

**Defense Health Program  
Fiscal Year (FY) 2011 Budget Estimates  
Cost of Medical Activities**

Defense Health Program Funding by Subactivity Group  
(Dollars in Thousands)

	<b>FY 2009<sup>1/</sup></b>	<b>FY 2010<sup>2/</sup></b>	<b>FY 2011</b>	<b>FY 2009 - 2010 Change</b>		<b>FY 2010 - 2011 Change</b>		
	<b>Actuals</b>	<b>Estimate</b>	<b>Estimate</b>	<b>\$</b>	<b>(%)</b>	<b>\$</b>	<b>(%)</b>	
<b><u>IN-HOUSE CARE</u></b>								
0807700HP	Defense Medical Centers, Hospitals and Medical Clinics - OCONUS	5,070,006	4,575,006	5,317,643	-495,000	-9.8%	742,637	16.2%
0807900HP	Defense Medical Centers, Hospitals and Medical Clinics - OCONUS	415,238	378,350	420,786	-36,888	-8.9%	42,436	11.2%
0807701HP	Pharmaceuticals - CONUS	1,143,840	1,220,645	1,341,241	76,805	6.7%	120,596	9.9%
0807901HP	Pharmaceuticals - OCONUS	112,551	137,544	114,183	24,993	22.2%	-23,361	-17.0%
0807715HP	Dental Care Activities - CONUS	435,888	507,730	521,537	71,842	16.5%	13,807	2.7%
0807915HP	Dental Care Activities - OCONUS	<u>57,110</u>	<u>63,488</u>	<u>66,487</u>	<u>6,378</u>	11.2%	<u>2,999</u>	4.7%
<b>Subtotal In-House Care</b>		<b>7,234,633</b>	<b>6,882,763</b>	<b>7,781,877</b>	<b>-351,870</b>	<b>-4.9%</b>	<b>899,114</b>	<b>13.1%</b>
<b><u>PRIVATE SECTOR CARE</u></b>								
0807702HP	Pharmaceuticals - Purchased Health Care	264,037	290,470	320,885	26,433	10.0%	30,415	10.5%
0807703HP	Pharmaceuticals - National Retail Pharmacy	1,894,439	1,686,070	1,853,760	-208,369	-11.0%	167,690	9.9%
0807723HP	TRICARE Managed Care Support (MCS) Contracts	6,395,199	6,702,848	7,376,503	307,649	4.8%	673,655	10.1%
0807738HP	MTF Enrollees - Purchased Care	2,328,413	2,758,666	2,977,883	430,253	18.5%	219,217	7.9%
0807741HP	Dental - Purchased Care	306,826	331,269	354,505	24,443	8.0%	23,236	7.0%
0807742HP	Uniformed Services Family Health Program (USFHP)	334,735	377,549	423,380	42,814	12.8%	45,831	12.1%
0807743HP	Supplemental Care - Health Care	1,244,343	1,351,009	1,573,663	106,666	8.6%	222,654	16.5%
0807745HP	Supplemental Care - Dental	194,384	128,461	144,021	-65,923	-33.9%	15,560	12.1%
0807747HP	Continuing Health Education/Capitalization of Assets Program (CHE/CAP)	266,852	297,582	336,156	30,730	11.5%	38,574	13.0%
0807749HP	Overseas Purchased Health Care	240,088	281,873	302,044	41,785	17.4%	20,171	7.2%
0807751HP	Miscellaneous Purchased Health Care	181,152	213,007	261,825	31,855	17.6%	48,818	22.9%
0807752HP	Miscellaneous Support Activities	72,335	119,168	110,120	<u>46,833</u>	64.7%	<u>-9,048</u>	-7.6%
<b>Subtotal Private Sector Care</b>		<b>13,722,803</b>	<b>14,537,972</b>	<b>16,034,745</b>	<b>815,169</b>	<b>5.9%</b>	<b>1,496,773</b>	<b>10.3%</b>

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	<b>Actuals</b>	<b>Estimate</b>	<b>Estimate</b>	<b>\$</b>	<b>(%)</b>	<b>\$</b>	<b>(%)</b>
<b><u>CONSOLIDATED HEALTH SUPPORT</u></b>							
0801720HP Examining Activities	68,337	65,975	74,290	-2,362	-3.5%	8,315	12.6%
0807714HP Other Health Activities	604,000	744,021	803,380	140,021	23.2%	59,359	8.0%
0807705HP Military Public/Occupational Health	326,406	286,253	335,919	-40,153	-12.3%	49,666	17.4%
0807760HP Veterinary Services	30,065	33,780	37,174	3,715	12.4%	3,394	10.0%
0807724HP Military Unique Requirements - Other Medical	510,386	721,010	753,278	210,624	41.3%	32,268	4.5%
0807725HP Aeromedical Evacuation System	39,988	50,360	51,880	10,372	25.9%	1,520	3.0%
0807730HP Service Support to Other Health Activities - TRANSCOM	0	1,268	1,417	1,268	100.0%	149	11.8%
0807785HP Armed Forces Institute of Pathology (AFIP)	87,432	76,213	65,145	-11,219	-12.8%	-11,068	-14.5%
<b>Subtotal Consolidated Health Support</b>	<b>1,666,614</b>	<b>1,978,880</b>	<b>2,122,483</b>	<b>312,266</b>	<b>18.7%</b>	<b>143,603</b>	<b>7.3%</b>
<b><u>INFORMATION MANAGEMENT</u></b>							
0807781HP Non-Central Information Management/Information Technology	528,377	515,348	521,908	-13,029	-2.5%	6,560	1.3%
0807783HP DHP Information Management/Information Technology Support Programs	97,416	107,768	115,624	10,352	10.6%	7,856	7.3%
0807793HP MHS Tri-Service Information Management/Information Technology	667,325	688,185	814,798	<u>20,860</u>	3.1%	<u>126,613</u>	18.4%
<b>Subtotal Information Management</b>	<b>1,293,118</b>	<b>1,311,301</b>	<b>1,452,330</b>	<b>18,183</b>	<b>1.4%</b>	<b>141,029</b>	<b>10.8%</b>
<b><u>MANAGEMENT ACTIVITIES</u></b>							
0807798HP Management Activities	111,199	101,269	106,897	-9,930	-8.9%	5,628	5.6%
0807709HP TRICARE Management Activity	191,504	185,974	184,382	-5,530	-2.9%	-1,592	-0.9%
0901200HP BMMP Domain Management and System Integration	2,281	2,413	2,419	<u>132</u>	5.8%	<u>6</u>	0.2%
<b>Subtotal Management Activities</b>	<b>304,984</b>	<b>289,656</b>	<b>293,698</b>	<b>-15,328</b>	<b>-5.0%</b>	<b>4,042</b>	<b>1.4%</b>

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	<b>Actuals</b>	<b>Estimate</b>	<b>Estimate</b>	<b>\$</b>	<b>(%)</b>	<b>\$</b>	<b>(%)</b>	
<b><u>EDUCATION AND TRAINING</u></b>								
0806722HP	Armed Forces Health Professions Scholarship Program	203,102	232,150	240,746	29,048	14.3%	8,596	3.7%
0806721HP	Uniformed Services University of the Health Sciences	101,765	98,131	105,529	-3,634	-3.6%	7,398	7.5%
0806761HP	Other Education and Training	302,898	288,744	286,259	<u>-14,154</u>	-4.7%	<u>-2,485</u>	-0.9%
<b>Subtotal Education and Training</b>		<b>607,765</b>	<b>619,025</b>	<b>632,534</b>	<b>11,260</b>	<b>1.9%</b>	<b>13,509</b>	<b>2.2%</b>
<b><u>BASE OPERATIONS/COMMUNICATIONS</u></b>								
0806276HP	Facilities Restoration and Modernization - CONUS	415,198	630,208	305,728	215,010	51.8%	-324,480	-51.5%
0806376HP	Facilities Restoration and Modernization - OCONUS	71,810	47,616	49,691	-24,194	-33.7%	2,075	4.4%
0806278HP	Facilities Sustainment - CONUS	438,849	311,437	288,389	-127,412	-29.0%	-23,048	-7.4%
0806378HP	Facilities Sustainment - OCONUS	60,067	89,686	89,399	29,619	49.3%	-287	-0.3%
0807779HP	Facilities Operations - Health Care - CONUS	355,626	395,221	380,340	39,595	11.1%	-14,881	-3.8%
0807979HP	Facilities Operations - Health Care - OCONUS	30,764	29,109	29,470	-1,655	-5.4%	361	1.2%
0807795HP	Base Communications - CONUS	37,256	41,213	41,499	3,957	10.6%	286	0.7%
0807995HP	Base Communications - OCONUS	4,954	5,645	5,717	691	13.9%	72	1.3%
0807796HP	Base Operations - CONUS	319,659	325,076	340,621	5,417	1.7%	15,545	4.8%
0807996HP	Base Operations - OCONUS	21,450	22,286	21,029	836	3.9%	-1,257	-5.6%
0807753HP	Environmental Conservation	530	944	955	414	78.1%	11	1.2%
0807754HP	Pollution Prevention	0	3,621	3,628	3,621	100.0%	7	0.2%
0807756HP	Environmental Compliance	28,125	25,835	28,371	-2,290	-8.1%	2,536	9.8%
0807790HP	Visual Information Systems	8,549	12,945	12,773	4,396	51.4%	-172	-1.3%
0808093HP	Demolition/Disposal of Excess Facilities	0	0	0	<u>0</u>	0.0%	<u>0</u>	0.0%
<b>Subtotal Base Operations/Communications</b>		<b>1,792,837</b>	<b>1,940,842</b>	<b>1,597,610</b>	<b>148,005</b>	<b>8.3%</b>	<b>-343,232</b>	<b>-17.7%</b>
<b>Subtotal DHP Operation and Maintenance</b>		<b>26,622,754</b>	<b>27,560,439</b>	<b>29,915,277</b>	<b>937,685</b>	<b>3.5%</b>	<b>2,354,838</b>	<b>8.5%</b>

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	<b>Actuals</b>	<b>Estimate</b>	<b>Estimate</b>	<b>\$</b>	<b>(%)</b>	<b>\$</b>	<b>(%)</b>
<b>Procurement</b>							
<b>(Program Elements 0807720HP &amp; 0807721HP)</b>							
Dental Equipment	0	3,400	1,200	3,400	100.0%	-2,200	-64.7%
Food Service, Preventive Medicine, and Pharmacy Equipment	5,877	9,012	6,507	3,135	53.3%	-2,505	-27.8%
Medical Information System Equipment	183,481	147,010	309,107	-36,471	-19.9%	162,097	110.3%
Medical Patient Care Administrative Equipment	2,621	2,357	2,404	-264	-10.1%	47	2.0%
Medical/Surgical Equipment	41,228	23,859	23,444	-17,369	-42.1%	-415	-1.7%
Other Equipment	33,570	49,272	11,774	15,702	46.8%	-37,498	-76.1%
Pathology/Lab Equipment	5,718	12,832	20,297	7,114	124.4%	7,465	58.2%
Radiographic Equipment	<u>89,116</u>	<u>118,950</u>	<u>145,188</u>	<u>29,834</u>	33.5%	<u>26,238</u>	22.1%
<b>Subtotal Procurement</b>	<b>361,611</b>	<b>366,692</b>	<b>519,921</b>	<b>5,081</b>	<b>1.4%</b>	<b>153,229</b>	<b>41.8%</b>
<b>Research, Development, Test and Evaluation</b>							
0601101HP In-House Laboratory Independent Research (ILIR)	2,431	2,747	2,875	316	13.0%	128	4.7%
0601117HP Basic Operational Medical Research Sciences	0	55,302	0	55,302	100.0%	-55,302	-100.0%
0602115HP Applied Biomedical Technology	3,150	90,525	28,658	87,375	2773.8%	-61,867	-68.3%
0602787HP Medical Technology (AFRRI)	2,977	3,332	3,553	355	11.9%	221	6.6%
0603002HP Medical Advanced Technology (AFRRI)	736	719	752	-17	-2.3%	33	4.6%
0603115HP Medical Technology Development	766,234	768,347	133,376	2,113	0.3%	-634,971	-82.6%
0604110HP Medical Products Support and Advanced Concept Development	122,850	205,865	160,168	83,015	67.6%	-45,697	-22.2%
0605013HP Information Technology Development	169,224	125,379	136,761	-43,845	-25.9%	11,382	9.1%
0605145HP Medical Products and Support Systems Development	0	803	0	803	100.0%	-803	-100.0%
0605502HP Small Business Innovative Research (SBIR) Program	27,170	15,528	0	-11,642	-42.8%	-15,528	-100.0%
0606105HP Medical Program-Wide Activities	0	0	13,770	0	0.0%	13,770	100.0%
0607100HP Medical Products and Capabilities Enhancement Activities	0	19,500	20,000	<u>19,500</u>	100.0%	<u>500</u>	2.6%
<b>Subtotal RDT&amp;E</b>	<b>1,094,772</b>	<b>1,288,047</b>	<b>499,913</b>	<b>173,775</b>	<b>15.9%</b>	<b>-788,634</b>	<b>-61.2%</b>
<b>Total Defense Health Program</b>	<b>28,079,137</b>	<b>29,215,178</b>	<b>30,935,111</b>	<b>1,116,541</b>	<b>3.8%</b>	<b>1,719,433</b>	<b>5.6%</b>

1/ FY 2009 actuals include funding of \$1,100.0M of FY 2009 Overseas Contingency Operations (OCO) Bridge Supplemental, Public Law 110-252, and \$1,055.3M for Supplemental Appropriations Act of 20 Public Law 111-32 (\$845.5M for Operation and Maintenance; \$159.6M for Research, Development, Test and Evaluation; and \$50.2M for Procurement).

2/ FY 2010 current estimate excludes Operation and Maintenance funding of \$1,256.7M for OCO under the Department of Defense Appropriations Act for FY 2010 Public Law 111-118; excludes \$132.0M for Operation and Maintenance; and includes \$8.0 million for Research, Development, Test and Evaluation transferred from Health and Human Services (HHS) for H1N1 in the Supplemental Appropriations Act of 2009, Public Law 111-32.

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				\$	(%)	\$	(%)
<b><u>SPECIAL INTEREST ITEMS</u></b>							
<b>Medicare Eligible Accrual Fund Receipts</b>							
Total Medicare Eligible Accrual Fund	8,357,559	8,634,000	9,356,000	276,441	3.3%	722,000	8.4%
Direct Care	1,309,650	1,253,900	1,299,297	-55,750	-4.3%	45,397	3.6%
Private Sector Care	6,650,709	6,977,700	7,640,621	326,991	4.9%	662,921	9.5%
Military Personnel Accounts	397,200	402,400	416,082	5,200	1.3%	13,682	3.4%
<b>Research, Development, Test &amp; Evaluation</b>	<b>1,094,772</b>	<b>1,288,047</b>	<b>499,913</b>	<b>-177,407</b>	<b>-16.2%</b>	<b>-663,433</b>	<b>-51.5%</b>
Congressionally Directed Programs	862,324	666,945	0	-195,379	-22.7%	-666,945	-100.0%
TMA Central Information Technology Development	136,491	106,275	121,008	-30,216	-22.1%	14,733	13.9%
Service Information Technology Development	21,733	16,704	15,753	-5,029	-23.1%	-951	-5.7%
Small Business Innovative Research	27,170	15,528	0	-11,642	-42.8%	-15,528	-100.0%
Medical Technology Development	37,760	101,870	106,613	64,110	169.8%	4,743	4.7%
Biomedical Technology	3,150	3,228	3,394	78	2.5%	166	5.1%
Armed Forces Radiobiology Research Institute (AFRRI)	2,977	3,332	3,553	355	11.9%	221	6.6%
In-House Laboratory Independent Research (ILIR)	2,431	2,747	2,875	316	13.0%	128	4.7%
Medical Advanced Technology (AFRRI)	736	719	752	-17	-2.3%	33	4.6%
Medical Products Support and Advanced Concept Development	0	7,800	0	7,800	100.0%	-7,800	-100.0%
Medical Program-Wide Activities	0	0	13,770	0	0.0%	13,770	100.0%
GDF Medical Research Enhancement	0	362,899	232,195	362,899	100.0%	-130,704	-36.0%