

**Defense Health Program
Fiscal Year (FY) 2009 Budget Estimates
Cost of Medical Activities**

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

	FY 2007 Actuals	FY 2008 Estimate	FY 2009 Estimate	FY07 - 08 Change		FY08 - 09 Change	
				\$	(%)	\$	(%)
<u>IN-HOUSE CARE</u>							
0807700HP Defense Medical Centers, Hospitals and Medical Clinics - OCONUS	4,174,687	3,649,285	4,028,745	-525,402	-12.6%	379,460	10.4%
0807900HP Defense Medical Centers, Hospitals and Medical Clinics - OCONUS	344,943	263,689	284,765	-81,254	-23.6%	21,076	8.0%
0807701HP Pharmaceuticals - CONUS	1,149,930	1,428,593	1,650,578	278,663	24.2%	221,985	15.5%
0807901HP Pharmaceuticals - OCONUS	106,440	130,763	145,613	24,323	22.9%	14,850	11.4%
0807715HP Dental Care Activities - CONUS	373,021	377,642	404,267	4,621	1.2%	26,625	7.1%
0807915HP Dental Care Activities - OCONUS	<u>51,746</u>	<u>56,540</u>	<u>60,592</u>	<u>4,794</u>	9.3%	<u>4,052</u>	7.2%
Subtotal In-House Care	6,200,767	5,906,512	6,574,560	-294,255	-4.7%	668,048	11.3%
<u>PRIVATE SECTOR CARE</u>							
0807702HP Pharmaceuticals - Purchased Health Care	218,441	222,934	256,132	4,493	2.1%	33,198	14.9%
0807703HP Pharmaceuticals - National Retail Pharmacy	1,485,151	1,575,169	1,701,903	90,018	6.1%	126,734	8.0%
0807723HP TRICARE Managed Care Support (MCS) Contracts	5,081,175	5,781,716	5,155,205	700,541	13.8%	-626,511	-10.8%
0807738HP MTF Enrollees - Purchased Care	1,998,758	2,088,724	2,230,431	89,966	4.5%	141,707	6.8%
0807741HP Dental - Purchased Care	266,859	277,867	293,919	11,008	4.1%	16,052	5.8%
0807742HP Uniformed Services Family Health Program (USFHP)	286,097	337,045	374,339	50,948	17.8%	37,294	11.1%
0807743HP Supplemental Care - Health Care	946,584	938,079	1,031,224	-8,505	-0.9%	93,145	9.9%
0807745HP Supplemental Care - Dental	140,845	95,601	108,067	-45,244	-32.1%	12,466	13.0%
0807747HP Continuing Health Education/Capitalization of Assets Program (CHE/CAP)	246,352	308,768	252,958	62,416	25.3%	-55,810	-18.1%
0807749HP Overseas Purchased Health Care	223,935	243,030	255,865	19,095	8.5%	12,835	5.3%
0807751HP Miscellaneous Purchased Health Care	74,782	435,067	464,349	360,285	481.8%	29,282	6.7%
0807752HP Miscellaneous Support Activities	<u>39,674</u>	<u>37,286</u>	<u>31,359</u>	<u>-2,388</u>	-6.0%	<u>-5,927</u>	-15.9%
Subtotal Private Sector Care	11,008,653	12,341,286	12,155,751	1,332,633	10.8%	-185,535	-1.5%

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<u>CONSOLIDATED HEALTH SUPPORT</u>							
0801720HP Examining Activities	48,922	52,157	53,675	3,235	6.6%	1,518	2.9%
0807714HP Other Health Activities	623,182	388,648	363,421	-234,534	-37.6%	-25,227	-6.5%
0807705HP Military Public/Occupational Health	309,392	259,090	265,611	-50,302	-16.3%	6,521	2.5%
0807760HP Veterinary Services	26,483	32,409	32,137	5,926	22.4%	-272	-0.8%
0807724HP Military Unique Requirements - Other Medical	672,513	447,237	422,072	-225,276	-33.5%	-25,165	-5.6%
0807725HP Aeromedical Evacuation System	34,841	48,804	48,906	13,963	40.1%	102	0.2%
0807730HP Service Support to Other Health Activities - TRANSCOM	490	1,048	1,092	558	113.9%	44	4.2%
0807785HP Armed Forces Institute of Pathology (AFIP)	<u>88,056</u>	<u>81,470</u>	<u>63,238</u>	<u>-6,586</u>	-7.5%	<u>-18,232</u>	-22.4%
Subtotal Consolidated Health Support	1,803,879	1,310,863	1,250,152	-493,016	-27.3%	-60,711	-4.6%
<u>INFORMATION MANAGEMENT</u>							
0807781HP Non-Central Information Management/Information Technology	528,135	427,520	420,638	-100,615	-19.1%	-6,882	-1.6%
0807783HP DHP Information Management/Information Technology Support Programs	0	92,558	99,337	92,558		6,779	7.3%
0807793HP MHS Tri-Service Information Management/Information Technology	<u>579,011</u>	<u>534,917</u>	<u>597,114</u>	<u>-44,094</u>	-7.6%	<u>62,197</u>	11.6%
Subtotal Information Management	1,107,146	1,054,995	1,117,089	-52,151	-4.7%	62,094	5.9%
<u>MANAGEMENT ACTIVITIES</u>							
0807798HP Management Activities	75,713	63,521	66,248	-12,192	-16.1%	2,727	4.3%
0807709HP TRICARE Management Activity	179,966	212,856	199,874	32,890	18.3%	-12,982	-6.1%
0901200HP BIMP Domain Management and System Integration	<u>2,411</u>	<u>2,424</u>	<u>2,423</u>	<u>13</u>	0.5%	<u>-1</u>	0.0%
Subtotal Management Activities	258,090	278,801	268,545	20,711	8.0%	-10,256	-3.7%

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		<u>Actuals</u>	<u>Estimate</u>	<u>Estimate</u>				
EDUCATION AND TRAINING								
0806722HP	Armed Forces Health Professions Scholarship Program	159,338	189,681	199,825	30,343	19.0%	10,144	5.3%
0806721HP	Uniformed Services University of the Health Sciences	139,410	87,001	79,358	-52,409	-37.6%	-7,643	-8.8%
0806761HP	Other Education and Training	<u>261,740</u>	<u>211,013</u>	<u>206,341</u>	<u>-50,727</u>	-19.4%	<u>-4,672</u>	-2.2%
Subtotal Education and Training		560,488	487,695	485,524	-72,793	-13.0%	-2,171	-0.4%
BASE OPERATIONS/COMMUNICATIONS								
0806276HP	Facilities Restoration and Modernization - CONUS	451,162	160,792	140,211	-290,370	-64.4%	-20,581	-12.8%
0806376HP	Facilities Restoration and Modernization - OCONUS	47,938	28,978	28,326	-18,960	-39.6%	-652	-2.2%
0806278HP	Facilities Sustainment - CONUS	572,977	276,658	319,313	-296,319	-51.7%	42,655	15.4%
0806378HP	Facilities Sustainment - OCONUS	68,550	59,230	90,300	-9,320	-13.6%	31,070	52.5%
0807779HP	Facilities Operations - Health Care - CONUS	347,867	251,676	265,428	-96,191	-27.7%	13,752	5.5%
0807979HP	Facilities Operations - Health Care - OCONUS	28,201	25,753	26,509	-2,448	-8.7%	756	2.9%
0807795HP	Base Communications - CONUS	35,214	43,418	44,495	8,204	23.3%	1,077	2.5%
0807995HP	Base Communications - OCONUS	5,215	7,403	7,599	2,188	42.0%	196	2.6%
0807796HP	Base Operations - CONUS	274,223	268,781	273,987	-5,442	-2.0%	5,206	1.9%
0807996HP	Base Operations - OCONUS	20,310	25,604	27,404	5,294	26.1%	1,800	7.0%
0807753HP	Environmental Conservation	553	1,116	856	563	101.8%	-260	-23.3%
0807754HP	Pollution Prevention	521	3,747	3,598	3,226	619.2%	-149	-4.0%
0807756HP	Environmental Compliance	25,715	24,489	25,667	-1,226	-4.8%	1,178	4.8%
0807790HP	Visual Information Systems	8,515	11,704	12,045	3,189	37.5%	341	2.9%
0808093HP	Demolition/Disposal of Excess Facilities	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>		<u>0</u>	
Subtotal Base Operations/Communications		1,886,961	1,189,349	1,265,738	-697,612	-37.0%	76,389	6.4%
Subtotal DHP Operation and Maintenance		22,825,984	22,569,501	23,117,359	-256,483	-1.1%	547,858	2.4%

1/ Does not include funding of \$575,701,000 provided by P.L. 110-161, Consolidated Appropriations Act, 2008, Title V, Other DoD Programs, Division L, Emergency Supplemental Appropriations for Operation Enduring Freedom and for other purposes.

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Procurement							
(Program Elements 0807720HP & 0807721HP)							
Dental Equipment	3,155	500	0	-2,655	-84.2%	-500	-100.0%
Food Service, Preventive Medicine, and Pharmacy Equipment	4,577	6,433	5,266	1,856	40.6%	-1,167	-18.1%
Medical Information System Equipment	262,963	196,635	147,660	-66,328	-25.2%	-48,975	-24.9%
Medical Patient Care Administrative Equipment	207	2,651	2,621	2,444	1180.7%	-30	-1.1%
Medical/Surgical Equipment	28,083	24,745	21,686	-3,338	-11.9%	-3,059	-12.4%
Other Equipment	76,897	25,026	13,437	-51,871	-67.5%	-11,589	-46.3%
Pathology/Lab Equipment	4,614	7,560	10,422	2,946	63.8%	2,862	37.9%
Radiographic Equipment	<u>116,794</u>	<u>99,311</u>	<u>102,813</u>	<u>-17,483</u>	<u>-15.0%</u>	<u>3,502</u>	<u>3.5%</u>
Subtotal Procurement	497,290	362,861	303,905	-134,429	-27.0%	-58,956	-16.2%
Research, Development, Test and Evaluation							
0601101HP In-House Laboratory Independent Research (ILIR)	2,363	2,158	2,759	-205	-8.7%	601	27.8%
0602115HP Biomedical Technology	2,925	3,073	3,231	148	5.1%	158	5.1%
0602787HP Medical Technology (AFRRI)	3,155	3,223	3,381	68	2.2%	158	4.9%
0603002HP Medical Advanced Technology (AFRRI)	779	797	836	18	2.3%	39	4.9%
0603115HP Medical Development	598,128	416,572	38,077	-181,556	-30.4%	-378,495	-90.9%
0605502HP Small Business Innovative Research (SBIR) Program	19,307	13,408	0	-5,899	-30.6%	-13,408	0.0%
0605013HP Information Technology Development	<u>145,665</u>	<u>97,099</u>	<u>145,654</u>	<u>-48,566</u>	<u>-33.3%</u>	<u>48,555</u>	<u>50.0%</u>
Subtotal RDT&E	772,322	536,330	193,938	-235,992	-30.6%	-342,392	-63.8%
Total Defense Health Program	24,095,596	23,468,692	23,615,202	-626,904	-2.6%	146,510	0.6%

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<u>SPECIAL INTEREST ITEMS</u>							
Medicare Eligible Accrual Fund							
Total Medicare Eligible Accrual Fund	7,711,001	8,348,610	9,021,193	637,609	8.3%	672,583	8.1%
Direct Care	1,344,746	1,273,150	1,359,209	-71,596	-5.3%	86,059	6.8%
Private Sector Care	5,942,806	6,669,660	7,237,021	726,854	12.2%	567,361	8.5%
Military Personnel Accounts	423,449	405,800	424,963	-17,649	-4.2%	19,163	4.7%
Research, Development, Test & Evaluation	772,322	536,330	193,938	-235,992	-30.6%	-342,392	-63.8%
Congressionally Directed Programs	573,969	391,802	0	-182,167	-31.7%	-391,802	
TMA Central Information Technology Development	107,724	75,493	120,661	-32,231	-29.9%	45,168	59.8%
Service Information Technology Development	28,513	9,976	24,993	-18,537	-65.0%	15,017	150.5%
Small Business Innovative Research	19,307	13,408	0	-5,899	-30.6%	-13,408	
Medical Development	33,587	36,400	38,077	2,813	8.4%	1,677	4.6%
Biomedical Technology	2,925	3,073	3,231	148	5.1%	158	5.1%
Armed Forces Radiobiology Research Institute (AFFRI)	3,934	4,020	4,217	86	2.2%	197	4.9%
In-House Laboratory Independent Research (ILIR)	2,363	2,158	2,759	-205	-8.7%	601	27.8%