January 21, 1988

## Pennsylvania Test Audit Program Bulletin #2

At a meeting of the Audit Sub-Committee held on April 22, 1987 in the office of the Pennsylvania Compensation Rating Bureau, the following administrative rules were approved to be implemented as of the meeting date:

- 1) That the premium limit of policies excluded in the Test Audit random sample be increased from \$500 to \$1500.
- 2) That the new level of premium difference be increased from \$200 to \$300. Test Audit results generating a premium difference of less than \$300 will be considered compatible with the insurance carrier's audit results in all cases. The one percent of the total earned premium standard will remain as is.

JOHN H. RITTERSBACHER VICE PRESIDENT