

OPTIONAL PENALTY WORKSHEET FOR COMPANY USE ONLY. DO NOT SUBMIT TO POOL

I. <u>FACILITY CLAIMS ONLY: PENALTY CALCULATION FOR LATE PAID AND UNDERPAID CLAIMS*</u> (Sections 843.342 & 1301.137, Texas Insurance Code)	
A. Late Paid Claim (Sections 843.342 (a), (b) & (c) & 1301.137 (a), (b) & (c)):	
1. Claim paid after the required determination date, but before the 46 th day after that date, the <u>lesser</u> of 50% of the difference between billed charges and the contracted rate <u>or</u> \$100,000.	\$
2. Claim paid on or after the 46 th day but before the 91 st day after the required determination date, the <u>lesser</u> of 100% of the difference between billed charges and the contracted rate <u>or</u> \$200,000.	\$
3. Claim paid on or after the 91 st day after the required determination date: the <u>lesser</u> of 100% of the difference between billed charges and the contracted rate <u>or</u> \$200,000; <u>plus</u> 18% annual interest on that amount.	\$
4. TOTAL PENALTIES FOR LATE PAID CLAIMS:	\$
B. Underpaid Claim For Which Balance of Claim is Paid Late (Sections 843.342 (d), (e) & (f) and 1301.137 (d), (e) & (f)), penalty amount <u>in addition to</u> payment of the balance of the contracted rate owed:	
1. Contract rate balance paid after the required determination date, but before the 46 th day after that date, the <u>lesser</u> of 50% of the unpaid balance <u>or</u> \$100,000.	\$
2. Contract rate balance paid on or after the 46 th day but before the 91 st day after the required determination date, the <u>lesser</u> of 100% of the unpaid balance <u>or</u> \$200,000.	\$
3. Contract rate balance paid on or after the 91 st day after the required determination date: the <u>lesser</u> of 100% of the unpaid balance <u>or</u> \$200,000; <u>plus</u> 18% annual interest on that amount.	\$
4. TOTAL PENALTIES ON UNDERPAID CLAIMS	\$
C. TOTAL PENALTIES ON LATE PAID AND UNDERPAID CLAIMS (I.A.4 and I.B.4)	\$

II. <u>NON-FACILITY CLAIMS ONLY: PENALTY CALCULATION FOR LATE PAID CLAIMS*</u> (Sections 843.342 (c) and 1301.137 (c), Texas Insurance Code)	
Interest <u>only</u> on clean claim paid on or after the 91 st day after the required determination date. (Do not include non-interest penalties on late paid claims; do not include interest or other penalties on underpaid claims.)	\$

* Do not include contract rate amount in penalties paid. Report applies only to clean claims or clean claim balances paid in the reported month.