



DEPARTMENT of HEALTH and HUMAN SERVICES

**Fiscal Year
2016**

General Departmental Management
Office of Medicare Hearings and Appeals
Office for Civil Rights
National Coordinator for Health Information Technology
Health Insurance Reform Implementation Fund
Nonrecurring Expenses Fund
Service and Supply Fund
Retirement Pay & Medical Benefits for Commissioned Officers

**Justification of Estimates for
Appropriations Committees**

DEPARTMENT OF HEALTH AND HUMAN SERVICES

DEPARTMENTAL MANAGEMENT

FY 2016	FTE	Budget Authority
General Departmental Management	1135	492,516,000
<i>Proposed Law (Pending A-19 Approval)²</i>	-	2,000,000
Pregnancy Assistance Fund	2	25,000,000
PHS Evaluation Set-Aside – Public Health Service Act	144	66,078,000
HCFAC ¹	76	10,000,000
<i>GDM Program Level</i>	1,357	593,594,000
Office of Medicare Hearings and Appeals	1,475	140,000,000
<i>Proposed Law (Pending A-19 Approval)²</i>	-	130,000,000
Office of Civil Rights	299	42,705,000
Office of the National Coordinator for Health IT	200	91,800,000
Service and Supply Fund	1,311	0
TOTAL, Departmental Management	4,642	868,099,000

¹ The reimbursable program (HCFAC) in the General Department Management (GDM) account reflects estimates of the allocation account for 2016. Actual allocation will be determined annually.

² The RAC Recoveries reflect \$2,000,000 in GDM and \$130,000,000 in OMHA, pending approval of A-19 Legislative Proposal.

INTRODUCTION

The FY 2016 Congressional Justification is one of several documents that fulfill the Department of Health and Human Services' (HHS) performance planning and reporting requirements. HHS achieves full compliance with the Government Performance and Results Act of 1993 (GPRA) and Office of Management and Budget Circulars A-11 and A-136 through the HHS agencies' FY 2016 Congressional Justifications and Online Performance Appendices, the Agency Financial Report, and the HHS Citizens' Report. These documents are available at <http://www.hhs.gov/budget>.

The FY 2016 Congressional Justifications and accompanying Online Performance Appendices contain the updated FY 2016 Annual Performance Report and FY 2016 Annual Performance Plan. The Agency Financial Report provides fiscal and high-level performance results. The Summary of Performance and Financial Information summarizes key past and planned performance and financial information.



*Message from the Assistant Secretary for
Financial Resources*

I am pleased to present the Congressional Justification for Departmental Management activities within the Office of the Secretary. This Budget request represents the Administration's priorities for guiding the Department of Health and Human Services (HHS) to enhance the health and well-being of all Americans by providing for effective health and human services and by fostering sound, sustained advances in the sciences underlying medicine, public health, and social services.

The Budget request supports the Secretary in her role as chief policy officer and general manager of HHS. The request totals \$868 million. The request will ensure the Secretary's ability to successfully manage the Department while increasing accountability in oversight functions and improving the transparency of information and decision-making. The request increases funding for the Office of Medicare Hearings and Appeals, to ensure its continued ability to process cases within legally mandated timeframes while providing Medicare beneficiaries with unfettered access to coverage. The Office of the National Coordinator for Health IT budget request will allow ONC to continue responding to the evolving health IT landscape and ensure that health IT continues to meet the needs of a diverse set of users. The request also increases funding for the Office of Civil Rights to support OCR's centralized case management operations.

The Secretary looks forward to working with the Congress toward the enactment and implementation of an FY 2016 Budget that advances the Nation's health and supports families.

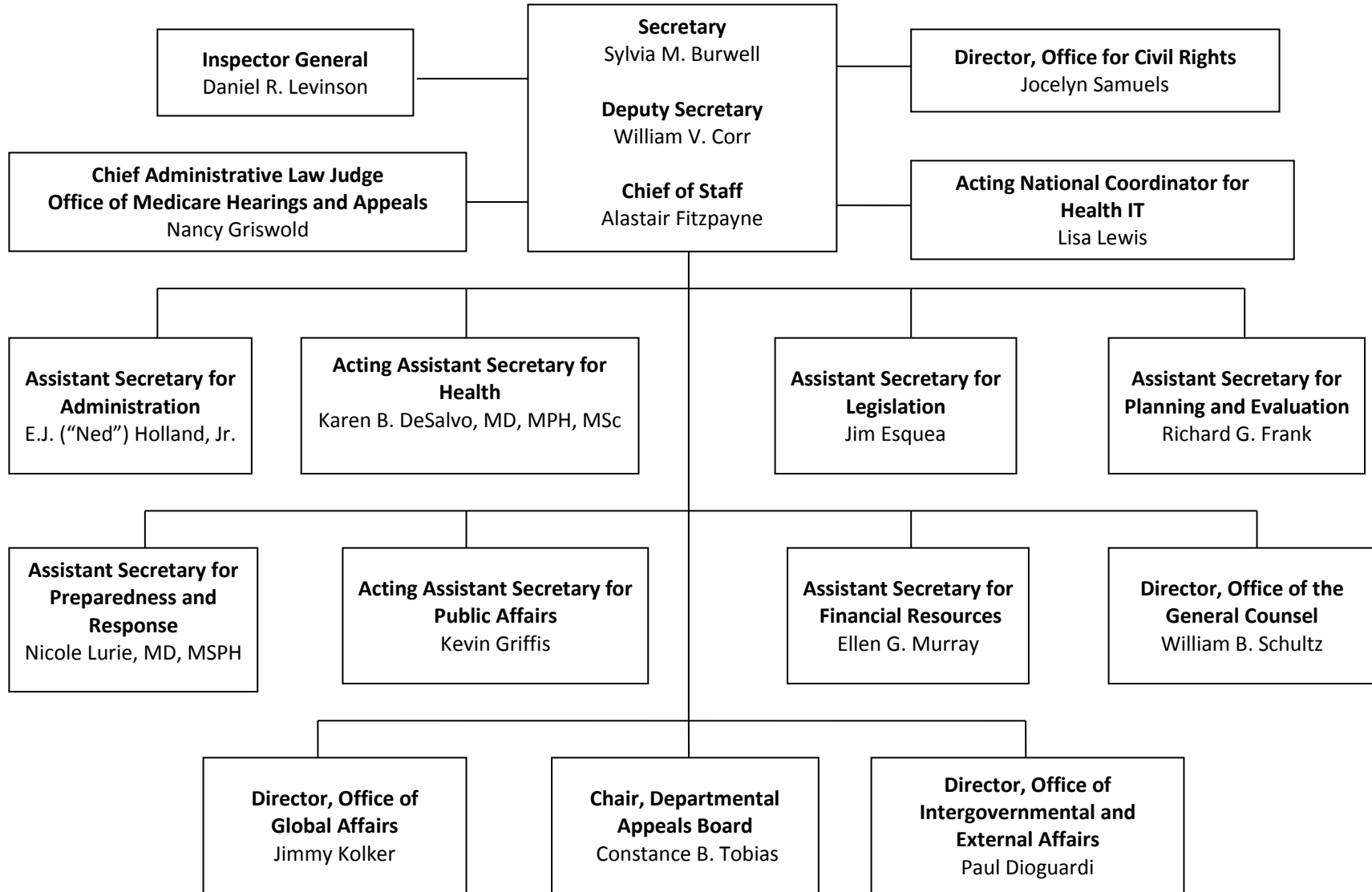
\Ellen G. Murray\
Ellen G. Murray
Assistant Secretary for Financial Resources

Departmental Management Overview

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**DEPARTMENT OF HEALTH AND HUMAN SERVICES
OFFICE OF THE SECRETARY**



ORGANIZATIONAL CHART: TEXT VERSION

Department of Health and Human Services

- Secretary Sylvia M. Burwell
 - Deputy Secretary William V. Corr
 - Chief of Staff Alastair Fitzpayne

The following offices report directly to the Secretary:

- Inspector General
 - Daniel R. Levinson
- Chief Administrative Law Judge of the Office of Medicare Hearings and Appeals
 - Nancy Griswold
- Director of the Office for Civil Rights
 - Jocelyn Samuels
- Acting National Coordinator for Health Information Technology
 - Lisa Lewis
- Assistant Secretary for Administration
 - E.J. "Ned" Holland
- Acting Assistant Secretary for Health
 - Karen B. DeSalvo, MD, MPH, MSc
- Assistant Secretary for Legislation
 - Jim Esquea
- Assistant Secretary for Planning and Evaluation
 - Richard G. Frank
- Assistant Secretary for Preparedness and Response
 - Nicole Lurie, MD, MSPH
- Acting Assistant Secretary for Public Affairs
 - Kevin Griffis
- Assistant Secretary for Financial Resources
 - Ellen G. Murray
- Director of the Office of the General Counsel
 - William B. Schultz
- Director of the Office of the Global Affairs
 - Jimmy Kolker
- Chief of the Departmental Appeals Board
 - Constance B. Tobias
- Director of the Office of Intergovernmental and External Affairs
 - Paul Dioguardi

DEPARTMENTAL MANAGEMENT OVERVIEW

Departmental Management (DM) is a consolidated display that includes the Office of the Secretary (OS) activities funded under the following accounts:

- General Departmental Management (appropriation);
- Office of Medicare Hearings and Appeals (appropriation);
- Office of Civil Rights (appropriation);
- Office of the National Coordinator for Health Information Technology (appropriation); and
- Service and Supply Fund (revolving fund).

The mission of OS is to provide support and assistance to the Secretary in administering and overseeing the organization, programs, and activities of the Department of Health and Human Services.

The overall FY 2016 Budget request for DM totals \$868,099,000 in program level funding, including 4,642 full-time equivalent (FTE) positions, an increase of \$135,066,000 above the FY 2015 Enacted level.

The **General Departmental Management (GDM)** appropriation supports those activities associated with the Secretary's roles as chief policy officer and general manager of the Department in administering and overseeing the organization, programs, and activities of HHS. These activities are carried out through eleven Staff Divisions (STAFFDIVs), including the Immediate Office of the Secretary, the Departmental Appeals Board, and the Offices of: public affairs; legislation; planning and evaluation; financial resources; administration; intergovernmental and external affairs; general counsel; global affairs; and assistant secretary for health. For FY 2016, the GDM Budget includes a total of \$492,516,000 in budget authority and 1,135 FTE.

The **Office of Medicare Hearings and Appeals (OMHA)** was created in response to the Medicare Prescription Drug, Improvement and Modernization Act of 2003 (MMA). As mandated by MMA, OMHA opened its doors on July 1, 2005, to hear Medicare appeals at the Administrative Law Judge level, for cases under titles XVIII and XI of the Social Security Act. OMHA is funded from the Medicare Hospital Insurance and Supplemental Medical Insurance Trust Funds. OMHA is also proposing a series of legislative proposals to permit HHS to make regulatory and policy changes as well as provide additional sources of funding for OMHA in the amount of \$130,000,000. For FY 2016 President's Budget, OMHA is requesting a total of \$275,000,000 and 1475 FTE.

The **Office of Civil Rights (OCR)** is the primary defender of the public's right to privacy and security of protected health information and the public's right to non-discriminatory access to Federally-funded health and human services. For FY 2016 President's Budget, OCR is requesting a total of \$42,705,000 in budget authority and 199 FTE.

The **Office of the National Coordinator for Health Information Technology (ONC)** was authorized by the Health Information Technology for Economic and Clinical Health Act, signed by President Obama on February 17, 2009. ONC became operational on August 19, 2005, in response to Executive Order 13335, signed on April 27, 2004. For FY 2016 President's Budget, ONC requests \$91,800,000 and 200 FTE, to coordinate national efforts related to the implementation and use of electronic health information exchange.

Departmental Management

The **Service and Supply Fund** (SSF), the HHS revolving fund, is composed of two parts: the Program Support Center (PSC) and the Non-PSC activities. For FY 2016 President's Budget, the SSF is projecting total revenue of \$1,201,716,000 and usage of 1,311 FTE.

DEPARTMENTAL MANAGEMENT BUDGET BY APPROPRIATION

(Dollars in thousands)

Details	FY 2014 Final	FY 2015 Enacted	FY 2016 President's Budget
General Departmental Management	\$456,712	\$448,034	\$492,516
<i>Proposed Law (Pending A-19 Approval)²</i>	\$0	\$0	\$2,000
Pregnancy Assistance Fund	\$23,200	\$23,175	\$25,000
PHS Evaluation Funds	\$69,211	\$64,828	\$66,078
HCFAC Funds ¹	\$13,000	\$10,000	\$10,000
Subtotal, GDM Program Level	\$562,123	\$546,037	\$593,594
Office of Medicare Hearings and Appeals	\$82,831	\$87,831	\$140,000
<i>Proposed Law (Pending A-19 Approval)²</i>	\$0	\$0	\$130,000
Office of Civil Rights	\$38,798	\$38,798	\$42,705
Office of the National Coordinator for Health Information Technology	\$60,367	\$60,367	\$91,800
Total, Departmental Management	\$744,149	\$733,033	\$868,099

¹ The reimbursable program (HCFAC) in the General Department Management (GDM) account reflects estimates of the allocation account for 2016. Actual allocation will be determined annually.

² The RAC Recoveries reflect \$2,000,000 in GDM and \$130,000,000 in OMHA, pending approval of A-19 Legislative Proposal.