



**Pennsylvania Compensation Rating Bureau**

1339 Chestnut Street • Philadelphia, PA 19107-3577 (215) 568-2371 FAX (215) 564-4328

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**PENNSYLVANIA TEST AUDIT PROGRAM**

**BULLETIN # 10**

At a meeting of the Audit Sub-committee held on October 24, 1989 in the office of the Pennsylvania Compensation Rating Bureau, the following administrative rules were approved to be implemented as of January 1, 1990:

1. That the premium limit of policies excluded in the Test Audit Random Sample be increased from \$1,500 to \$2,500.
2. That the new level of premium difference be increased from \$300 or 1% to \$500 or 2%. Test audit results generating a premium difference of less than \$500 or 2% will be considered compatible with insurance carrier's audit results in all cases.
3. When the unit statistical report has to be used to compare Carrier's Audit with Bureau's Audit because carrier information was not submitted, any premium differences exceeding the standard will be automatically included as a Test Audit Difference in the quarterly report. Any response after that date could effect a revision in our audit, but will not effect a change in our Quarterly Report Results.