

**Defense Health Program
Fiscal Year (FY) 2007 Budget Estimates
Operation and Maintenance
Exhibit OP-5, Consolidated Health Support**

I. Description of Operations Financed: This Sub-Activity Group comprises seven functions which support delivery of patient care worldwide.

Examining Activities - Resources required for administering physical examinations and performing evaluations of medical suitability for military service. Includes resources required for Armed Forces Examination and Entrance Stations and the Defense Medical Examination Review Board (DoDMERB).

Other Health Activities - Resources required for organizations and functions that support the provision of health care for Military Health System beneficiaries. Examples include management headquarters for TRICARE Regional Offices and market managers; central medical laboratories; medical services squadrons; Army Medical Department Field Procurement Offices; the Health Services Data Systems Agency; Navy Medicine Regional Commands; public affairs; family advocacy programs; and the Women, Infants and Children (WIC) Program.

Military Public/Occupational Health - Resources required for Military Public Health manpower, supplies, permits, certification and licensure fees, support equipment, and the associated requirements specifically identified for management, direction, and operation of disease prevention and control. Examples include epidemiology, medical entomology, drinking water safety, monitoring hazardous waste disposal, food and facility sanitation, wellness/health promotion and education, health surveillance, community health nursing, medical intelligence, disease and climate illness, disease prevention and control, and injury surveillance.

Veterinary Services - Resources required for the management, direction and operation of DoD's worldwide veterinary missions, as well as veterinary support requirements for other specified federal agencies. Includes veterinary care of government owned animals, procedures involving animals in clinical investigation departments, and control of zoonotic and veterinary public health diseases.

Military Unique - Other Medical Activities - Resources required for unique military medical functions and activities that have a relationship to the size of the military population supported and are not included in any other program elements. Examples of programs include physiological training units; the Defense Medical Standardization Board; drug abuse detection labs; the Military Blood Program Agency; optical repair and fabrication laboratories; the Air Force Armstrong Laboratory; health facilities planning offices; medical logistics offices; medical support offices; the Medical Wartime Hospital Integration Office; Army medical materiel activities; the Walter Reed Institute of Research; the Navy Medical Logistics Command; plans, operation and training offices in military treatment facilities; and Office of the Special Assistant for Gulf War Illness (OSAGWI).

Aeromedical Evacuation System - Resources required for the operation and administration of the Aeromedical Evacuation System and the costs associated with intra- and inter-theater patient transportation.

Armed Forces Institute of Pathology - Resources required for manpower, equipment, facilities and the associated operation and maintenance of the Armed Forces Institute of Pathology.

II. Force Structure Summary: Consolidated Health Support includes a variety of Program Elements supporting such functions as examining activities, military public and occupational health, veterinary services, aeromedical evacuation, and various activities that have a relationship to the size of the military population supported but that are not included in other program elements.

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III. Financial Summary (\$ in Thousands):

A. <u>Sub-Activity Group</u>	FY 2005 <u>Actual</u>	FY 2006			FY 2007 <u>Estimate</u>
		<u>Request</u>	<u>Appropriation</u>	<u>Current Estimate</u>	
1. Examining Activities	35,923	43,341	42,907	42,907	46,177
2. Other Health Activities	495,730	446,774	445,263	446,577	478,476
3. Military Public/Occupational Health	225,855	236,071	234,453	268,453	240,881
4. Veterinary Services	21,187	22,310	23,770	23,770	26,411
5. Military Unique-Other Med Activities	358,601	299,643	296,636	378,709	309,791
6. Aeromedical Evacuation System	20,357	54,412	53,881	52,567	52,940
7. AFIP	<u>76,787</u>	<u>60,038</u>	<u>76,266</u>	<u>76,433</u>	<u>65,197</u>
Total	1,234,440	1,162,589	1,173,176	1,289,416	1,219,873

Note:

FY 2005 actuals include \$29.532 million for the Global War on Terrorism (GWOT) and \$16.142 million for Hurricane Katrina/Tsunami (Public Laws 108-324, 109-61, 109-62) supplemental funding. Does not include \$28.5 million for Title IX funds. From the DoD Medicare Eligible Retiree Health Care Fund, the Consolidated Health Budget Activity Group received \$4.953 million in FY 2005. Projections for the Consolidated Health Budget Activity Group in FY 2006 is approximately \$12.505 million and in FY 2007 approximately \$12.949 million for the Pharmacy Data Transaction Service (PDTS).

B. Reconciliation Summary:

	Change <u>FY 2006/2006</u>	Change <u>FY 2006/2007</u>
Baseline Funding	1,162,589	1,289,416
Congressional Adjustments (Distributed)	10,587	n/a
Congressional Adjustments (Undistributed)	0	n/a
Adjustments to Meet Congressional Intent	0	n/a
Congressional Adjustments (General Provisions)	0	n/a
Subtotal Appropriated Amount	1,173,176	1,289,416
War-Related & Disaster Supplemental Appropriations	0	
Fact-of-Life Changes	1,240	n/a
Subtotal Baseline Funding	1,174,416	1,289,416
Anticipated Supplemental	115,000	0
Reprogrammings	0	n/a
Revised Current Estimate	1,289,416	1,289,416
Price Change	n/a	28,013
Functional Transfers	n/a	n/a
Program Changes	n/a	-97,556
Current Estimate	1,289,416	1,219,873

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	(\$ in thousands)	<u>Amount</u>	<u>Totals</u>
C. Reconciliation of Increases and Decreases:			
FY 2006 President's Budget Request			1,162,589
1. Congressional Adjustments			10,587
a. Distributed Adjustments		10,587	
1) Brown Tree Snakes		1,700	
2) Health Study at the Iowa Ammunition Plant		750	
3) Vaccine Health Care Centers		3,000	
4) Digital Access and Analysis of Historic Records at the Armed Forces Institute of Pathology		17,000	
5) 1% Congressional Reduction		-11,863	
b. Undistributed Adjustments			
c. Adjustments to Meet Congressional Intent			
d. General Provisions			
FY 2006 Appropriated Amount			1,173,176
2. War-Related and Disaster Supplemental Appropriations			115,000
a. Department of Defense Appropriations Act, 2006 (Public Law 109-148)		115,000	
1) Avian Flu		115,000	
3. Fact-of-Life Changes			1,240
a. Functional Transfers			
1) Transfers In			
2) Transfers Out			
b. Technical Adjustments		1,240	
1) Increases			
a) Realigns funding from In-House Care Budget Activity Group for Comprehensive Clinical Evaluation Program to reflect proper execution		1,240	
2) Decreases			
c. Emergent Requirements			
1) Program Increases			
a) One-Time Costs			
b) Program Growth			
2) Program Reductions			
a) One-Time Costs			
b) Program Decreases			
Baseline Funding			1,289,416

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	(\$ in Thousands)	
C. Reconciliation of Increases and Decreases:	Amount	Totals
4. Reprogrammings (Requiring 1415 Actions)		
a. Increases		
b. Decreases		
Revised FY 2006 Estimate		1,289,416
5. Less: Item 2, War-Related and Disaster Supplemental Appropriations, and Item 4, Reprogrammings		-115,000
Normalized Current Estimate for FY 2006		1,174,416
6. Price Change		28,013
7. Functional Transfers		
a. Transfers In		
b. Transfers Out		
8. Program Increases		48,672
a. Annualization of New FY 2007 Program		
b. One-Time FY 2007 Costs		12,120
1) Reverse 1% Congressional Reduction	12,120	
c. Program Growth in FY 2007		36,552
1) Foreign Currency Fluctuation.	786	
2) Economic adjustment for civilian pay rates.	14,759	
3) Increase of Defense Health Program Operations and Maintenance to implement military to civilian personnel position conversions to include Military Entrance Processing Command transfer.	10,618	
4) Realigns funding from In-House Care Budget Activity Group to meet such requirements as Tricare Regional Offices (TROs) Venture Capital.	5,382	
5) Reflects increase for the Armed Forces Institute of Pathology (AFIP) for additional leased space and initial outfitting.	5,007	
9. Program Decreases		-31,228
a. One-Time FY 2007 Costs		-22,937
1) Reverse Congressional Adds		
a. Brown Tree Snakes	-1,737	
b. Health Study at the Iowa Ammunition Plant	-766	
c. Vaccine Health Care Centers	-3,065	
d. Digital Access and Analysis of Historic Records at AFIP	-17,369	
b. Program Decreases in FY 2007		-8,291
1) Realigns funding from Operation and Maintenance to Procurement appropriation to fund additional Food and Drug Administration testing on the Adenovirus vaccine.	-7,250	
2) Reflects reduced funding for the Chemical Biological and Defense Program/Force Health Protection proposal.	-57	
3) Realigns funding to Education and Training Budget Activity Group for Academic Program Center outfitting and clinical skills assessment exam (USUHS).	-984	
FY 2007 Budget Estimate		1,219,873

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IV. Performance Criteria and Evaluation:

	<u>FY 2005</u> <u>Actual</u>	<u>FY 2006</u> <u>Estimate</u>	<u>FY 2007</u> <u>Estimate</u>	<u>Change</u> <u>FY 2006/2007</u>
Active Duty Force Structure	1,390,800	1,383,000	1,369,100	-13,900
MEPS Workload (000's)	321	372	370	-2
Spectacles/Inserts fabricated (000's)	1,388	1,441	1,551	110
Army Flying Hours	1,901	0	0	0
Veterinary Lab procedures (000's)	183	213	234	21

V. Personnel Summary:

	<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>	<u>Change</u> <u>FY 2006/2007</u>
<u>Active Military End Strength (E/S) (Total)</u>				
Officer	2,509	2,541	2,528	-13
Enlisted	<u>5,078</u>	<u>5,795</u>	<u>5,676</u>	<u>-119</u>
Summary	7,587	8,336	8,204	-132
<u>Civilian End Strength (Total)</u>				
US Direct Hire	5,796	5,942	6,091	149
Foreign National Direct Hire	<u>114</u>	<u>107</u>	<u>107</u>	0
Total Direct Hire	5,910	6,049	6,198	149
Foreign National Indirect Hire	<u>485</u>	<u>398</u>	<u>398</u>	0
Total Civilians	6,395	6,447	6,596	149
(Reimbursement Included Above - memo)	0	0	0	0
<u>Active Military Average Strength (A/S) (Total)</u>				
Officer	2,419	2,525	2,535	10
Enlisted	<u>4,964</u>	<u>5,437</u>	<u>5,736</u>	<u>299</u>
Total Military	7,382	7,962	8,270	309
<u>Civilian FTEs (Total)</u>				
US Direct Hire	5,574	5,897	6,023	126
Foreign National Direct Hire	<u>101</u>	<u>108</u>	<u>108</u>	0
Total Direct Hire	5,675	6,005	6,131	126
Foreign National Indirect Hire	<u>468</u>	<u>390</u>	<u>391</u>	1
Total Civilians	6,143	6,395	6,522	127
(Reimbursable Included Above - memo)	0	0	0	0
Annual Civilian Workyear Cost (\$000's)	402,647	433,846	451,912	
Average Civilian Salary (\$000's)	65.546	67.841	69.290	

VII. OP 32 Line Items as Applicable (Dollars in Thousands - see next page):