

**Defense Health Program
Fiscal Year (FY) 2013 Budget Estimates
Cost of Medical Activities
Funding by Subactivity Group
(\$ in Thousands)**

	<u>FY 2011</u> <u>Actuals¹</u>	<u>FY 2012</u> <u>Estimate</u>	<u>FY 2013</u> <u>Estimate</u>	<u>FY 2011/2012</u>		<u>FY 2012/2013</u>	
				<u>Change</u>	<u>Percent</u>	<u>Change</u>	<u>Percent</u>
<u>In-House Care</u>							
0807700HP Defense Medical Centers, Hospitals and Medical Clinics-CONUS	6,101,729	5,539,998	5,947,980	-561,731	-9.2%	407,982	7.4%
0807900HP Defense Medical Centers, Hospitals and Medical Clinics-OCONUS	503,325	436,149	471,075	-67,176	-13.3%	34,926	8.0%
0807701HP Pharmaceuticals-CONUS	1,359,836	1,455,142	1,518,459	95,306	7.0%	63,317	4.4%
0807901HP Pharmaceuticals-OCONUS	118,083	143,687	147,937	25,604	21.7%	4,250	3.0%
0807715HP Dental Care Activities-CONUS	497,222	523,222	479,715	26,000	5.2%	-43,507	-8.3%
0807915HP Dental Care Activities-OCONUS	<u>59,065</u>	<u>60,658</u>	<u>60,341</u>	<u>1,593</u>	<u>2.7%</u>	<u>-317</u>	<u>-0.5%</u>
Subtotal In-House Care	8,639,260	8,158,856	8,625,507	-480,404	-5.6%	466,651	5.7%
<u>Private Sector Care</u>							
0807702HP Pharmaceuticals - Purchased Health Care	366,686	391,514	492,783	24,828	6.8%	101,269	25.9%
0807703HP Pharmaceuticals - National Retail Pharmacy	1,449,165	1,984,627	1,599,512	535,462	36.9%	-385,115	-19.4%
0807723HP TRICARE Managed Care Support (MCS) Contracts	6,932,629	6,873,021	6,893,201	-59,608	-0.9%	20,180	0.3%
0807738HP MTF Enrollees - Purchased Care	2,425,014	2,947,481	2,978,107	522,467	21.5%	30,626	1.0%
0807741HP Dental - Purchased Care	364,795	403,540	337,368	38,745	10.6%	-66,172	-16.4%
0807742HP Uniformed Services Family Health Program (USFHP)	387,256	455,714	459,518	68,458	17.7%	3,804	0.8%
0807743HP Supplemental Care - Health Care	1,498,510	1,642,260	1,686,782	143,750	9.6%	44,522	2.7%
0807745HP Supplemental Care - Dental	209,408	207,082	260,605	-2,326	-1.1%	53,523	25.8%
0807747HP Continuing Health Education/Capitalization of Assets Program	330,385	341,764	395,002	11,379	3.4%	53,238	15.6%
0807749HP Overseas Purchased Health Care	308,586	313,650	320,404	5,064	1.6%	6,754	2.2%
0807751HP Miscellaneous Purchased Health Care	447,314	404,609	568,350	-42,705	-9.5%	163,741	40.5%
0807752HP Miscellaneous Support Activities	<u>82,673</u>	<u>82,010</u>	<u>156,631</u>	<u>-663</u>	<u>-0.8%</u>	<u>74,621</u>	<u>91.0%</u>
Subtotal Private Sector Care	14,802,421	16,047,272	16,148,263	1,244,851	8.4%	100,991	0.6%
<u>Consolidated Health Support</u>							
0801720HP Examining Activities	70,059	77,120	81,354	7,061	10.1%	4,234	5.5%
0807714HP Other Health Activities	564,413	850,083	677,102	285,670	50.6%	-172,981	-20.3%
0807705HP Military Public/Occupational Health	406,761	346,696	370,633	-60,065	-14.8%	23,937	6.9%
0807760HP Veterinary Services	31,547	32,745	32,225	1,198	3.8%	-520	-1.6%
0807724HP Military Unique Requirements - Other Medical	706,359	837,952	1,087,669	131,593	18.6%	249,717	29.8%
0807725HP Aeromedical Evacuation System	56,956	36,501	36,149	-20,455	-35.9%	-352	-1.0%
0807730HP Service Support to Other Health Activities - TRANSCOM	973	1,121	1,477	148	15.2%	356	31.8%
0807785HP Armed Forces Institute of Pathology (AFIP)	54,341	0	0	-54,341	-100.0%	0	0.0%
0807786HP Joint Pathology Center (JPC)	<u>11,744</u>	<u>20,088</u>	<u>22,576</u>	<u>8,344</u>	<u>71.0%</u>	<u>2,488</u>	<u>12.4%</u>
Subtotal Consolidated Health Support	1,903,153	2,202,306	2,309,185	299,153	15.7%	106,879	4.9%
<u>Information Technology/Information Management</u>							
0807781HP Non-Central Information Management/Information Technology	614,989	523,452	545,889	-91,537	-14.9%	22,437	4.3%
0807783HP DHP Information Management/Information Technology Support Programs	106,148	112,960	100,548	6,812	6.4%	-12,412	-11.0%
0807793HP MHS Tri-Service Information Management/Information Technology	<u>697,512</u>	<u>786,285</u>	<u>818,891</u>	<u>88,773</u>	<u>12.7%</u>	<u>32,606</u>	<u>4.1%</u>
Subtotal Information Management	1,418,649	1,422,697	1,465,328	4,048	0.3%	42,631	3.0%

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				<u>Change</u>	<u>Percent</u>	<u>Change</u>	<u>Percent</u>
<u>Management Activities</u>							
0807798HP Management Activities	122,678	114,295	140,148	-8,383	-6.8%	25,853	22.6%
0807709HP TRICARE Management Activity	180,143	196,807	191,973	16,664	9.3%	-4,834	-2.5%
0901200HP BMMP Domain Management and System Integration	<u>2,401</u>	<u>0</u>	<u>0</u>	<u>-2,401</u>	<u>-100.0%</u>	<u>0</u>	<u>0.0%</u>
Subtotal Management Activities	305,222	311,102	332,121	5,880	1.9%	21,019	6.8%
<u>Education and Training</u>							
0806722HP Armed Forces Health Professions Scholarship Program	231,859	259,998	283,498	28,139	12.1%	23,500	9.0%
0806721HP Uniformed Services University of the Health Sciences	139,543	123,640	129,330	-15,903	-11.4%	5,690	4.6%
0806761HP Other Education and Training	<u>319,240</u>	<u>321,524</u>	<u>309,253</u>	<u>2,284</u>	<u>0.7%</u>	<u>-12,271</u>	<u>-3.8%</u>
Subtotal Education and Training	690,642	705,162	722,081	14,520	2.1%	16,919	2.4%
<u>Base Operations/Communications</u>							
0806276HP Facilities Restoration and Modernization - CONUS	519,539	367,277	432,288	-152,262	-29.3%	65,011	17.7%
0806376HP Facilities Restoration and Modernization - OCONUS	45,848	70,985	57,547	25,137	54.8%	-13,438	-18.9%
0806278HP Facilities Sustainment - CONUS	510,201	380,867	350,082	-129,334	-25.3%	-30,785	-8.1%
0806378HP Facilities Sustainment - OCONUS	58,666	61,927	78,989	3,261	5.6%	17,062	27.6%
0807779HP Facilities Operations - Health Care - CONUS	415,795	366,818	369,904	-48,977	-11.8%	3,086	0.8%
0807979HP Facilities Operations - Health Care - OCONUS	32,815	29,937	30,273	-2,878	-8.8%	336	1.1%
0807795HP Base Communications - CONUS	45,765	36,809	35,819	-8,956	-19.6%	-990	-2.7%
0807995HP Base Communications - OCONUS	5,285	4,908	5,015	-377	-7.1%	107	2.2%
0807796HP Base Operations - CONUS	503,330	362,911	328,260	-140,419	-27.9%	-34,651	-9.5%
0807996HP Base Operations - OCONUS	23,129	21,638	21,924	-1,491	-6.4%	286	1.3%
0807753HP Environmental Conservation	391	0	19	-391	-100.0%	19	100.0%
0807754HP Pollution Prevention	23	255	256	232	1008.7%	1	0.4%
0807756HP Environmental Compliance	24,736	24,160	23,551	-576	-2.3%	-609	-2.5%
0807790HP Visual Information Systems	8,661	7,648	12,867	-1,013	-11.7%	5,219	68.2%
0808093HP Demolition/Disposal of Excess Facilities	<u>0</u>	<u>2,700</u>	<u>0</u>	<u>2,700</u>	<u>100.0%</u>	<u>-2,700</u>	<u>-100.0%</u>
Subtotal Base Operations/Communications	2,194,184	1,738,840	1,746,794	-455,344	-20.8%	7,954	0.5%
Subtotal DHP Operation and Maintenance	29,953,531	30,586,235	31,349,279	632,704	2.1%	763,044	2.5%
<u>Procurement (Program Elements 0807720HP & 0807721HP)</u>							
Dental Equipment	1,200	1,672	260	472	39.3%	-1,412	-84.4%
Food Service, Preventive Medicine, and Pharmacy Equipment	39,069	3,291	4,515	-35,778	-91.6%	1,224	37.2%
Medical Information System Equipment	330,846	401,264	258,828	70,418	21.3%	-142,436	-35.5%
Medical Patient Care Administrative Equipment	2,404	2,452	3,208	48	2.0%	756	30.8%
Medical/Surgical Equipment	18,119	33,561	35,487	15,442	85.2%	1,926	5.7%
Other Equipment	17,594	15,837	28,906	-1,757	-10.0%	13,069	82.5%
Pathology/Lab Equipment	12,040	28,821	24,170	16,781	139.4%	-4,651	-16.1%
Radiographic Equipment	<u>125,428</u>	<u>145,620</u>	<u>151,088</u>	<u>20,192</u>	<u>16.1%</u>	<u>5,468</u>	<u>3.8%</u>
Subtotal Procurement	546,700	632,518	506,462	85,818	15.7%	-126,056	-19.9%

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				<u>Change</u>	<u>Percent</u>	<u>Change</u>	<u>Percent</u>
<u>Research, Development, Test and Evaluation</u>							
0601101HP In-House Laboratory Independent Research (ILIR)	2,803	2,862	3,030	59	2.1%	168	5.9%
0601117HP Basic Operational Medical Research Sciences	31,775	975	3,038	-30,800	-96.9%	2,063	211.6%
0602115HP Applied Biomedical Technology	85,147	66,841	42,188	-18,306	-21.5%	-24,653	-36.9%
0602787HP Medical Technology (AFRRI)	3,464	3,602	1,193	138	4.0%	-2,409	-66.9%
0603002HP Medical Advanced Technology (AFRRI)	733	748	298	15	2.0%	-450	-60.2%
0603115HP Medical Technology Development	723,324	703,313	239,110	-20,011	-2.8%	-464,203	-66.0%
0604110HP Medical Products Support and Advanced Concept Development	155,624	189,844	144,403	34,220	22.0%	-45,441	-23.9%
0605013HP Information Technology Development	137,541	171,936	145,268	34,395	25.0%	-26,668	-15.5%
0605145HP Medical Products and Support Systems Development	0	33,695	17,116	33,695	100.0%	-16,579	-49.2%
0605502HP Small Business Innovative Research (SBIR) Program	29,887	31,470	0	1,583	5.3%	-31,470	-100.0%
0606105HP Medical Program-Wide Activities	15,952	47,105	61,518	31,153	195.3%	14,413	30.6%
0607100HP Medical Products and Capabilities Enhancement Activities	<u>19,500</u>	<u>14,396</u>	<u>15,815</u>	<u>-5,104</u>	<u>-26.2%</u>	<u>1,419</u>	<u>9.9%</u>
Subtotal RDT&E	1,205,750	1,266,787	672,977	61,037	5.1%	-593,810	-46.9%
Total Defense Health Program	31,705,981	32,485,540	32,528,718	779,559	2.4%	43,178	0.1%

1/ FY 2011 actuals include Operation and Maintenance funding of \$1,393.993M and Research and Development funding of \$24M for Overseas Contingency Operations (OCO) under the Department of Defense Appropriations Act for FY 2011 Public Law 112-10

Special Interest Items

Medicare Eligible Accrual Fund Receipts

Direct Care	1,401,500	1,336,100	1,384,200	-65,400	-4.7%	48,100	3.6%
Private Sector Care	6,740,400	7,661,300	7,850,772	920,900	13.7%	189,472	2.5%
Military Personnel Accounts	<u>458,100</u>	<u>473,200</u>	<u>492,128</u>	<u>15,100</u>	<u>3.3%</u>	<u>18,928</u>	<u>4.0%</u>
Total Medicare Eligible Accrual Fund	8,600,000	9,470,600	9,727,100	870,600	10.1%	256,500	2.7%

Research, Development, Test & Evaluation By Program Title

Congressionally Directed Programs	675,600	603,600	0	-72,000	-10.7%	-603,600	-100.0%
TMA Central Information Technology Development	117,983	160,374	130,212	42,391	35.9%	-30,162	-18.8%
Service Information Technology Development	18,489	11,562	15,056	-6,927	-37.5%	3,494	30.2%
Small Business Innovative Research	13,080	9,536	0	-3,544	-27.1%	-9,536	-100.0%
Medical Technology Development	154,843	127,038	131,713	-27,806	-18.0%	4,676	3.7%
Biomedical Technology	27,941	3,392	3,566	-24,549	-87.9%	174	5.1%
Armed Forces Radiobiology Research Institute (AFRRI)	3,464	3,602	1,193	138	4.0%	-2,409	-66.9%
In-House Laboratory Independent Research (ILIR)	2,803	2,862	3,030	59	2.1%	168	5.9%
Medical Advanced Technology (AFRRI)	733	748	298	15	2.0%	-450	-60.2%
Medical Products Support and Advanced Concept Development	132,558	0	0	-132,558	-100.0%	0	-100.0%
Medical Products and Support Systems Development	0	15,210	8,595	15,210	100.0%	-6,615	-77.0%
Medical Program-Wide Activities	15,952	47,105	61,518	31,153	195.3%	14,413	30.6%
Medical Products and Capabilities Enhancement Activities	19,500	0	0	-19,500	-100.0%	0	0.0%
Basic Operational Medical Research Sciences	0	0	0	0	0.0%	0	0.0%
GDF Medical Research Enhancement	<u>22,805</u>	<u>281,759</u>	<u>317,796</u>	<u>258,954</u>	<u>1135.5%</u>	<u>36,037</u>	<u>12.8%</u>
Total Research, Development, Test and Evaluation	1,205,750	1,266,787	672,977	61,037	5.1%	-593,810	-46.9%