

**CHAPTER 12**  
**DEFENSE HEALTH PROGRAM**  
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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.

B. The following appropriations are covered as subsections of the Defense Health Program (DHP) appropriation:

- Operation and Maintenance
- Procurement
- Research, Development, Test and Evaluation

**120102 Submission Requirements**

General guidance with regard to submission requirements is presented in Chapter 1. Chapter 12 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 Chapter 19 - 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 Defense Health Program (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 Chapter 1. Chapter 12 provides additional specific guidance with regard to the back-up material required for the Defense Health Program. (See Volume 2A, Chapter 1, of this regulation)

**120104 References**

Chapter 3 provides guidance related to Operation and Maintenance costs, Chapter 4 provides guidance and formats related to Procurement appropriations, and Chapter 5 provides guidance and formats related to Research, Development, Test and Evaluation 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 Defense Health Program (DHP). The budget estimates consist of all operation and maintenance, procurement, and research, development, test and evaluation resources that support the medical activities that were consolidated into the DHP.

**120202 Submission Requirements**

A. The Assistant Secretary of Defense (Health Affairs) (ASD(HA)) is responsible for submitting all exhibits required for the operation and maintenance, procurement, and research, development, test and evaluation appropriations as specified in Chapters 3, 4, and 5 respectively. The ASD (HA) is also responsible for submitting exhibit requirements specified in the other chapters of this regulation including Chapter 19 – Special Analyses. (See Volume 2A, Chapter 3 and Volume 2B, Chapters 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) P/B Operations and Personnel Directorate, Room 3D868, the Pentagon.

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**

A. 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 Assistant Secretary of Defense (Health Affairs) (ASD(HA)) is responsible for submitting all exhibits required for the operation and maintenance, procurement, and research, development, test and evaluation appropriations as specified in Chapters 3, 4, and 5 respectively. The ASD (HA) is also responsible for submitting exhibit requirements specified in the other chapters of this regulation including Chapter 19 – Special Analyses. (See Volume 2A, Chapter 3 and Volume 2B, Chapters 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)) 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), Program/Budget, Operations and Personnel Directorate, Room 3D868, 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), Program/Budget, Operations and Personnel Directorate, *Room 3D868, the Pentagon* at the time that the President's budget exhibits are due. The required format for the PBA-9 is provided at Chapter 3, Section 0304 (See Volume 2A, Chapter 3, section 0304).

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). Thirty-five printed copies and thirty-five electronic storage media copies of each volume should be provided to the OUSD (C), Program/Budget, Operations and Personnel Directorate, Room 3D868, 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**

PB-11 Defense Health Program Funding Summary .....7  
PB-11A Defense Health Program Personnel Summary.....11  
PB-11B Medical Workload and Productivity Data .....14

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

**Defense Health Program Funding by Subactivity Group**

(Dollars in Thousands)

FY PY	FY CY	FY BY1	FY BY2	<u>PY-CY Change</u>		<u>CY-BY1 Change</u>		<u>BY1-BY2 Change</u>	
<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>Estimate</u>	<u>\$</u>	<u>(%)</u>	<u>\$</u>	<u>(%)</u>	<u>\$</u>	<u>(%)</u>

IN-HOUSE CARE

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**

PRIVATE SECTOR CARE

0807702HP Pharmaceuticals – *Purchased Health Care*  
0807703HP Pharmaceuticals – *National Retail Rx*  
0807723HP TRICARE Managed Care Support (MCS) Contracts<sup>2</sup>  
0807738HP MTF Enrollees – *Purchased Care*<sup>1</sup>  
0807741HP Dental – *Purchased Care*<sup>1</sup>  
0807742HP Uniformed Services Family Health Program (USFHP)<sup>1</sup>  
080774 HP Supplemental Care – *Health Care*<sup>1</sup>  
0807745HP Supplemental Care – *Dental*<sup>1</sup>  
0807747HP Continuing Health Education/  
Capitalization of Asset Program (CHE/CAP)<sup>1</sup>  
080779HP Overseas Purchased Health Care<sup>1</sup>  
0807751HP Miscellaneous Purchased Health Care<sup>1</sup>  
0807752HP Miscellaneous Support Activities<sup>1</sup>

<sup>1</sup>PE 0807713 HP Other Purchase Healthcare is deactivated starting in FY05. The funding has been reappropriated to the new PEs for the prior years.

<sup>2</sup>Pharmaceutical funding is not included but reappropriated to the correct Pharmaceutical PEs.

**Subtotal Private Sector Care**

**Exhibit PB-11 Defense Health Program Funding Summary**

(Page 1 of 5)

**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>Actual</u>	<u>FY CY</u> <u>Estimate</u>	<u>FY BY1</u> <u>Estimate</u>	<u>FY BY2</u> <u>Estimate</u>	<u>PY-CY Change</u> <u>\$</u> <u>(%)</u>	<u>CY-BY1 Change</u> <u>\$</u> <u>(%)</u>	<u>BY1-BY2 Change</u> <u>\$</u> <u>(%)</u>
<u>CONSOLIDATED HEALTH SUPPORT</u>							
0801720HP							
Examining Activities							
0807714HP/HPT							
Other Health Activities							
0807705HP							
Military Public/Occupational Health							
0807760HP							
Veterinary Services							
0807724HP							
Military Unique Requirements							
– Other Medical							
0807725HP							
Aeromedical Evacuation System							
0807785HP							
Armed Forces Institute of							
Pathology (AFIP)							
<b>Subtotal Consolidated Health Support</b>							
<u>INFORMATION MANAGEMENT</u>							
0807781HP							
Non-Central Information							
Management/Information Technology							
0807791HP							
MHS Tri-Service Information							
Management/Information Technology							
<b>Subtotal Information Management</b>							
<u>MANAGEMENT ACTIVITIES</u>							
0807798HP/HPT							
Management Headquarters							
0807709HP/HPT							
TRICARE Management Activity							
0901200HP/HPT							
<i>BMMP Domain Management &amp; System Integration</i>							
<b>Subtotal Management Activities</b>							
<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							
<b>Subtotal Education and Training</b>							

**Exhibit PB-11 Defense Health Program Funding Summary**

(Page 2 of 5)

**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 BY1</u>	<u>FY BY2</u>	<u>PY-CY Change</u>		<u>CY-BY1 Change</u>		<u>BY1-BY2 Change</u>	
	<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>Estimate</u>	<u>\$</u>	<u>(%)</u>	<u>\$</u>	<u>(%)</u>	<u>\$</u>	<u>(%)</u>
<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										
Real Property Services – CONUS										
0807979HP										
Real Property Services – 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										

**Subtotal Base Ops/Comm**

**Subtotal DHP Operation and Maintenance**

**Exhibit PB-11 Defense Health Program Funding Summary**  
(Page 3 of 5)

**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 BY1</u>	<u>FY BY2</u>	<u>PY-CY Change</u>		<u>CY-BY1 Change</u>		<u>BY1-BY2 Change</u>	
	<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>Estimate</u>	<u>\$</u>	<u>(%)</u>	<u>\$</u>	<u>(%)</u>	<u>\$</u>	<u>(%)</u>
<b>Procurement (PE 0807720HP and PE 0807721HP)</b>										
Dental Equipment										
Food Ser, Preventive Med, Pharmacy Equip										
Medical Information System Equipment										
Medical Patient Care Administrative Equip										
Medical/Surgical Equipment										
Other Equipment										
Pathology/Lab Equipment										
Radiographic Equipment										
Subtotal Procurement										
<b>Research, Development, Test and Evaluation</b>										
63115 Medical Development										
65502 Small Business Innovative Research (SBIR) Program										
65013 Information Technology Development										
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**  
(Page 4 of 5)

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

**Defense Health Program Funding by Subactivity Group**

(Dollars in Thousands)

FY PY	FY CY	FY BY1	FY BY2	<u>PY-CY Change</u>		<u>CY-BY1 Change</u>		<u>BY1-BY2 Change</u>	
<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>Estimate</u>	<u>\$</u>	<u>(%)</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

RDT&E  
     Congressionally Directed Programs  
     TMA Central Information Technology Development  
     Service Information Technology Development  
     *Medical Development*

**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 BY1 Estimate</u>		<u>FY BY2 Estimate</u>		<u>CY-BY1 Change</u>		<u>BY1-BY2 Change</u>	
End	Avg	End	Avg	End	Avg	End	Avg	End	Avg	End	Avg
<u>Strength</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>	<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

**DEPARTMENT OF DEFENSE  
DEFENSE HEALTH PROGRAM**

**Personnel Summary**

	<u>FY PY Actual</u>		<u>FY CY Estimate</u>		<u>FY BY1 Estimate</u>		<u>FY BY2 Estimate</u>		<u>CY-BY1 Change</u>		<u>BY1-BY2 Change</u>	
	End	FTEs	End	FTEs	End	FTEs	End	FTEs	End	FTEs	End	FTEs
	<u>Strength</u>	<u>FTEs</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>	<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												
Total												
III. Civilian Personnel - Foreign National Indirect Hire												
Army												
Navy												
Air Force												
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

**DEPARTMENT OF DEFENSE  
DEFENSE HEALTH PROGRAM**

**Personnel Summary**

<u>FY PY Actual</u>		<u>FY CY Estimate</u>		<u>FY BY1 Estimate</u>		<u>FY BY2 Estimate</u>		<u>CY-BY1 Change</u>		<u>BY1-BY2 Change</u>	
End		End		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>	<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

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

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

<b>FY PY</b>	<b>FY CY</b>	<b>FY BY1</b>	<b>FY BY2</b>	<b>CY-BY1</b>	<b>BY1-BY2</b>
<b><u>Actual</u></b>	<b><u>Estimate</u></b>	<b><u>Estimate</u></b>	<b><u>Estimate</u></b>	<b><u>Change</u></b>	<b><u>Change</u></b>

**Population - Average Eligible Beneficiaries CONUS**

*Active Duty*  
*Active Duty Dependents*  
*CHAMPUS Eligible Retirees*  
*CHAMPUS Eligible Dependents of Retirees*  
*Subtotal CHAMPUS Eligibles*  
*Medicare Eligible Beneficiaries*  
*Total Average Eligible Beneficiaries*

**Population - Average Eligible Beneficiaries Worldwide**

Active Duty  
Active Duty Dependents  
CHAMPUS Eligible Retirees  
CHAMPUS Eligible Dependents of Retirees  
Subtotal CHAMPUS Eligibles  
Medicare Eligible Beneficiaries  
Total Average Eligible Beneficiaries

**Population - Average MHSS Enrollee CONUS**

*Active Duty*  
*Active Duty Dependents*  
*CHAMPUS Eligible Retirees*  
*CHAMPUS Eligible Dependents of Retirees*  
*Subtotal CHAMPUS Eligibles*  
*Medicare Eligible Beneficiaries*  
Total Average MHSS Reliants/Users

**Population - Average MHSS Enrollee Worldwide**

Active Duty  
Active Duty Dependents  
CHAMPUS Eligible Retirees  
CHAMPUS Eligible Dependents of Retirees  
Subtotal CHAMPUS Eligibles  
Medicare Eligible Beneficiaries  
Total Average MHSS Reliants/Users

**DEFENSE HEALTH PROGRAM**  
**Medical Workload and Productivity Data**  
**FY PY            FY CY            FY BY1**  
**Actual            Estimate            Estimate**

**FY BY2**  
**Estimate**

**CY-BY1**  
**Change**

**BY1-BY2**  
**Change**

**Enrollees - Direct Care**

- 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

**Enrollees (Managed Care Support Contract)**

- TRICARE Region – North*
- TRICARE Region – South*
- TRICARE Region – West<sup>1</sup>*
- Total MCS Contracts

**Infrastructure**

- Operating Beds
- Inpatient Facilities*
- Medical Clinics
- Dental Clinics*
- Veterinary Clinics*

<sup>1</sup> Alaska in the West Contract is non-underwritten therefore not included in the total.

**DEFENSE HEALTH PROGRAM**  
**Medical Workload and Productivity Data**  
**FY PY            FY CY            FY BY1**  
**Actual**            **Estimate**            **Estimate**

**FY BY2**  
**Estimate**

**CY-BY1**  
**Change**

**BY1-BY2**  
**Change**

**Direct Care System Workload (from MEPRS)**

- Inpatient Admissions (000)
- Occupied Bed Days (000)
- Inpatient Relative Weighted Product (RWPs)
- Total Ambulatory Visits (000)
- Average Length of Stays (Bed Days/Disposition)
- Outpatient Relative Value Units (RVUs)
- Outpatient Ambulatory Patient Groups (APGs)

**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

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

<b><u>FY PY</u></b>	<b><u>FY CY</u></b>	<b><u>FY BY1</u></b>	<b><u>FY BY2</u></b>	<b><u>CY-BY1</u></b>	<b><u>BY1-BY2</u></b>
<b><u>Actual</u></b>	<b><u>Estimate</u></b>	<b><u>Estimate</u></b>	<b><u>Estimate</u></b>	<b><u>Change</u></b>	<b><u>Change</u></b>

**Private Sector Workload**

Managed Care Support Contracts (TRICARE Prime)  
 Inpatient Admissions (000)  
 Inpatient Relative Weighted Product (RWPs)  
 Outpatient Visits (000)

TRICARE Extra/Standard  
 Inpatient Admissions (000)  
 Inpatient Relative Weighted Product (RWPs)  
 Outpatient Visits (000)

Overseas CHAMPUS  
 Inpatient Admissions (000)  
 Inpatient Relative Weighted Product (RWPs)  
 Outpatient Visits (000)

*Pharmacy*  
*Number of Scripts*  
*Number of Users*

TRICARE Dental Program  
 Enrollees (000)

Uniformed Services Family Health Plan  
 Enrollees (DoD only) (000)

**Exhibit PB-11B Medical Workload and Productivity Data**  
 (Page 4 of 4)