

4906.20 WORKSHEET E PART B - CALCULATION OF REIMBURSEMENT SETTLEMENT - MEDICARE PART B

Use this part to calculate reimbursement settlement for title XVIII for SNF Part B services.

Line 1.--Enter the cost of Part B ancillary and outpatient services furnished to Medicare beneficiaries from Worksheet D, line 100, column 6.

Line 2.--Enter the cost of preventive vaccines such as pneumococcal, influenza, hepatitis B, and COVID-19 vaccines from Worksheet D, line 80, column 7.

Line 3.--Enter the sum of the amounts on lines 1 and 2.

Line 4.--Enter the charges applicable to the ancillary and outpatient services from Worksheet D, line 100, column 3.

Line 5.--If Worksheet S-2, line 41, column 2, is Y, the provider is exempt from the application of lower of cost or charges, enter the total reasonable costs from line 3. If Worksheet S-2, line 41, column 2, is N, enter the lesser of line 3 or 4.

Line 6.--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 7.--Enter Medicare allowable bad debts for indigent dually-eligible beneficiaries as defined at 42 CFR 413.89(e)(iii). This amount must also be included in the amount included on line 6.

Line 8.--Calculate reimbursable bad debts as the amount on line 6 multiplied by 65 percent.

Line 9.--Enter the sum of line 5 plus line 8.

Line 10.--Enter primary payer 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 is paid under the Medicare secondary payer provisions, see 42 CFR Part 411, Subpart B.

Line 11.--Enter the Part B deductible and coinsurance billed to Medicare beneficiaries for services reported on lines 1 and 2, and paid on a cost basis. Do not include coinsurance billed to program patients for physicians' professional services.

Line 12.-- This line is used for "other adjustments" needed to effectuate proper reimbursement for cost based payments. Enter decreases to costs as a negative. Provide a description for each "other adjustment" in column zero, as needed.

Line 13.--Enter all demonstration payment adjustment amounts before sequestration from the PS&R.

Line 14.--Calculate the sequestration adjustment as [(2 percent times (total days in the cost reporting period that occurs 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 9, 12, and 13]. Do not apply the sequestration calculation when gross reimbursement (sum of lines 9, 12, and 13) is less than zero.

Line 15.--Enter all demonstration payment adjustment amounts after sequestration. Obtain this amount from the PS&R.

Line 16.--Enter the sum of the amount on line 9 minus 10, 11, 13, 14, and 15, plus line 12.

Line 17.--Enter interim payments from Worksheet E-1, line 4, column 4.

Line 18.--Enter the Part B tentative adjustments from Worksheet E-1, line 5.99, column 4.

Line 19.--Enter the sum of the amount on line 16 minus lines 17 and 18. Enter a negative amount in parenthesis (). Transfer this amount to Worksheet S, Part III, line 1, column 4.

Line 20.--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 the amount reported on this line.