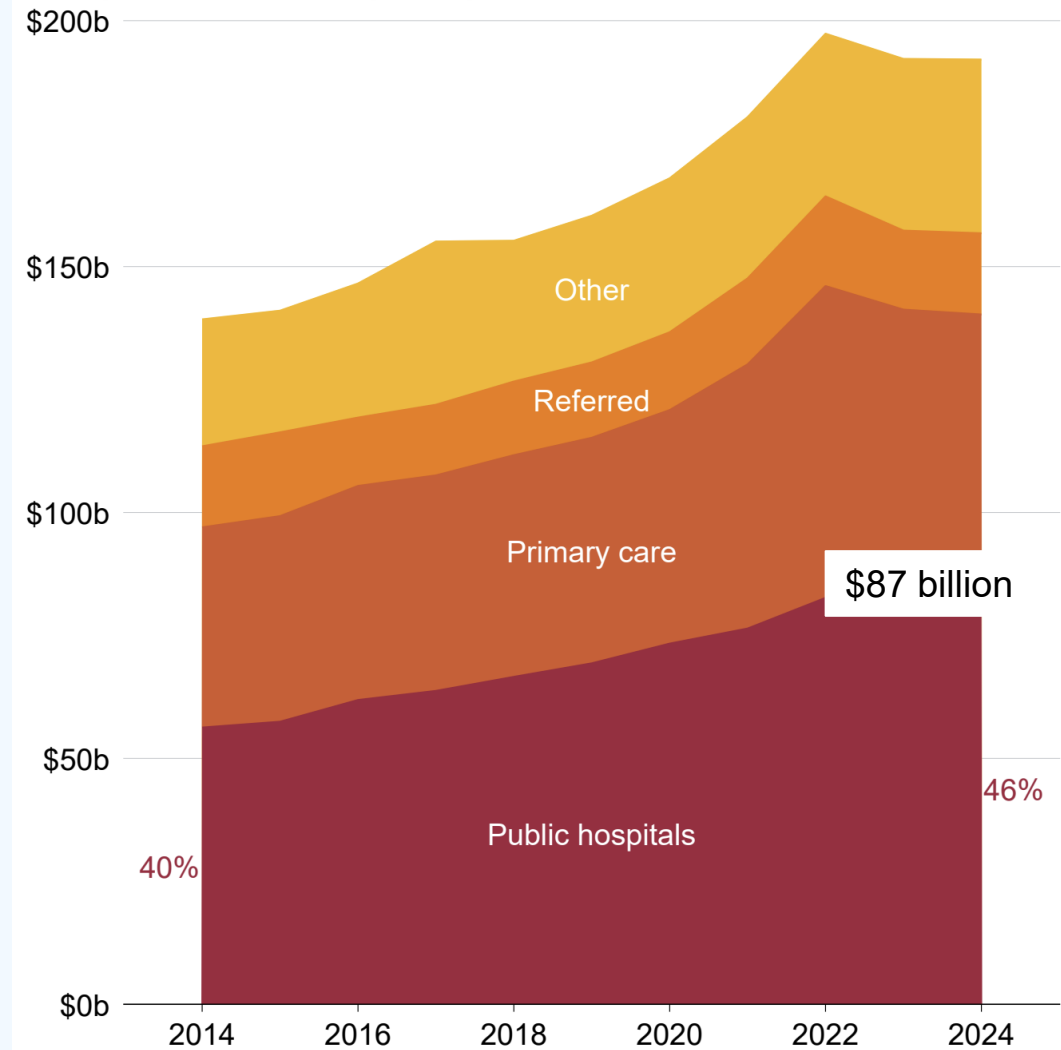
- Rising costs (58%)
- Population growth (35%)
- More hospital use per person (6%)
- + *Post-pandemic changes in practice*

Staffing costs are the biggest expense

- Salaries have not changed much, but ratios have

Figure 1.1: Public hospitals are a large and growing share of health spending

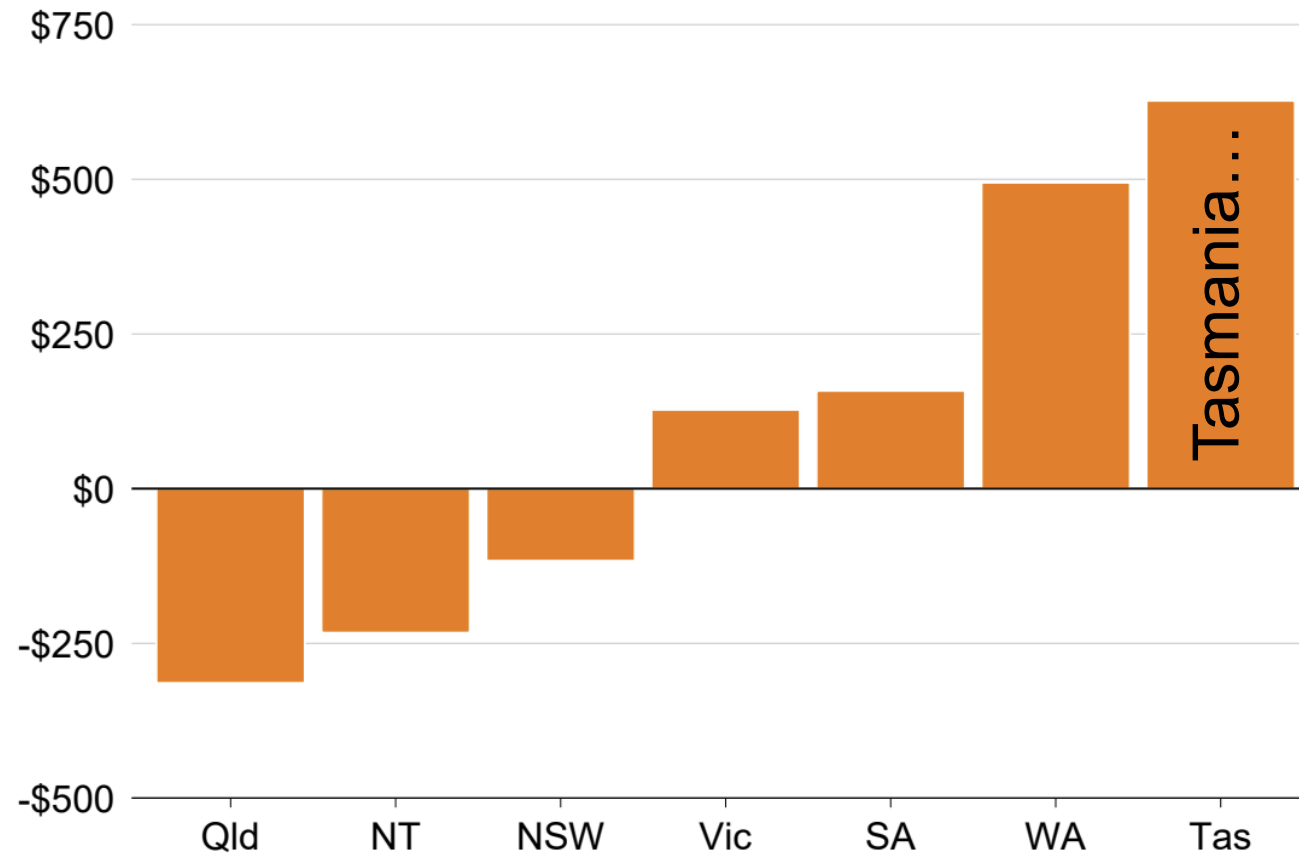
Total government health spending, 2025 dollars



# Tassie challenges

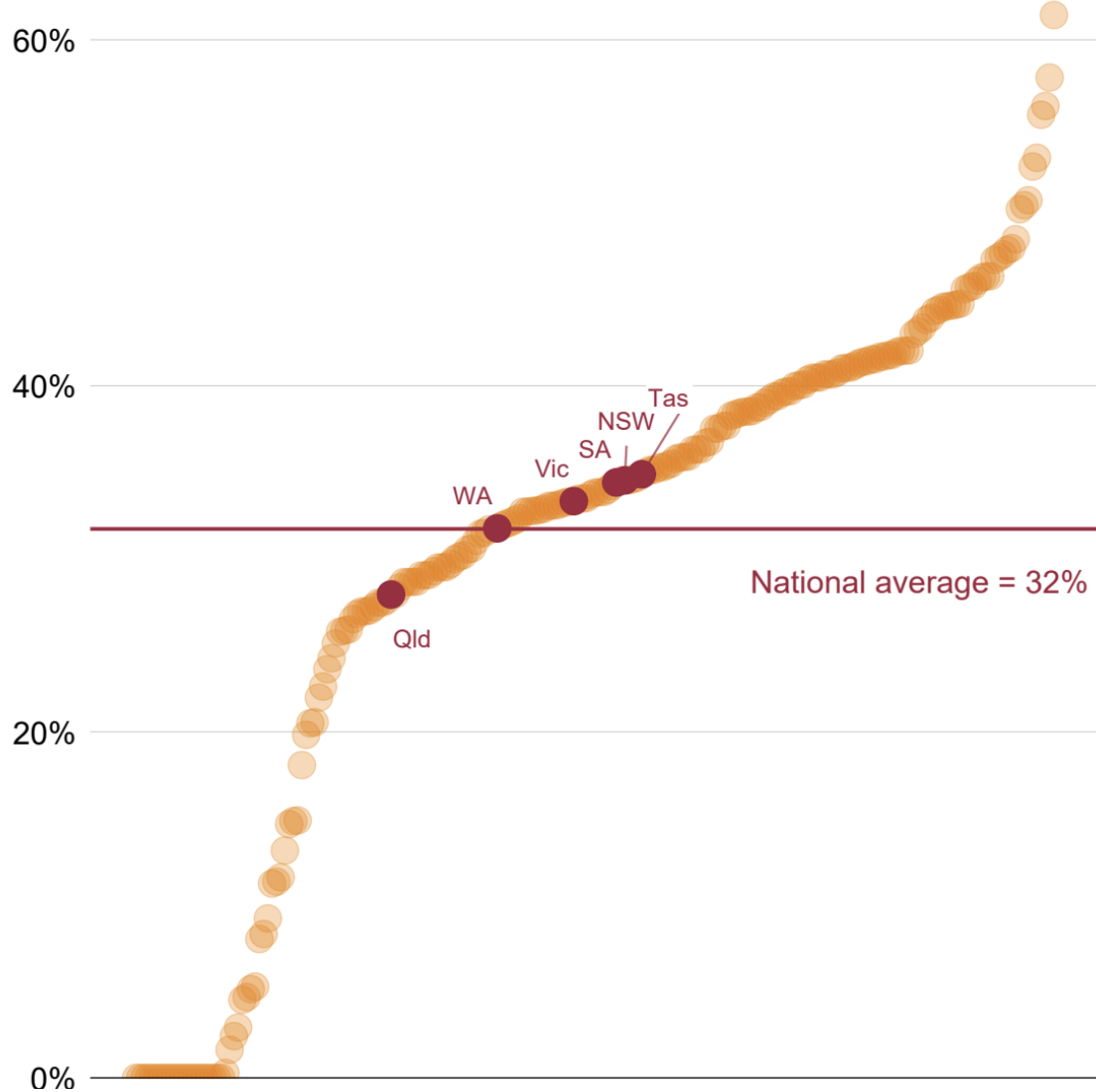
**Figure 2.5: Costs vary a lot between states**

Marginal cost of being treated in each state, relative to weighted national average



**Figure B.1: Some hospitals and states have more elderly patients than average...**

Share of patients who are older than 70, by hospital

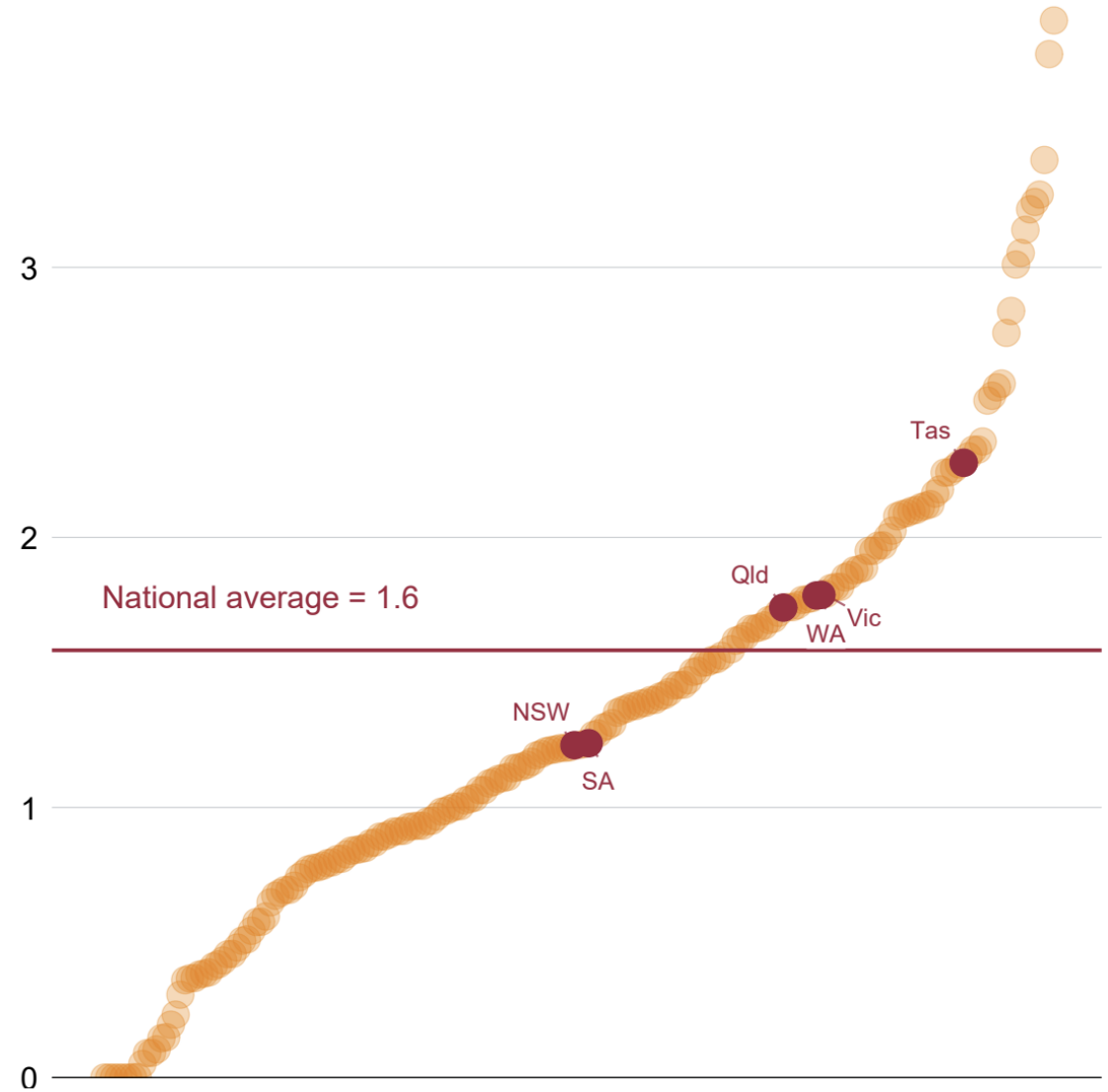


Note: Each orange point represents one hospital, ranked by share of patients older than 70.

Source: Grattan Institute analysis of IHACPA (2025a).

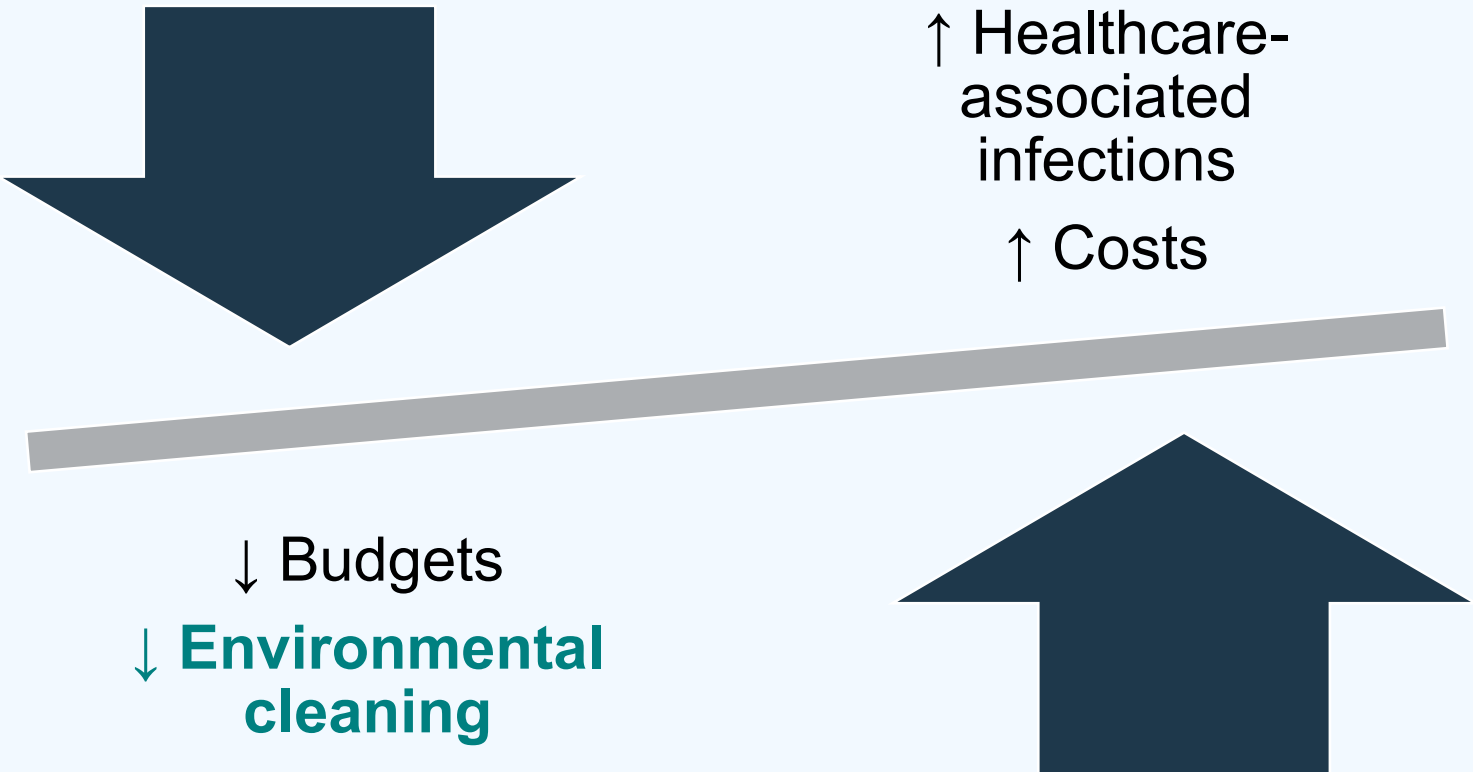
**Figure B.2: ... and some have more complex patients than average**

Average comorbidity score, by hospital



Note: Each orange point represents one hospital, ranked by average comorbidity score: the Elixhauser score with van Walraven weights.

Source: Grattan Institute analysis of IHACPA (2025).



# Are we cleaning less?

Hard to say!

Limited literature

Internal audit data important

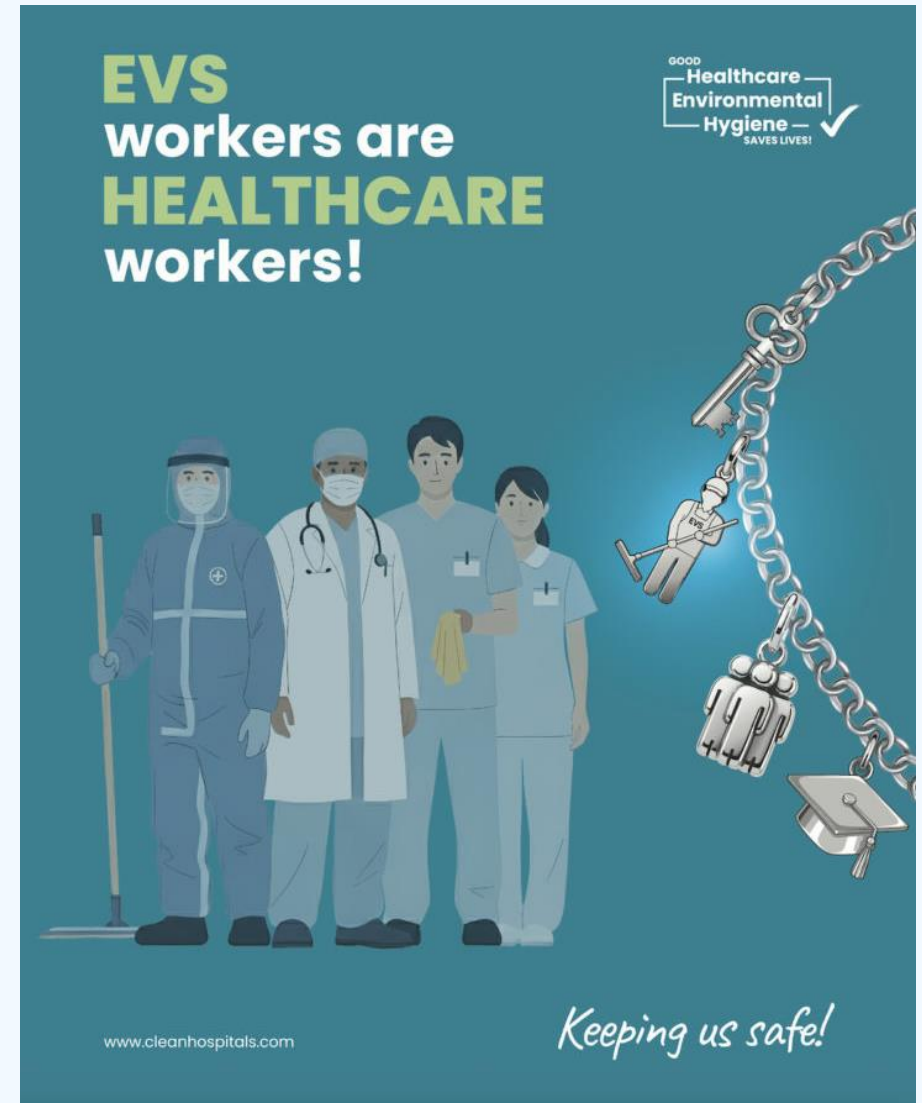
Budgets and staffing levels serve as proxy measures

International pilot survey on health care environmental hygiene:

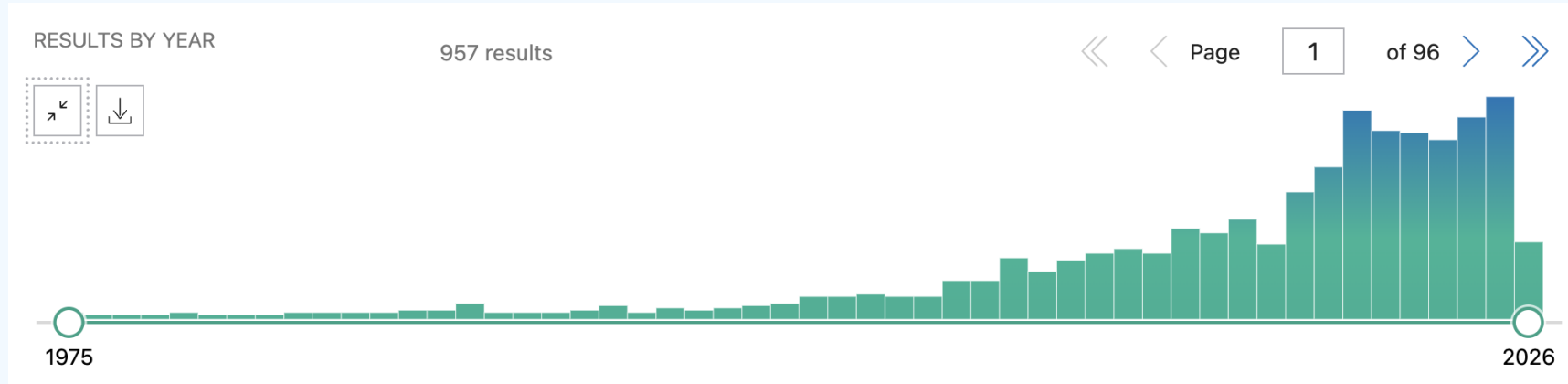
47% agreed *“Healthcare environmental hygiene budget is sufficient”*

APIC staffing calculator: 79.2% hospitals below expected IPC staffing

Also need to consider building maintenance + upgrades – often first to be cut or delayed



# Are we cleaning less?



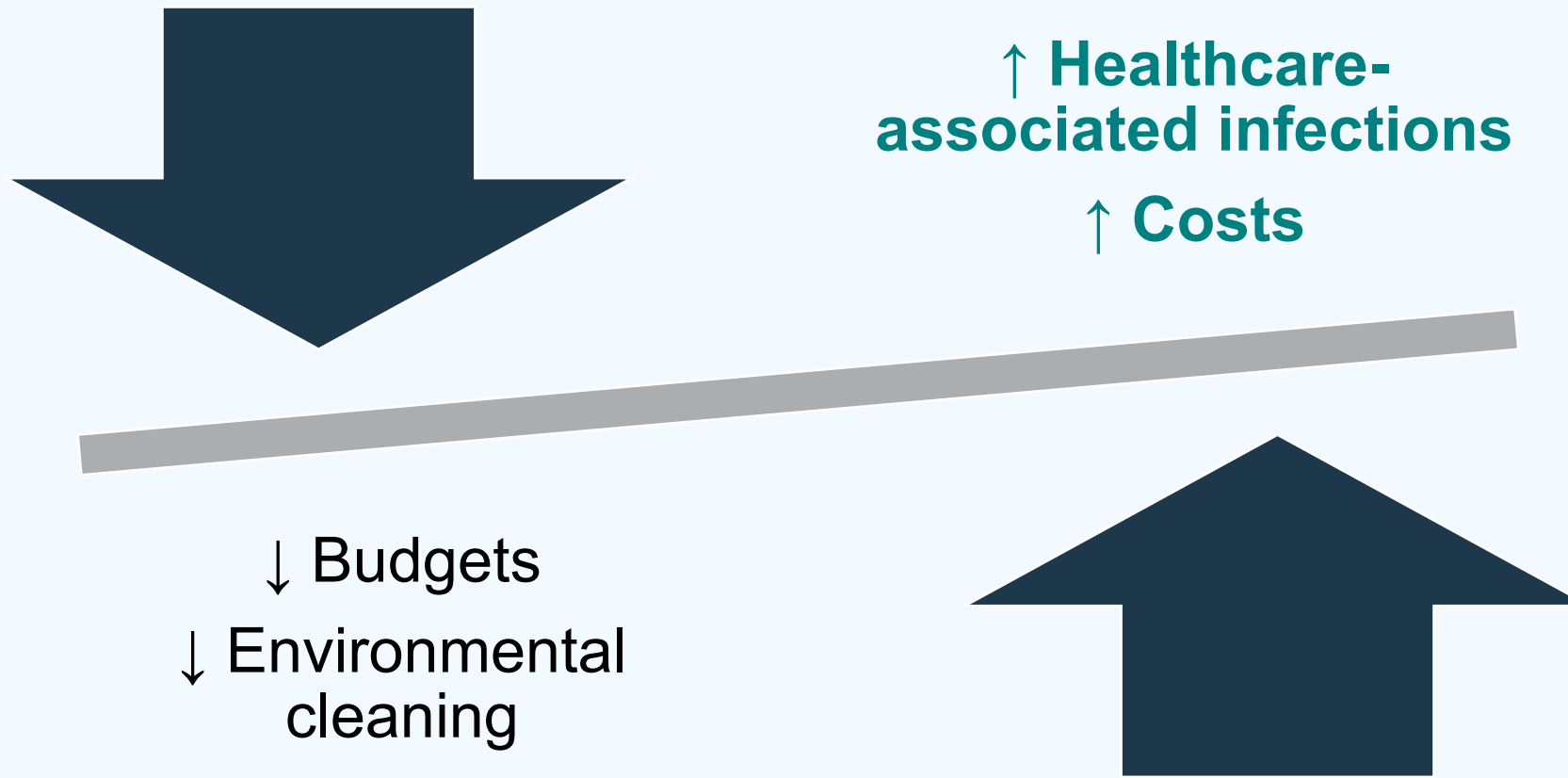
Increasing focus on environmental hygiene in last 10-20 years

Knowledge, expectations and requirements have increased

Quality of clean is just as important as quantity – importance of auditing

But there are no internationally recognised cleaning benchmarks / standards

And we could always be doing more!



So we are spending more but getting less

Constant pressure to reign in budgets

Environmental hygiene and maintenance are potentially easy targets for budget writers

Pathogens  
transmitted via  
the healthcare  
environment



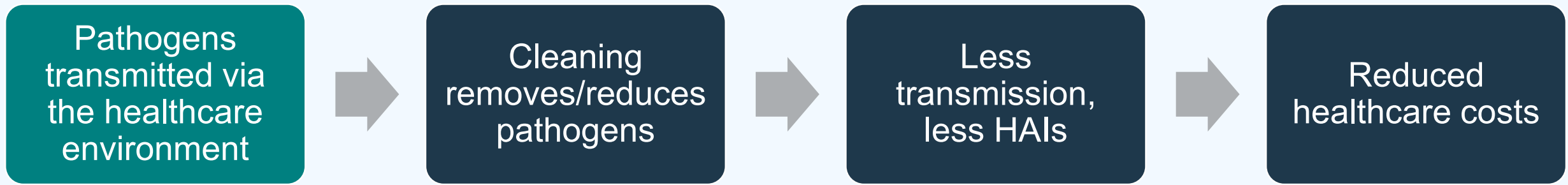
Cleaning  
removes/reduces  
pathogens



Less  
transmission,  
less HAIs



Reduced  
healthcare costs



Estimated 50–70% of all HAI are spread through contaminated hands

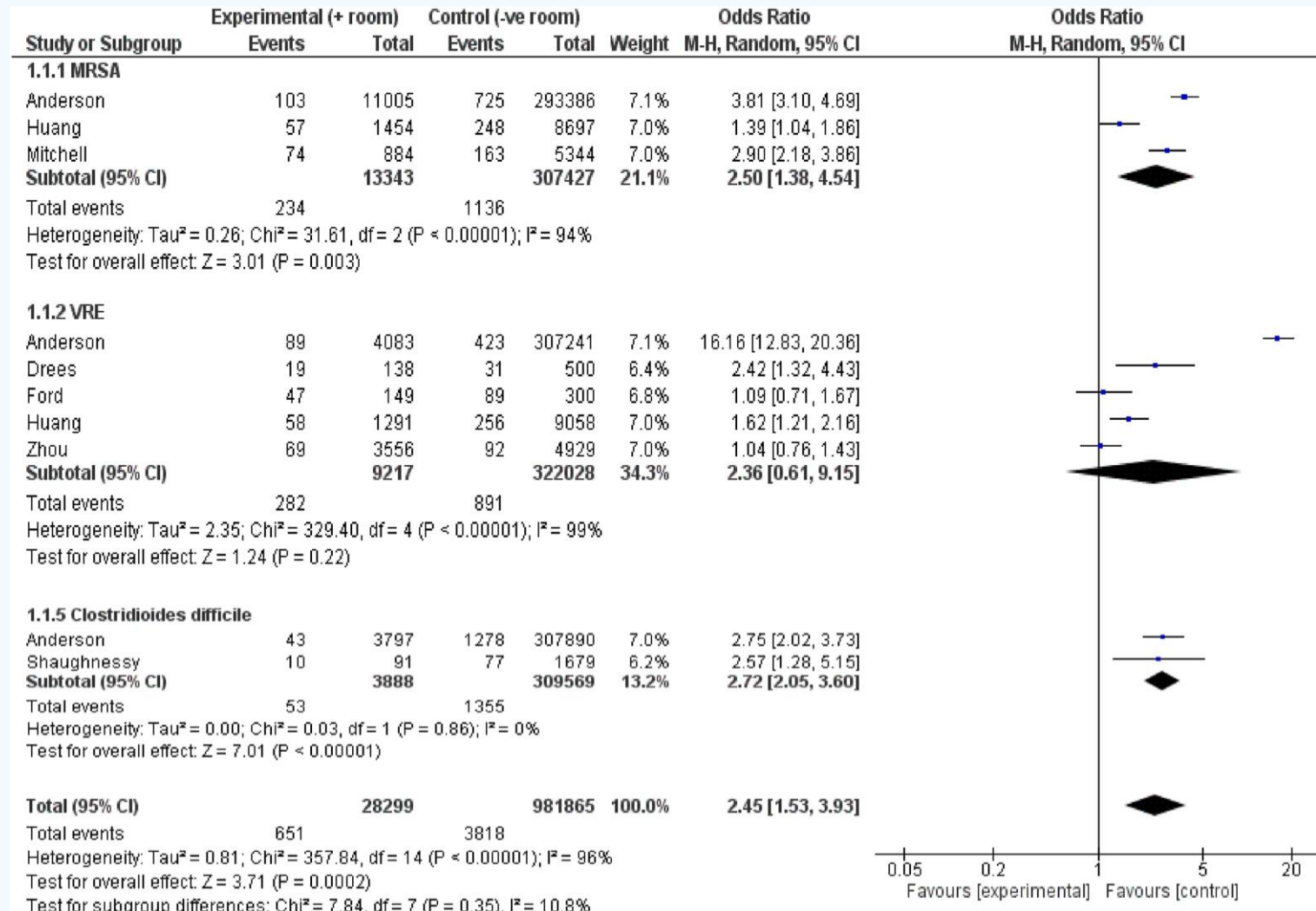
*Environmental transmission likely accounts for a significant proportion of the remainder*

Beyond biological plausibility, what is the evidence for this?

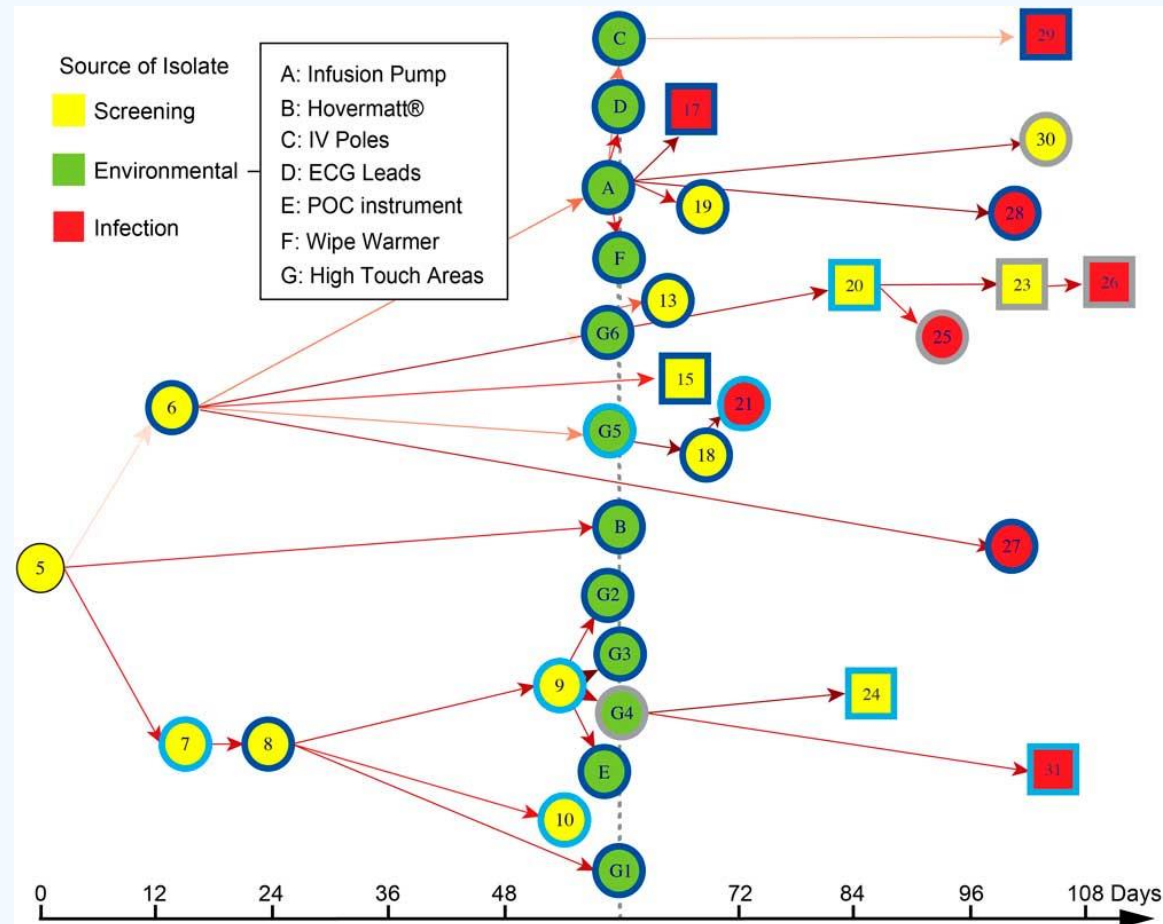
# Pathogens are persistent

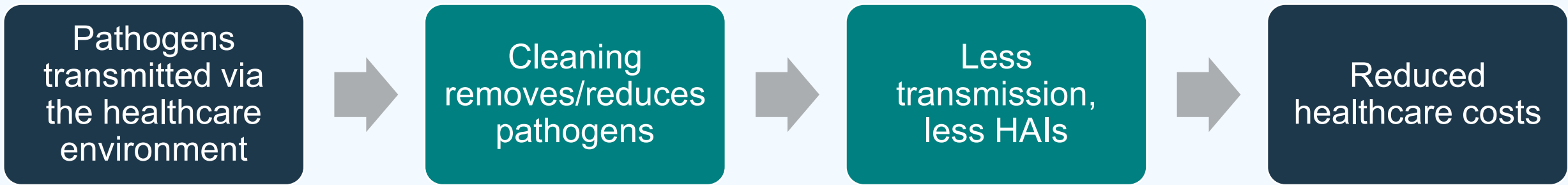
Range of survival by pathogen			
	Pathogen	Range of survival in days (unless otherwise indicated)	Studies (references)
Gram positive	<i>Staphylococcus aureus</i>	<1 min to 318	[7–32]
	<i>Clostridioides difficile</i>	0.13–140	[33–36]
	Coagulase-negative <i>Staphylococcus</i>	<1 min to 28	[12,23,24,37]
	<i>Micrococcus</i> spp.	10–10	[12]
	<i>Streptococcus mutans</i>	0.13–0.2	[21]
	<i>Bacillus</i> spp.	1–28	[22,24]
	<i>Enterococcus</i> spp.	0.02–287	[10,12,14,15,19,22,24,39,43,45,47–49]
Gram negative	<i>Acinetobacter</i> spp.	0.04–90	[12,14,15,22,24,29,38–43]
	<i>Burkholderia cepacia</i>	0.13–8	[12,44]
	<i>Citrobacter freundii</i>	0.06–0.11	[45]
	<i>Escherichia coli</i>	<1 min to 56	[8,10,12–15,20–24,43,45,46]
	<i>Klebsiella pneumoniae</i>	0.57–600	[15,43,45,50,51]
	<i>Proteus mirabilis</i>	0.16–0.16	[43]
	<i>Pseudomonas</i> spp.	0.08–7	[8,10,12,15,18,19,22,24,29,43,44,47,52,53]
	<i>Salmonella</i> spp.	0.29–5	[12]
	<i>Serratia</i> spp.	0.29–20	[12,14,15,22,43]
	<i>Stenotrophomonas maltophilia</i>	0.29–1	[12]
Fungi	<i>Haemophilus influenzae</i>	1–1	[19]
	<i>Candida auris</i>	14–14	[54]
Virus	<i>Candida</i> spp.	0.13–28	[20–22,36,54,55]
	Animal virus	0.5–7	[56,57]
	Coronavirus	0.04–20	[58–60]
	Cytomegalovirus	<1 min to 0.01	[61]
	Human virus	<1 min to 12	[57,62–66]
	SARS-CoV	1–2	[67]

# MRO risk increased if previous room occupant was colonised



# Sequencing data supportive





Environmental cleaning: the application of water and detergent, and disinfectant where necessary, to surfaces and non-critical equipment by cleaning staff

How do we assess if cleaning is satisfactory/successful?

Visual inspection

Fluoro-marking

Environmental bioburden measurements

Guidelines are based on weak evidence

Available online at [www.sciencedirect.com](http://www.sciencedirect.com)

Journal of Hospital Infection

journal homepage: [www.elsevier.com/locate/jhin](http://www.elsevier.com/locate/jhin)

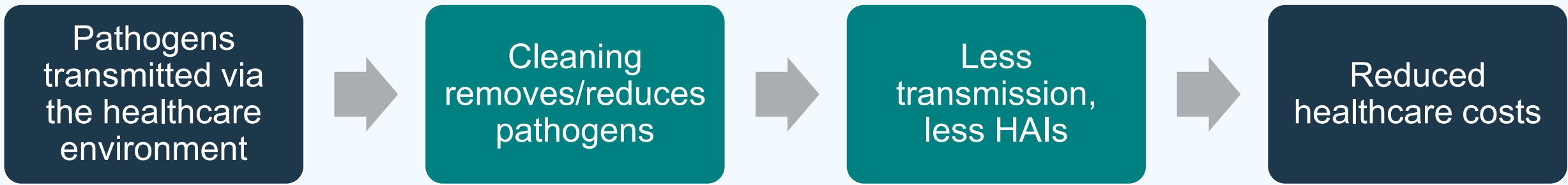
ELSEVIER

Healthcare Infection Society

Short Report

**Cleaning time and motion: an observational study on the time required to clean shared medical equipment in hospitals effectively**

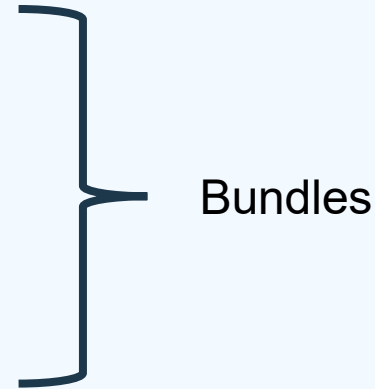
G. Matterson<sup>a</sup>, K. Browne<sup>a</sup>, P.E. Tehan<sup>a,b</sup>, P.L. Russo<sup>a,b,e</sup>, M. Kiernan<sup>a,c</sup>, B.G. Mitchell<sup>a,b,d,\*</sup>



Environmental hygiene literature is heterogenous and often poor quality

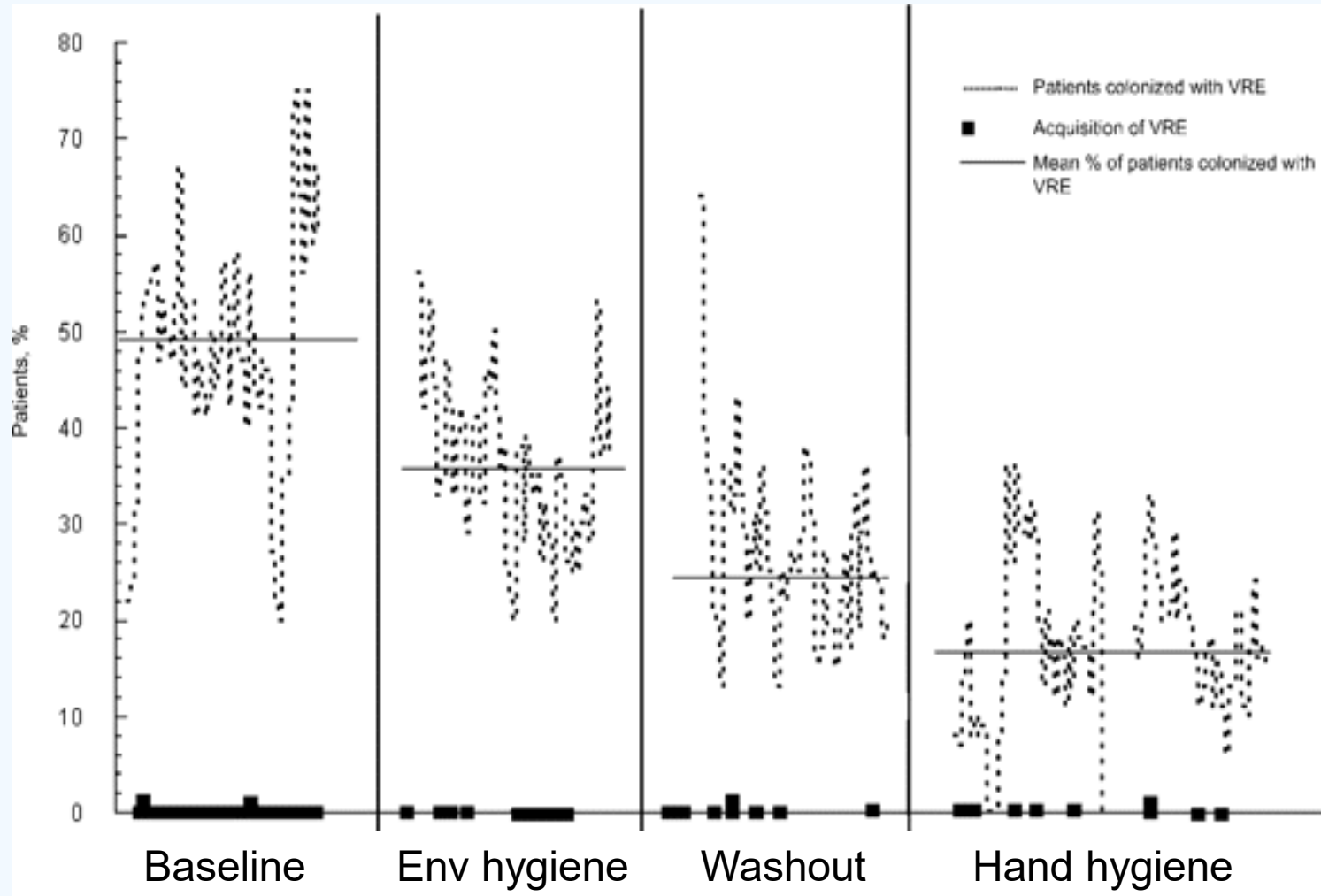
So many factors to consider and assess:

- Substances and equipment used
- Techniques
- Personnel factors (training, staffing time etc)



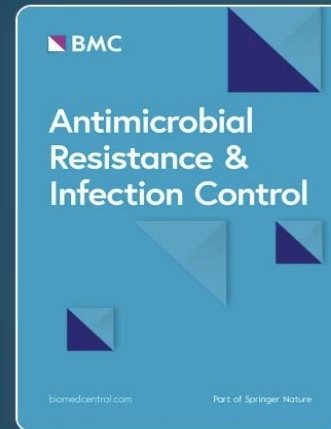
Control or comparator arms are also varied – standards vary considerably!

# VRE acquisition in ICU



# Impact of environmental hygiene interventions on healthcare-associated infections and patient colonization: a systematic review

Review | Open access | Published: 19 February 2022



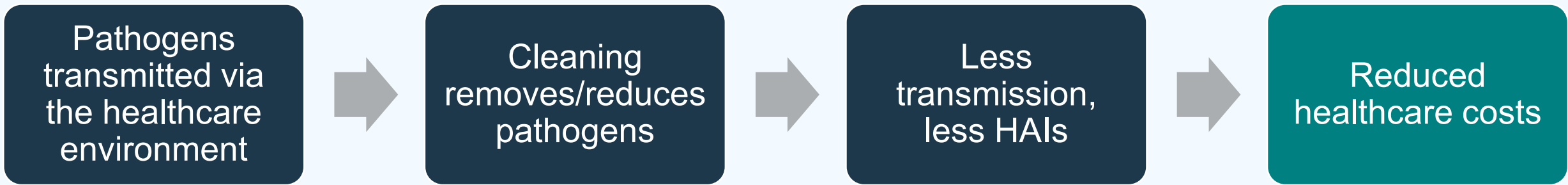
## Systematic review

- Studies exploring the effect of a healthcare environmental hygiene intervention on HAI or patient colonization
- Published before 31/12/2019

26 articles included for analysis:

- Mechanical interventions (8)
- Chemical interventions (7)
- Human factors interventions (3)
- Bundled interventions (8)

**Most studies (23/26, 88%) reported a decrease of MRO-colonization or HAI for at least one organism**



### Costs of HAI

- Patient management (pathology, treatments, follow-up)
- Length of stay (including single room requirements)
- Missed surgical revenue due to bed capacity
- HAC penalties

**Table 3** Extra length of stay (in days) in a standard bed and ICU bed due to a hospital-acquired bloodstream infection

Bloodstream	Standard bed		ICU bed	
	Died	Discharged	Died	Discharged
Infection				
BSI and Gram positive	1.0 (−3.9 to 5.6)	9.8 (7.7 to 12.6)	4.0 (2.6 to 5.7)	0.9 (0.4 to 1.8)
BSI with SAB				
All	−1.5 (−6.8 to 6.1)	12.1 (6.7 to 15.3)	1.4 (0.5 to 3.0)	0.9 (0.1 to 2.9)
MRSA	−1.6 (−12.6 to 12.6)	12.8 (6.2 to 26.1)	3.1 (0.5 to 7.2)	3.1 (0.4 to 13.2)
MSSA	2.7 (−2.6 to 9.7)	11.0 (6.4 to 14.9)	0.7 (−0.3 to 2.0)	0.4 (0.0 to 0.8)
BSI with CNS	3.5 (−4.0 to 13.4)	9.8 (3.6 to 14.6)	6.0 (3.3 to 10.0)	1.4 (0.6 to 2.5)
BSI and Gram negative				
All	−3.9 (−8.7 to −0.4)	2.7 (−4.1 to 6.1)	3.0 (1.4 to 4.5)	0.6 (0.3 to 1.0)
<i>Escherichia coli</i>	−3.3 (−9.3 to 7.9)	1.1 (−13.2 to 5.7)	2.5 (0.4 to 4.7)	0.5 (−0.1 to 0.9)
<i>Pseudomonas</i>	−5.4 (−11.6 to 9.2)	5.6 (−6.4 to 14.3)	3.2 (0.8 to 7.1)	0.5 (0.3 to 1.2)

Cells show the mean extra length of stay (in days) with 95% CIs in parentheses. Based on nine hospitals with admissions between 1 January 2005 and 31 December 2010. Separate estimates were made for admissions that ended in death and discharge. The total length of stay is the standard bed time plus the ICU bed time (see figure 2).

# HAI BSI costs in Australia

## Estimated Bed-day Costs

Accounting cost, mean (SD)				
	Per infection	R	S	R-S <sup>a</sup>
Bloodstream infections				
<i>S. aureus</i>	9877.8 (999.8)	14 617.7 (1481.5)	9194.8 (926.4)	5422.9 (1744.2)
<i>E. faecium</i>	6236.9 (722.8)	3448.6 (366.1)	8253.6 (838.7)	-4805.0 (916.7)
<i>E. coli</i>	4341 (465.4)	4402.5 (449.9)	4350.7 (453.2)	51.8 (634.2)
<i>K. pneumoniae</i>	5730.3 (589.7)	13 597.6 (1415.1)	5391.6 (554.3)	8206.1 (1516.8)
<i>P. aeruginosa</i>	6224.3 (632.1)	9774.1 (1104.3)	6055.2 (617.7)	3718.9 (1262.2)

# What do HAIs cost – besides money?

Human costs

- Morbidity and mortality

Opportunity costs

- Hospital staff time

Social cost (reputation)

Antimicrobial resistance

Hundreds infected by new hospital bug

Mould infection cluster report identifies RPA balcony as likely exposure site, one patient remains in ICU

News | Health

**Superbug outbreak costs an NHS hospital one million pounds, says new study**

**Monash Medical Centre discovers black mould in area where cancer patients treated**

# Actual expenditures vs. averted expenditures

Hospitals (and funders) need to look beyond actual expenditures

## **What is the return on investment?**

This is hard! Prospect theory = we value financial losses more than gains

Hand hygiene: ROI up to 23 times the initial amount invested

How do we get this data for environmental cleaning?

# Actual expenditures vs. averted expenditures

## Costs of cleaning

- Staffing (and training)
- Consumables
- Equipment (and its maintenance)
- Auditing and feedback
- Replacements – long term corrosion/damage of equipment from cleaning



**What are the costs of HAI?**

**What are the costs of interventions to reduce HAI?**

**Can we save money?**

# Can we save money by increasing cleaning?



<b>Design</b>	Within-trial cost-effectiveness analysis of CLEEN – stepped wedge cluster RCT of cleaning shared medical equipment
<b>Participants</b>	10 adult acute care wards in a single tertiary hospital
<b>Intervention</b>	Additional cleaning hours for shared medical equipment, education, audit, and feedback
<b>Comparison</b>	Standard of care
<b>Outcomes</b>	Incremental cost-effectiveness ratio: mean change to costs associated with the intervention divided by the mean change in outcome
<b>Timeline</b>	Study March – Nov 2023, analysis May – October 2024

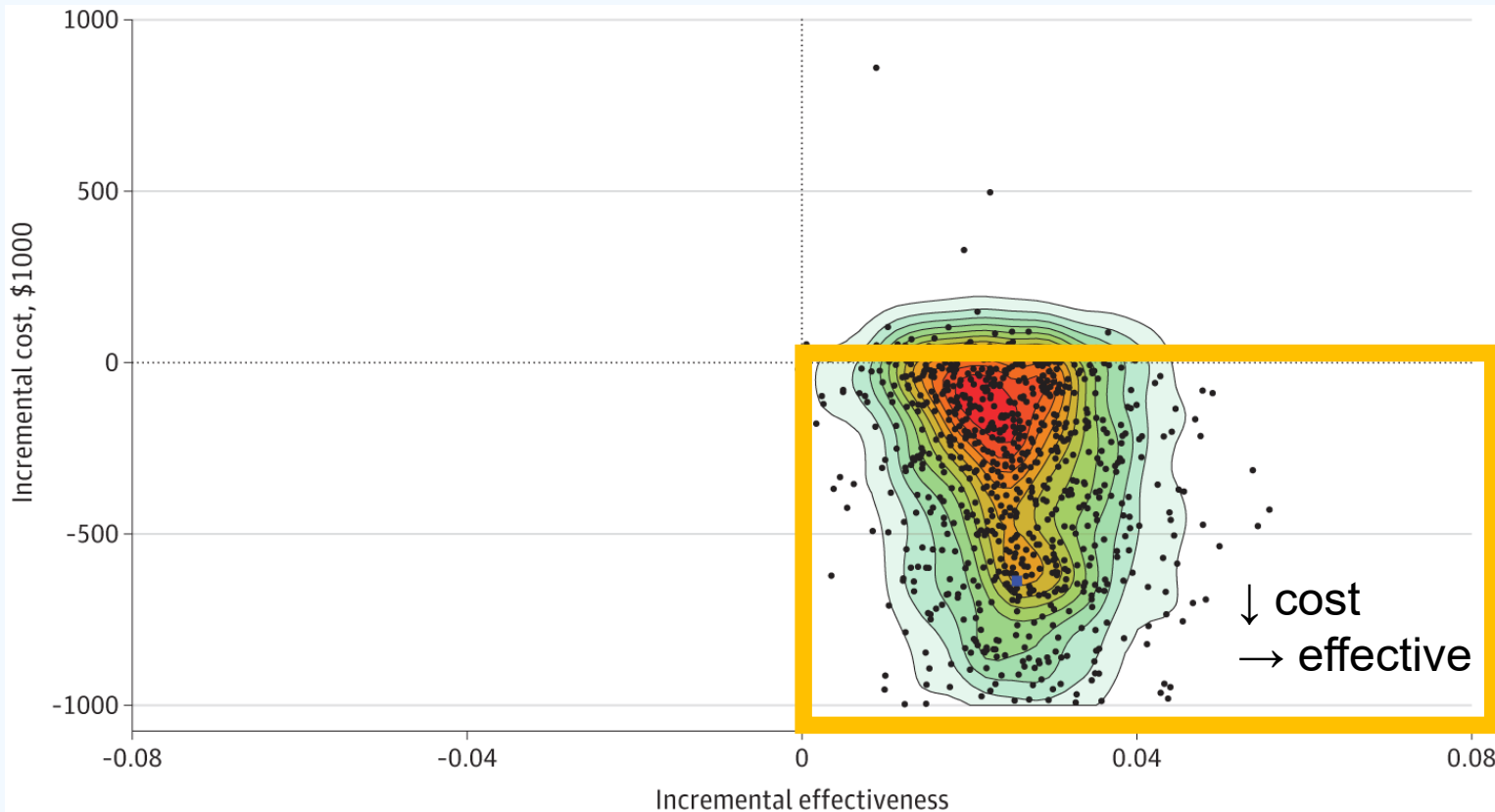
**Table 2. Cost-Effectiveness Analysis for 1000 Patients**

Group	Total costs, \$AUD <sup>a</sup>	Total HAIs	Change in costs, \$AUD	HAIs avoided	ICER
Usual care	2 155 310	130	NA	NA	NA
Intervention	1 513 000	100	-642 010	30	Dominant <sup>b</sup>

Abbreviations: ICER, incremental cost-effectiveness ratio; NA, not applicable.

<sup>a</sup> Total costs refer to staff time, education, training, material development, consumables and/or equipment, treatment, medications, and patient length of stay. In usual care, the costs were related to length of stay.

<sup>b</sup> Due to the intervention's reduction in costs and HAIs, usual care is said to be dominated by the intervention.



<b>Findings</b>	The intervention reduced HAIs and saved money
<b>Considerations</b>	Single centre Potential underestimate
<b>Bottom line</b>	Cleaning shared medical equipment is a cost-saving endeavour

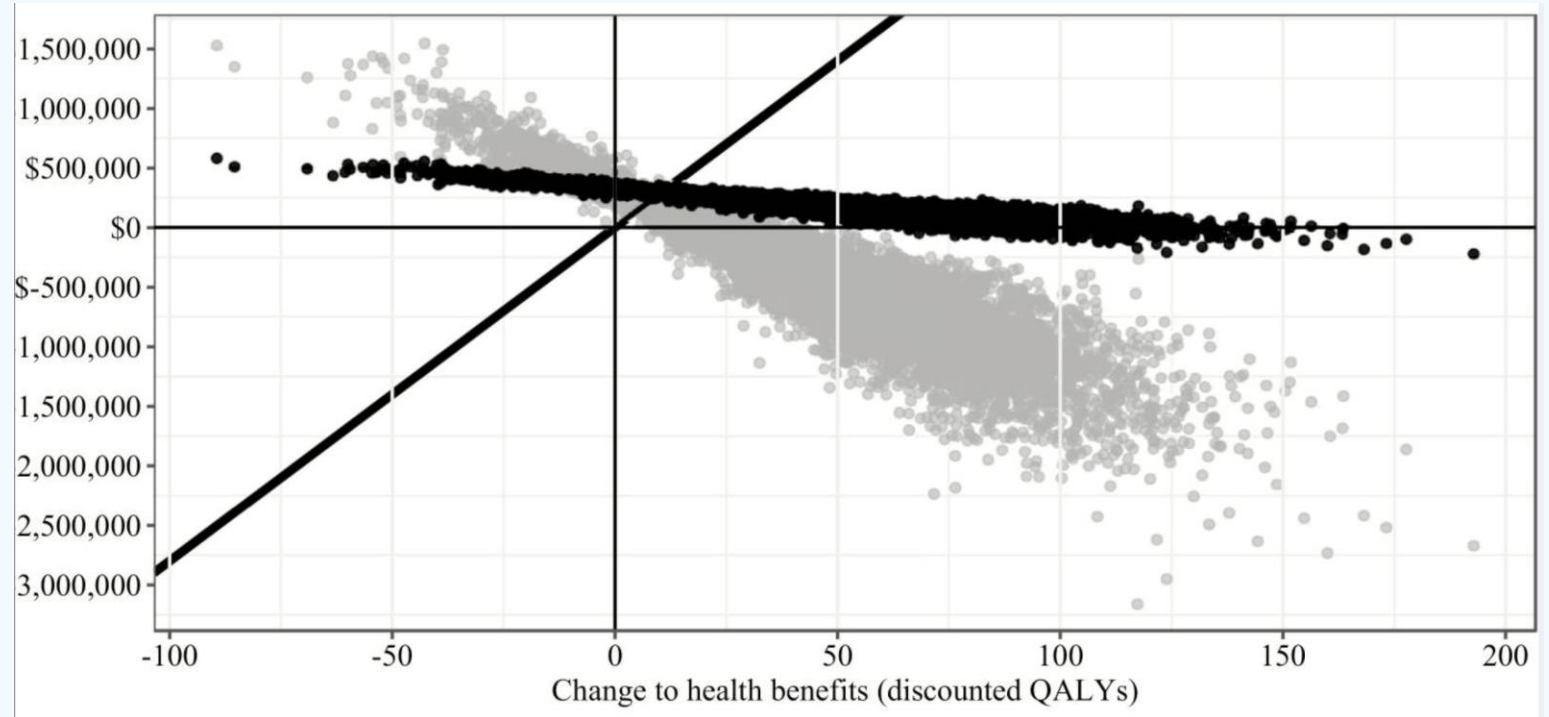
# REACH trial

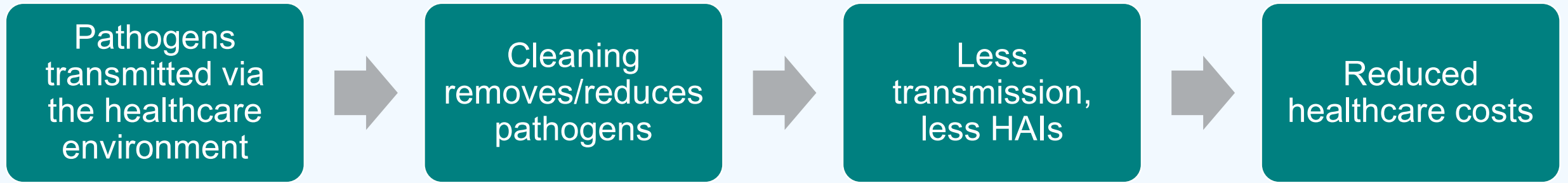
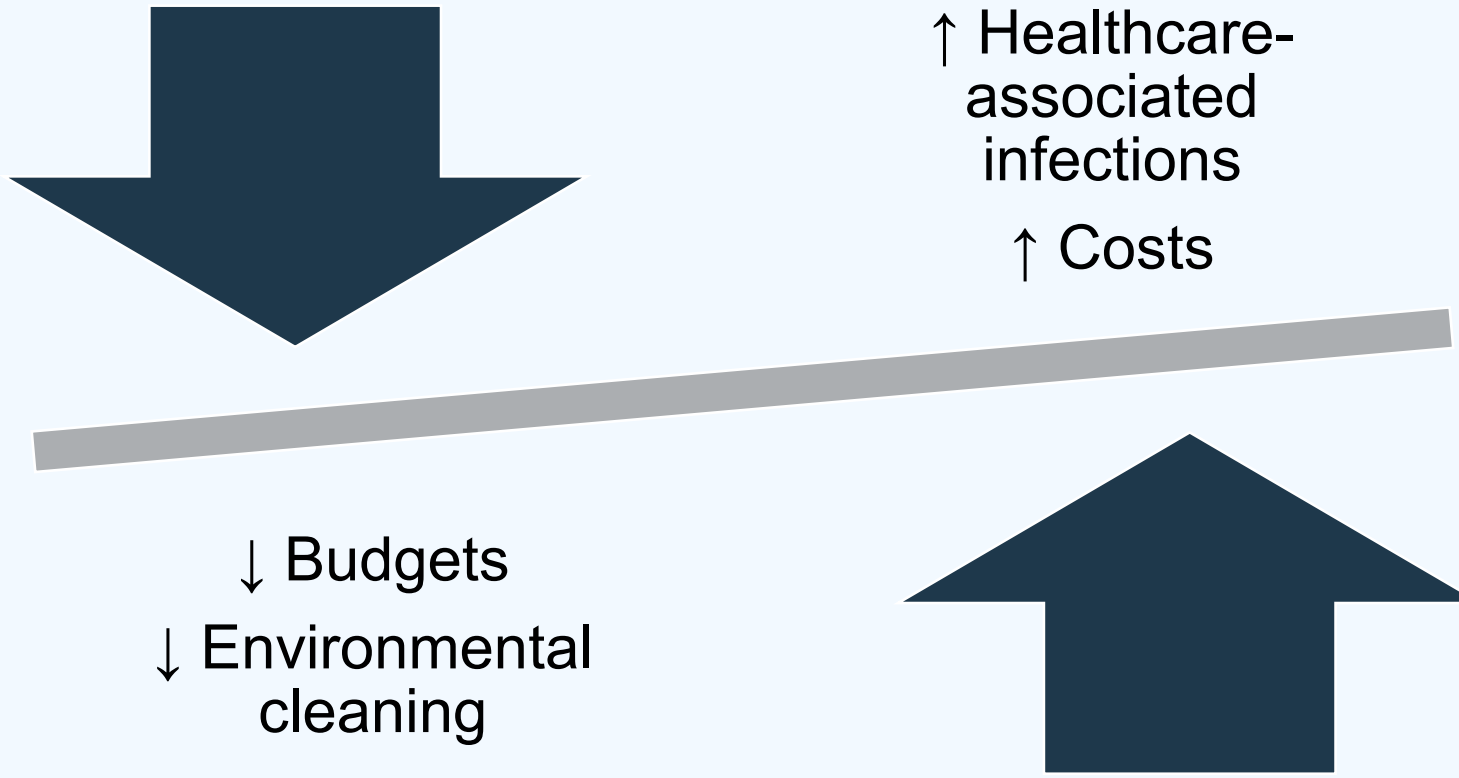
## Bundle:

- Recommended cleaning agents
- Frequency of cleaning
- Cleaning techniques
- Auditing strategies
- Staff training
- Hospital-wide commitment

## Findings:

- Reduced VRE infections (not MRSA/CDI)
- Net monetary benefit 1m
- Incremental cost-effectiveness ratio \$4684/QALY gained





# What can we do?

Understand the evidence behind practice

Local data (audits) have an impact

- Hospital/ward level audits
- Sequencing data

Harness patient/consumer advocacy

# Thank you

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