

**Defense Health Program
Fiscal Year (FY) 2010 Budget Estimates
Cost of Medical Activities**

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

	FY 2008	FY 2009	FY 2010	FY 2008 - 2009 Change		FY 2009 - 2010 Change		
	Actuals	Estimate	Estimate	\$	(%)	\$	(%)	
<u>IN-HOUSE CARE</u>								
0807700HP	Defense Medical Centers, Hospitals and Medical Clinics - OCONUS	4,346,872	4,022,971	4,587,235	-323,901	-7.5%	564,264	14.0%
0807900HP	Defense Medical Centers, Hospitals and Medical Clinics - OCONUS	384,876	289,765	378,705	-95,111	-24.7%	88,940	30.7%
0807701HP	Pharmaceuticals - CONUS	1,066,204	1,356,799	1,234,560	290,595	27.3%	-122,239	-9.0%
0807901HP	Pharmaceuticals - OCONUS	106,314	145,613	142,239	39,299	37.0%	-3,374	-2.3%
0807715HP	Dental Care Activities - CONUS	401,824	404,267	508,146	2,443	0.6%	103,879	25.7%
0807915HP	Dental Care Activities - OCONUS	<u>55,964</u>	<u>60,592</u>	<u>63,488</u>	<u>4,628</u>	8.3%	<u>2,896</u>	4.8%
Subtotal In-House Care		6,362,054	6,280,007	6,914,373	-82,047	-1.3%	634,366	10.1%
<u>PRIVATE SECTOR CARE</u>								
0807702HP	Pharmaceuticals - Purchased Health Care	257,218	291,472	358,693	34,254	13.3%	67,221	23.1%
0807703HP	Pharmaceuticals - National Retail Pharmacy	1,712,605	2,233,129	1,985,527	520,524	30.4%	-247,602	-11.1%
0807723HP	TRICARE Managed Care Support (MCS) Contracts	5,516,306	5,629,982	6,502,748	113,676	2.1%	872,766	15.5%
0807738HP	MTF Enrollees - Purchased Care	2,130,810	2,254,121	2,387,642	123,311	5.8%	133,521	5.9%
0807741HP	Dental - Purchased Care	278,407	294,907	327,448	16,500	5.9%	32,541	11.0%
0807742HP	Uniformed Services Family Health Program (USFHP)	326,011	351,566	394,243	25,555	7.8%	42,677	12.1%
0807743HP	Supplemental Care - Health Care	1,005,053	1,151,919	1,260,235	146,866	14.6%	108,316	9.4%
0807745HP	Supplemental Care - Dental	196,454	162,671	165,050	-33,783	-17.2%	2,379	1.5%
0807747HP	Continuing Health Education/Capitalization of Assets Program (CHE/CAP)	264,521	288,543	312,781	24,022	9.1%	24,238	8.4%
0807749HP	Overseas Purchased Health Care	237,348	243,165	261,848	5,817	2.5%	18,683	7.7%
0807751HP	Miscellaneous Purchased Health Care	97,630	239,703	247,893	142,073	145.5%	8,190	3.4%
0807752HP	Miscellaneous Support Activities	<u>81,182</u>	<u>76,573</u>	<u>51,864</u>	<u>-4,609</u>	-5.7%	<u>-24,709</u>	-32.3%
Subtotal Private Sector Care		12,103,545	13,217,751	14,255,972	1,114,206	9.2%	1,038,221	7.9%

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				<u>\$</u>	<u>(%)</u>	<u>\$</u>	<u>(%)</u>
<u>CONSOLIDATED HEALTH SUPPORT</u>							
0801720HP Examining Activities	57,783	53,675	65,975	-4,108	-7.1%	12,300	22.9%
0807714HP Other Health Activities	532,698	431,421	749,514	-101,277	-19.0%	318,093	73.7%
0807705HP Military Public/Occupational Health	304,509	266,411	285,549	-38,098	-12.5%	19,138	7.2%
0807760HP Veterinary Services	27,636	32,137	33,780	4,501	16.3%	1,643	5.1%
0807724HP Military Unique Requirements - Other Medical	514,921	444,295	687,646	-70,626	-13.7%	243,351	54.8%
0807725HP Aeromedical Evacuation System	52,998	48,906	50,360	-4,092	-7.7%	1,454	3.0%
0807730HP Service Support to Other Health Activities - TRANSCOM	1,031	1,092	1,268	61	5.9%	176	16.1%
0807785HP Armed Forces Institute of Pathology (AFIP)	<u>85,877</u>	<u>83,238</u>	<u>64,213</u>	<u>-2,639</u>	<u>-3.1%</u>	<u>-19,025</u>	<u>-22.9%</u>
Subtotal Consolidated Health Support	1,577,453	1,361,175	1,938,305	-216,278	-13.7%	577,130	42.4%
<u>INFORMATION MANAGEMENT</u>							
0807781HP Non-Central Information Management/Information Technology	523,936	452,638	507,259	-71,298	-13.6%	54,621	12.1%
0807783HP DHP Information Management/Information Technology Support Programs	87,798	99,337	116,238	11,539	13.1%	16,901	17.0%
0807793HP MHS Tri-Service Information Management/Information Technology	<u>598,705</u>	<u>638,314</u>	<u>692,148</u>	<u>39,609</u>	<u>6.6%</u>	<u>53,834</u>	<u>8.4%</u>
Subtotal Information Management	1,210,439	1,190,289	1,315,645	-20,150	-1.7%	125,356	10.5%
<u>MANAGEMENT ACTIVITIES</u>							
0807798HP Management Activities	81,912	70,748	102,161	-11,164	-13.6%	31,413	44.4%
0807709HP TRICARE Management Activity	191,816	208,874	173,236	17,058	8.9%	-35,638	-17.1%
0901200HP BMMP Domain Management and System Integration	<u>2,524</u>	<u>2,423</u>	<u>2,413</u>	<u>-101</u>	<u>-4.0%</u>	<u>-10</u>	<u>-0.4%</u>
Subtotal Management Activities	276,252	282,045	277,810	5,793	2.1%	-4,235	-1.5%

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<u>EDUCATION AND TRAINING</u>							
0806722HP Armed Forces Health Professions Scholarship Program	176,275	201,825	232,150	25,550	14.5%	30,325	15.0%
0806721HP Uniformed Services University of the Health Sciences	95,123	86,558	98,131	-8,565	-9.0%	11,573	13.4%
0806761HP Other Education and Training	<u>256,117</u>	<u>275,981</u>	<u>295,521</u>	<u>19,864</u>	7.8%	<u>19,540</u>	7.1%
Subtotal Education and Training	527,515	564,364	625,802	36,849	7.0%	61,438	10.9%
<u>BASE OPERATIONS/COMMUNICATIONS</u>							
0806276HP Facilities Restoration and Modernization - CONUS	490,793	433,211	330,208	-57,582	-11.7%	-103,003	-23.8%
0806376HP Facilities Restoration and Modernization - OCONUS	105,960	38,326	47,616	-67,634	-63.8%	9,290	24.2%
0806278HP Facilities Sustainment - CONUS	471,250	319,313	311,437	-151,937	-32.2%	-7,876	-2.5%
0806378HP Facilities Sustainment - OCONUS	58,683	90,300	89,686	31,617	53.9%	-614	-0.7%
0807779HP Facilities Operations - Health Care - CONUS	343,846	405,428	395,114	61,582	17.9%	-10,314	-2.5%
0807979HP Facilities Operations - Health Care - OCONUS	31,015	26,509	29,109	-4,506	-14.5%	2,600	9.8%
0807795HP Base Communications - CONUS	34,536	44,495	41,213	9,959	28.8%	-3,282	-7.4%
0807995HP Base Communications - OCONUS	5,653	7,599	5,645	1,946	34.4%	-1,954	-25.7%
0807796HP Base Operations - CONUS	295,810	273,987	324,353	-21,823	-7.4%	50,366	18.4%
0807996HP Base Operations - OCONUS	21,753	27,404	22,286	5,651	26.0%	-5,118	-18.7%
0807753HP Environmental Conservation	530	856	944	326	61.5%	88	10.3%
0807754HP Pollution Prevention	0	3,598	3,621	3,598	0.0%	23	0.6%
0807756HP Environmental Compliance	25,588	25,667	25,835	79	0.3%	168	0.7%
0807790HP Visual Information Systems	8,414	12,045	12,945	3,631	43.2%	900	7.5%
0808093HP Demolition/Disposal of Excess Facilities	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	0.0%	<u>0</u>	0.0%
Subtotal Base Operations/Communications	1,893,831	1,708,738	1,640,012	-185,093	-9.8%	-68,726	-4.0%
Subtotal DHP Operation and Maintenance *	23,951,089	24,604,369	26,967,919	653,280	2.7%	2,363,550	9.6%

* NOTE: FY 2009 current estimate does not include O&M funding of \$1,100.0 million (Public Law 110-252) for the FY 2009 Global War on Terror (GWOT) Bridge Supplemental.

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				\$	(%)	\$	(%)
Procurement							
(Program Elements 0807720HP & 0807721HP)							
Dental Equipment	500	0	3,400	-500	-100.0%	3,400	0.0%
Food Service, Preventive Medicine, and Pharmacy Equipment	8,521	5,877	7,562	-2,644	-31.0%	1,685	28.7%
Medical Information System Equipment	260,994	159,579	144,610	-101,415	-38.9%	-14,969	-9.4%
Medical Patient Care Administrative Equipment	2,651	2,621	2,671	-30	-1.1%	50	1.9%
Medical/Surgical Equipment	28,851	38,431	27,059	9,580	33.2%	-11,372	-29.6%
Other Equipment	19,906	19,425	11,890	-481	-2.4%	-7,535	-38.8%
Pathology/Lab Equipment	8,193	6,800	11,835	-1,393	-17.0%	5,035	74.0%
Radiographic Equipment	<u>129,584</u>	<u>79,172</u>	<u>113,115</u>	<u>-50,412</u>	<u>-38.9%</u>	<u>33,943</u>	<u>42.9%</u>
Subtotal Procurement	459,200	311,905	322,142	-147,295	-32.1%	10,237	3.3%
Research, Development, Test and Evaluation							
0601101HP In-House Laboratory Independent Research (ILIR)	2,158	2,690	2,817	532	24.7%	127	4.7%
0601117HP Basic Operational Medical Research Sciences	0	0	56,720	0	0.0%	56,720	0.0%
0602115HP Applied Biomedical Technology	3,073	3,150	92,846	77	2.5%	89,696	2847.5%
0602787HP Medical Technology (AFRRI)	3,223	3,297	3,417	74	2.3%	120	3.6%
0603002HP Medical Advanced Technology (AFRRI)	797	815	737	18	2.3%	-78	-9.6%
0603115HP Medical Technology Development	754,282	723,354	113,316	-30,928	-4.1%	-610,038	-84.3%
0604110HP Medical Products Support and Advanced Concept Development	0	0	198,015	0	0.0%	198,015	0.0%
0605013HP Information Technology Development	168,045	146,887	124,410	-21,158	-12.6%	-22,477	-15.3%
0605145HP Medical Products and Support Systems Development	0	0	824	0	0.0%	824	0.0%
0605502HP Small Business Innovative Research (SBIR) Program	23,888	22,365	0	-1,523	-6.4%	-22,365	0.0%
0606105HP Medical Program-Wide Activities	0	0	0	0	0.0%	0	0.0%
0607100HP Medical Products and Capabilities Enhancement Activities	<u>0</u>	<u>0</u>	<u>20,000</u>	<u>0</u>	<u>0.0%</u>	<u>20,000</u>	<u>0.0%</u>
Subtotal RDT&E	955,466	902,558	613,102	-52,908	-5.5%	-309,456	-34.3%
Total Defense Health Program	25,365,755	25,818,832	27,903,163	453,077	1.8%	2,064,331	7.4%

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<u>SPECIAL INTEREST ITEMS</u>							
Medicare Eligible Accrual Fund							
Total Medicare Eligible Accrual Fund	7,914,600	8,705,716	9,104,300	791,116	10.0%	398,584	4.6%
Direct Care	1,273,150	1,309,650	1,395,710	36,500	2.9%	86,060	6.6%
Private Sector Care	6,235,650	6,998,866	7,301,729	763,216	12.2%	302,863	4.3%
Military Personnel Accounts	405,800	397,200	406,861	-8,600	-2.1%	9,661	2.4%
Research, Development, Test & Evaluation	955,466	902,558	613,102	-52,908	-5.5%	-661,660	-73.3%
Congressionally Directed Programs	758,566	691,103	0	-67,463	-8.9%	-691,103	0.0%
TMA Central Information Technology Development	100,505	117,644	109,000	17,139	17.1%	-8,644	-7.3%
Service Information Technology Development	26,856	24,368	15,410	-2,488	-9.3%	-8,958	-36.8%
Small Business Innovative Research	23,888	22,365	0	-1,523	-6.4%	-22,365	0.0%
Medical Technology Development	36,400	37,126	106,206	726	2.0%	69,080	186.1%
Biomedical Technology	3,073	3,150	3,311	77	2.5%	161	5.1%
Armed Forces Radiobiology Research Institute (AFRRI)	4,020	4,112	4,154	92	2.3%	42	1.0%
In-House Laboratory Independent Research (ILIR)	2,158	2,690	2,817	532	24.7%	127	4.7%
GDF Medical Research Enhancement	0	0	372,204	0	0.0%	372,204	100.0%