

Late Charge Examples

The following examples are based on a late charge of 4% (and an interest rate of 0%, or no interest charges). Examples include:

- Late Payment
- Missed Payments (Late Charges Paid)
- Missed Payments (Late Charges Not Paid)
- Premium Shortage after Billing (Late Charge Not Paid)
- Monthly Premium Corrected to a Greater Amount

Late Payment

March	April																
<p>1 No payment remitted February premium of \$25 billed on February 15 and payment due on March 1</p>	<p>1 Payment due for March bill No payment remitted</p>																
<p>11 Payment remitted: \$25.00 Late fee will be assessed on February premium (to be billed on March 15)</p>	<p>9 Payment remitted: \$26.00</p> <p>11 No late fee assessed on March premium</p>																
<p>15 March bill processed (payment due April 1) The bill includes:</p> <table style="width: 100%; border: none;"> <tr> <td colspan="2"><i>Premium:</i></td> </tr> <tr> <td style="padding-left: 20px;">Current Premium Owed (Mar)</td> <td style="text-align: right;">\$25.00</td> </tr> <tr> <td colspan="2"><i>Late:</i></td> </tr> <tr> <td style="padding-left: 20px;">Current Late Owed (Feb premium unpaid by 3/10)</td> <td style="text-align: right;">\$ 1.00</td> </tr> <tr> <td>Total Billed:</td> <td style="text-align: right;">\$26.00</td> </tr> </table>	<i>Premium:</i>		Current Premium Owed (Mar)	\$25.00	<i>Late:</i>		Current Late Owed (Feb premium unpaid by 3/10)	\$ 1.00	Total Billed:	\$26.00	<p>15 April bill processed (payment due May 1) The bill includes:</p> <table style="width: 100%; border: none;"> <tr> <td colspan="2"><i>Premium:</i></td> </tr> <tr> <td style="padding-left: 20px;">Current Premium Owed (Apr)</td> <td style="text-align: right;">\$25.00</td> </tr> <tr> <td>Total Billed:</td> <td style="text-align: right;">\$25.00</td> </tr> </table>	<i>Premium:</i>		Current Premium Owed (Apr)	\$25.00	Total Billed:	\$25.00
<i>Premium:</i>																	
Current Premium Owed (Mar)	\$25.00																
<i>Late:</i>																	
Current Late Owed (Feb premium unpaid by 3/10)	\$ 1.00																
Total Billed:	\$26.00																
<i>Premium:</i>																	
Current Premium Owed (Apr)	\$25.00																
Total Billed:	\$25.00																

Missed Payments (Late Charges Paid)

March	April	May
1 No payment remitted February premium of \$25 billed on February 15 and payment due on March 1	1 Payment due for March bill No payment remitted	1 Payment due for April bill No payment remitted
		9 Payment remitted: \$77.00
11 No payment remitted Late fee will be assessed on unpaid February premium (to be billed on March 15)	11 No payment remitted Late fee will be assessed on unpaid March premium (to be billed on April 15)	11 No late fee assessed on April premium since April bill was paid in full
15 March bill processed (payment due April 1) The bill includes: <i>Premium:</i> Current Premium Owed (Mar) \$25.00 Past Premium Owed (Feb) <u>\$25.00</u> \$50.00 <i>Late:</i> Current Late Owed (Feb premium unpaid by 3/10) <u>\$ 1.00</u> Total Billed: \$51.00	15 April bill processed (payment due May 1) The bill includes: <i>Premium:</i> Current Premium Owed (Apr) \$25.00 Past Premium Owed (Feb and Mar) <u>\$50.00</u> \$75.00 <i>Late:</i> Current Late Owed (Mar premium unpaid by 4/10) \$ 1.00 Past Late Owed (Feb premium unpaid by 3/10) <u>\$ 1.00</u> \$ 2.00 Total Billed: \$77.00	15 May bill processed (payment due June 1) The bill includes: <i>Premium:</i> Current Premium Owed (May) \$25.00 Past Premium Owed <u>\$ 0</u> \$25.00 Total Billed: \$25.00

Missed Payments (Late Charges Not Paid)

March	April	May
1 No payment remitted February premium of \$25 billed on February 15 and payment due on March 1	1 Payment due for March bill No payment remitted	1 Payment due for April bill No payment remitted
		9 Payment remitted: \$75.00 (\$2.00 applied to late fees and \$73.00 applied to premium charges)
11 No payment remitted Late fee will be assessed on unpaid February premium (to be billed on March 15)	11 No payment remitted Late fee will be assessed on unpaid March premium (to be billed on April 15)	11 Late fee will be assessed on \$2.00 unpaid April premium (to be billed on May 15)
15 March bill processed (payment due April 1) The bill includes: <i>Premium:</i> Current Premium Owed (Mar) \$25.00 Past Premium Owed (Feb) <u>\$25.00</u> \$50.00 <i>Late:</i> Current Late Owed (Feb premium unpaid by 3/10) <u>\$ 1.00</u> Total Billed: \$51.00	15 April bill processed (payment due May 1) The bill includes: <i>Premium:</i> Current Premium Owed (Apr) \$25.00 Past Premium Owed (Feb and Mar) <u>\$50.00</u> \$75.00 <i>Late:</i> Current Late Owed (Mar premium unpaid by 4/10) \$ 1.00 Past Late Owed (Feb premium unpaid by 3/10) <u>\$ 1.00</u> \$ 2.00 Total Billed: \$77.00	15 May bill processed (payment due June 1) The bill includes: <i>Premium:</i> Current Premium Owed (May) \$25.00 Past Premium Owed (Apr) <u>\$ 2.00</u> \$27.00 <i>Late:</i> Current Late Owed (\$2.00 Apr premium unpaid by 5/10) <u>\$.08</u> Total Billed: \$27.08

Premium Shortage after Billing (Late Charge Not Paid)

March	April
1 No payment remitted February premium of \$25 billed on February 15 and payment due on March 1	1 Payment due for March bill No payment remitted
9 Payment remitted: \$25.00	9 Payment remitted: \$50.00 (\$1.00 applied to late fee and \$49.00 applied to premium charges)
11 No late fee assessed on February premium	11 Late fee will be assessed on \$1.00 unpaid March premium (to be billed on Apr 15)
15 March bill processed (payment due April 1) The bill includes: <i>Premium:</i> Current Premium Owed (Mar) \$25.00 Total Billed: \$25.00	15 April bill processed (payment due May 1) The bill includes: <i>Premium:</i> Current Premium Owed (Apr) \$25.00 Past Premium Owed (Mar) \$ 1.00 \$26.00 <i>Late:</i> Current Late Owed (Mar premium unpaid by 4/10) \$.04 Total Billed: \$26.04
20 Debit voucher processed due to non-sufficient funds for payment remitted on March 9. Past Premium Owed (Feb): \$25.00 Current Premium Owed (Mar) 3/15 Bill: <u>\$25.00</u> \$50.00 Current Late Owed (Feb premium unpaid): <u>\$ 1.00</u> Total Owed: \$51.00	

Monthly Premium Corrected to a Greater Amount

March	April	May
<p>1 No payment remitted</p> <p>February premium of \$20 billed on February 15 and payment due on March 1</p>	<p>1 Payment due for March bill</p> <p>No payment remitted</p>	<p>1 Payment due for April bill</p> <p>No payment remitted</p> <p>Monthly premium rate corrected from \$20.00 to \$25.00, effective March 1</p> <p>Past Premium Owed \$ 5.00 (Mar):</p> <p>Current Premium Owed (Apr): <u>\$25.00</u></p> <p style="text-align: right;">\$30.00</p> <p>Late Owed (\$5.00 March premium unpaid): <u>\$.20</u></p> <p>Total Owed \$30.20</p>
<p>9 Payment remitted: \$20.00</p>	<p>9 Payment remitted: \$20.00</p>	<p>9 Payment remitted: \$20.00 (\$0.20 applied to late fee and \$19.80 applied to premium charges)</p>
<p>11 No late fee assessed on February premium</p>	<p>11 No late fee assessed on March premium</p>	<p>11 Late fee will be assessed on \$10.20 unpaid April premium (to be billed on May 15)</p>
<p>15 March bill processed (payment due April 1)</p> <p>The bill includes:</p> <p><i>Premium:</i></p> <p>Current Premium Owed (Mar) \$20.00</p> <p>Total Billed: \$20.00</p>	<p>15 April bill processed (payment due May 1)</p> <p>The bill includes:</p> <p><i>Premium:</i></p> <p>Current Premium Owed (Apr) \$20.00</p> <p>Total Billed: \$20.00</p>	<p>15 May bill processed (payment due June 1)</p> <p>The bill includes:</p> <p><i>Premium:</i></p> <p>Current Premium Owed (May) \$25.00</p> <p>Past Premium Owed (Apr) <u>\$10.20</u></p> <p style="text-align: right;">\$35.20</p> <p><i>Late:</i></p> <p>Current Late Owed (\$10.20 Apr premium unpaid by 5/10) <u>\$.41</u></p> <p>Total Billed: \$35.61</p>