

VOLUME 2B, CHAPTER 12: “DEFENSE HEALTH PROGRAM”

SUMMARY OF MAJOR CHANGES

All changes are denoted by **blue font**.

Substantive revisions are denoted by an * symbol preceding the section, paragraph, table, or figure that includes the revision.

Unless otherwise noted, chapters referenced are contained in this volume.

Hyperlinks are denoted by *bold, italic, blue and underlined font*.

The previous version dated June 2007 is archived.

PARAGRAPH	EXPLANATION OF CHANGE/REVISION	PURPOSE
Various	Formatting changes	Update
120302	Changed printed and electronic submission requirements	Update
1204	Updated headers for PB-11, PB-11A, and PB-11B	Update
1204	Updated and added Program Elements for O&M and RDT&E	Update

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CHAPTER 12

DEFENSE HEALTH PROGRAM

1201 GENERAL

120101. Purpose

A. This chapter provides instructions applicable to budget formulation and congressional justification for the Defense Health Program (DHP).

B. The following appropriations are covered as subsections of the DHP appropriation:

1. Operation and Maintenance (O&M)
2. Procurement
3. Research, Development, Test and Evaluation (RDT&E)

120102. Submission Requirements

General guidance with regard to submission requirements is presented in Volume 2A, Chapter 1. This chapter covers specific backup material requirements for the above accounts. The Assistant Secretary of Defense (Health Affairs) (ASD(HA)) should also consult all of the other chapters of this Regulation for exhibit requirements that are not specifically addressed in this chapter including Volume 2B, Chapter 19 – Other Special Analyses. The ASD(HA) is also responsible for providing data to update the Comptroller Information System (CIS) and the Future Years Defense Program (FYDP) automated systems for the DHP appropriation. The Military Components must reconcile all DHP personnel data with, and submit all proposed military and civilian medical personnel changes to the CIS and FYDP through the TRICARE Management Activity Program Budget and Execution Directorate before these changes are accepted in these automated systems. (See Volume 2A, Chapter 1 and Volume 2B, Chapter 19, of this Regulation.)

120103. Preparation of Material

General guidance with regard to format and preparation of material is presented in Volume 2A, Chapter 1. Volume 2B, Chapter 12 provides additional specific guidance with regard to the back-up material required for the DHP. (See Volume 2A, Chapter 1, of this Regulation.)

120104. References

Volume 2A, Chapter 3 provides guidance related to O&M costs, Volume 2B, Chapter 4 provides guidance and formats related to Procurement appropriations, and Volume 2B, Chapter 5 provides guidance and formats related to RDT&E appropriations. (See Volume 2A, Chapter 3

and Volume 2B, Chapter 4, of this Regulation.)

1202 PROGRAM AND BUDGET REVIEW SUBMISSION

120201. Purpose

This Section provides guidance for preparation and submission of budget estimates for the DHP. The budget estimates consist of all O&M, procurement, and RDT&E resources that support the medical activities that were consolidated into the DHP.

120202. Submission Requirements

A. The ASD (HA) is responsible for submitting all exhibits required for the O&M, procurement, and RDT&E appropriations as specified in Volume 2A, Chapter 3, Volume 2B, Chapters 4, and 5 respectively. The ASD (HA) is also responsible for submitting exhibit requirements specified in the other chapters of this Regulation including Volume 2B, Chapter 19 – Other Special Analyses. (See Volume 2A, Chapter 3 and Volume 2B, Chapter 4, 5, and 19, of this Regulation).

B. In addition, the Cost of Medical Activities Exhibit (PB-11, PB-11A, PB-11B) will be prepared and submitted to the Office of the Under Secretary of Defense (Comptroller) (OUSD(C)) concurrent with the program and budget review submission. Formats for these exhibits are provided at the end of this chapter. Two printed copies and one electronic copy of each exhibit should be provided to the OUSD(C) Program/Budget (P/B) Military Personnel & Construction Directorate, Room 3C654, Washington, DC 20301-1100.

C. For all updates of the OUSD(C) automated budget system databases, DoD Components must reconcile all DHP personnel data with, and submit all proposed military and civilian medical personnel changes through the TRICARE Management Activity Program Budget and Execution Directorate.

1203 CONGRESSIONAL JUSTIFICATION/PRESENTATION

120301. Purpose.

This section presents the exhibit requirements for submission to Congress. Examples of budget exhibits can be found in Section 1204.

120302. Submission Requirements

A. The ASD (HA) is responsible for submitting all exhibits required for the O&M, procurement, and RDT&E appropriation as specified in Volume 2A, Chapter 3, Volume 2B, Chapters 4, and 5 respectively. The ASD (HA) is also responsible for submitting exhibit requirements specified in the other chapters of this regulation including Volume 2B, Chapter 19 – Other Special Analyses. (See Volume 2A, Chapter 3 and Volume 2B, Chapter 4, 5, and 19)

B. In addition, the cost of Medical Activities Exhibit (PB-11, PB-11A, PB-11B) will be prepared and submitted to the OUSD (C) for the DHP. Formats for these exhibits are provided at the end of this chapter. Two printed copies and one electronic copy of each exhibit should be provided to the OUSD (C), P/B, Military Personnel Construction Directorate, Room 3C654, the Pentagon.

C. Two printed copies and one electronic copy of the PBA-9 (Medical Programs Exhibit for the O&M Overview) will be due to the OUSD(C), P/B, Military Personnel & Construction Directorate, Room 3C654, the Pentagon at the time that the President's budget exhibits are due. The required format for the PBA-9 is provided at Volume 2A, Chapter 3, Section 0304 (See Volume 2A, Chapter 3, section 0304 of this Regulation).

D. The OP-5 exhibit and other supporting exhibits will be prepared for each of the following activities. Meaningful performance criteria should be displayed for each activity.

- In-House Care
- Private Sector Care
- Consolidated Health Support
- Information Management
- Management Activities
- Education and Training
- Base Operations/Communications

E. The ASD(HA) will prepare the DHP Volume 1 (Justification of Estimates), Volume 2 (Data Book), and Volume 3 (Additional Accompanying Exhibits). **Forty** printed copies and **five** electronic storage media copies of Volumes 1 and 2 and ten printed copies and three electronic storage medical copies of all three volumes and other required exhibits should be provided to the OUSD (C), P/B, Military Personnel & Construction Directorate, Room 3C654, the Pentagon.

1204 DEFENSE HEALTH PROGRAM SUBMISSION FORMATS

120401. Purpose

The formats provided on the following pages reflect guidance presented in previous sections of this chapter. Unless modified in a submission budget call, the formats should be followed.

120402. Unique Exhibits in Support of the Defense Health Program

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**DEPARTMENT OF DEFENSE
COST OF MEDICAL ACTIVITIES
DEFENSE HEALTH PROGRAM**

Defense Health Program Funding by Subactivity Group

(Dollars in Thousands)

	<u>FY PY</u>	<u>FY CY</u>	<u>FY BY</u>	<u>PY-CY Change</u>	<u>CY-BY Change</u>
	<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>\$</u> <u>(%)</u>	<u>\$</u> <u>(%)</u>
<u>IN-HOUSE CARE</u>					
0807700HP Defense Medical Centers, Hospitals & Medical Clinics – CONUS					
0807900HP Defense Medical Centers, Hospitals & Medical Clinics – OCONUS					
0807701HP Pharmaceuticals, CONUS					
0807901HP Pharmaceuticals, OCONUS					
0807715HP Dental Care Activities – CONUS					
0807915HP Dental Care Activities – OCONUS					
Subtotal In-House Care					
<u>PRIVATE SECTOR CARE</u>					
0807702HP Pharmaceuticals – Purchased Health Care					
0807703HP Pharmaceuticals – National Retail Rx					
0807723HP TRICARE Managed Care Support (MCS) Contracts					
0807738HP MTF Enrollees – Purchased Care					
0807741HP Dental – Purchased Care					
0807742HP Uniformed Services Family Health Program (USFHP)					
0807743 HP Supplemental Care – Health Care					
0807745HP Supplemental Care – Dental					
0807747HP Continuing Health Education/ Capitalization of Asset Program (CHE/CAP)					
0807749HP Overseas Purchased Health Care					
0807751HP Miscellaneous Purchased Health Care					
0807752HP Miscellaneous Support Activities					
Subtotal Private Sector Care					

Exhibit PB-11 Defense Health Program Funding Summary (Continued)

**DEPARTMENT OF DEFENSE
COST OF MEDICAL ACTIVITIES
DEFENSE HEALTH PROGRAM**

Defense Health Program Funding by Subactivity Group

(Dollars in Thousands)

	<u>FY PY</u>	<u>FY CY</u>	<u>FY BY</u>	<u>PY-CY Change</u>	<u>CY-BY Change</u>
	<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>\$</u> <u>(%)</u>	<u>\$</u> <u>(%)</u>
<u>CONSOLIDATED HEALTH SUPPORT</u>					
0801720HP					
Examining Activities					
0807714HP					
Other Health Activities					
0807705HP					
Military Public/Occupational Health					
0807760HP					
Veterinary Services					
0807724HP					
Military Unique Requirements					
– Other Medical					
0807725HP					
Aeromedical Evacuation System					
0807730HP					
Service Support to Other Health					
Activities – TRANSCOM					
0807785HP					
Armed Forces Institute of Pathology (AFIP)					
0807786HP Joint Pathology Center					
Subtotal Consolidated Health Support					
<u>INFORMATION MANAGEMENT</u>					
0807781HP					
DHP Service Medical Information					
Management/Information Technology					
0807783DHP					
Information Management/					
Information Technology Support Programs					
0807793HP					
MHS Tri-Service Information					
Management/Information Technology					
Subtotal Information Management					
<u>MANAGEMENT ACTIVITIES</u>					
0807798HP					
Management Headquarters					
0807709HP					
TRICARE Management Activity					
0901200HP					
BMMP Domain Management & System Integration					
Subtotal Management Activities					

Exhibit PB-11 Defense Health Program Funding Summary (Continued)

**DEPARTMENT OF DEFENSE
COST OF MEDICAL ACTIVITIES
DEFENSE HEALTH PROGRAM**

Defense Health Program Funding by Subactivity Group

(Dollars in Thousands)

	<u>FY PY</u>	<u>FY CY</u>	<u>FY BY</u>	<u>PY-CY Change</u>	<u>CY-BY Change</u>
	<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>\$</u> <u>(%)</u>	<u>\$</u> <u>(%)</u>
<u>EDUCATION AND TRAINING</u>					
0806722HP Armed Forces Health Professions Scholarship Program					
0806721HP Uniformed Services University of the Health Sciences					
0806761HP Other Education and Training					
Subtotal Education and Training					
<u>BASE OPERATIONS/COMMUNICATIONS</u>					
0806276HP Facilities Restoration and Modernization – CONUS					
0886376HP Facilities Restoration and Modernization – OCONUS					
0806278HP Facilities Sustainment – CONUS					
0806378HP Facilities Sustainment – OCONUS					
0807779HP Facilities Operations – Health Care – CONUS					
0807979HP Facilities Operations – Health Care – OCONUS					
0807795HP Base Communications – CONUS					
0807995HP Base Communications – OCONUS					
0807796HP Base Operations – CONUS					
0807996HP Base Operations – OCONUS					
0807753HP Environmental Conservation					
0807754HP Pollution Prevention					
0807756HP Environmental Compliance					
0807790HP Visual Information Systems					
0808093HP Demolition/Disposal of Excess Facilities					
Subtotal Base Ops/Comm					
Subtotal DHP Operation and Maintenance					

Exhibit PB-11 Defense Health Program Funding Summary (Continued)

DEPARTMENT OF DEFENSE
 COST OF MEDICAL ACTIVITIES
 DEFENSE HEALTH PROGRAM

Defense Health Program Funding by Subactivity Group

(Dollars in Thousands)

	<u>FY PY</u>	<u>FY CY</u>	<u>FY BY</u>	<u>PY-CY Change</u>		<u>CY-BY Change</u>	
	<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>\$</u>	<u>(%)</u>	<u>\$</u>	<u>(%)</u>
Procurement (PE 0807720HP and PE 0807721HP)							
Dental Equipment							
Food Service, Preventive Medicine, Pharmacy Equipment							
Medical Information System Equipment							
Medical Patient Care Administrative Equip							
Medical/Surgical Equipment							
Other Equipment							
Pathology/Lab Equipment							
Radiographic Equipment							
Subtotal Procurement							
Research, Development, Test and Evaluation							
0601101HP In-House Laboratory Independent Research (ILIR)							
0601117HP Basic Operational Medical Research Sciences							
0602115HP Biomedical Technology							
0602787HP Medical Technology (AFRRI)							
0603002HP Medical Advanced Technology (AFRRI)							
0603115HP Medical Development							
0604110HP Medical Products Support and Advanced Concept Development							
0605013HP Information Technology Development							
0605145HP Medical Products and Support Systems Development							
0605502HP Small Business Innovative Research (SBIR) Program							
0606105HP Medical Program-Wide Activities							
0607100HP Medical Products and Capabilities Enhancement Activities							
Subtotal RDT&E							
Total Defense Health Program							

Submitting Components should refer to the FYDP Structure Management (FSM) System as described in section 010702 of Chapter 1 of this volume to ensure that Health program FYDP program elements shown on this format are current.

Exhibit PB-11 Defense Health Program Funding Summary (Continued)

**DEPARTMENT OF DEFENSE
COST OF MEDICAL ACTIVITIES
DEFENSE HEALTH PROGRAM**

Defense Health Program Funding by Subactivity Group

(Dollars in Thousands)

<u>FY PY</u>	<u>FY CY</u>	<u>FY BY</u>	<u>PY-CY Change</u>		<u>CY-BY Change</u>	
<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>\$</u>	<u>(%)</u>	<u>\$</u>	<u>(%)</u>

SPECIAL INTEREST ITEMS

Medicare Eligible Accrual Fund

Total Medicare Eligible Accrual Fund

Direct Care

Private Sector Care

Military Personnel Accounts

RDT&E

Information Technology (IT) Development

TMA (Central IT)

Services (Non-Central IT)

All Other RDT&E Programs

Congressionally Directed Programs

Baseline Programs

Exhibit PB-11 Defense Health Program Funding Summary
(Page 5 of 5)

DEPARTMENT OF DEFENSE
DEFENSE HEALTH PROGRAM
Personnel Summary

<u>FY PY Actual</u>		<u>FY CY Estimate</u>		<u>FY-BY Estimate</u>		<u>CY-BY Change</u>	
<u>End</u>	<u>Avg</u>	<u>End</u>	<u>Avg</u>	<u>End</u>	<u>Avg</u>	<u>End</u>	<u>Avg</u>
<u>Strength</u>	<u>Strength</u>	<u>Strength</u>	<u>Strength</u>	<u>Strength</u>	<u>Strength</u>	<u>Strength</u>	<u>Strength</u>

Active Military – Assigned to DHP

Army Total

- Officers
- Enlisted

Navy Total

- Officers
- Enlisted

Air Force Total

- Officers
- Enlisted

Total Active Duty

- Officers
- Enlisted

Active Military - Non DHP Medical

Army Total

- Officers
- Enlisted

Navy Total

- Officers
- Enlisted

Air Force Total

- Officers
- Enlisted

Total Active Duty

- Officers
- Enlisted

Exhibit PB-11A Defense Health Program Personnel Summary (Continued)

**DEPARTMENT OF DEFENSE
DEFENSE HEALTH PROGRAM**

Personnel Summary

	<u>FY PY Actual</u>		<u>FY CY Estimate</u>		<u>FY- BY Estimate</u>		<u>CY-BY Change</u>	
	<u>End</u>		<u>End</u>		<u>End</u>		<u>End</u>	
	<u>Strength</u>	<u>FTEs</u>	<u>Strength</u>	<u>FTEs</u>	<u>Strength</u>	<u>FTEs</u>	<u>Strength</u>	<u>FTEs</u>
I. Civilian Personnel - US Direct Hire								
Army								
Navy								
Air Force								
TRICARE Management Activity								
Total								
II. Civilian Personnel - Foreign National Direct Hire								
Army								
Navy								
Air Force								
TRICARE Management Activity								
Total								
III. Civilian Personnel - Foreign National Indirect Hire								
Army								
Navy								
Air Force								
TRICARE Management Activity								
Total								
IV. Total Civilian Personnel								
Army								
Navy								
Air Force								
TRICARE Management Activity								
Total <u>1/</u>								
V. Summary Civilian Personnel								
U.S. Direct Hire								
Foreign National Direct Hire								
Foreign National Indirect Hire								
Total, Civilians <u>1/</u>								

1/ Includes reimbursable civilians - memo

Exhibit PB-11A Defense Health Program Personnel Summary
(Page 2 of 3)

Exhibit PB-11A Defense Health Program Personnel Summary (Continued)

DEPARTMENT OF DEFENSE
DEFENSE HEALTH PROGRAM

Personnel Summary

<u>FY PY Actual</u>		<u>FY CY Estimate</u>		<u>FY- BY Estimate</u>		<u>CY-BY Change</u>	
End		End		End		End	
<u>Strength</u>	<u>FTEs</u>	<u>Strength</u>	<u>FTEs</u>	<u>Strength</u>	<u>FTEs</u>	<u>Strength</u>	<u>FTEs</u>

SPECIAL INTEREST MANPOWER (End Strength)

TRICARE Regional Offices (TRO):

Military FTE's

Civilian FTE's

TRICARE Management Activity (PE 0807798)

Military FTE's

Civilian FTE's

Army Management Headquarters (PE 0807798)

Military FTE's

Civilian FTE's

Navy Management Headquarters (PE 0807798)

Military FTE's

Civilian FTE's

Air Force Management Headquarters (PE 0807798)

Military FTE's

Civilian FTE's

Exhibit PB-11B Medical Workload and Productivity Data (Continued)

**DEFENSE HEALTH PROGRAM
Medical Workload and Productivity Data**

	<u>FY PY</u> <u>Actual</u>	<u>FY CY</u> <u>Estimate</u>	<u>FY BY</u> <u>Estimate</u>	<u>CY-BY</u> <u>Change</u>
<u>Enrollees - Direct Care</u>				
TRICARE Region – North				
TRICARE Region – South				
TRICARE Region – West				
TRICARE Region – Europe				
TRICARE Region – Pacific				
Alaska				
Sub-Total CONUS Regions				
Sub-Total OCONUS Regions				
Total Direct Care Enrollees				
<u>Enrollees (Managed Care Support Contract)</u>				
TRICARE Region – North				
TRICARE Region –South				
TRICARE Region – West ¹				
Total MCS Contracts				
<u>Infrastructure</u>				
Operating Beds				
Inpatient Facilities				
Medical Clinics				
Dental Clinics				
Veterinary Clinics				

¹ Alaska in the West Contract is non-underwritten therefore not included in the total.

Exhibit PB-11B Medical Workload and Productivity Data (Continued)

**DEFENSE HEALTH PROGRAM
Medical Workload and Productivity Data**

FY PY <u>Actual</u>	FY CY <u>Estimate</u>	FY BY <u>Estimate</u>	CY-BY <u>Change</u>
------------------------	--------------------------	--------------------------	------------------------

Direct Care System Workload (from MEPRS)

Inpatient Admissions
 Occupied Bed Days
 Inpatient Relative Weighted Product (RWPs)
 Average Length of Stays (Bed Days/Disposition)
 Total Ambulatory Visits
 Outpatient Relative Value Units (RVUs)
 Pharmacy – Military Treatment Facilities Worldwide
 Number of Scripts
 Number of Users

Dental Workload (Dental Weighted Values (DWVs))

CONUS
 OCONUS
 Total DWVs

CONUS
 Active Duty
 Non-Active Duty
 Total CONUS

OCONUS
 Active Duty
 Non-Active Duty
 Total OCONUS

Exhibit PB-11B Medical Workload and Productivity Data
(Page 3 of 5)

Exhibit PB-11B Medical Workload and Productivity Data (Continued)

**DEFENSE HEALTH PROGRAM
Medical Workload and Productivity Data**

<u>FY PY</u>	<u>FY CY</u>	<u>FY BY</u>	<u>CY-BY</u>
<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>Change</u>

Private Sector Workload

Managed Care Support Contracts (TRICARE Prime)

- Inpatient Admissions
- Inpatient Relative Weighted Product (RWPs)
- Outpatient Visits
- Outpatient Relative Value Units (RVUs)

TRICARE Extra/Standard

- Inpatient Admissions
- Inpatient Relative Weighted Product (RWPs)
- Outpatient Visits
- Outpatient Relative Value Units (RVUs)

Overseas CHAMPUS

- Inpatient Admissions
- Inpatient Relative Weighted Product (RWPs)
- Outpatient Visits
- Outpatient Relative Value Units (RVUs)

Pharmacy – **Purchased Care**

- Retail:
 - Number of Scripts
 - Number of Users
- Mail Order:
 - Number of Scripts
 - Number of Users

Exhibit PB-11B Medical Workload and Productivity Data (Continued)

**DEFENSE HEALTH PROGRAM
Medical Workload and Productivity Data**

FY PY FY CY FY BY CY-BY
Actual Estimate Estimate Change

TRICARE Dental Program

Enrollment - Single Plan

Enrollment - Family Plan

Enrollment - Survivor Single Plan

Enrollment - Survivor Family Plan

NOTE: TRICARE Dental Program reporting methodology changed for FY 2010 and is not comparable to previous submissions

Uniformed Services Family Health Plan

Enrollees (Non-Medicare eligible DoD only)

Enrollees (Medicare eligible DoD Only)