

NATIONAL INSTITUTES OF HEALTH
Salaries and Expenses - TOTAL - Modified Definition

	FY 2002 Estimate	FY 2003 Estimate	Percent Change
NCI	\$236,219,000	\$263,052,000	11.4%
NHLBI	83,074,000	90,784,000	9.3%
NIDCR	18,917,000	20,544,000	8.6%
NIDDK	48,069,000	52,287,000	8.8%
NINDS	40,717,000	44,276,000	8.7%
NIAID	86,605,000	157,623,000	82.0%
NIGMS	40,422,000	43,877,000	8.5%
NICHD	45,660,000	49,702,000	8.9%
NEI	12,578,000	13,689,000	8.8%
NIEHS	18,020,000	19,468,000	8.0%
NIA	29,116,000	31,757,000	9.1%
NIAMS	17,965,000	19,521,000	8.7%
NIDCD	16,177,000	17,597,000	8.8%
NIMH	55,188,000	60,050,000	8.8%
NIDA	110,484,000	121,780,000	10.2%
NIAAA	20,714,000	22,573,000	9.0%
NINR	8,205,000	8,961,000	9.2%
NHGRI	10,005,000	10,921,000	9.2%
NCRR	21,692,000	23,656,000	9.1%
NCCAM	14,589,000	14,589,000	0.0%
NCMHD	7,987,000	8,669,000	8.5%
NIBIB	11,288,000	12,453,000	10.3%
FIC	11,421,000	12,438,000	8.9%
NLM	9,977,000	11,027,000	10.5%
OD	76,730,000	83,277,000	8.5%
Clinical Center	25,831,000	28,156,000	9.0%
Total	\$1,077,650,000	\$1,242,727,000	15.3%
Public Health Education Excluded from above:	(42,236,000)	(46,039,000)	9.0%

Section 408 of the PHS Act, as amended, defines administrative expenses as "expenses incurred for the support of activities relevant to the award of grants, contracts, and cooperative agreements and expenses incurred for general administration of the scientific programs and activities of the National Institutes of Health."

In collaboration with staff of the General Accounting Office (GAO), a methodology was developed to account for administrative expenses as defined in Section 408. This methodology includes obligations in the RMS budget activity (except for Program Evaluation costs), obligations directly related to the administrative responsibilities of the Office of the Scientific Director in the Intramural budget activity, and administrative expenses in the Cancer Control program.

In addition, direct program costs in the Office of the Director (those for the Director's Discretionary Fund, AIDS research, the Office of Women's Health Research, the Office of Education, the Office of Behavioral and Social Science Research, the Office of Dietary Supplements, the Loan Repayment Programs, and the Office of Rare Diseases Research) have been excluded.

The definition of administrative expenses has been further modified to include those activities specifically excluded by the law (NINR, FIC, NLM, and the Clinical Center), and to exclude public health education activities. This is consistent with previous House Appropriations subcommittee requests on administrative costs using this definition.

Major cost categories excluded from this definition but included in the OMB/HHS definition of administrative costs: salaries and benefits for researchers; travel for patients undergoing treatment at the Clinical Center and travel to scientific workshops and conferences; costs associated with laboratory facilities; contractual support for R&D activities in the Intramural program; and scientific supplies.