

4906 E SERIES

On the E series of worksheets, the SNF calculates its reimbursement settlement. The series consists of the following worksheets:

- Worksheet E, Part A - Calculation of Reimbursement Settlement - Medicare Part A
- Worksheet E, Part B - Calculation of Reimbursement Settlement - Medicare Part B
- Worksheet E-1 - Analysis of Payments to Providers for Services Rendered to Medicare Beneficiaries
- Worksheet E-2 - Calculation of Reimbursement Settlement - Other

4906.10 WORKSHEET E PART A - CALCULATION OF REIMBURSEMENT SETTLEMENT - MEDICARE PART A

Use this part to calculate the reimbursement settlement under SNF PPS for program services.

Line 1.--Enter the inpatient SNF prospective payment amount from the PS&R.

Line 2.--Enter Medicare allowable bad debts for deductibles and coinsurance (from your records), excluding deductibles and coinsurance for physicians' professional services and net of bad debt recoveries.

Line 3.--Enter Medicare allowable bad debts for indigent dual-eligible beneficiaries as defined at 42 CFR 413.89(e)(iii). This amount must also be included in the amount reported on line 2.

Line 4.--Calculate reimbursable bad debts as the amount on line 2 multiplied by 65 percent.

Line 5.--Enter the sum of lines 1 and 4.

Line 6.--Enter primary payers amounts from the PS&R. Primary payor amounts occur when the Medicare program's liability is secondary to that of the primary payer. The following list identifies some common situations where Medicare may make payment secondary to a primary payer:

- Worker's compensation insurance,
- No-fault insurance and liability insurance,
- Working Aged and Employer Group Health Plan (GHP),
- Disability and Employer GHP, and the
- 30-month coordination period for End Stage Renal Disease covered by a GHP or COBRA plan.

For more information on who pays and how much under the Medicare secondary payer provisions, see 42 CFR Part 411, Subpart B.

Line 7.--Enter the Part A coinsurance billed to Medicare beneficiaries for services paid under the SNF PPS. Obtain this amount from the PS&R.

Line 8.--This line is used for other adjustments needed to effectuate proper reimbursement for PPS payments or payments outside of PPS. Enter decreases to costs as a negative. Provide a description for each other adjustment in column zero, as needed.

Line 9.--Enter all demonstration payment adjustment amounts before sequestration. Obtain this amount from the PS&R.

Line 10.--Calculate the sequestration adjustment for non-claims based amounts as [(2 percent times (total days in the cost reporting period that occur during the sequestration period, divided by total days in the entire cost reporting period, rounded to six decimal places), rounded to four decimal places) times the sum of lines 4 and 8]. Do not apply the sequestration calculation when gross reimbursement (sum of lines 4 and 8) is less than zero.

Line 11.--Enter the sequestration adjustment amount from the PS&R (claims based amounts) rounded to four decimal places.

Line 12.--Enter all demonstration payment adjustment amounts after sequestration. Obtain this amount from the PS&R.

Line 13.--Enter the sum of the amount on line 5 minus lines 6, 7, 9 through 12, plus line 8.

Line 14.--Enter interim payments from Worksheet E-1, line 4, column 2. Include on this line amounts received from SNF PPS (for inpatient routine services) as well as amounts received for cost reimbursed ancillary services provided under Part A.

Line 15.--Enter the Part A tentative adjustments from Worksheet E-1, line 5.99, column 2.

Line 16.--Enter the sum of the amount on line 13, minus lines 14 and 15. Enter a negative amount in parenthesis (). Transfer this amount to Worksheet S, Part III, line 1, column 3.

Line 17.--If the SNF seeks payment that it believes may not be allowable or may not comport with Medicare policy, enter the protested amounts on this line. Estimate the reimbursement effect of the non-allowable items by applying a reasonable methodology that closely approximates the actual effect of the item as if it had been determined through the normal cost finding process. (See 42 CFR 413.24(j)(2)). Submit with the cost report a schedule showing the details and computations for amount reported on this line.