

**Defense Health Program  
Fiscal Year (FY) 2012 Budget Estimates  
Cost of Medical Activities**

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

	FY 2010 <sup>1/</sup> Actuals	FY 2011 <sup>2/</sup> Estimate	FY 2012 Estimate	<u>FY 2010 - 2011 Change</u>		<u>FY 2011 - 2012 Change</u>		
				\$	(%)	\$	(%)	
<b><u>IN-HOUSE CARE</u></b>								
0807700HP	Defense Medical Centers, Hospitals and Medical Clinics - OCONUS	5,588,633	5,317,643	5,529,998	-270,990	-4.8%	212,355	4.0%
0807900HP	Defense Medical Centers, Hospitals and Medical Clinics - OCONUS	489,193	420,786	436,149	-68,407	-14.0%	15,363	3.7%
0807701HP	Pharmaceuticals - CONUS	1,303,743	1,341,241	1,455,142	37,498	2.9%	113,901	8.5%
0807901HP	Pharmaceuticals - OCONUS	120,827	114,183	143,687	-6,644	-5.5%	29,504	25.8%
0807715HP	Dental Care Activities - CONUS	464,545	521,537	523,222	56,992	12.3%	1,685	0.3%
0807915HP	Dental Care Activities - OCONUS	<u>60,637</u>	<u>66,487</u>	<u>60,658</u>	<u>5,850</u>	9.6%	<u>-5,829</u>	-8.8%
<b>Subtotal In-House Care</b>		<b>8,027,578</b>	<b>7,781,877</b>	<b>8,148,856</b>	<b>-245,701</b>	<b>-3.1%</b>	<b>366,979</b>	<b>4.7%</b>
<b><u>PRIVATE SECTOR CARE</u></b>								
0807702HP	Pharmaceuticals - Purchased Health Care	323,953	320,885	391,514	-3,068	-0.9%	70,629	22.0%
0807703HP	Pharmaceuticals - National Retail Pharmacy	1,885,198	1,853,760	1,984,627	-31,438	-1.7%	130,867	7.1%
0807723HP	TRICARE Managed Care Support (MCS) Contracts	6,663,455	7,376,503	7,203,021	713,048	10.7%	-173,482	-2.4%
0807738HP	MTF Enrollees - Purchased Care	2,321,367	2,977,883	2,947,481	656,516	28.3%	-30,402	-1.0%
0807741HP	Dental - Purchased Care	334,546	354,505	403,540	19,959	6.0%	49,035	13.8%
0807742HP	Uniformed Services Family Health Program (USFHP)	365,014	423,380	455,714	58,366	16.0%	32,334	7.6%
0807743HP	Supplemental Care - Health Care	1,314,300	1,573,663	1,642,260	259,363	19.7%	68,597	4.4%
0807745HP	Supplemental Care - Dental	170,840	144,021	207,082	-26,819	-15.7%	63,061	43.8%
0807747HP	Continuing Health Education/Capitalization of Assets Program (CHE/CAP)	318,320	336,156	341,764	17,836	5.6%	5,608	1.7%
0807749HP	Overseas Purchased Health Care	272,799	302,044	313,650	29,245	10.7%	11,606	3.8%
0807751HP	Miscellaneous Purchased Health Care	291,604	261,825	404,609	-29,779	-10.2%	142,784	54.5%
0807752HP	Miscellaneous Support Activities	63,614	110,120	82,010	<u>46,506</u>	73.1%	<u>-28,110</u>	-25.5%
<b>Subtotal Private Sector Care</b>		<b>14,325,010</b>	<b>16,034,745</b>	<b>16,377,272</b>	<b>1,709,735</b>	<b>11.9%</b>	<b>342,527</b>	<b>2.1%</b>

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	<u>Actuals</u>	<u>Estimate</u>	<u>Estimate</u>	<u>\$</u>	<u>(%)</u>	<u>\$</u>	<u>(%)</u>
<b><u>CONSOLIDATED HEALTH SUPPORT</u></b>							
0801720HP Examining Activities	72,757	74,290	77,120	1,533	2.1%	2,830	3.8%
0807714HP Other Health Activities	474,945	803,380	840,083	328,435	69.2%	36,703	4.6%
0807705HP Military Public/Occupational Health	379,368	335,919	346,696	-43,449	-11.5%	10,777	3.2%
0807760HP Veterinary Services	31,772	37,174	32,745	5,402	17.0%	-4,429	-11.9%
0807724HP Military Unique Requirements - Other Medical	760,548	753,278	839,467	-7,270	-1.0%	86,189	11.4%
0807725HP Aeromedical Evacuation System	67,848	51,880	36,501	-15,968	-23.5%	-15,379	-29.6%
0807730HP Service Support to Other Health Activities - TRANSCOM	1,018	1,417	1,121	399	39.2%	-296	-20.9%
0807785HP Armed Forces Institute of Pathology (AFIP)	78,588	65,145	0	-13,443	-17.1%	-65,145	-100.0%
0807786HP Joint Pathology Center (JPC)	0	0	20,088	0	0.0%	20,088	100.0%
<b>Subtotal Consolidated Health Support</b>	<b>1,866,844</b>	<b>2,122,483</b>	<b>2,193,821</b>	<b>255,639</b>	<b>13.7%</b>	<b>71,338</b>	<b>3.4%</b>
<b><u>INFORMATION MANAGEMENT</u></b>							
0807781HP Non-Central Information Management/Information Technology	550,346	521,908	536,870	-28,438	-5.2%	14,962	2.9%
0807783HP DHP Information Management/Information Technology Support Programs	98,898	115,624	112,960	16,726	16.9%	-2,664	-2.3%
0807793HP MHS Tri-Service Information Management/Information Technology	696,583	814,798	772,867	118,215	17.0%	-41,931	-5.1%
<b>Subtotal Information Management</b>	<b>1,345,827</b>	<b>1,452,330</b>	<b>1,422,697</b>	<b>106,503</b>	<b>7.9%</b>	<b>-29,633</b>	<b>-2.0%</b>
<b><u>MANAGEMENT ACTIVITIES</u></b>							
0807798HP Management Activities	118,847	106,897	114,295	-11,950	-10.1%	7,398	6.9%
0807709HP TRICARE Management Activity	209,054	184,382	197,807	-24,672	-11.8%	13,425	7.3%
0901200HP BMMP Domain Management and System Integration	2,399	2,419	0	20	0.8%	-2,419	-100.0%
<b>Subtotal Management Activities</b>	<b>330,300</b>	<b>293,698</b>	<b>312,102</b>	<b>-36,602</b>	<b>-11.1%</b>	<b>18,404</b>	<b>6.3%</b>

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				\$	(%)	\$	(%)	
<b>EDUCATION AND TRAINING</b>								
0806722HP Armed Forces Health Professions Scholarship Program	223,151	240,746	259,998	17,595	7.9%	19,252	8.0%	
0806721HP Uniformed Services University of the Health Sciences	131,540	105,529	112,313	-26,011	-19.8%	6,784	6.4%	
0806761HP Other Education and Training	300,647	286,259	333,036	<u>-14,388</u>	-4.8%	<u>46,777</u>	16.3%	
<b>Subtotal Education and Training</b>	<b>655,338</b>	<b>632,534</b>	<b>705,347</b>	<b>-22,804</b>	<b>-3.5%</b>	<b>72,813</b>	<b>11.5%</b>	
<b>BASE OPERATIONS/COMMUNICATIONS</b>								
0806276HP Facilities Restoration and Modernization - CONUS	438,714	305,728	370,888	-132,986	-30.3%	65,160	21.3%	
0806376HP Facilities Restoration and Modernization - OCONUS	34,198	49,691	70,985	15,493	45.3%	21,294	42.9%	
0806278HP Facilities Sustainment - CONUS	470,195	288,389	380,867	-181,806	-38.7%	92,478	32.1%	
0806378HP Facilities Sustainment - OCONUS	58,653	89,399	61,927	30,746	52.4%	-27,472	-30.7%	
0807779HP Facilities Operations - Health Care - CONUS	413,980	380,340	366,818	-33,640	-8.1%	-13,522	-3.6%	
0807979HP Facilities Operations - Health Care - OCONUS	33,648	29,470	29,937	-4,178	-12.4%	467	1.6%	
0807795HP Base Communications - CONUS	39,544	41,499	36,809	1,955	4.9%	-4,690	-11.3%	
0807995HP Base Communications - OCONUS	5,555	5,717	4,908	162	2.9%	-809	-14.2%	
0807796HP Base Operations - CONUS	316,088	340,621	362,911	24,533	7.8%	22,290	6.5%	
0807996HP Base Operations - OCONUS	21,899	21,029	21,638	-870	-4.0%	609	2.9%	
0807753HP Environmental Conservation	657	955	0	298	45.4%	-955	-100.0%	
0807754HP Pollution Prevention	5	3,628	255	3,623	72460.0%	-3,373	-93.0%	
0807756HP Environmental Compliance	28,986	28,371	24,160	-615	-2.1%	-4,211	-14.8%	
0807790HP Visual Information Systems	10,660	12,773	7,648	2,113	19.8%	-5,125	-40.1%	
0808093HP Demolition/Disposal of Excess Facilities	0	0	2,700	0	0.0%	<u>2,700</u>	100.0%	
<b>Subtotal Base Operations/Communications</b>	<b>1,872,782</b>	<b>1,597,610</b>	<b>1,742,451</b>	<b>-275,172</b>	<b>-14.7%</b>	<b>144,841</b>	<b>9.1%</b>	
<b>Subtotal DHP Operation and Maintenance</b>	<b>28,423,679</b>	<b>29,915,277</b>	<b>30,902,546</b>	<b>1,491,598</b>	<b>5.2%</b>	<b>987,269</b>	<b>3.3%</b>	

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	FY 2010	FY 2011	FY 2012	FY 2010 - 2011 Change		FY 2011 - 2012 Change	
	Actuals	Estimate	Estimate	\$	(%)	\$	(%)
<b>Procurement</b>							
<b>(Program Elements 0807720HP &amp; 0807721HP)</b>							
Dental Equipment	3,400	1,200	1,672	-2,200	-64.7%	472	39.3%
Food Service, Preventive Medicine, and Pharmacy Equipment	15,757	6,507	3,291	-9,250	-58.7%	-3,216	-49.4%
Medical Information System Equipment	232,402	309,107	401,264	76,705	33.0%	92,157	29.8%
Medical Patient Care Administrative Equipment	2,357	2,404	2,452	47	2.0%	48	2.0%
Medical/Surgical Equipment	19,931	23,444	33,561	3,513	17.6%	10,117	43.2%
Other Equipment	81,319	11,774	15,837	-69,545	-85.5%	4,063	34.5%
Pathology/Lab Equipment	8,080	20,297	28,821	12,217	151.2%	8,524	42.0%
Radiographic Equipment	<u>161,491</u>	<u>145,188</u>	<u>145,620</u>	<u>-16,303</u>	<u>-10.1%</u>	<u>432</u>	<u>0.3%</u>
<b>Subtotal Procurement</b>	<b>524,737</b>	<b>519,921</b>	<b>632,518</b>	<b>-4,816</b>	<b>-0.9%</b>	<b>112,597</b>	<b>21.7%</b>
<b>Research, Development, Test and Evaluation</b>							
0601101HP In-House Laboratory Independent Research (ILIR)	2,670	2,875	2,935	205	7.7%	60	2.1%
0601117HP Basic Operational Medical Research Sciences	88,498	0	0	-88,498	-100.0%	0	0.0%
0602115HP Applied Biomedical Technology	116,662	28,658	33,805	-88,004	-75.4%	5,147	18.0%
0602787HP Medical Technology (AFRRI)	3,239	3,553	3,694	314	9.7%	141	4.0%
0603002HP Medical Advanced Technology (AFRRI)	699	752	767	53	7.6%	15	2.0%
0603115HP Medical Technology Development	782,755	133,376	181,042	-649,379	-83.0%	47,666	35.7%
0604110HP Medical Products Support and Advanced Concept Development	262,186	160,168	167,481	-102,018	-38.9%	7,313	4.6%
0605013HP Information Technology Development	121,077	136,761	176,345	15,684	13.0%	39,584	28.9%
0605145HP Medical Products and Support Systems Development	723	0	34,559	-723	-100.0%	34,559	100.0%
0605502HP Small Business Innovative Research (SBIR) Program	35,952	0	0	-35,952	-100.0%	0	0.0%
0606105HP Medical Program-Wide Activities	12,669	13,770	48,313	1,101	8.7%	34,543	250.9%
0607100HP Medical Products and Capabilities Enhancement Activities	<u>16,500</u>	<u>20,000</u>	<u>14,765</u>	<u>3,500</u>	<u>21.2%</u>	<u>-5,235</u>	<u>-26.2%</u>
<b>Subtotal RDT&amp;E</b>	<b>1,443,630</b>	<b>499,913</b>	<b>663,706</b>	<b>-947,217</b>	<b>-65.6%</b>	<b>169,028</b>	<b>33.8%</b>
<b>Total Defense Health Program</b>	<b>30,392,046</b>	<b>30,935,111</b>	<b>32,198,770</b>	<b>539,565</b>	<b>1.7%</b>	<b>1,268,894</b>	<b>3.9%</b>
<b>FY 2011 Continuing Resolution<sup>3/</sup></b>		<b>30,534,348</b>					

1/ FY 2010 actuals include Operation and Maintenance funding of \$1,289.2M for Overseas Contingency Operations (OCO) under the Department of Defense Appropriations Act for FY 2010 Public Law 111-118; includes Operation and Maintenance funding of \$33.4M for Supplemental Appropriations Act, 2010 Public Law 111-212; includes \$132.0M for Operation and Maintenance; and includes \$8.0M for Research, Development, Test and Evaluation transferred from Health and Human Services (HHS) for H1N1 in the Supplemental Appropriations Act of 2009, Public Law 111-32.

2/ Reflects the FY 2011 President's Budget request.

3/ Adjusts the Operation and Maintenance budget line included in the FY 2011 President's Budget request to match the Annualized Continuing Resolution funding level.

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				\$	(%)	\$	(%)
<b><u>SPECIAL INTEREST ITEMS</u></b>							
<b>Medicare Eligible Accrual Fund Receipts</b>							
Total Medicare Eligible Accrual Fund	8,429,109	9,457,000	9,916,600	1,027,891	12.2%	459,600	4.9%
Direct Care	1,253,900	1,401,500	1,450,553	147,600	11.8%	49,053	3.5%
Private Sector Care	6,772,809	7,597,400	7,997,411	824,591	12.2%	400,011	5.3%
Military Personnel Accounts	402,400	458,100	468,636	55,700	13.8%	10,536	2.3%
<b>Research, Development, Test &amp; Evaluation</b>	<b>1,443,630</b>	<b>499,913</b>	<b>663,706</b>	<b>-921,008</b>	<b>-63.8%</b>	<b>47,502</b>	<b>9.5%</b>
Congressionally Directed Programs	822,528	0	0	-822,528	-100.0%	0	0.0%
TMA Central Information Technology Development	102,549	121,008	164,487	18,459	18.0%	43,479	35.9%
Service Information Technology Development	14,448	15,753	11,858	1,305	9.0%	-3,895	-24.7%
Small Business Innovative Research	32,451	0	0	-32,451	-100.0%	0	0.0%
Medical Technology Development	108,319	106,613	114,245	-1,706	-1.6%	7,632	7.2%
Biomedical Technology	88,000	3,394	3,479	-84,606	-96.1%	85	2.5%
Armed Forces Radiobiology Research Institute (AFRRI)	3,239	3,553	3,694	314	9.7%	141	4.0%
In-House Laboratory Independent Research (ILIR)	2,670	2,875	2,935	205	7.7%	60	2.1%
Medical Advanced Technology (AFRRI)	699	752	767	53	7.6%	15	2.0%
Medical Products Support and Advanced Concept Development	169,380	0	0	-169,380	-100.0%	0	0.0%
Medical Products and Support Systems Development	723	0	15,600	-723	-100.0%	15,600	100.0%
Medical Program-Wide Activities	2,456	13,770	40,590	11,314	460.7%	26,820	194.8%
Medical Products and Capabilities Enhancement Activities	16,500	0	0	-16,500	-100.0%	0	0.0%
Basic Operational Medical Research Sciences	53,568	0	0	-53,568	-100.0%	0	0.0%
GDF Medical Research Enhancement	26,100	232,195	306,051	206,095	789.6%	73,856	31.8%