

ESTIMATED USEFUL LIVES OF CAPITAL ASSETS

	<u>USEFUL LIFE</u>
STEREO EQUIPMENT	5
STEREO TACTIC FRAME	5
STERILIZER, MOVABLE	12
STERIS STERILIZATION SYSTEM	7
STETHOSCOPE	5
STRESS TESTER	10
STRETCHER	10
SURGICAL SHAVER	5
TABLE	
ANESTHETIC	15
AUTOPSY	20
ELECTROHYDRAULIC TILT	10
EXAMINING	15
FOLDING	10
FOOD PREPARATION	15
FRACTURE	15
INSTRUMENT	15
LIGHT	15
METAL	15
OBSTETRICAL	20
OPERATING	15
ORTHOPEDIC	10
OVERBED	15
POOL	10
REFRIGERATED	10
THERAPY	15
TRACTION	10
UROLOGICAL	15
WOOD	15
TANK	
CLEANING	10
FULL-BODY	15
HOT-WATER	10
THERAPY	15
TDX ANALYZER	7
TELEMETRY UNIT	5

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ESTIMATED USEFUL LIVES OF CAPITAL ASSETS

	<u>USEFUL LIFE</u>
TELEPHONE, CORDLESS	5
TELEPHONE EQUIPMENT FOR DEAF	5
TELEPHONE MONITORS	10
TELESCOPE, MICROLENS	10
TELESCOPIC SHOULDER WHEEL	15
TELE THERMOMETER	10
TELEVISION	
MONITOR	5
RECEIVER	5
TENT	
AEROSOL	10
OXYGEN	8
THERMOMETER, ELECTRIC	5
TIME RECORDING EQUIPMENT	10
TISSUE-EMBEDDING CENTER	8
TISSUE PROCESSOR	7
TITRATOR, AUTOMATIC	10
TOASTER, COMMERCIAL	10
TONOMETER	10
TOTALAP	10
TOURNIQUET, AUTOMATIC	10
TOURNIQUET SYSTEM	7
TRACTION UNIT	10
TRACTOR	10
TRANSCRIBING EQUIPMENT	5
TRANSCUTANEOUS NERVE STIMULATOR SYSTEM	5
TRANSESOPHAGEAL TRANSDUCER	5
TREADMILL, ELECTRIC	8
TRUCK (AUTOMOTIVE)	
FORKLIFT	10
MULTIPURPOSE FILLING	15
PICKUP	4
PLATFORM	12
VAN	4

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ESTIMATED USEFUL LIVES OF CAPITAL ASSETS

USEFUL LIFE

TRUCK (HAND)	
HOT-FOOD	
TRAY	10
TUBE DRYER	12
TUBE TESTER	10
TUMBLER, LAUNDRY	5
TYPEWRITER	15
ELECTRIC	
MANUAL	5
ULTRASONIC CLEANER	5
ULTRASONIC FETAL HEART MONITOR	10
ULTRASOUND, DIAGNOSTIC	7
ULTRASOUND UNIT, THERAPEUTIC	5
URN, COFFEE	7
VACUUM CLEANER	10
VACUVETTE	8
VALET, OFFICE	10
VEGETABLE PEELER, ELECTRIC	15
VENDING MACHINE	10
VENTILATOR, RESPIRATORY	10
VIAL FILLER	10
VIBRATOR	10
VIDEO	10
CAMERA	
CASSETTE	5
LIGHT SOURCE	5
MONITOR	5
PRINTER	5
WISE, LARGE BENCH	5
WALKIE-TALKIE	20
WARMER	5
DISH	
FOOD	10
	10

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ESTIMATED USEFUL LIVES OF CAPITAL ASSETS

	<u>USEFUL LIFE</u>
WASHING MACHINE	
COMMERCIAL	10
DOMESTIC	8
WATER COOLER, BOTTLE	10
WELDER	10
WHEELCHAIR	5
WIRE TIGHTENER-TWISTER	10
WORD PROCESSOR	
LARGE	5
SMALL	5
WORK STATION	10
X-RAY EQUIPMENT	
DEVELOPING TANK	10
FILM DRYER	8
FILM PROCESSOR	8
FURNITURE	15
IMAGE INTENSIFIER	5
INTENSIFYING SCREENS	5
SILVER RECOVERY UNIT	7
X-RAY UNIT	
FLUOROSCOPIC	5
MOBILE	5
RADIOGRAPHIC	5
SUPERFICIAL THERAPY	5
WIRING	5

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EFFECTIVE DATE: _____

CERTIFICATION: _____

DATE

PROMULGATED UNDER: CHAPTER 119.
STATUTORY AUTHORITY: RC SECTION 5111.02.
RULE AMPLIFIES: RC SECTIONS 5111.01, 5111.02, 5111.251

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5101:3-3-842 Cost of ownership and efficiency incentive for intermediate care facilities for the mentally retarded (ICFs-MR).

The desk-reviewed, actual, allowable, per diem cost of ownership established in this rule is subject to the provisions set forth under rule 5101:3-3-84 of the Administrative Code. The costs of ownership directly attributable to the purchase, rent, or lease of property and equipment costs from one related party to another through common ownership or control as defined under rule 5101:3-3-01 of the Administrative Code shall be based upon the lesser of the actual purchase, rent, or lease of property and equipment costs or the actual costs of the related party.

(A) The desk-reviewed, actual, allowable, per diem cost of ownership is based upon certified beds for property costs and equipment set forth under paragraphs (A)(1) to (A)(3) of this rule for the calendar year preceding the fiscal year in which the rate will be paid, except as otherwise specified under rules 5101:3-3-845 and 5101:3-3-86 of the Administrative Code. The desk-reviewed actual, allowable, per diem cost of ownership includes:

(1) The costs of ownership directly related to purchasing or acquiring capital assets include:

(a) Except as otherwise required by rules 5101:3-3-845 and 5101:3-3-86 of the Administrative Code, depreciation expense for the cost of building(s) equal to the actual cost depreciated under rule 5101:3-3-841 of the Administrative Code. The provider is not to change the accumulated depreciation that has been previously reported. This accumulated depreciation will be carried forward as previously reported and audited. The current depreciation will then be added to accumulated depreciation as recognized.

(b) Except as otherwise required by rules 5101:3-3-845 and 5101:3-3-86 of the Administrative Code, depreciation expense for major components of property and fixed equipment equal to the actual cost depreciated under rule 5101:3-3-841 of the Administrative Code. The provider is not to change the accumulated depreciation that has been previously reported. This accumulated depreciation will be carried forward as previously reported and audited. The current depreciation will then be added to accumulated depreciation as recognized.

(c) Except as otherwise required by rules 5101:3-3-845 and 5101:3-3-86 of the Administrative Code, depreciation expense for major movable equipment equal to the actual cost depreciated under rule 5101:3-3-841 of the Administrative Code. The provider is not to change the accumulated

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depreciation that has been previously reported. This accumulated depreciation will be carried forward as previously reported and audited. The current depreciation will then be added to accumulated depreciation as recognized.

- (d) Interest expense incurred on money borrowed for construction or the purchase of real property, major components of that property, and equipment.
 - (e) Depreciation expense for costs paid or reimbursed by any government agency, if that part of the prospective per diem rate is used to reimburse the government agency and a loan provides for repayment over a time-limited period.
 - (f) Amortization expense of financing costs.
- (2) The costs of ownership directly related to renting or leasing capital assets is the desk-reviewed, actual, allowable rent or lease expense of property and equipment.
- (3) The costs of ownership directly related to the amortization of leasehold improvements. These costs shall be expensed over the lesser of the remaining life of the lease, but not less than five years, or the useful life of the improvement as specified under rule 5101:3-3-841 of the Administrative Code. If the useful life of the improvement is less than five years, it may be amortized over its useful life. Options on leases will not be considered. Effective July 1, 1993, lessees who report leasehold improvements and who leave the program before the minimum amortization period is complete, as set forth under paragraph (A)(3) of this rule, will not receive reimbursement for the balance of unamortized costs.
- (B) Cost of ownership payments to ICFs-MR with more than eight beds shall not exceed the following ceilings based upon each facility's own specific date of licensure and cost of construction updated for inflation under paragraph (E) of this rule:
- (1) For facilities with dates of licensure prior to January 1, 1958, two dollars and fifty cents per resident day;
 - (2) For facilities with dates of licensure after December 31, 1957, but prior to January 1, 1968:
 - (a) Three dollars and fifty cents per resident day if the cost of construction was three thousand five hundred dollars or more per bed;

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- (b) Two dollars and fifty cents per resident day if the cost of construction was less than three thousand five hundred dollars per bed.
- (3) For facilities with dates of licensure after December 31, 1967, but prior to January 1, 1976:
 - (a) Four dollars and fifty cents per resident day if the cost of construction was five thousand one hundred fifty dollars or more per bed;
 - (b) Three dollars and fifty cents per resident day if the cost of construction was less than five thousand one hundred fifty dollars per bed, but exceeded three thousand five hundred dollars per bed;
 - (c) Two dollars and fifty cents per resident day if the cost of construction was three thousand five hundred dollars or less per bed.
- (4) For facilities with dates of licensure after December 31, 1975, but prior to January 1, 1979:
 - (a) Five dollars and fifty cents per resident day if the cost of construction was six thousand eight hundred dollars or more per bed;
 - (b) Four dollars and fifty cents per resident day if the cost of construction was less than six thousand eight hundred dollars per bed but exceeded five thousand one hundred fifty dollars per bed;
 - (c) Three dollars and fifty cents per resident day if the cost of construction was five thousand one hundred fifty dollars or less per bed, but exceeded three thousand five hundred dollars per bed;
 - (d) Two dollars and fifty cents per resident day if the cost of construction was three thousand five hundred dollars or less per bed.
- (5) For facilities with dates of licensure after December 31, 1978, but prior to January 1, 1980:
 - (a) Six dollars per resident day if the cost of construction was seven thousand six hundred twenty-five dollars or more per bed;

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- (b) Five dollars and fifty cents per resident day if the cost of construction was less than seven thousand six hundred twenty-five dollars per bed but exceeded six thousand eight hundred dollars per bed;
 - (c) Four dollars and fifty cents per resident day if the cost of construction was six thousand eight hundred dollars or less per bed but exceeded five thousand one hundred fifty dollars per bed;
 - (d) Three dollars and fifty cents per resident day if the cost of constructions was five thousand one hundred fifty dollars or less but exceeded three thousand five hundred dollars per bed;
 - (e) Two dollars and fifty cents per resident day if the cost of construction was three thousand five hundred dollars or less per bed.
- (6) For facilities with dates of licensure ~~on or after January 1, 1980~~ DECEMBER 31, 1979, BUT PRIOR TO JANUARY 1, 1981, not exceeding ~~twelve~~:
- (a) ~~TWELVE dollars per resident day, provided that beginning July 1, 1984, and annually thereafter until June 30, 1993, the twelve-dollar amount shall be adjusted for fluctuations in construction costs calculated by ODHS using the "Dodge Building Cost Indexes, Northeastern North Central States," published by Marshall and Swift, using 1983 as the base year. IF THE BEDS WERE ORIGINALLY LICENSED AS RESIDENTIAL FACILITY BEDS BY THE DEPARTMENT OF MENTAL RETARDATION AND DEVELOPMENTAL DISABILITIES;~~
 - (b) SIX DOLLARS PER RESIDENT DAY IF THE BEDS WERE ORIGINALLY LICENSED AS NURSING HOME BEDS BY THE DEPARTMENT OF HEALTH.
- (7) FOR FACILITIES WITH DATES OF LICENSURE AFTER DECEMBER 31, 1980, BUT PRIOR TO JANUARY 1, 1982, NOT EXCEEDING:
- (a) TWELVE DOLLARS PER RESIDENT DAY IF THE BEDS WERE ORIGINALLY LICENSED AS RESIDENTIAL FACILITY BEDS BY THE DEPARTMENT OF MENTAL RETARDATION AND DEVELOPMENTAL DISABILITIES;

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- (b) SIX DOLLARS AND FORTY-FIVE CENTS PER RESIDENT DAY IF THE BEDS WERE ORIGINALLY LICENSED AS NURSING HOME BEDS BY THE DEPARTMENT OF HEALTH.
- (8) FOR FACILITIES WITH DATES OF LICENSURE AFTER DECEMBER 31, 1981, BUT PRIOR TO JANUARY 1, 1983, NOT EXCEEDING:
 - (a) TWELVE DOLLARS PER RESIDENT DAY IF THE BEDS WERE ORIGINALLY LICENSED AS RESIDENTIAL FACILITY BEDS BY THE DEPARTMENT OF MENTAL RETARDATION AND DEVELOPMENTAL DISABILITIES;
 - (b) SIX DOLLARS AND SEVENTY-NINE CENTS PER RESIDENT DAY IF THE BEDS WERE ORIGINALLY LICENSED AS NURSING HOME BEDS BY THE DEPARTMENT OF HEALTH.
- (9) FOR FACILITIES WITH DATES OF LICENSURE AFTER DECEMBER 31, 1982, BUT PRIOR TO JANUARY 1, 1984, NOT EXCEEDING:
 - (a) TWELVE DOLLARS PER RESIDENT DAY IF THE BEDS WERE ORIGINALLY LICENSED AS RESIDENTIAL FACILITY BEDS BY THE DEPARTMENT OF MENTAL RETARDATION AND DEVELOPMENTAL DISABILITIES;
 - (b) SEVEN DOLLARS AND NINE CENTS PER RESIDENT DAY IF THE BEDS WERE ORIGINALLY LICENSED AS NURSING HOME BEDS BY THE DEPARTMENT OF HEALTH.
- (10) FOR FACILITIES WITH DATES OF LICENSURE AFTER DECEMBER 31, 1983, BUT PRIOR TO JANUARY 1, 1985, NOT EXCEEDING:
 - (a) TWELVE DOLLARS AND TWENTY-FOUR CENTS PER RESIDENT DAY IF THE BEDS WERE ORIGINALLY LICENSED AS RESIDENTIAL FACILITY BEDS BY THE DEPARTMENT OF MENTAL RETARDATION AND DEVELOPMENTAL DISABILITIES;
 - (b) SEVEN DOLLARS AND TWENTY-THREE CENTS PER RESIDENT DAY IF THE BEDS WERE ORIGINALLY LICENSED AS NURSING HOME BEDS BY THE DEPARTMENT OF HEALTH.

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