

June 23, 2023

PENNSYLVANIA TEST AUDIT PROGRAM
TEST AUDIT BULLETIN #129

REVISIONS TO THE TEST AUDIT PROGRAM
INCLUSION OF OUT-OF-STATE EMPLOYERS PAYROLL IN TEST AUDIT SELECTION

Historically the PCRB's Test Audit Program has excluded employers with a central mailing address and/or payroll records which are outside of the states of Pennsylvania and Delaware because all test audits were conducted via a physical visit to the employer's location. Due to technological advances as a result of Covid-19, PCRB has successfully been able to complete test audits using a remote and hybrid approach.

As a result of this new approach PCRB staff consulted with the Audit Committee and the Classification and Rating Committee and determined the exception to exclude policies where the mailing address or the payroll records are located outside of Pennsylvania or Delaware is no longer appropriate.

Effective with the October 1, 2023, test audit notifications any employer with an out of state mailing address, or where payroll records are located out of state, will be eligible for test audit selection. The employer's mailing address or the location of the records will no longer be an acceptable reason for rescission.

This change supersedes the Test Audit Program as outlined in PCRB Circular #1705, Revisions to the Test Audit Program dated July 1, 2018. Updated language to the Test Audit Program Guidebook will be posted at a later date.

Questions regarding the Test Audit Program or this amendment to the selection criteria can be directed to Christina Yost (215-320-4552 or cyost@pcrb.com).