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- 6455 Tuition Reimbursement -This account is limited to the reimbursement of costs incurred by the facility to reimburse an individual who is not employed, or does not have an offer to be employed, as a nurse aide but becomes employed by, or received an offer for employment from, the facility not later than twelve months after completing a nurse aide training and competency evaluation program. Reimbursement to the nurse aide shall be made on a prorata basis during the period in which the individual is employed as a nurse aide.
- 6460 Contractual Payments to Other Nursing Facilities - The account is limited to payments to other nursing facilities that provide state approved nurse aide training for your nurse aides in order to comply with Chapter 3721. of the Revised Code.
- 6470 Registration Fees and Application Fees - This account is limited to all registration fees and application fees necessary to comply with Chapter 3721. of the Revised Code, i.e., train the trainer fees in order to comply with Chapter 3721. of the Revised Code and state approved competency exam fees for nurse aides.
- 6490 Employee Fringe Benefits - Nurse aide training (series # 6400)- This account is limited to fringe benefits for employees providing and/or attending state approved nurse aide training/testing programs pursuant to Chapter 3721. of the Revised Code. Includes self insurance funds. (This account excludes vacation and sick pay salary.)

DIRECT PAYROLL TAXES, FRINGE BENEFITS, STAFF DEVELOPMENT

This series represents payroll taxes, workers' compensation, fringe benefits, EAP administrator, self funded programs, administrator and staff development for nursing facilities and intermediate care facilities for the mentally retarded including ICFs-MR therapies.

- 6510 Payroll Taxes - Direct care payroll related expenses incurred which are: employer's portion of FICA taxes or public employees retirement system (PERS); state unemployment taxes or self insurance funds for unemployment compensation as stated in "HCFA Publication 15-1," section 2122.6; and federal unemployment taxes (excludes purchased nursing).
- 6520 Workers' Compensation - Direct care premiums incurred by the facility for state of Ohio bureau of workers' compensation or self insurance program as stated in "HCFA publication 15-1," section 2122.6 (Excludes EXCLUDES purchased nursing).

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6530 Employee Fringe Benefits - Direct care fringe benefits such as: medical and life insurance premiums or self insurance funds; employee stock option program; pension and profit sharing; personal use of autos; employee inoculations, employee assistance program, and employee meals, as defined in "HCFA Publication 15-1," section 2144. If fringe benefits are discriminatory to owners and related parties, they are considered part of compensation. This account does not include benefits for nursing facility personnel in account 6490, employee fringe benefits for nurse aide training. (This account excludes purchased nursing as well as vacation and sick pay salary).

6535 Employee Assistance Program Administrator - Direct care  
 An individual who performs the duties of the employee assistance program for direct care personnel.

- 6535.1 - EAP administrator direct care salary
- 6535.2 - EAP administrator direct care contract

6540 Self Funded Programs Administrator - Direct Care  
 An individual who performs the administrative functions of the self insured programs. (Report only the portion related to direct care).

- 6540.1 - Self funded admin. direct care salary
- 6540.2 - Self funded admin. direct care contract

6550 Staff Development - Direct care continuing training that enables the employee to perform his or her duties effectively, efficiently, and competently. Includes travel costs for individual's own vehicle, associated with direct care personnel for attending training. This account does not include expenses incurred for the use of a facility's own vehicle, or dues, subscriptions and licenses. "Salary" includes only the trainer wages. "Other" costs include registration fees, travel and per diem expenses, training supplies and contract trainer fees.

- 6550.1 - Staff development direct care salary
- 6550.2 - Staff development direct care other CONTRACT

ICF-MR FACILITIES ONLY

DIRECT CARE THERAPIES

These cost COSTS are for intermediate care facilities for the mentally retarded only. For nursing facilities, therapy services are directly billed by the supplier to medicaid.

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- 6600 Physical Therapist ICF-MR - A qualified professional licensed under Ohio law as physical therapist.
- 6600.1 - Physical therapist ICF-MR salary
  - ~~6600.2~~ - ~~Physical therapist ICF-MR contract~~
  - 6600.2 - PHYSICAL THERAPIST ICF-MR CONTRACT
- 6605 Physical Therapy Assistant ICF-MR - An individual licensed under Ohio law as a physical therapy assistant.
- 6605.1 - Physical therapy assistant ICF-MR salary
  - ~~6600.2~~ - ~~Physical therapy assistant ICF-MR contract~~
  - 6605.2 - PHYSICAL THERAPY ASSISTANT ICF-MR CONTRACT
- 6610 Occupational Therapist ICF-MR - A qualified professional licensed under Ohio law as an occupational therapist.
- 6610.1 - Occupational therapist ICF-MR salary
  - 6610.2 - Occupational therapist ICF-MR contract
- 6615 Occupational Therapy Assistant ICF-MR - An individual licensed under Ohio law as an occupational therapy assistant.
- ~~6615.1~~ - Occupational therapy assist. ICF-MR salary
  - 6615.2 - Occupational therapy assist. ICF-MR contract
- 6620 Speech Therapist ICF-MR - A qualified professional licensed under Ohio law as a speech therapist.
- 6620.1 - Speech therapist ICF-MR salary
  - 6620.2 - Speech therapist ICF-MR contract
- 6630 Audiologist ICF-MR - A qualified professional licensed under Ohio law as an audiologist.
- 6630.1 - Audiologist ICF-MR salary
  - 6630.2 - Audiologist ICF-MR contract

Table 7

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INDIRECT CARE COST CENTER

Indirect care costs includes costs other than direct care costs, other protected costs, or capital costs.

7000 Dietitian - Service provided by a professional licensed under Ohio law, as qualified in Chapter 4759. of the Ohio Revised Code.

- 7000.1 - Dietitian salary
- 7000.2 - Dietitian contract

7005 Food Service Supervisor - An individual supervising the dietary procedures and/or personnel.

- 7005.1 - Food service supervisor salary
- 7005.2 - Food service supervisor contract

7015 Dietary Personnel - Personnel providing dietary services. (Excludes dietitian, food service supervisor, and personnel reported in account 7050, contract personnel).

- 7015.1 - Dietary personnel salary
- 7015.2 - Dietary personnel contract

7025 Dietary Supplies and Expenses - Dietary items such as: dishes, dish-washing liquid, plastic wrap, cooking utensils, silverware and dietary supplies SUPPLIES. (Excludes equipment or repairs as well as housekeeping items such as paper towels, trash bags, etc.)

7030 Dietary Minor Equipment - Dietary equipment which does not meet the facility's capitalization criteria specified under rules 5101:3-3-511 and 5101:3-3-841 of the Administrative Code.

7035 Dietary Maintenance and Repair - Maintenance supplies, purchased services and maintenance contracts for the dietary department.

7040 Food In-Facility-Food required to prepare meals in the facility.

7041 Food Out-of-Facility - Food purchased and consumed outside of the facility. (Please note: report the total number of meals served when reporting the cost of food out-of-facility on the ODHHS (ODJFS) 2524 "Medicaid Cost Report").

7045 Employee Meals - Employee meals that do not qualify under "HCFA Publication 15-1," section 2144 "Fringe Benefits".

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7050 Contract Meals and Contract Meals Personnel - Expenses associated with contracting for the food service function in the facility. (Includes food services delivered to the facility from an outside vendor).

For those facilities participating in medicaid and not in medicare, all enteral nutritional therapy and additives (food facilitators), whether administered orally or tube fed, are to be classified in account 7056. For those facilities participating in both in THE medicare and medicaid programs, enterals must be categorized and classified as follows:

7055 Enterals - medicare billable-enteral nutritional therapy and additive (food facilitators), whether administered orally or tube fed, for facilities participating in medicare which are billable to medicare regardless of payor type. Excludes peptamen enteral nutritional therapy that is directly reimbursed by medicaid (fee for service), as well as all parenteral nutrition therapy.

7056 Enterals - Medicare non-billable-Enteral nutritional therapy and additives (food facilitators), whether administered orally or tube fed, for facilities not participating in medicare, as well as enterals for facilities which are not billable to medicare regardless of payor type. Excludes peptamen enteral nutritional therapy that is directly reimbursed by medicaid (fee for services), as well as all parenteral nutrition therapy.

DIETARY PAYROLL TAXES, FRINGE BENEFITS, STAFF DEVELOPMENT

7060 Payroll Taxes-Dietary (series #7000) payroll related expenses incurred which are: employer's portion of FICA taxes or public employees retirement system (PERS); state unemployment taxes or self insurance funds for unemployment compensation as stated in "HCFA Publication 15-1," section 2122.6; and federal unemployment taxes.

7065 Workers' Compensation-Dietary (series #7000) premiums incurred by the facility for state of Ohio bureau of workers' compensation or self insurance program as stated in "HCFA Publication 15-1," section 2122.6.

7070 Employee Fringe Benefits - Dietary (series #7000) fringe benefits such as: medical and life insurance premiums or self insurance funds; employee stock option program; pension and profit sharing; personal use of autos; employee inoculations, employee assistance program, and employee meals, as defined in "HCFA Publication 15-1," section 2144. If fringe benefits are discriminatory to owners and related parties, they are considered part of compensation. (This account excludes vacation and sick pay salary).

7075 Employee Assistance Program Administrator-Dietary (series #7000) an individual who performs the duties of the employee assistance program for dietary personnel.

- 7075.1 - EAP administrator dietary salary
- 7075.2 - EAP administrator dietary contract

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7080 Self Funded Programs Administrator - Dietary (series #~~7000~~#7000) an individual who performs the administrative functions of the self insured programs. (Report only the portion related to dietary)

7080.1 - Self funded administrator dietary salary  
7080.2 - Self funded administrator dietary contract

7090 Staff Development - Dietary (series #7000) continuing training that enables the employee to perform his or her duties effectively, efficiently, and competently. Includes travel costs for individual's own vehicle, associated with dietary personnel for attending training. This account does not include expenses incurred for the use of a facility's own vehicle, or dues, subscriptions and licenses. "Salary" includes only the trainer wages. "Other" costs include registration fees, travel and per diem expenses, training supplies and contract trainer fees.

7090.1 - Staff development dietary salary  
7090.2 - Staff development dietary other

MEDICAL/HABILITATION, PHARMACEUTICAL AND INCONTINENCE SUPPLIES

7100 Habilitation Supplies - Supplies used to provider services measured by the individual assessment form (IAF), and minimum data set plus (MDS+) groups, which assist the resident to cope with; daily living; aging process; and perform tasks normally performed at his/her chronological stage of development. Does not include cost of meals for out of facility functions.

7105 Medical/Habilitation Records - Personnel responsible for maintaining clinical records on each resident in accordance with accepted professional standards and practices.

7105.1 - Medical/hab records salary  
7105.2 - Medical/hab records contract

7110 Pharmaceutical Consultant - The services of a licensed pharmacist who provides consultation on all aspects of the provision of pharmacy services in the facility as stated in 42 CFR section 483.60 (b).

7110.1 - Pharmaceutical consultant salary  
7110.2 - Pharmaceutical consultant contract

7115 Incontinence Supplies - Reusable and disposable incontinence supplies, (except catheters). Supplies include cloth or disposable diapers, under-pads, plastic pants, and the cost of diaper service of such items.

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- 7120 Personal Care - Supplies required to maintain routine personal hygiene of the body, hair, and nails of the hands and feet. Includes body lotion, body powder, toothbrush and toothpaste, disposable razors and shaving supplies, hair cuts, shampoo and routine hair care supplies provided by facility. (Excludes contract beautician performing non-routine services).
- 7125 Program Supplies - Supplies used to provide activity, social services and religious programs available to all residents. Does not include cost of meals for out of facility functions.

ADMINISTRATIVE AND GENERAL SERVICES

- 7200 Administrator - Expenses incurred by a facility for an individual(s) who functions as the administrator licensed by the state of Ohio and who is responsible for the direction, supervision and coordination of facility functions.

For ICFs-MR licensed by Ohio department of mental retardation and developmental disabilities (ODMR-DD) who are not required to employ a licensed administrator, but have a QMRP functioning as the administrator, report only the portion related to the cost of an administrator.

- 7200.1 - Administrator salary
- 7200.2 - Administrator contract

- 7210 Other Administrative Personnel - Administrator in training, assistant administrator, business manager, purchasing agent, human resources, receptionist, secretarial and clerical staff.

- 7210.1 - Other administrative salary
- 7210.2 - Other administrative contract

- 7215 Consulting and Management Fees - Indirect care consulting fees paid to a separate entity which serves in an advisory capacity for indirect care administrative functions, or consulting services on behalf of the facility and are in addition to services covered by the current facility staffing patterns. Management fees that are directly related to the administrative functions of the facility and are in addition to services covered by the current facility staffing patterns.

- 7220 Office and Administrative Supplies - Supplies such as: copier supplies; printing; postage; office supplies; nursing/habilitation and medical records forms; and data service supplies.

- 7225 Communications - Service charges for telephone services.

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7230 Security Services - Salaries, purchased services, or supplies to protect property and residents.

- 7230.1 - Security services salary
- 7230.2 - Security services other

7235 Travel and Entertainment - Expenses such as: mileage allowance, gas, and oil for vehicles owned or leased by the facility; meals; lodging; and commercial transportation expense incurred in the normal course of business. Includes all purchased commercial transportation services for ambulatory/non-ambulatory residents. Excludes transportation cost that is directly reimbursed by medicaid to the transportation provider as set forth in Chapter 5101:3-15 of the Administrative Code.

7240 Laundry/Housekeeping Supervisor - An individual supervising the laundry/housekeeping functions and/or personnel.

- 7240.1 - Laundry/hskeep supervisor salary
- 7240.2 - Laundry/hskeep supervisor contract

7245 Housekeeping - Housekeeping services, including supplies, wages, and purchased services. This includes trash bags and paper towels.

- 7245.1 - Housekeeping salary
- 7245.2 - Housekeeping other

7250 Laundry and Linen - Laundry services, including supplies, wages, and purchased services, as well as linens for all areas. Excluding incontinent supplies specified in account 7115.

- 7250.1 - Laundry/linen salary
- 7250.2 - Laundry/linen other

7255 Universal Precaution Supplies - Supplies required for the protection of residents and facility staff while performing procedures which involve the handling of bodily fluids. (Rule 3701-17-141 of the Administrative Code) supplies include; masks, gloves, gowns, goggles, boots, and eye wash. (Excludes trash bags and paper towels)

7260 Legal Services - Legal services except as excluded in rules 51013:3-3-56 and 5101:3-3-89 of THE Administrative Code.

7265 Accounting - Accounting, Bookkeeping Fees and Salaries.

- 7265.1 - Accounting salary
- 7265.2 - Accounting contract

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- 7270 Dues, Subscriptions and Licenses - Expense of dues, subscriptions, licenses AND CONSUMER SATISFACTION SURVEY FEES incurred by facility.
- 7275 ~~Interest/Other~~ INTEREST - OTHER - Expense of short term credit and working capital interest incurred. (This account does not include late fees, fine or penalties)
- 7280 Insurance -Expense of insurance such as; general business, liability, malpractice, vehicle, and property insurance.
- 7285 Data Services -Data services personnel and purchased services.
- 7285.1 - Data services salary
- 7285.2 - Data services contract
- 7290 Help Wanted/Informational Advertising - Help wanted ads, yellow pages, and other advertising media that are informational as opposed to promotional in nature as stated in "HCFA Publication 15-1," section 2136.1.
- 7295 Amortization of Start-Up Costs - Amortization of cost included in the account 1430-5, not otherwise allocated to other cost centers, in accordance with "HCFA Publication 15-1," section 2132, which were incurred by a facility.
- 7300 Amortization of Organizational Costs - Amortization of cost included in account 1430-3, as described in "HCFA Publication 15-1," section 2134.
- 7305 Other Indirect Care Administrative Services - Indirect care administrative services not previously listed.
- 7305.1 - Other indirect care salary
- 7305.2 - Other indirect care contract

HOME OFFICE COSTS

- 7310 Home Office Costs/Indirect Care - Indirect care expenses of a separate division or entity which owns, leases or manages more than one facility (home office). These costs must be related to administrative and management services allocated to the facility in accordance with "HCFA Publication 15-1," section 2150 through 2150.3, "Home Office Costs".
- 7310.1 - Home office/indirect care salary
- 7310.2 - Home office/indirect care other

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MAINTENANCE AND MINOR EQUIPMENT

- 7320 Plant Operations and Maintenance Supervisor - An individual supervising the plant operations and maintenance procedures and/or personnel.
- 7320.1 - Operations/maint supervisor salary
  - 7320.2 - Operations/maint supervisor contract
- 7330 Plant Operations and Maintenance - Salaries for all maintenance personnel employed by the facility.
- 7340 Repair and Maintenance - Supplies, purchased services and maintenance contracts for all departments. (Excludes dietary maintenance account 7035 and on-site water and sewage account 6030).
- 7350 Minor Equipment - Equipment which does not meet the facility's capitalization criteria specified under rules 5101:3-3-511 and 5101:3-3-841 of the Administrative Code. The general characteristics are: comparatively small in size and unit cost; subject to inventory control; fairly large quantity is use; and generally, a useful life of approximately three years or less. (Exclude account 7030 - dietary minor equipment and items listed in accounts 6005 and 6006-medical minor equipment).

EQUIPMENT ACQUIRED BY OPERATING LEASE

- 7400 Lease Equipment - This account includes the cost of equipment, including vehicles, acquired by operating lease executed before December 1, 1992, if the costs are reported as administrative and general costs on the facility's cost report for the cost reporting period ending December 31, 1992 (all leases effective after 12/01/92, should be reported in account 8065 for assets acquired prior to 7/01/93) ~~or account 8265 for assets acquired on or after 7/01/93).~~

INDIRECT PAYROLL TAXES, FRINGE BENEFITS, AND STAFF DEVELOPMENT

- 7500 Payroll Taxes - Indirect care payroll related expenses incurred which are: employer's portion of FICA taxes or public employees retirement system (PERS); state unemployment taxes or self insurance funds for unemployment compensation ("HCFA Publication 15-1," section 2122.6); and federal unemployment taxes.
- 7510 Workers' Compensation - Indirect care premiums incurred by the facility for state of Ohio bureau of workers' compensation or self insurance program as stated in "HCFA Publication 15-1," section 2122.6.

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7520 Employee Fringe Benefits - Indirect care fringe benefits such as; medical and life insurance premiums or self insurance funds; employee stock option program; pension and profit sharing; personal use of autos; employee inoculations, employee assistance program, and employee meals, as defined in "HCFA Publication 15-1," section 2144. If fringe benefits are discriminatory to owners and related parties, they are considered part of compensation. (This account excludes vacation and sick pay salary).

7525 Employee Assistance Program Administrator - Indirect Care  
 An individual who performs the duties of the employee assistance program for indirect care personnel.

- 7525.1 - EAP administrator indirect care salary
- 7525.2 - EAP administrator indirect care contract

7530 Self Funded Programs Administrator - Indirect care  
 An individual who performs the administrative functions of the self insured programs. (Report only the portion related to indirect care)

- 7530.1 - Self funded admin. Indirect care salary
- 7530.2 - Self funded admin. Indirect care contract

7535 Staff Development - Indirect care continuing training that enables the employee to perform his or her duties effectively, efficiently, and competently. Includes travel costs for individual's own vehicle, associated with indirect care personnel for attending training. This account does not include expenses incurred for the use of a facility's own vehicle, or dues, subscriptions and licenses. "Salary" includes only the trainer wages. "Other" costs include registration fees, travel and per diem expenses, training supplies and contract trainer fees.

- 7535.1 - Staff development indirect care salary
- 7535.2 - Staff development indirect care other

NON-REIMBURSABLE EXPENSES - NFS ONLY

These are ~~cost~~ COSTS described in rule 5101:3-3-471 "Coverage and limitations-nursing facility therapy services," and rule 5101:3-3-472 "Reimbursement for covered therapy services," of the Administrative Code, which are billable either to medicare, directly to medicaid by NFs, or other third-party payers.

6600 Physical Therapist-NF

- 6600.1 - Physical therapist-NF salary
- 6600.2 - Physical therapist-NF contract

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6605 Physical Therapy Assistant - NF

- 6605.1 - Physical therapy assistant-NF salary
- 6605.2 - Physical therapy assistant-NF contract

6610 Occupational Therapist - NF

- 6610.1 - Occupational therapist-NF salary
- 6610.2 - Occupational therapist-NF contract

6615 Occupational Therapist Assistant - NF

- 6615.1 - Occupational therapist assistant-NF
- 6615.2 - Occupational therapist assistant-NF contract

6620 Speech Therapist - NF

- 6620.1 - Speech therapist-NF salary
- 6620.2 - Speech therapist-NF contract

6630 Audiologist - NF

- 6630.1 - Audiologist-NF salary
- 6630.2 - Audiologist-NF contract

6640 Payroll Taxes Therapy - NF

6650 Workers' Compensation Therapy - NF

6660 Employee Fringe Benefits Therapy - NF

6665 Employee Assistance Program Administrator Therapy - NF

- 6665.1 - EAP administrator therapy - NF salary
- 6665.2 - EAP administrator therapy - NF contract

6670 Self Funded Program Administrator Therapy - NF

- 6670.1 - Self funded admin. Therapy - NF salary
- 6670.2 - Self funded admin. Therapy - NF contract

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6680 Staff Development Therapy - NF

- 6680.1 - Staff development therapy - NF salary
- 6680.2 - Staff development therapy - NF other

NONREIMBURSABLE EXPENSES- NFS AND ICFS-MR

9705 Legend Drugs

9710 Radiology

9715 Laboratory

9720 Oxygen - See rule 5101:3-3-11 of the Administrative Code.  
(This does not include emergency stand-by oxygen)

9725 Other-Specify:

9730 Late Fees, Fines or Penalties (as stated in "HCFA Publication 15-1")

9735 Federal Income Tax

9740 State Income Tax

9745 Local Income Tax

9750 Insurance-Officer's life  
This is non-reimbursable expense when the facility is the beneficiary, except as referenced in "HCFA Publication 15-1," section 2130.

9755 Promotional Advertising and Marketing

- 9755.1 - Promotional advertising/marketing salary
- 9755.2 - Promotional advertising/marketing other

9760 Contributions and Donations- "HCFA Publication 15-1," section 608

9765 Bad Debt

9770 Parenteral ~~nutrition~~ NUTRITION Therapy

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Table 8

CAPITAL COST CENTER

COST OF OWNERSHIP

PROPERTY, PLANT, EQUIPMENT AND EXTENSIVE RENOVATIONS

Cost of ownership means the actual expense incurred for all of the following:

- (A) Depreciation and interest on any capital asset with a cost of five hundred dollars or more per item and a useful life of at least two (2) years. Provider may, if it desires, establish a capitalization policy with lower minimum criteria, but under no circumstances may the five hundred dollars criteria be exceeded.
  - (1) Buildings;
  - (2) Building improvements that are not approved as nonextensive renovations under section 5111.25 or 5111.251 of the Revised Code;
  - (3) Equipment;
  - (4) Extensive renovations;
  - (5) Transportation equipment;
- (B) Amortization and interest on land improvements and leasehold improvements;
- (C) Amortization of financing costs;
- (D) Lease and rent of land, building, and equipment that does not qualify for account 7400 leased equipment.

RENOVATIONS COST CENTER

Renovation and extensive renovation mean any betterment, improvement, or restoration of nursing facility or intermediate care facility for the mentally retarded started before July 1, 1993, that meets the definition of a renovation or extensive renovation established in rules adopted by the department in effect on December 22, 1992.

In the case of betterments, improvements, and restorations of nursing facilities and intermediate care facilities for the mentally retarded started on or after July 1, 1993:

- (1) Renovation means the betterment, improvement, or restoration of a nursing facility or intermediate care facility for the mentally retarded beyond its current functional capacity through a structural change that costs at least five hundred dollars per bed. A renovation may include betterment, improvement, restoration, or replacement of assets that are affixed to the building and have a useful life of at least five years. A renovation may include costs that otherwise would be considered maintenance and repair expenses if they

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are an integral part of the structural change that makes up the renovation project. Renovation does not mean construction of additional space for beds that will be added to a facility's licensed or certified capacity beyond its current functional capacity through a structural change. A renovation may include betterment, improvement, restoration or replacement of assets that are affixed to the building and have a useful life of at least five years. "Renovation" does not mean construction of additional space for beds that will be added to a facility's licensed or certified capacity.

- (2) Extensive renovation means a renovation that costs more than sixty-five per cent and no more than eighty-five per cent of the cost of constructing a new bed and that extends the useful life of the assets for at least ten years.

INTERMEDIATE CARE FACILITIES FOR THE MENTALLY RETARDED

[All ICFs-MR need only use group (A).]

NURSING FACILITIES

Nursing facilities that did not change ownership on or after 7/1/93 need only use group (A).

Nursing facilities that did change provider agreement on or after 7/1/93 use groups (A) and (B).

GROUP (A) ASSETS ACQUIRED

8010 Depreciation-Building and building improvements  
Depreciation of building and building improvements.

8020 Amortization-Land improvements  
Amortization expense for land improvements.

8030 Amortization-Leasehold improvements  
Amortization expense of leasehold improvements that are amortized over the remaining life of the lease or the useful life of the improvement, but no less than five years. 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 in the computation for amortization of leasehold improvements.

8040 Depreciation-Equipment  
Depreciation expense for equipment.

8050 Depreciation-Transportation equipment  
Depreciation expense for transportation equipment.

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- 8060 Lease and Rent - Building  
Expense incurred for lease and rental expenses relating to buildings. Capitalized assets as a result of lease obligations should be depreciated and included in the proper depreciation accounts.
- 8065 Lease and Rent - Equipment  
Expense incurred for lease and rental expenses relating to equipment. Capitalized assets as a result of lease obligations should be depreciated and included in the proper depreciation account. (Cost of equipment, including vehicles, acquired by operating lease executed before 12/01/92, and the costs are reported as administrative and general on the facility's cost report for period ending 12/31/92 are to be reported on indirect).
- 8070 Interest Expense - Property, plant and equipment ~~Interest expense incurred on mortgage notes;~~  
INTEREST EXPENSE INCURRED ON MORTGAGE NOTES, capitalized lease obligations, and other borrowing for the acquisition of land, buildings and equipment.
- 8080 Amortization of Financing Cost  
Amortization expense of long term financing cost such as cost of issuing bonds, underwriting fees, closing costs, mortgage points, etc.

HOME OFFICE COSTS

- 8090 Home Office Costs/Capital - Capital expenses of a separate division or entity which owns, leases or manages more than one facility (home office). These costs must be related to capital cost as specified in the capital cost center, and are allocated to the facility in accordance with "HCFA Publication 15-1," sections 2150 through 2150.3, "Home Office Costs". (All home office costs for group (A) are to be entered in this account. They are not to be distributed to any other account in this group.)

RENOVATIONS

- 8500 Depreciation/Amortization  
Depreciation and amortization expenses for renovations.
- 8570 Interest - Renovations  
Interest expense incurred on mortgage notes, capitalized lease obligations, and other borrowing for renovation purposes.
- 8580 Amortization of Financing Cost - Renovations  
Amortization expense for cost of issuing bonds, underwriting fees, closing costs, mortgage points, etc., ~~Incurred~~ INCURRED for renovations.

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GROUP (B) ASSETS ACQUIRED THROUGH A CHANGE OF PROVIDER AGREEMENT

Nursing facilities, other than leased facilities, that changed provider agreement on or after 7/1/93 use this group to report expenses incurred through a change of provider agreement on or after 7/1/93. Leased nursing facilities that changed provider agreement on or after 5/27/92 use this group to report expenses incurred through a change of provider agreement on or after 5/27/92.

- 8110 Depreciation - Building and building improvements  
Depreciation of building and building improvements acquired through a change of provider agreement on or after 7/1/93.
- 8140 Depreciation - Equipment  
Depreciation expense for equipment acquired through a change of provider agreement on or after 7/1/93.
- 8170 Interest expense - Property, plant and equipment  
~~Interest~~ INTEREST expense incurred on mortgage notes, capitalized lease obligations, and other borrowing for the acquisition of land, buildings and equipment acquired through a change of provider agreement on or after 7/1/93.
- 8180 Amortization of Financing Cost  
Amortization expense of long term financing costs such as cost of issuing bonds, underwriting fees, closing costs, mortgage points, etc., ~~Acquired~~ ACQUIRED through a change of provider agreement on or after 7/1/93.
- 8195 Lease Expense  
Lease expenses incurred through a change of provider agreement on or after 5/27/92.

Effective Date: \_\_\_\_\_

Review Date: \_\_\_\_\_

Certification: \_\_\_\_\_

\_\_\_\_\_ Date

Promulgated under: RC Chapter 119.

Statutory authority: RC Section 5111.02

Rule amplifies: RC Sections 5111.01, 5111.02, 5111.23 to 5111.28

Prior effective dates: 3/29/85, 8/1/87, 1/2/90 (Emer.), 3/22/90, 10/1/91 (Emer.), 12/20/91, 7/1/93 (Emer.), 9/30/93 (Emer.), 12/30/93, 3/18/94, 12/28/95, 3/20/97 (Emer.), 5/22/97, 3/31/98 (Emer.), 4/27/98

TN # 00-016 APPROVAL DATE \_\_\_\_\_

SUPERSEDES

TN # 98-19 EFFECTIVE DATE 10/1/00