

**INDIAN HEALTH SERVICE
CONTRACT SUPPORT COST PROJECTIONS *
FYs 2007 and 2008, and 2009**

<u>FY 2007</u>		#			
FY 2006 CSC Need (From FY 2006 CSC Shortfall Rpt.)			\$379,853,315	1/	
Tribal Shares available for CSC type costs			\$27,179,820	1/	
Base CSC Funding (FY 2006 Appropriation)			\$264,730,000		
Fiscal Year Adjustment for FY 2006 Shortfall Report			(\$224,774)		
Shortfall at onset of FY 2007			\$88,168,269		
Inflation for FY 2007 at 2.2% (on \$269,730,000)			\$5,934,060		
Estimated New and Expanded programs (ISD) in FY 2007			\$1,000,000		
<u>CSC for program increases in the FY 2007 enacted budget</u>			<u>16,875,000</u>	2/	
Total Funding Required in FY 2007			\$376,482,555		
Base Funding (FY 2007 Final Appropriation)			\$269,730,000		
Additional CSC Needed in FY 2007			\$106,752,555		
					<i>President's '07 proposed budget</i>
					<i>2007 Program Increases</i>
					54% 25%
					Clinical Services
					Preventive Health
					Other Services
					Facilities
					Staffing of New Facilities
					TOTAL
					<i>actual final program</i>
					125,000,000 67,500,000 16,875,000
					<i>2008 Program Increases</i>
					54% 25%
					Clinical Services
					Preventive Health
					Other Services
					Facilities
					Staffing of New Facilities
					TOTAL
					111,924,000 60,438,960 15,109,740
					5,845,000 3,156,300 789,075
					2,591,000 1,399,140 349,785
					2,771,000 1,496,340 374,085
					19,103,000 17,075,000 4,268,750
					142,234,000 83,565,740 20,891,435
					<i>2008 Program Increases</i>
					54% 25%
					Clinical Services
					Preventive Health
					Other Services
					Facilities
					Staffing of New Facilities
					TOTAL
					404,038,320 271,636,000 18,883,218
					<i>2008 Program Increases</i>
					54% 25%
					Clinical Services
					Preventive Health
					Other Services
					Facilities
					Staffing of New Facilities
					TOTAL
					404,038,320 271,636,000 18,883,218
					<i>2008 Program Increases</i>
					54% 25%
					Clinical Services
					Preventive Health
					Other Services
					Facilities
					Staffing of New Facilities
					TOTAL
					440,355,275 5/ 271,636,000 18,883,218
					451,043,091 5/ 271,636,000 18,883,218
					461,966,039 5/ 271,636,000 18,883,218
					<i>Inflation 6/</i>
					<i>ISD Fund</i>
					\$9,457,746 \$1,000,000
					\$9,687,816 \$1,000,000
					\$9,922,948 \$1,000,000

1/ Taken from the final FY 2007 Indian Health Service Contract Support Cost Shortfall Report.

2/ CSC associated with the portion of the FY 2007 Appropriation increases that were to be included in Self-Determination contracts and compacts. (54% of the increase, times 25% for CSC)

3/ CSC associated with the portion of the FY 2008 proposed budget increases that are anticipated to be included in Self-Determination contracts and compacts. (54% of the increase, times 25% for CSC)

4/ CSC associated with the portion of the FY 2009 budget increases that are anticipated to be included in Self-Determination contracts and compacts. (Average of previous 2 years)

5/ This amount does NOT include any CSC based on program increases anticipated in the proposed Budget.

6/ Inflation is computed at 2.2% of the prior fiscal year's total requirement.

* Estimated as of March 20, 2007

*OMB inflation rate (projected)
vs CPI actual inflation rate.*

1 **CSC History: 1998 - 2008**

2 (Dollars in Thousands)

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Last Updated: 9/30/2007

	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	
8 FY CSC Shortfall (from annual SF Rpts)	\$115,000	\$31,515	\$28,013	\$40,410	\$58,840	\$65,478	\$74,316	\$72,603	\$88,168	\$125,968	\$138,829	
9 Change in CSC Shortfall from the previous year	\$33,004	-\$83,485	-\$3,502	\$12,397	\$18,430	\$6,638	\$8,838	-\$1,713	\$15,565	\$37,800	\$12,861	
16 President's Budget	168,702	168,702	238,781	268,781	288,234	270,734	270,734	267,398	268,684	270,316	271,636	House Mark
19 Final Appropriation 1/	\$ 168,702	\$ 203,781	\$ 228,781	\$ 248,234	\$ 268,234	\$ 268,974	\$ 267,398	\$ 263,684	\$ 264,730	\$ 269,730	\$ 271,636	274,638
21 Increase over Previous FY	\$ 7,500	\$ 35,079	\$ 25,000	\$ 19,453	\$ 20,000	\$ 740	\$ (1,576)	\$ (3,714)	\$ 1,046	\$ 5,000	\$ 1,906	\$ 4,908
22 % Increase over Previous FY	4.7%	20.8%	12.3%	8.5%	8.1%	0.3%	-0.6%	-1.4%	0.4%	1.9%	0.7%	1.8%
25 Total Tribal CSC Need 2/	203,474	240,443	266,192	300,185	333,473	350,080	360,169	363,225	379,853	403,288	430,739	
26 Total Tribal Shares available for CSC 3/	6,433	10,683	11,381	12,389	15,362	15,838	15,764	27,028	27,180	27,180	27,180	
27 % of Total CSC Paid 4/	85.14%	87.31%	89.30%	86.51%	85.04%	81.30%	79.37%	80.04%	76.85%	73.62%	69.37%	
28 Change in Tribal CSC Need over previous year	7,241	36,969	25,749	33,993	33,288	16,607	10,089	3,056	16,628	23,435	27,451	
29 % change in Tribal CSC Need over previous year	3.7%	18.2%	10.7%	12.8%	11.1%	5.0%	2.9%	0.8%	4.6%	6.2%	6.8%	
31 Total Direct Program Contracted by Tribes 5/	705,979	843,075	899,597	989,275	1,065,888	1,149,282	1,180,683	1,229,733	1,261,911	1,337,626	1,417,883	
32 Change in Direct Program over previous year	37,688	137,096	56,522	89,678	76,613	83,394	31,401	49,050	32,178	75,715	80,258	
33 % Increase in direct program \$\$ under contract	5.64%	19.42%	6.70%	9.97%	7.74%	7.82%	2.73%	4.15%	2.62%	6.00%	6.00%	
35 CSC NEED as a percentage of program	28.82%	28.52%	29.59%	30.34%	31.29%	30.46%	30.51%	29.54%	30.10%	30.15%	30.38%	
36 CSC FUNDING as a percentage of program	23.90%	24.17%	25.43%	25.09%	25.17%	23.40%	22.65%	21.44%	20.98%	20.16%	19.16%	
38 CSC LEVEL OF NEED FUNDED	86.1%	89.2%	90.2%	86.8%	85.0%	81.4%	78.6%	80.0%	76.8%	73.6%	69.4%	

39 1/ The final CSC appropriation after rescissions.

40 2/ The total identified CSC need.

41 3/ Total Tribal Shares available for CSC (From annual CSC Shortfall Report).

42 4/ The percentage of level of need funded

43 5/ The total direct program contracted by Tribes

44 These amounts are PROJECTED

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