

**Defense Health Program
Fiscal Year (FY) 2009 Budget Estimates
Budget Item Justification, Procurement Program**

BUDGET ITEM JUSTIFICATION SHEET						DATE: February 2008	
APPROPRIATION / BUDGET ACTIVITY : 97*0130			P-1 ITEM NOMENCLATURE: Replacement/Modernization				
	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013
	Actual	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
Quantity							
Cost (\$ in millions)	488.725	347.599	286.389	319.470	340.973	352.014	349.670
REMARKS							
<p>The replacement/modernization program element of the DHP's procurement budget funds the acquisition of commercially available equipment, as well as all deployment, implementation and initial training activities for all Tri-Service, standard information systems required to support health care delivery (including dental care), health care training, and other health care activities and programs in 63 hospitals and 1,084 clinics (FY09, including medical, dental, and veterinary clinics) worldwide. It provides the procurement and installation of investment equipment for replacement of worn-out, obsolete, or uneconomically repairable equipment and for the acquisition of new technologies.</p>							
<p>The most significant investments will be in the radiographic, surgical, and information systems functional areas. The driving factors are rapid technological advancements in these areas and the need for DoD's health care delivery system to maintain the standards of care set by the civilian health care sector. The most significant procurement investment in information systems relates to the deployment, implementation, initial training activities and supporting infrastructure cost for AHLTA, which integrates patient data from different times, providers and sites of care and will contain a Service member's life-long medical record of all illnesses and injuries, care and inoculations received and exposure to different hazards; Defense Medical Human Resources System - internet which will standardize and optimize the management of human resource assets across the MHS; and infrastructure and hardware replacement such as End User Devices, LAN upgrades and blade servers supporting Tri-Service IM/IT programs.</p>							
<p>Financing an adequate equipment acquisition budget is critical in retaining the Department's medical workload in-house and controlling escalating purchased healthcare O&M costs in the private sector. The items supported by this budget are the result of an extensive investment equipment justification process and are necessary to provide properly trained medical department personnel and high quality, cost effective health care services for the eligible beneficiary population.</p>							

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BUDGET ITEM JUSTIFICATION SHEET						DATE: February 2008	
APPROPRIATION / BUDGET ACTIVITY : 97*0130			P-1 ITEM NOMENCLATURE: New Facility Outfitting				
	FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013
	Actuals	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
Quantity							
Cost (\$ in millions)	8.565	15.262	17.516	15.036	9.350	9.966	10.274
<p>REMARKS</p> <p>The new facility outfitting program element of the DHP's procurement budget funds the acquisition and installation of commercially available equipment to furnish new and expanded facilities being completed under military construction projects in support of dental services, health care delivery, health care training, and other health care activities. The items range from dental, surgical, radiographic, and pathologic equipment to medical administrative support equipment. The new facility outfitting program provides critical support to the DHP's military medical construction program.</p>							