



Minnesota Workers' Compensation
Insurers Association, Inc.

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January 30, 2020

ALL ASSOCIATION MEMBERS

Circular Letter No. 20-1758

RE: 2019 Test Audit Summary Report

Attached are the summary sheets showing the results of the 2019 Test Audit Program by the Minnesota Workers' Compensation Insurers Association Inc. (MWCIA). For your convenience, the report lists all test audits completed from January 1, 2019 through December 31, 2019 and is sorted by Carrier ID in the voluntary and assigned risk markets.

If you have any questions regarding this report, please contact Trice Tormoen, Underwriting Supervisor, at 952-897-6402 or by emailing trice.tormoen@mwcia.org.

MWCIA

Test Audit Program



Assigned Risk - Mail Audits

Test Audits Completed

January 1, 2019 - December 31, 2019

Minnesota Workers Compensation Insurers Association

Assigned Risk Market - Mail Audits

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 1	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	3612003	12368	53,352	53,352		0
	3564557	12368	51,200	58,400	P6	-7,200
	3322788	12368	98,892	98,892	C4	0
	3203421	12368	50,237	50,237		0
	2138034	12368	81,134	80,099	P6	1,035
	3136868	39579	165,374	165,374	C4	0
	2528258	39579	72,514	61,959	P4	10,555
	3615684	39579	161,802	161,802		0
	3659399	39579	53,391	53,391		0

Quarterly Total Test Audit Payroll: **787,896**

Quarterly Total Company Audit Payroll: **783,506**

Quarterly Total Payroll Difference: **4,390**

The selection criteria for this report is based on a flag which indicates whether it is a "Physical or a "Mail" audit. The audits shown in this "Assigned Risk Market - Mail Audits" report are those audits that were completed within the time frame indicated in the report header, which passed the data validation and have been flagged as "Mail". This will include audits between the \$3,000 - \$10,000 range that are experience rated (only those flagged as "Mail" audits). This will not include audits with a premium greater than \$10,000.

Minnesota Workers Compensation Insurers Association

Assigned Risk Market - Mail Audits

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 2	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	1861875	12368	56,394	56,394		0
	2931516	39579	413,555	413,555		0

Quarterly Total Test Audit Payroll: **469,949**

Quarterly Total Company Audit Payroll: **469,949**

Quarterly Total Payroll Difference: **0**

The selection criteria for this report is based on a flag which indicates whether it is a "Physical or a "Mail" audit. The audits shown in this "Assigned Risk Market - Mail Audits" report are those audits that were completed within the time frame indicated in the report header, which passed the data validation and have been flagged as "Mail". This will include audits between the \$3,000 - \$10,000 range that are experience rated (only those flagged as "Mail" audits). This will not include audits with a premium greater than \$10,000.



Minnesota Workers Compensation Insurers Association

Assigned Risk Market - Mail Audits

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 3	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	3626257	39579	59,612	59,612		0

Quarterly Total Test Audit Payroll: 59,612

Quarterly Total Company Audit Payroll: 59,612

Quarterly Total Payroll Difference: 0

The selection criteria for this report is based on a flag which indicates whether it is a "Physical or a "Mail" audit. The audits shown in this "Assigned Risk Market - Mail Audits" report are those audits that were completed within the time frame indicated in the report header, which passed the data validation and have been flagged as "Mail". This will include audits between the \$3,000 - \$10,000 range that are experience rated (only those flagged as "Mail" audits). This will not include audits with a premium greater than \$10,000.



Minnesota Workers Compensation Insurers Association

Assigned Risk Market - Mail Audits

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 4	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	1535595	12368	109,255	117,720	P5	-8,465
	3197718	12368	210,854	196,419	C4 P6	14,435

Quarterly Total Test Audit Payroll: **320,109**

Quarterly Total Company Audit Payroll: **314,139**

Quarterly Total Payroll Difference: **5,970**

The selection criteria for this report is based on a flag which indicates whether it is a "Physical or a "Mail" audit. The audits shown in this "Assigned Risk Market - Mail Audits" report are those audits that were completed within the time frame indicated in the report header, which passed the data validation and have been flagged as "Mail". This will include audits between the \$3,000 - \$10,000 range that are experience rated (only those flagged as "Mail" audits). This will not include audits with a premium greater than \$10,000.



Minnesota Workers Compensation Insurers Association

Assigned Risk Market - Mail Audits

Test Audits Completed January 1, 2019 - December 31, 2019

YTD Total Test Audit Payroll:	1,637,566
YTD Total Company Audit Payroll:	1,627,206
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YTD Total Payroll Difference:	10,360

Total Audits:	14
Total Audits requiring corrected USRs: *	4
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Percentage of Audits requiring corrected USRs: *	28.6 %

Summary of Differences:

Payroll Difference	Count	Classification Difference	Count
P1	0	C1	0
P2	0	C2	0
P3	0	C3	0
P4	1	C4	3
P5	1	C5	0
P6	3		
P7	0		

Difference Reasons

Payroll Differences:

- P1: Officer, partner, individual and family members payroll inclusion, exclusion or limitation
- P2: Overtime Credit
- P3: Reported payroll not within policy period dates
- P4: Rule 2 payroll inclusions/exclusions
- P5: Mathematical - extension errors
- P6: All other differences
- P7: Accepting insured figures without an audit

Classification Differences:

- C1: Standard exceptions
- C2: Executive officers, partners, sole proprietors
- C3: Improper splitting of individuals payrolls
- C4: Classification variance
- C5: All Other

* Test Audits that develop a reportable difference in payroll (\$3,000 difference in reportable payroll or in excess of 2% of total payroll) or classification code (a change in governing code).

MWCIA

Test Audit Program



Assigned Risk - Physical Audits

Test Audits Completed

January 1, 2019 - December 31, 2019

Minnesota Workers Compensation Insurers Association

Assigned Risk Market - Physical Audits

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 1	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	3707381	12368	77,500	55,950	C4 P5	21,550
	2753170	12368	53,352	53,352		0
	3204345	12368	53,774	60,892	P5	-7,118
	3714156	12368	73,115	72,972	P6	143
	3705241	12368	64,484	79,344	P1 P6	-14,860
	3611195	12368	90,393	90,393		0
	3555528	39579	51,428	51,428		0
	2574985	39579	51,428	51,428		0
	3607214	39579	79,744	79,744		0
	2855747	39579	70,400	72,000	P6	-1,600
	3180848	39579	75,597	75,597		0
	0581682	39579	51,890	51,890		0
	3548567	39579	51,428	51,428	C4	0

Quarterly Total Test Audit Payroll: **844,533**

Quarterly Total Company Audit Payroll: **846,418**

Quarterly Total Payroll Difference: **(1,885)**

The selection criteria for this report is based on a flag which indicates whether it is a "Physical or a "Mail" audit. The audits shown in this "Assigned Risk Market - Physical Audits" report are those audits that were completed within the time frame indicated in the report header, which passed the data validation and have been flagged as "Physical". This will include audits in the > \$3,000 premium range and are experience rated.

Minnesota Workers Compensation Insurers Association

Assigned Risk Market - Physical Audits

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 2	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	3672680	12368	70,688	70,688	C4	0
	3272649	39579	84,773	84,773		0
	2584018	39579	52,791	52,791		0
	2062992	39579	69,100	69,100		0
	3525397	39579	244,651	244,651		0
	2679507	39579	51,470	51,470		0

Quarterly Total Test Audit Payroll: **573,473**

Quarterly Total Company Audit Payroll: **573,473**

Quarterly Total Payroll Difference: **0**

The selection criteria for this report is based on a flag which indicates whether it is a "Physical or a "Mail" audit. The audits shown in this "Assigned Risk Market - Physical Audits" report are those audits that were completed within the time frame indicated in the report header, which passed the data validation and have been flagged as "Physical". This will include audits in the > \$3,000 premium range and are experience rated.

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Minnesota Workers Compensation Insurers Association

Assigned Risk Market - Physical Audits

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 3	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	3603043	12368	541,512	541,512		0
	3305943	12368	860,844	860,844		0
	3612663	39579	177,298	175,377	P2	1,921
	2354756	39579	417,031	417,031		0
	1018264	39579	75,884	75,884		0

Quarterly Total Test Audit Payroll: **2,072,569**

Quarterly Total Company Audit Payroll: **2,070,648**

Quarterly Total Payroll Difference: **1,921**

The selection criteria for this report is based on a flag which indicates whether it is a "Physical or a "Mail" audit. The audits shown in this "Assigned Risk Market - Physical Audits" report are those audits that were completed within the time frame indicated in the report header, which passed the data validation and have been flagged as "Physical". This will include audits in the > \$3,000 premium range and are experience rated.

MWV CIA

Minnesota Workers Compensation Insurers Association

Assigned Risk Market - Physical Audits

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 4	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	3435968	12368	1,647,427	1,700,920	P6	-53,493
	3291753	12368	122,303	122,303		0
	3608023	39579	133,989	133,989	C4	0
	3198279	39579	165,017	165,017		0

Quarterly Total Test Audit Payroll: **2,068,736**

Quarterly Total Company Audit Payroll: **2,122,229**

Quarterly Total Payroll Difference: **(53,493)**

The selection criteria for this report is based on a flag which indicates whether it is a "Physical or a "Mail" audit. The audits shown in this "Assigned Risk Market - Physical Audits" report are those audits that were completed within the time frame indicated in the report header, which passed the data validation and have been flagged as "Physical". This will include audits in the > \$3,000 premium range and are experience rated.



Minnesota Workers Compensation Insurers Association

Assigned Risk Market - Physical Audits

Test Audits Completed January 1, 2019 - December 31, 2019

YTD Total Test Audit Payroll:	5,559,311
YTD Total Company Audit Payroll:	5,612,768
YTD Total Payroll Difference:	(53,457)

Total Audits:	28
Total Audits requiring corrected USRs: *	8
Percentage of Audits requiring corrected USRs: *	28.6 %

Summary of Differences:

Payroll Difference	Count	Classification Difference	Count
P1	1	C1	0
P2	1	C2	0
P3	0	C3	0
P4	0	C4	4
P5	2	C5	0
P6	4		
P7	0		

Difference Reasons

Payroll Differences:

- P1: Officer, partner, individual and family members payroll inclusion, exclusion or limitation
- P2: Overtime Credit
- P3: Reported payroll not within policy period dates
- P4: Rule 2 payroll inclusions/exclusions
- P5: Mathematical - extension errors
- P6: All other differences
- P7: Accepting insured figures without an audit

Classification Differences:

- C1: Standard exceptions
- C2: Executive officers, partners, sole proprietors
- C3: Improper splitting of individuals payrolls
- C4: Classification variance
- C5: All Other

* Test Audits that develop a reportable difference in payroll (\$3,000 difference in reportable payroll or in excess of 2% of total payroll) or classification code (a change in governing code).

MWCIA

Test Audit Program



Voluntary Market

Test Audits Completed

January 1, 2019 - December 31, 2019

Minnesota Workers Compensation Insurers Association

Voluntary Market

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 1	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	0695858	10138	471,918	471,096	P6	822
	3740498	10448	351,446	412,547	P1	-61,101
	3132117	11169	311,146	311,146		0
	1833758	11169	186,746	186,746		0
	0846066	11169	1,946,715	1,765,853	P7	180,862
	2652480	11169	146,820	176,665	P1 P6	-29,845
	3139189	11169	235,808	206,568	P1	29,240
	1461400	11169	662,456	638,068	P1	24,388
	3222896	11169	269,359	229,036	P7	40,323
	1347179	11169	1,291,413	1,291,413		0
	3595573	11444	770,534	772,104	P6	-1,570
	1283600	13633	1,687,363	1,687,363	C4	0
	3296329	13633	288,404	358,498	P6	-70,094
	3419166	13633	2,053,625	2,053,625	C5	0
	2238985	14516	490,658	490,658		0
	3402767	14516	925,769	1,043,313	P1	-117,544
	3187216	14516	557,093	557,093		0
	3678685	15385	396,123	396,123		0
	0335959	15539	322,180	322,180		0
	0330272	15539	131,721	151,544	P6	-19,823
	3310878	15873	217,029	215,321	P2 P3	1,708
	3320454	15873	312,141	298,491	P3	13,650
	3541911	15873	276,341	276,341	C4	0
	0966126	15873	101,000	101,000		0
	2764822	15962	304,358	303,742	P6	616
	0480479	15962	434,573	434,573		0
	0781177	15962	734,370	734,370		0
	1900315	15962	367,199	370,326	C3 P2	-3,127
	2272733	15962	1,210,921	1,174,153	P6	36,768
	0532010	16985	316,577	315,680	P6	897
	3435251	17035	239,870	300,807	P1	-60,937

Minnesota Workers Compensation Insurers Association

Voluntary Market

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 1	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	0096210	17035	1,488,820	1,496,718	P2	-7,898
	3589655	17035	421,083	415,784	P6	5,299
	0412333	17124	326,629	316,107	P2 P6	10,522
	3311299	17191	351,002	351,002		0
	3405227	17191	1,811,195	1,811,195	C4	0
	3265577	17191	1,083,717	1,083,717	C4	0
	3180993	17191	1,351,811	1,355,005	C4 P3	-3,194
	3300713	17191	1,201,217	1,189,310	P3	11,907
	3607816	17256	473,090	548,988	C1 P1 P6	-75,898
	3378408	17469	241,364	242,710	P2	-1,346
	3328374	18147	1,151,715	1,151,715		0
	3320188	18147	851,562	760,210	P5	91,352
	0642991	19968	318,077	318,077		0
	3135728	22241	1,056,901	1,056,901	C4 C5	0
	3163270	22241	59,808	104,561	P1	-44,753
	1677209	22241	1,595,894	1,595,894		0
	3138653	22241	176,782	173,927	P1	2,855
	0931454	22241	457,668	457,668		0
	3631627	22799	694,750	693,862	P2	888
	2771551	24562	1,819,076	1,819,076		0
	3287888	24562	704,546	716,349	P4	-11,803
	0746509	24562	357,548	357,548		0
	1355643	24562	621,989	621,989		0
	3676819	24759	249,015	247,307	P6	1,708
	3625157	24759	431,644	431,644	C4	0
	3118941	24759	135,167	135,167		0
	2193140	26135	2,049,885	2,049,885		0
	2338343	31283	1,474,751	1,302,778	P6	171,973
	0739626	31283	500,033	500,033	C4	0
	3345886	33928	453,588	451,813	P4	1,775
	2825244	33928	566,417	566,417		0

Minnesota Workers Compensation Insurers Association

Voluntary Market

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 1	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	3153121	39071	685,061	685,061		0

Quarterly Total Test Audit Payroll: **43,173,481**

Quarterly Total Company Audit Payroll: **43,054,861**

Quarterly Total Payroll Difference: **118,620**



Minnesota Workers Compensation Insurers Association

Voluntary Market

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 2	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	0523747	10448	1,158,159	1,191,604	P4	-33,445
	1096915	10863	736,248	736,248		0
	1227521	11169	889,257	889,257	C4	0
	3166635	11223	259,032	266,431	C4 P1	-7,399
	3190011	11347	136,429	153,077	P5	-16,648
	2040646	11347	1,133,461	1,064,005	C1 P5	69,456
	3462930	11347	1,613,264	1,616,849	C4 P6	-3,585
	3053997	14842	420,878	443,179	P6	-22,301
	1500589	15539	600,935	605,409	C5 P2	-4,474
	2161710	15571	260,109	256,307	P6	3,802
	2646056	15571	538,887	518,391	C4 P4	20,496
	3184007	15660	692,557	692,557		0
	3194359	15865	363,085	363,694	P4	-609
	3428166	15865	931,850	934,343	C4 P6	-2,493
	3647913	16144	1,063,240	1,063,240		0
	3188339	16446	253,505	259,238	P3	-5,733
	3111273	16446	399,322	511,103	P1 P3	-111,781
	3227035	16446	136,749	134,909	C4 P2	1,840
	3132441	16446	140,103	140,103		0
	3530910	17191	549,618	536,616	C4 P1 P3	13,002
	3204030	17256	328,026	328,026		0
	3141810	17256	583,355	636,293	P6	-52,938
	1241826	17256	319,140	319,140		0
	1771604	17256	498,326	425,528	P1	72,798
	2613352	17256	461,848	499,104	P1	-37,256
	2796465	17256	675,322	675,322		0
	0938254	17426	1,107,928	1,103,281	C4 P6	4,647
	2983273	17426	1,214,313	839,966	P7	374,347
	0478202	18147	263,345	263,345	C4 C5	0
	0133272	22241	571,378	559,994	P6	11,384
	3476849	22241	149,098	150,730	P1 P6	-1,632

Minnesota Workers Compensation Insurers Association

Voluntary Market

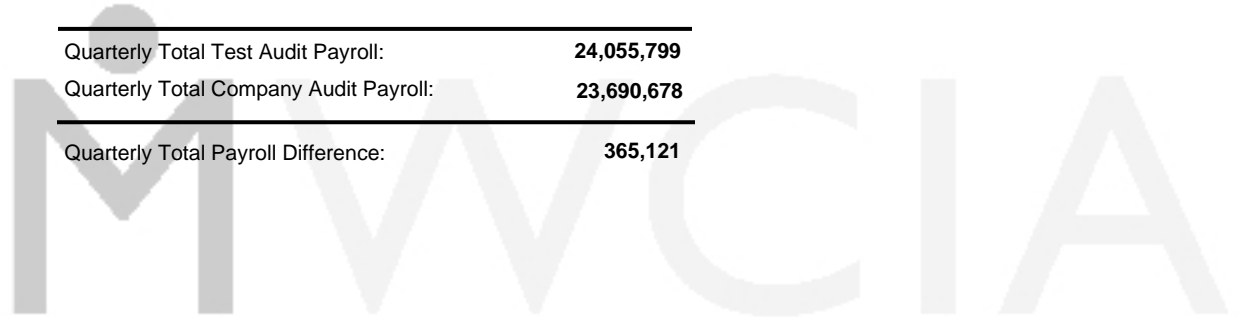
Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 2	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	3358647	22799	103,649	103,649		0
	3295346	22799	335,724	335,724		0
	2813530	22799	113,466	113,466		0
	0864358	22799	1,304,503	1,304,503		0
	3710268	22799	128,096	128,096		0
	0567612	22799	789,022	789,022		0
	0127140	22799	102,898	102,898		0
	1830198	24562	511,289	496,925	P5	14,364
	3599770	24759	214,836	194,060	P7	20,776
	3244080	31283	1,633,002	1,574,499	C4 P1	58,503
	3233651	33928	370,547	370,547		0

Quarterly Total Test Audit Payroll: **24,055,799**

Quarterly Total Company Audit Payroll: **23,690,678**

Quarterly Total Payroll Difference: **365,121**



Minnesota Workers Compensation Insurers Association

Voluntary Market

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 3	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	1142070	10448	111,663	122,413	P6	-10,750
	0871583	10448	1,185,469	1,185,469		0
	0747696	10448	553,197	532,612	P6	20,585
	3703685	10863	156,829	156,829		0
	1387219	11037	313,873	313,873		0
	0379140	11169	2,114,040	2,044,644	P4	69,396
	3179920	11223	1,676,917	1,664,976	P6	11,941
	3243688	11223	758,769	751,408	P1 P5	7,361
	3274677	11347	595,642	627,198	C4 P1	-31,556
	3628272	11347	50,308	143,995	P1	-93,687
	3302529	11347	206,507	245,980	P1	-39,473
	3203785	11347	479,251	475,735	P3	3,516
	2968886	12882	683,557	683,557		0
	0443913	13633	1,583,346	1,583,346		0
	2344866	13633	189,905	189,905		0
	3320451	15865	108,824	138,832	P1 P6	-30,008
	3605006	15865	189,896	210,147	P1 P6	-20,251
	1710729	15865	328,082	328,082		0
	3177073	15865	333,934	333,934		0
	3213629	15865	967,211	967,211		0
	3164299	15865	1,361,437	1,361,437		0
	2955571	15865	236,887	236,887		0
	3599474	15865	1,101,906	1,132,511	P3	-30,605
	1835416	15865	409,643	299,162	P1 P6	110,481
	1354833	15865	401,587	395,476	P6	6,111
	3148927	16144	143,613	155,219	P1 P2 P7	-11,606
	0595454	16446	1,938,444	1,938,444		0
	3343261	16446	599,714	599,031	P6	683
	3490286	16446	141,831	141,831		0
	2813629	16446	174,011	205,157	P1 P6	-31,146
	3195256	16446	337,376	337,376		0

Minnesota Workers Compensation Insurers Association

Voluntary Market

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 3	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	3494026	16985	197,606	200,126	P2	-2,520
	2398389	16985	295,131	295,131		0
	3434686	16985	721,914	721,914		0
	3385030	16985	292,043	285,209	P3	6,834
	3235581	17124	746,965	747,966	P2	-1,001
	1902903	17124	528,470	528,470		0
	3380106	17191	1,113,583	1,114,291	C4 P4	-708
	2242826	17426	144,838	144,838		0
	0106917	17426	477,129	467,083	C4 P1 P3	10,046
	3162159	17426	528,603	528,603		0
	3108516	17426	850,399	850,399		0
	0351997	17469	468,519	468,519		0
	0897990	17469	1,896,362	1,896,362		0
	1101854	17469	863,903	861,626	P6	2,277
	3190335	17469	208,615	208,615		0
	1990284	18147	141,809	141,809		0
	3446358	18147	343,768	343,768		0
	0495409	22241	655,816	659,128	P6	-3,312
	2483882	22799	169,113	169,113	C4	0
	2286092	22799	311,993	311,993		0
	2020360	22799	194,717	194,717		0
	0896551	22799	993,151	993,151	C4	0
	3231355	22799	917,199	905,418	P6	11,781
	1130722	22799	463,848	468,908	P6	-5,060

Minnesota Workers Compensation Insurers Association

Voluntary Market

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 3	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	0913707	22799	104,436	104,436		0

Quarterly Total Test Audit Payroll: **33,063,599**

Quarterly Total Company Audit Payroll: **33,114,270**

Quarterly Total Payroll Difference: **(50,671)**



Minnesota Workers Compensation Insurers Association

Voluntary Market

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 4	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	3085333	11037	488,493	488,493		0
	3354245	11347	557,068	557,068		0
	3581300	11347	205,773	222,441	P1	-16,668
	3624334	11444	1,484,533	1,484,533		0
	1020358	15865	877,669	877,669		0
	0353604	15865	159,754	159,754		0
	3648679	16144	191,401	184,608	P1 P6	6,793
	3232843	17124	1,444,966	1,444,966	C4	0
	3172079	17124	355,828	330,565	P6	25,263
	3163215	17124	674,805	606,264	P4 P7	68,541
	1699679	17124	156,065	156,065		0
	1329219	17124	171,470	185,136	P6	-13,666
	0338990	17124	722,686	734,711	P5 P6	-12,025
	3175580	17426	892,264	892,264		0
	3117516	17426	425,483	441,008	P3	-15,525
	0887234	17469	1,133,789	1,133,789		0
	3152684	17469	100,725	100,725		0
	3254368	17469	961,694	961,694		0
	3589593	17469	155,913	155,913		0
	0399566	17469	646,466	646,466		0
	0256200	17469	186,053	186,053		0
	0237094	17469	277,927	277,927		0
	3113203	18147	318,039	317,209	P4 P6	830
	2524481	18147	165,287	167,008	P2	-1,721
	2181070	18147	329,719	322,709	P6	7,010

Minnesota Workers Compensation Insurers Association

Voluntary Market

Test Audits Completed January 1, 2019 - December 31, 2019

Quarter: 4	AFN Number	Carrier ID	Test Audit Payroll	Company Audit Payroll	Reason Code(s)	Total Payroll Difference
	3507797	18147	172,117	172,117		0

Quarterly Total Test Audit Payroll: **13,255,987**

Quarterly Total Company Audit Payroll: **13,207,155**

Quarterly Total Payroll Difference: **48,832**



Minnesota Workers Compensation Insurers Association

Voluntary Market

Test Audits Completed January 1, 2019 - December 31, 2019

YTD Total Test Audit Payroll:	113,548,866
YTD Total Company Audit Payroll:	113,066,964
YTD Total Payroll Difference:	481,902

Total Audits:	187
Total Audits requiring corrected USRs: *	71
Percentage of Audits requiring corrected USRs: *	38.0 %

Summary of Differences:

Payroll Difference	Count	Classification Difference	Count
P1	28	C1	2
P2	12	C2	0
P3	12	C3	1
P4	9	C4	24
P5	6	C5	4
P6	40		
P7	6		

Difference Reasons

Payroll Differences:

- P1: Officer, partner, individual and family members payroll inclusion, exclusion or limitation
- P2: Overtime Credit
- P3: Reported payroll not within policy period dates
- P4: Rule 2 payroll inclusions/exclusions
- P5: Mathematical - extension errors
- P6: All other differences
- P7: Accepting insured figures without an audit

Classification Differences:

- C1: Standard exceptions
- C2: Executive officers, partners, sole proprietors
- C3: Improper splitting of individuals payrolls
- C4: Classification variance
- C5: All Other

* Test Audits that develop a reportable difference in payroll (\$3,000 difference in reportable payroll or in excess of 2% of total payroll) or classification code (a change in governing code).