



Multistate Tax Commission Audit Committee Meeting August 5, 2019

1. Productivity

The Audit Program completed six (6) corporate income tax audits and parts of twelve (12) other corporate income tax audits for fiscal year 2019. The Audit Program also completed seven (7) sales tax audit and parts of twenty-eight (28) other sales tax audits in fiscal year 2019. Currently, there are twelve (12) income and twenty-eight (28) sales tax audits in progress.

The MTC Audit Program proposed assessments of \$61,704,365 for the completed corporate income tax audits and \$6,470,763 for the completed sales tax audits for fiscal year 2019.

2. Staffing

Fiscal year 2019 was a bitter sweet year for the Audit Program. At our spring meeting, we celebrated the years of service Keith Getschel, outgoing Director, provided to the Commission. It was my honor to be chosen as his replacement. Big thanks to Keith for preparing me for the continued success of the Audit Program. We also bid farewell to Dan Keating, a Senior Income Tax Auditor, who notified us of his retirement in May 2019. While we are sad to see Keith and Dan leave the Commission, we are happy for them and wish them the very best in retirement.

However, we are excited about to the future of Audit Program and posted an announcement for a new corporate income tax auditor. We accepted applications through July 15, 2019 and we are in the process of conducting interviews to fill this position.

3. Audit Committee

The audit committee last met on April 24, 2019 in Denver, Colorado. This was the third and final meeting for the audit committee in fiscal year 2019. The first meeting was held in Boston, Massachusetts, on July 23, 2018 and the second meeting was held in Orlando, FL on November 6, 2018.



During the meeting in Denver, the committee approved changes to Step 2 in the audit nomination process. Step 2 allows member states to vote on audit candidates nominated by member states. The changes including revising voting options, corresponding audit weight for each option and some slight formatting changes. Bruce Fort, MTC staff attorney, gave a presentation on recent happenings in the State and Local Tax area. The audit committee also discussed the progress of the current audits, and, as usual, the committee ended with the states' round table discussion.

4. Training

We held a Statistical Sampling Class for Sales and Use Tax Audits on June 11-14, 2019, in Milwaukee, Wisconsin. Bob Schauer and Jantha Jamison were instructors for this class.

The MTC also has some upcoming training opportunities. There is a Corporate Income Tax class being planned for September 24-27, 2019 at the Eaglewood Resort in Itasca, Illinois. There is also a Statistical Sampling Class for Sales and Use Tax Audits scheduled for October 8-11, 2019 in Portland, Maine. If you are interested in attending or getting more information on either of these classes, please contact Sherry Tiggett at (202) 650-0296.