
Medicare

Provider Reimbursement Manual

Part 1, Chapter 6, Grants, Gifts, and Income from Endowments

Department of Health &
Human Services (DHHS)
Centers for Medicare &
Medicaid Services (CMS)

Transmittal 455

Date: December 14, 2012

<u>HEADER SECTION NUMBERS</u>	<u>PAGES TO INSERT</u>	<u>PAGES TO DELETE</u>
Table of Contents, Chapter 6	6-1 (1 p.)	6-1 (1 p.)
600 – 614	6-3 (1 p.)	6-3 (1 p.)

CLARIFIED/UPDATED MATERIAL--*EFFECTIVE DATE*: Not applicable

Introduction, is added to clarify that the policies in the manual apply to providers in completing the Medicare cost report.

DISCLAIMER: The revision date and transmittal number apply to the red italicized material only. All other material was previously published and remains unchanged.

CMS-Pub. 15-1-6

CHAPTER 6
GRANTS, GIFTS, AND INCOME FROM ENDOWMENTS

	<u>Section</u>
<i>Introduction</i>	
Principle	600
Definitions.....	602
Unrestricted Grants, Gifts, and Income from Endowments	602.1
Restricted Grants, Gifts, and Income from Endowments	602.2
[Removed and reserved]	604
[Removed and reserved]	606
[Removed and reserved]	607
[Removed and reserved]	608
[Removed and reserved]	610
[Removed and reserved]	612
[Removed and reserved]	614

THIS PAGE IS INTENTIONALLY LEFT BLANK.

INTRODUCTION--Providers must follow the Medicare principles of reasonable cost reimbursement, including the provisions of this chapter and other chapters in this manual, when completing the Medicare cost report. Home offices must also follow these principles when completing a home office cost statement.

600. PRINCIPLE

For cost reporting periods beginning on or after October 1, 1983, grants, gifts, and income from endowments, whether or not the donor restricts the use for a specific purpose, are not deducted from a provider's operating costs in computing reimbursable cost. For periods beginning prior to October 1, 1983, restricted grants, gifts, or endowment income designated by a donor for paying specific operating costs were deducted from the particular operating cost or group of costs.

602. DEFINITIONS

602.1 Unrestricted Grants, Gifts, and Income from Endowments.--Unrestricted grants, gifts, and income from endowments are funds, cash or otherwise, given to a provider without restriction by the donor as to their use.

602.2 Restricted Grants, Gifts, and Income from Endowments.--Restricted or designated grants, gifts, and income from endowments are funds, cash or otherwise, which must be used only for a specific purpose designated by the donor. This does not refer to unrestricted grants, gifts, or income from endowments which have been restricted for a specific purpose by the provider.

604. [Removed and reserved]

606. [Removed and reserved]

607. [Removed and reserved]

608. [Removed and reserved] (See § 2102.4.)

610. [Removed and reserved] (See § 2102.4.)

612. [Removed and reserved]

614. [Removed and reserved]