

## Exhibit A: Limitation of Charges/AGB

Hospital	AGB %	Method
Johnson City Medical Center	18%	1
Franklin Wood Community Hospital	21%	1
Woodridge Psychiatric Hospital	49%	1
Johnston Memorial Hospital	20%	1
Smyth County Community Hospital	20%	1
Russell County Hospital	23%	1
Indian Path Community Hospital	17%	1
Norton Community Hospital	25%	1
Sycamore Shoals Hospital	19%	1
Unicoi County Hospital	19%	1
Johnson County Community Hospital	34%	1
Dickenson Community Hospital	40%	1
Bristol Regional Medical Center	25%	1
Holston Valley Medical Center	23%	1
<b>Lee County Community Hospital</b>	32%	1
Lonesome Pine Hospital	20%	1
Hawkins County Memorial Hospital	24%	1
Hancock County Hospital	40%	1
Greeneville Community Hospital	19%	1

### Methods:

1. Under this method all claims paid by Medicare fee-for-service and private health insurers over a twelve-month period are used. For these claims, the sum of all allowable reimbursement amounts is divided by the sum of the associated gross charges.
2. Under this method all claims paid by Medicare fee-for-service over a twelve-month period are used. For these claims the sum of all allowable reimbursement amounts is divided by the sum of the associated gross charges.
3. Under this method the limitation of charges is calculated prospectively using the billing and coding process as if the eligible individual were a Medicare or Medicaid beneficiary and the reimbursement amounts are the Medicare or Medicaid allowable amounts for the services provided.
4. "Claims" for purposes of this Exhibit include claims for medically necessary services and claims for emergency services.

### How to Apply the 501 Amounts Billed (AGB) Percent

1. 501r is a mandated policy implemented by the Internal Revenue Service that Ballad Health must follow.
2. This percent is subject to review and modifications on an annual basis. For July 1, 2022 - June 30, 2023, the AGB percent ranges from 17% to 49% based on the above table. This percent is the maximum amount of gross charges that can be billed to patients who qualify for financial assistance, as displayed in the example below.

Gross Charges	\$1,000
AGB Percent	17%
Allowed billable to patient	\$170
Charity	\$830