

**Defense Health Program  
Fiscal Year (FY) 2014 Budget Estimates  
Budget Item Justification, Procurement Program**

BUDGET ITEM JUSTIFICATION SHEET									DATE: April 2013	
APPROPRIATION / BUDGET ACTIVITY : 97*0130				P-1 ITEM NOMENCLATURE: Replacement/Modernization						
		FY 2012	FY 2013	FY 2013	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018
		Actuals	Base	OCO	Total Request	Estimate	Estimate	Estimate	Estimate	Estimate
Quantity										
<b>Total Cost (\$ M)</b>		<b>572.563</b>	<b>463.313</b>	<b>0.000</b>	<b>463.313</b>	<b>377.577</b>	<b>365.720</b>	<b>397.622</b>	<b>395.604</b>	<b>407.811</b>
<i>Dental Equipment</i>		1.200	0.260	0.000	0.260	0.541	0.299	0.308	0.323	0.335
<i>Food Ser, Preventive Med, Pharmacy Equip</i>		4.882	3.276	0.000	3.276	5.749	2.969	2.503	3.200	3.321
<i>Medical Information System Equipment</i>		403.308	257.495	0.000	257.495	154.878	163.801	158.704	162.399	166.039
<i>Medical Patient Care Administrative Equip</i>		1.122	3.208	0.000	3.208	3.656	4.787	7.753	6.520	6.637
<i>Medical/Surgical Equipment</i>		15.903	22.150	0.000	22.150	24.410	23.642	26.356	27.541	28.587
<i>Other Equipment</i>		19.750	8.653	0.000	8.653	8.318	7.113	10.429	8.118	8.264
<i>Pathology/Lab Equipment</i>		11.527	22.964	0.000	22.964	21.438	14.723	19.557	18.797	19.511
<i>Radiographic Equipment</i>		114.871	145.307	0.000	145.307	158.587	148.386	172.012	168.706	175.117

**REMARKS**

The most significant medical equipment investments will be in the radiographic, surgical, and information systems functional areas. The driving factors are rapid technological advancements in these areas and the need for DoD's health care delivery system to maintain the standards of care set by the civilian health care sector. Procurement investments for information systems will cover software license acquisitions, infrastructure, hardware replacement such as End User Devices, LAN upgrades and servers supporting Military Health Systems IM/IT which is composed of the centrally-managed IM/IT program (Tri-Service component), three Military Departments (MilDep) medical IM/IT components, TRICARE Management Activity Operations (TMA Ops) IM/IT, and the Joint Task Force National Capital Region Medical (JTFCapMed) IM/IT. Funding will also support deployment of the Wounded, Ill, Injured (WII) Health Artifact and Image Management Solution (HAIMS) and the Theater Medical Information Program - Joint (TMIP-J). (The TMIP-J is included in the Medical Information System Equipment totals however the specific funding profile for TMIP-J is FY 2014, \$ 2.425 million; FYDP, \$10.462 million).

Financing an adequate equipment acquisition budget is critical in retaining the Department's medical workload in-house and controlling escalating purchased healthcare O&M costs in the private sector. The items supported by this budget are the result of an extensive investment equipment justification process and are necessary to provide properly trained medical department personnel and high quality, cost effective health care services for the eligible beneficiary population.

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BUDGET ITEM JUSTIFICATION SHEET								DATE: April 2013	
APPROPRIATION / BUDGET ACTIVITY : 97*0130				P-1 ITEM NOMENCLATURE: New Facility Outfitting					
	FY 2012	FY 2013	FY 2013	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018
	Actuals	Base	OCO	Total Request	Estimate	Estimate	Estimate	Estimate	Estimate
Quantity									
<b>Total Cost (\$ M)</b>	<b>59.955</b>	<b>43.149</b>	<b>0.000</b>	<b>43.149</b>	<b>89.404</b>	<b>27.844</b>	<b>122.982</b>	<b>104.487</b>	<b>133.453</b>
<i>Dental Equipment</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>
<i>Food Ser, Preventive Med, Pharmacy Equip</i>	<i>1.930</i>	<i>1.239</i>	<i>0.000</i>	<i>1.239</i>	<i>1.338</i>	<i>0.344</i>	<i>2.357</i>	<i>0.370</i>	<i>0.384</i>
<i>Medical Information System Equipment</i>	<i>1.530</i>	<i>1.333</i>	<i>0.000</i>	<i>1.333</i>	<i>1.073</i>	<i>5.694</i>	<i>1.113</i>	<i>1.132</i>	<i>1.152</i>
<i>Medical Patient Care Administrative Equip</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>	<i>0.000</i>
<i>Medical/Surgical Equipment</i>	<i>8.013</i>	<i>13.337</i>	<i>0.000</i>	<i>13.337</i>	<i>4.780</i>	<i>1.773</i>	<i>1.824</i>	<i>1.842</i>	<i>1.912</i>
<i>Other Equipment</i>	<i>9.350</i>	<i>20.253</i>	<i>0.000</i>	<i>20.253</i>	<i>75.282</i>	<i>15.544</i>	<i>114.545</i>	<i>95.826</i>	<i>124.486</i>
<i>Pathology/Lab Equipment</i>	<i>9.673</i>	<i>1.206</i>	<i>0.000</i>	<i>1.206</i>	<i>1.868</i>	<i>0.421</i>	<i>0.437</i>	<i>0.453</i>	<i>0.470</i>
<i>Radiographic Equipment</i>	<i>29.459</i>	<i>5.781</i>	<i>0.000</i>	<i>5.781</i>	<i>5.063</i>	<i>4.068</i>	<i>2.706</i>	<i>4.864</i>	<i>5.049</i>
<b>REMARKS</b>									
<p>The new facility outfitting program element of the DHP's procurement budget funds the acquisition and installation of commercially available equipment to furnish new and expanded facilities being completed under military construction projects in support of dental services, health care delivery, health care training, and other health care activities. The items range from dental, surgical, radiographic, and pathologic equipment to medical administrative support equipment. The new facility outfitting program provides critical support to the DHP's military medical construction program.</p>									

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BUDGET ITEM JUSTIFICATION SHEET										DATE: April 2013
APPROPRIATION / BUDGET ACTIVITY : 97*0130				P-1 ITEM NOMENCLATURE: Integrated Electronic Health Record						
	FY 2012	FY	FY 2013	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017	FY 2018	
	Actuals	Base	OCO	Total Request	Estimate	Estimate	Estimate	Estimate	Estimate	
Quantity										
Total Cost (\$ M)	0.000	0.000	0.000	0.000	204.200	65.600	66.300	61.000	62.098	
iEHR	0.000	0.000	0.000	0.000	204.200	65.600	66.300	61.000	62.098	
<b>REMARKS</b>										
iEHR funding is under Medical Equipment - Replacement/Modernization prior to FY 2014 but is called out separately in FY 2014 for more visibility and transparency as a major automated information system. Procurement for iEHR will cover software license acquisitions, infrastructure, hardware replacement, as well as providing on site support for completing the deployment of Increment 1, which includes the delivery of a single DoD-VA joint Single Sign On/Context Management (SSO/CM).										