



Minnesota Workers' Compensation
Insurers Association, Inc.
7701 France Avenue South • Suite 450
Minneapolis, MN 55435-3200

January 30, 2002

ALL ASSOCIATION MEMBERS

Circular Letter No. 02-1379

RE: 2001 TEST AUDIT SUMMARY REPORT

Attached are the summary sheets showing the results of the 2001 Test Audit Program of the Minnesota Workers Compensation Insurers Association Inc. For your convenience, the report lists all test audits completed between January 1, 2001 and December 31, 2001 and is sorted in carrier number order.

Very truly yours,

Thomas J. McCarty
Director of Member & Customer Service

MINNESOTA WORKERS' COMPENSATION INSURERS ASSOCIATION, INC.**Test Audits Completed January 1, 2001 - December 31, 2001**

Assoc. File Number	Insurance Company	Test Audit Payroll	Company Audit Payroll	Code(s)	Total Payroll Difference
0326500	10030	646,620	646,620		0
0928577	10030	6,101,528	6,101,528		0
0928577	10030	6,101,528	6,101,528		0
1291009	10170	614,465	614,465		0
0235938	10243	1,595,091	1,595,091		0
2348179	10243	434,570	434,570		0
0312436	10243	1,794,979	1,794,979		0
1731416	10243	2,502,141	2,502,141		0
0233862	10243	7,264,092	7,264,092		0
0871265	10243	1,098,436	1,098,436		0
1424173	10243	1,245,777	1,245,777		0
2114194	10243	594,631	594,631		0
0724130	10243	119,493	119,149	P2	344
0652954	10804	12,840,339	12,840,339		0
1776096	11061	96,299	96,299		0
0432598	11061	398,589	398,589		0
0747106	11061	2,504,810	2,504,810		0
1039679	11061	363,247	363,247		0
0393460	11061	1,153,000	1,153,000		0
2194244	11061	399,254	399,254		0
2602342	11061	503,494	503,494		0
0523895	11061	592,994	592,994		0
3134352	11061	250,000	251,325	P2	-1,325
1123700	11061	551,179	551,179		0
0361682	11347	959,441	959,441		0
0558125	12408	1,086,838	1,086,838		0
1838431	12408	741,610	741,610		0
1903888	12408	1,832,179	1,832,179		0
2281430	12408	236,290	236,290		0
0439061	12408	119,981	119,981		0
0624900	12408	346,180	346,180		0
0786101	12408	151,636	151,636		0
1967266	12408	576,787	576,787		0
1003100	12408	1,210,027	1,210,027		0

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1275500	12408	1,990,738	1,990,738		0
0446700	12416	1,888,066	1,888,066		0
2201852	12610	1,150,200	1,150,200		0
1938797	12688	972,412	972,412		0
1752456	12688	77,948	77,948		0
0871494	12688	909,246	909,246		0
0831972	12688	7,040,058	7,040,058		0
2003082	12688	769,342	769,342		0
0659592	12688	647,822	647,822		0
3134341	12807	56,710	56,710		0
0191159	12998	346,494	346,494		0
0102300	13579	7,407,614	7,407,614		0
0068578	13692	4,155,964	4,155,964		0
0068578	13692	4,155,964	4,155,964		0
0984469	13692	8,177,916	8,177,916		0
0166200	13692	23,734,182	23,734,182		0
2237822	13692	1,571,105	1,571,105		0
1185144	13692	1,401,047	1,401,047		0
0566748	13692	10,704,096	10,704,096		0
0562548	13692	2,417,199	2,417,199		0
1108085	13692	1,633,925	1,633,925		0
2381575	13692	134,155	134,155		0
0904180	13692	1,648,918	1,648,918		0
0174408	13692	1,956,637	1,956,637		0
0078026	13706	5,273,734	5,273,734		0
1079204	13706	6,469,260	6,469,260		0
2706440	13706	611,287	611,287		0
0544345	13706	133,785	133,785		0
1175386	13706	8,487,051	8,487,051		0
2101769	13706	321,969	321,969		0
0998141	13706	131,263	131,263		0
0136930	14230	8,786,721	8,786,721		0
2725398	14842	113,469	113,469		0
3126784	14842	14,019	14,019		0

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2070499	15032	15,137,691	15,137,691		0
0511633	15032	792,715	792,715		0
2238950	15571	451,436	451,436		0
2478854	15571	695,413	695,413		0
2684950	15865	367,472	367,472		0
2377748	15865	75,758	75,758		0
0713252	15865	74,171	74,171		0
1394495	15865	408,766	408,766		0
0211958	15865	4,372,922	4,372,922		0
0055930	15865	43,221,121	43,221,121		0
0379158	15865	4,670,519	4,670,519		0
1224190	15865	398,795	398,795		0
1883526	15865	594,175	594,175		0
2099209	15865	123,240	123,240		0
2732360	15865	7,962,314	7,962,314		0
1058895	15865	223,586	223,586		0
1998161	15865	155,826	155,826		0
0942634	15865	81,167	81,167		0
0345270	15865	36,235,802	36,235,802		0
1036220	15865	163,814	163,814		0
0045420	15865	150,241	150,241		0
0708119	15865	463,924	463,924		0
1891987	15865	4,991,730	4,991,730		0
2392518	15865	59,434	59,434		0
0311162	15865	64,863	64,863		0
1237691	15865	189,265	189,265		0
1403141	15865	458,039	458,039		0
1172077	15865	43,700	43,700		0
0905348	15865	183,945	183,945		0
0604518	15865	21,238	21,238		0
1389807	15865	89,237	89,237		0
1884778	15865	20,052	20,052		0
0990248	15865	29,122	29,122		0
0421634	15865	272,931	272,931		0
0493317	15962	196,089	196,089		0

MINNESOTA WORKERS' COMPENSATION INSURERS ASSOCIATION, INC.**Test Audits Completed January 1, 2001 - December 31, 2001**

Assoc. File Number	Insurance Company	Test Audit Payroll	Company Audit Payroll	Code(s)	Total Payroll Difference
0583464	16446	307,644	307,644		0
0584096	16586	38,488,933	38,488,933		0
1383582	16985	183,229	183,229		0
2398656	17175	3,458,023	3,458,023		0
2253585	17426	364,554	364,554		0
0755850	17426	1,454,742	1,454,742		0
3048195	17426	38,933	38,933		0
1852019	17426	242,703	242,703		0
1064673	18147	202,102	202,102		0
2485320	18376	182,529	182,529		0
2181088	21814	26,846,749	26,846,749		0
0064521	21814	4,976,221	4,976,221		0
0611697	22799	2,315,680	2,315,680		0
0769711	22799	973,659	973,659		0
1328786	22799	664,382	664,382		0
2616882	22799	1,231,062	1,231,062		0
0506192	22799	1,186,603	1,186,603		0
0478300	22799	2,945,531	2,945,531		0
0875937	22799	32,968	32,968		0
1749358	22799	3,060,824	3,060,824		0
0823775	22799	1,308,085	1,308,085		0
1739972	22799	6,799	6,799		0
0135267	22799	964,090	964,090		0
2807416	22799	340,007	340,007		0
0679950	22799	2,083,584	2,083,584		0
2570475	22799	1,145,660	1,145,660		0
1740539	22799	173,840	173,840		0
0200751	22799	1,416,411	1,416,411		0
0249378	22799	369,597	369,597		0
0416649	22799	3,825,266	3,825,266		0
2588404	22799	579,876	579,876		0
2486792	22799	274,536	274,536		0
1091379	22799	371,114	371,114		0
2397447	22799	908,810	908,810		0

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Assoc. File Number	Insurance Company	Test Audit Payroll	Company Audit Payroll	Code(s)	Total Payroll Difference
1150545	22799	3,517,096	3,517,096		0
0753025	22799	593,866	593,866		0
0470694	22799	248,161	248,161		0
0058599	22799	1,403,810	1,403,810		0
1426940	22799	13,972,874	13,972,874		0
2298872	22799	1,299,895	1,299,895		0
0395072	22799	570,409	570,409		0
2402122	22799	792,331	792,331		0
0412937	22799	608,721	608,721		0
0382760	22799	434,129	434,129		0
1736094	22799	3,966,132	3,966,132		0
1269828	24759	2,261,483	2,261,483		0
3076407	26379	229,503	229,503		0
1172697	27243	2,350,999	2,350,999		0
0610771	27243	23,723,051	23,723,051		0
0721182	27243	47,498,288	47,498,288		0
2735890	27243	121,030,344	121,030,344		0
0043087	27243	63,202,010	63,202,010		0
1051393	29734	1,935,572	1,935,572		0
0581240	29734	420,362	420,362		0
1117114	29734	310,159	310,159		0
1243373	29734	1,510,064	1,510,064		0

MINNESOTA WORKERS' COMPENSATION INSURERS ASSOCIATION, INC.
Test Audits Completed January 1, 2001 - December 31, 2001

Summary Totals - Test Audit Program 01/01/2001

Total Association Payroll	690,562,359	Total Plus Difference	344
Total Company Payroll	690,563,340	Total Minus Difference	-1,325
Difference (m/p)	1,669	Net Difference (m/p)	1,669
		Total Differences	1,669

Note: Payroll difference per policy audit represent only net

Note: Reported Payroll means differences that resulted from company audits versus that which must be for statistical

There were 159 test audits of which 2 developed differences.

It should be noted that test audits are selected on a random basis from unit statistical reports. Due to special projects including the MCPAP project and Training, the number of Test Audits is less than previous years.

Difference Reasons

Payroll Differences:

- P1: Officer, partner, individual payroll limitations
- P2: Overtime Credit
- P3: No payroll verification
- P4: Rule IV payroll inclusions/exclusions
- P5: Mathematical - extension errors
- P6: All other differences

Classification Differences:

- C1: Standard exceptions
- C2: Executive officers, partners, sole proprietors
- C3: Improper splitting of individuals payrolls
- C4: Change of claim on audit
- C5: All Other