

DEFENSE HEALTH PROGRAM
Operation and Maintenance
Fiscal Year (FY) 2009 Budget Estimates
Base Operations/Communications

I. Description of Operations Financed: Base Operations (BASOPS)/Communications refers to the resources dedicated to the operation and maintenance of Defense Health Program (DHP) facilities. BASOPS provides for facilities and services at military medical activities (CONUS and OCONUS) supporting active duty combat forces, reserve and guard components, training, eligible beneficiaries. The program consists of eight components:

Facility Restoration and Modernization: Resources required for facilities Restoration and Modernization. Restoration includes repair and replacement work to restore facilities damaged by lack of sustainment, excessive age, natural disaster, fire, accident, or other causes. Modernization includes alteration of facilities solely to implement new or higher standards (including regulatory changes), to accommodate new functions, or to replace building components that typically last more than 50 years (such as foundations and structural members).

Facility Sustainment: Resources required for maintenance and repair activities necessary to keep facilities in good working order. It includes regularly scheduled adjustments and inspections, preventive maintenance tasks, emergency response and service calls for minor repairs. Sustainment also includes major repairs or replacement of facility components (usually accomplished by contract) that are expected to occur periodically throughout the life cycle of facilities. This work includes regular roof replacement, refinishing of wall surfaces, repairing and replacement of heating and cooling systems, replacing tile and carpeting, etc.

Facilities Operations: Resources required for fire prevention and protection including crash rescue, emergency response, and disaster preparedness; engineering readiness; utilities to include plant operation and purchase of commodity; refuse collection and disposal to include recycling operations; pavement clearance including snow and ice removal from roads; lease costs for installation real property including off-base facilities; grounds maintenance and landscaping; real property management and engineering services including special inspections of facilities and master planning; pest control; and custodial services. The title of this Program Element (PE) was changed from Real Property Services in FY 2005.

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Base Communications: Resources required to provide base communication resources to DHP medical activities. This includes non-tactical, non-DCS (Defense Communications System), base communication facilities and equipment systems that provide local communications worldwide to installations and activities.

Base Operations Support: Resources required to provide comptroller services, data processing services, information activities, legal activities, civilian personnel administration, military personnel administration, printing and reproduction, installation safety, management analysis/engineering services, retail supply operations, supply activities, procurement operations, storage activities, transportation activities, physical security and police activities, laundry and dry cleaning, food services, and morale, welfare and recreation activities.

Environmental: Resources required to comply with environmental laws, regulations, criteria, and standards. This includes manpower, training, travel, and supplies.

Visual Information Systems: Resources required to provide manpower, travel, contractual service, procurement of supplies and materials, expense equipment, necessary facilities and the associated services specifically identifiable to visual information productions, services, and support.

Demolition/Disposal of Excess Facilities: Resources required for demolition and/or disposal costs associated with excess facilities, including buildings or any other permanent or temporary structure as well as pavements, utility systems, and other supporting infrastructure. Includes environmental costs directly attributable to demolition/disposal to include inspection and removal of hazardous material (such as lead-based paint or asbestos).

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II. Force Structure Summary:

	<u>FY 2007</u> <u>Actual</u>	<u>FY 2008</u> <u>Estimate</u>	<u>FY 2009</u> <u>Estimate</u>	<u>Explanation of Change</u>
Inpatient Facilities	65	63	63	FY07-08 reflects inpatient closing at Ft. Eustis and AF Academy
Medical Clinics	412	414	412	FY08-09 reflects the loss of 2 medical clinics in New Orleans
Dental Clinics	414	414	413	FY08-09 reflects the loss of a dental clinic in New Orleans
Veterinary Clinics	259	259	259	

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III. Financial Summary (\$ in thousands)

A. Sub-Activity Group	FY 2008						
	FY 2007 Actuals ¹	Congressional Action				Current Estimate ²	FY 2009 Estimate
		Budget Request	Amount	Percent	Appropriated		
1. Facility Restoration/Modernization - CONUS	451,162	160,792	0	0%	160,792	160,792	140,211
2. Facility Restoration/Modernization - OCONUS	47,938	28,978	0	0%	28,978	28,978	28,326
3. Facility Sustainment - CONUS	572,977	276,658	0	0%	276,658	276,658	319,313
4. Facility Sustainment - OCONUS	68,550	59,230	0	0%	59,230	59,230	90,300
5. Facilities Operations - Health Care (CONUS)	347,867	251,676	0	0%	251,676	251,676	265,428
6. Facilities Operations - Health Care (OCONUS))	28,201	25,753	0	0%	25,753	25,753	26,509
7. Base Communications - CONUS	35,214	43,418	0	0%	43,418	43,418	44,495
8. Base Communications - OCONUS	5,215	7,403	0	0%	7,403	7,403	7,599
9. Base Operations - CONUS	274,223	263,403	0	0%	263,403	268,781	273,987
10. Base Operations - OCONUS	20,310	25,228	0	0%	25,228	25,604	27,404
11. Environmental Conservation	553	1,116	0	0%	1,116	1,116	856
12. Pollution Prevention	521	3,747	0	0%	3,747	3,747	3,598
13. Environmental Compliance	25,715	24,489	0	0%	24,489	24,489	25,667
14. Visual Information Systems	8,515	11,562	0	0%	11,562	11,704	12,045
15. Demolition	<u>0</u>	<u>0</u>	<u>0</u>	0%	<u>0</u>	<u>0</u>	<u>0</u>
Total	1,886,961	1,183,453	0	0%	1,183,453	1,189,349	1,265,738

Notes (\$ in Thousands):

¹FY 2007 actuals include \$431,873 in O&M funding from Public Law 110-28 - U.S. Troop Readiness, Veterans' Care, Katrina Recovery, and Iraq Accountability Appropriations Act, 2007, to address the Global War on Terror and other related expenses as follows:

-P.L. 110-28 Title I, Supplemental Appropriations for Defense, International Affairs, and Other Security-Related Needs - Provides \$65,131 in DHP O&M for the Global War on Terror.

-P.L. 110-28 Title III, Additional Defense, International Affairs, and Homeland Security - Provides \$366,742 in DHP O&M for other related expenses.

²FY 2008 Current Estimate does not include \$5,230 in funding from P.L. 110-161 Consolidated Appropriations Act, 2008, Division L, Supplemental Appropriations, Defense, Title V, Other Department of Defense Programs.

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B. <u>Reconciliation Summary</u>	<u>Change</u> <u>FY 2008/FY 2008</u>	<u>Change</u> <u>FY 2008/FY 2009</u>
Baseline Funding	1,183,453	1,189,349
Congressional Adjustments (Distributed)	0	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	1,183,453	n/a
Fact-of-Life Changes	5,896	n/a
Subtotal Baseline Funding	1,189,349	n/a
Anticipated Supplemental	5,230	n/a
Reprogrammings	0	n/a
Price Changes	n/a	23,519
Functional Transfers	n/a	416
Program Changes	n/a	52,454
Current Estimate	1,194,579	1,265,738
Wartime Related & Disaster Supplemental Appropriations	-5,230	n/a
Normalized Current Estimate	1,189,349	1,265,738

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<u>C. Reconciliation of Increases and Decreases</u>	<u>Amount</u>	<u>Totals</u>
FY 2008 President's Budget Request		1,183,453
1. Congressional Adjustments		0
a. Distributed Adjustments	0	
b. Undistributed Adjustments	0	
c. Adjustments to meet Congressional Intent	0	
d. General Provisions	0	
FY 2008 Appropriated Amount		1,183,453
2. Fact of Life Changes		5,896
a. Functional Transfers	0	
b. Technical Adjustments	5,896	
1) Increases		
a) Restoral of funding from In House Care to properly reflect Military Treatment Facility efficiencies.	5,896	
2) Decreases	0	
c. Emergent Requirements		0
FY 2008 Baseline Funding		1,189,349
3. Reprogrammings/Supplementals		5,230
a. Anticipated War-Related and Disaster Supplemental Appropriations	5,230	
1) P.L. 110-161 Consolidated Appropriations Act, 2008, Title V, Division L, Supplemental Appropriations for Operation Enduring Freedom and for other purposes \$5,230 of the \$575,701 additional amount for Defense Health Program O&M.	5,230	
b. Reprogramming Actions		0
Revised FY 2008 Estimate		1,194,579

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4. Less: War-Related and/or Disaster Supplemental Appropriations.			-5,230
Normalized Current Estimate for FY 2008			1,189,349
5. Price Change			23,519
6. Functional Transfers			416
a. Transfers In		416	
1) Transfer of funding for Physical Security guards support from Navy to DHP.	416		
b. Transfers Out		0	
7. Program Increases			68,359
a. Annualization of New FY 2008 Program		0	
b. One-Time FY 2009 Increases		717	
1) Foreign currency adjustment.	717		
c. Program Growth in FY 2009		67,642	
1) Reflects increased funding for Facilities Sustainment to meet DoD Sustainment goal.	54,002		
2) Realigns funding from In-House Care Budget Activity Group for Sustainment, Restoration and Modernization to reflect proper program execution.	11,798		
3) Realigns funding from Information Management Budget Activity Group for higher priority requirements.	911		
4) Realigns funding from Consolidated Health Support Budget Activity Group to reflect proper program execution.	887		
5) Realign funding from Management Activities Budget Activity Group to reflect headquarters leases, rents, and other base operating support functions.	44		

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III. Financial Summary (\$ in thousands)

8. Program Decreases			
a. Annualization of FY 2008 Program Decreases			-15,905
b. One-Time FY 2008 Increases		0	
c. Program Decreases in FY 2009		-15,905	
1) Reduced requirement for Building 54 renovation of the Armed Forces Institute of Pathology (AFIP) proper program execution.	-12,304		
2) Realigns savings associated with military end strength reductions to offset increased Private Sector Care requirements.	-2,437		
3) Realigns funding to In-House Care for Patient Appointing and Referral Management program.	-669		
4) Realigns funding to DHP RDT&E for Bio Identification and Wound Healing Research Capabilities.	-495		
 FY 2009 Budget Estimate			 1,265,738

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IV. Performance Criteria and Evaluation Summary:

Funding Levels:	Change				
	FY 2007	FY 2008	FY 2009	FY 2007/ FY 2008	FY 2008/ FY 2009
Facilities Sustainment-CONUS and OCONUS	641,527	335,888	409,613	-305,639	73,725
Facilities Sustainment Model(FSM)*	356,302	385,046	438,311	28,744	53,265
Department Sustainment Rate	180%	87%	93%	-93%	6%
*MILPERS not included					

V. Personnel Summary

	FY 2007	FY 2008	FY 2009	FY 2007/ FY 2008	FY 2008/ FY 2009
<u>Active Military End Strength (E/S) (Total)</u>	2,528	2,449	2,400	-79	-49
Officer	622	608	594	-14	-14
Enlisted	1,906	1,841	1,806	-65	-35
 <u>Active Military Average Strength (A/S) Total)</u>					
Officer	2,537	2,489	2,425	-49	-64
Enlisted	625	615	601	-10	-14
	1,912	1,874	1,824	-39	-50
 <u>Civilian FTEs (Total)</u>					
U.S. Direct Hire	2,318	2,642	2,384	324	-258
Foreign National Direct Hire	2,179	2,494	2,237	315	-257
Total Direct Hire	<u>52</u>	<u>52</u>	<u>52</u>	<u>0</u>	<u>0</u>
Foreign National Indirect Hire	2,231	2,546	2,289	315	-257
(Reimbursable Included Above-memo)	87	96	95	9	-1
Average Civilian Salary (\$000)	0	0	0	0	0
	68	71	72		

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