

**Defense Health Program
Operation and Maintenance
Fiscal Year (FY) 2012 Budget Estimates
Facilities Sustainment, Restoration and Modernization (FSRM), and Demolition (Attachment 4)**

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

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.

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).

**Defense Health Program
Operation and Maintenance
Fiscal Year (FY) 2012 Budget Estimates
Facilities Sustainment, Restoration and Modernization (FSRM), and Demolition (Attachment 4)**

II. Force Structure Summary:

	<u>FY 2010</u> <u>Actual</u>	<u>FY 2011</u> <u>Estimate</u>	<u>FY 2012</u> <u>Estimate</u>
Inpatient Facilities	59	59	56
Medical Clinics	364	365	363
Dental Clinics	282	281	274
Veterinary Clinics	288	255	253

III. Financial Summary (\$ in Thousands):

A. <u>Subactivities:</u>	FY 2010 <u>Actuals</u>	FY 2011				Current <u>Appropriation</u>	Current <u>Estimate</u>	FY 2012 <u>Estimate</u>
		<u>Budget</u> <u>Request</u>	<u>Congressional Action</u>					
			<u>Amount</u>	<u>Percent</u>				
1. Facility Restoration/Modernization - CONUS	438,714	305,728	0	0%	305,728	305,728	370,888	
2. Facility Restoration/Modernization - OCONUS	34,198	49,691	0	0%	49,691	49,691	70,985	
3. Facility Sustainment - CONUS	470,195	288,389	0	0%	288,389	288,389	380,867	
4. Facility Sustainment - OCONUS	58,653	89,399	0	0%	89,399	89,399	61,927	
5. Demolition	<u>0</u>	<u>0</u>	<u>0</u>	<u>0%</u>	<u>0</u>	<u>0</u>	<u>2,700</u>	
Total	1,001,760	733,207	0	0%	733,207	733,207	887,367	

Notes:

1. FY 2010 actuals include \$0.248M for Overseas Contingency Operations (OCO) under the Department of Defense Appropriation Act, FY 2010, Public Law 111-118.
2. FY 2011 President's Budget Request excludes \$0.422M for OCO.
3. FY 2012 Request excludes \$0.184M for OCO.

Defense Health Program
Operation and Maintenance
Fiscal Year (FY) 2012 Budget Estimates
Facilities Sustainment, Restoration and Modernization (FSRM), and Demolition (Attachment 4)

	Change	Change
B. <u>Reconciliation Summary:</u>	<u>FY 2011/2011</u>	<u>FY 2011/2012</u>
Baseline Funding	733,207	733,207
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	733,207	n/a
OCO and Other Supplemental Appropriations	422	n/a
Fact-of-Life Changes	0	n/a
Subtotal Baseline Funding	733,629	n/a
Anticipated Supplemental	0	n/a
Reprogrammings	0	n/a
Less: OCO and Other Supplemental Appropriations	-422	n/a
Revised Current Estimate	733,207	733,207
Price Change	n/a	10,925
Functional Transfers	n/a	-28,872
Program Changes	n/a	<u>172,200</u>
Current Estimate	733,207	887,367

Defense Health Program
Operation and Maintenance
Fiscal Year (FY) 2012 Budget Estimates
Facilities Sustainment, Restoration and Modernization (FSRM), and Demolition (Attachment 4)

		(\$ in Thousands)	
<u>C. Reconciliation of Increases and Decreases</u>	<u>Amount</u>	<u>Totals</u>	
FY 2011 President's Budget Request			733,207
1. Congressional Adjustments			0
a. Distributed Adjustments	0		
b. Undistributed Adjustments	0		
c. Adjustments to meet Congressional Intent	0		
d. General Provisions	0		
FY 2011 Appropriated Amount			733,207
2. OCO and Other Supplemental Appropriations			422
3. Fact of Life Changes			0
a. Functional Transfers	0		
b. Technical Adjustments	0		0
c. Emergent Requirements	0		
FY 2011 Baseline Funding			733,629
4. Reprogrammings (requiring 1415 Actions)			0
a. Increases	0		
b. Decreases	0		
5. Less: OCO and Other Supplemental Appropriation			-422
Current Estimate for FY 2011			733,207
6. Price Change			10,925
7. Transfers			-28,872
a. Transfers In		1,382	
1) Transfer from IMCOM to DHP:	1,382		
Transfer resources and command responsibilities of the Keller Army Community Hospital and associated medical treatment facilities at West Point from the Army Installation Management Command (IMCOM).			

**Defense Health Program
Operation and Maintenance
Fiscal Year (FY) 2012 Budget Estimates
Facilities Sustainment, Restoration and Modernization (FSRM), and Demolition (Attachment 4)**

		(\$ in Thousands)	
<u>C. Reconciliation of Increases and Decreases</u>		<u>Amount</u>	<u>Totals</u>
b. Transfers Out			-30,254
1) Transfer from DHP to IMCOM:	-22,223		
Transfer of responsibilities, management and oversight of garrison operations at Fort Detrick to Army Installation Management Command.			
2) Transfer from DHP to Commander, Navy Installations Command (CNIC):	-8,031		
Transfer resources and responsibility for Class 1 and 2 real property, base operating support, and installation management for six Bureau of Medicine sites to the Commander, Navy Installations Command (CNIC).			
8. Program Increases			172,200
a. Annualization of New FY 2011 Program			
b. One-Time FY 2012 Costs			0
c. Program Growth in FY 2012			172,200
1) Facilities Sustainment, Restoration and Modernization:	168,589		
Reflects funding realignment from In-House Care (\$30.2M) and Private Sector Care (\$138.4M) Budget Activity Group for Restoration and Modernizations Projects and Facilities Sustainment Model execution to 100%. FY 2011 Funding Baseline: \$733.207M			
2) One Less Day Paid:			
Adjusts for one less civilian pay day in FY 2012. FY 2011 Funding Baseline: \$32.0M.		3,611	

**Defense Health Program
Operation and Maintenance
Fiscal Year (FY) 2012 Budget Estimates
Facilities Sustainment, Restoration and Modernization (FSRM), and Demolition (Attachment 4)**

		(\$ in Thousands)	
<u>C. Reconciliation of Increases and Decreases</u>		<u>Amount</u>	<u>Totals</u>
9. Program Decreases			-93
a. One-Time FY 2011 Costs		0	
b. Annualization of FY 2011 Program Decreases		0	
c. Program Decreases in FY 2012		-93	
1) Wounded Warrior:			-93
Realigns funding from multiple Budget Activity Groups for Traumatic Brain Injury/Psychological (TBI/PH) to reflect proper execution.			
FY 2012 Budget Request			887,367

IV. Performance Criteria and Evaluation Summary:

Funding Levels	FY 2010	FY 2011	FY 2012	Change	Change
	<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>FY 2010/2011</u>	<u>FY 2011/2012</u>
Facility Sustainment funding	528,848	377,788	442,794	-151,060	65,006
Facility Sustainment Model requirement	393,577	375,673	455,435	-17,904	79,762
Sustainment Rate (MILPERS excluded)	134.4%	100.6%	97.2%*	-11.0%	-3.3%

*Note: FY 2012 Sustainment Rate does not reflect 100% of the model requirement due to the transfer of \$12.2M for DHP installation transfers to Army Installation Management Command and Commander, Navy Installations in FY 2012 after the model was run.

**Defense Health Program
Operation and Maintenance
Fiscal Year (FY) 2012 Budget Estimates
Facilities Sustainment, Restoration and Modernization (FSRM), and Demolition (Attachment 4)**

V. Personnel Summary:

	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>Change FY 2010/FY 2011</u>	<u>Change FY 2011/FY 2012</u>
<u>Active Military End Strength (E/S))</u>					
Officer	10	9	9	-1	0
Enlisted	<u>10</u>	<u>6</u>	<u>6</u>	<u>-4</u>	<u>0</u>
Total Military	20	15	15	-5	0
<u>Active Military Average Strength(A/S)</u>					
Officer	10	10	10	0	0
Enlisted	<u>6</u>	<u>6</u>	<u>6</u>	<u>0</u>	<u>0</u>
Total Military	16	16	16	0	0

V. Personnel Summary:

	<u>FY 2010</u>	<u>FY 2011</u>	<u>FY 2012</u>	<u>Change FY 2010/FY 2011</u>	<u>Change FY 2011/FY 2012</u>
U.S. Direct Hire	406	343	258	-63	-85
Foreign National Direct Hire	<u>13</u>	<u>13</u>	<u>13</u>	<u>0</u>	<u>0</u>
Total Direct Hire	419	356	271	-63	-85
Foreign National Indirect Hire	<u>3</u>	<u>5</u>	<u>5</u>	<u>2</u>	<u>0</u>
Total Civilian	422	361	276	-61	-85
Average Civilian Salary (\$000's)	87.100	88.188	87.551		
Contractor FTEs (Total	0	0	0	0	0

VI. Outyear Summary: N/A

VII. OP 32 Line Items as Applicable (Dollars in thousands): See OP-32 information included on the OP-5 Base Operations/Communications Exhibit.