

4904 C SERIES

On the C series of worksheets, the SNF computes the cost to charge ratio for ancillary services, outpatient services, and cost-reimbursed services, including where applicable, for a SNF-based HHA or hospice. This ratio is used on the Worksheet D to determine Medicare's portion of the costs incurred by the SNF for ancillary, outpatient, and cost-reimbursed services. The series consists of the following worksheets:

- Worksheet C - Ratio of Cost to Charges for Ancillary and Outpatient Cost Centers
- Worksheet C-6 - Reclassifications of Charges

4904.10 WORKSHEET C - RATIO OF COST TO CHARGES FOR ANCILLARY AND OUTPATIENT COST CENTERS

This worksheet computes the ratio of cost to charges for ancillary services, outpatient services, and cost reimbursed services. All charges entered on this worksheet must comply with CMS Pub. 15-1, chapter 22, §§2202.4 and 2203. Use this ratio on Worksheet D to determine the program share of ancillary service costs in accordance with 42 CFR 413.53.

Column 1.--For each cost center, enter the amount from the corresponding line of Worksheet B, Part I, column 21, excluding any negative amounts (credit balances); however, report the charges applicable to cost centers with a credit balance in column 2 of the applicable line on Worksheet C.

Column 2.--For each cost center, enter the total gross patient charges as reported in your trial balance. Include all charges, regardless of how they are paid (FFS or managed care), as well as charges for charity care. Do not reclassify charges directly on Worksheet C to match charges and expenses; reclassify charges on Worksheet C-6, to match charges and expenses.

Column 3.--For each cost center, enter the sum of reclassifications associated with each cost center reported on Worksheet C-6, columns 5 and 8, that are needed to effect proper cost allocation. The net total of the entries in this column must equal zero on line 100.

Column 4.--For each cost center, enter the sum of the amount entered in column 2 and the amount entered in column 3 (increase or decrease). The total on line 100 must equal the total of column 2, line 100.

Column 5.--Calculate the cost to charge ratio for each cost center by dividing column 1 by column 4 and enter the result in column 5. Do not calculate the cost to charge ratio for lines 25 through 27.

Line 100.--Enter the sum of lines 25 through 27, 30 through 47, plus lines 64, 71, 80, and 81.