



John R. Kasich, Governor
John B. McCarthy, Director

To: Nursing Facility Providers

From: Terry Moore, Chief, LTC Rate Methodology Section

Date: June 30, 2015

Re: BWC Transition Credit and Cost Reports

The Bureau of Worker's Compensation (BWC) will be transitioning to a prospective billing system effective July 1, 2015. In order to prevent employers from needing to make a double payment, BWC will be providing an eight-month transition credit. This memo is to provide guidance on how to account for any amount received as a result of BWC's transition to prospective billing in completing the Nursing Facility cost report.

For calendar year 2015 cost reporting purposes, any BWC transition credit received should be credited to the workers compensation expense account proportionately in the applicable cost center. This credit should offset costs in order to accurately transition records to the prospective billing system and avoid double payment by providers.

Please note that this credit is not comparable to the 2013 BWC "A Billion Back" program reimbursement. For calendar year 2013 cost reporting purposes, the BWC "A Billion Back" program reimbursement received was included on Attachment 1 "Revenue Trial Balance" in account 5400, Other Services, due to the fact that it was a one-time payment intended to support the administration's focus on creating jobs.

Please feel free to contact us at 614-752-4389 with questions in regard to this memo or any other questions related to Nursing Facilities.