

Payroll Audits

If an audit determines that an Employer underpaid its contributions to the Funds, the Employer will be responsible for the amount of the delinquency, interest, the delinquency assessment, and in certain circumstances, the cost of the audit. Employers are required to submit payment within fourteen (14) days of the date of the Funds' letter advising of the underpayment.

Employers may be required to pay the cost of an audit in certain circumstances. If the audit discloses an underpayment of contributions to the Funds totaling 2% or more of the Employer's total payroll for covered employees for the audit period at issue, or an underpayment of contributions totaling at least \$10,000, whichever is less, the Employer will be responsible for the audit costs. In addition, Employers are responsible for audit costs whenever the Employer does not cooperate with the Funds' request to submit to audit and the Funds are required to commence arbitration or litigation regardless of whether any delinquencies are ultimately identified on the audit.