

## 4903.20 WORKSHEET B - PART II - ALLOCATION OF CAPITAL RELATED COSTS

This worksheet provides for the determination of direct and indirect capital-related costs allocated to inpatient general routine and ancillary services, as well as to other cost centers. It also provides CMS with data on capital-related costs for program purposes.

Use this worksheet in conjunction with Worksheets B, Part I, and B-1. The format and allocation process employed are identical to that used on Worksheets B, Part I, and B-1.

Column 0.--If capital-related costs have been directly assigned to specific cost centers on Worksheet A, column 4, enter those amounts directly assigned from your records. If you include costs incurred by a related organization in your cost report, the portion of these costs that are capital-related costs are considered directly assigned capital-related costs of the applicable cost center. For example, a provider that is part of a chain organization includes some costs incurred by the HO/CO of the chain organization in its administrative and general cost center. The amount so included representing capital-related cost is included in this column.

Columns 1 and 2.--Transfer the amounts from Worksheet B, Part I, lines 3 through 93, column 1, to column 1. Transfer the amounts from Worksheet B, Part I, lines 3 through 93, column 2, to column 2.

Column 2A.--Enter the sum of columns 0 through 2 on each line.

On Worksheet B-1, line 104, for each cost center (column), enter the capital-related costs to be allocated from line 100 on the Worksheet B, Part II. Calculate the unit cost multiplier for each column by dividing the amount on Worksheet B-1, line 104, by the statistic reported on the first line of the same column. Enter the unit cost multiplier on Worksheet B-1, line 105, and round to six decimal places, e.g., round 0.102589241 to 0.102589.

The allocation process on Worksheet B, Part II, is identical to that used on Worksheets B, Part I, and B-1. For each column, multiply the unit cost multiplier by the portion of the total statistic applicable to each cost center. Enter the result of each computation on Worksheet B, Part II, in the corresponding column and line.

After applying the unit cost multiplier to each cost center in the column, the total cost on Worksheet B, Part II, line 100 (the sum of all the cost centers receiving the allocation), must equal the amount being allocated on the first line of the column. Perform these allocation steps for each general service cost center. Complete each cost center on Worksheets B-1 and B, Part II, before proceeding to the next cost center.