

Resolution 97-5

Corporate Procurement Cards and Tax Compliance: Bridging the Gap

WHEREAS, the Multistate Tax Commission worked in partnership with the Federation of Tax Administrators in a task force of state tax administrators and taxpayer representatives to address the issues posed by the use of EDI technology and other electronic business processes, and

WHEREAS, this Task Force is formally titled the Task Force on EDI Audit and Legal Issues for Tax Administration, and is composed of representatives of the Committee On State Taxation (COST), Institute of Property Taxation (IPT), Tax Executives Institute (TEI), Multistate Tax Commission (MTC), FTA and commissioners from several state tax administration agencies, and

WHEREAS, the Steering Committee of the Task Force has approved "Corporate Procurement Cards and Tax Compliance: Bridging the Gap," a White Paper which examines corporate procurement card operations and provides a series of recommendations intended to address the tax administration issues raised by procurement cards, and

WHEREAS, the White Paper is believed to represent an appropriate balance between the interests of tax administrators and taxpayers, will provide a measure of consistency and uniformity for taxpayers and promote effective tax administration,

NOW, THEREFORE, BE IT RESOLVED, that the Multistate Tax Commission thanks all individuals who devoted their time and effort in developing and refining "Corporate Procurement Cards and Tax Compliance: Bridging the Gap," and

BE IT FURTHER RESOLVED, that the Multistate Tax Commission respectfully recommends that its member States examine the recommendations outlined in the White Paper, and

BE IT FURTHER RESOLVED, that the Multistate Tax Commission respectfully encourages its member States to work with taxpayers in addressing issues associated with the use of corporate procurement cards and to share experiences and approaches with other States, and

BE IT FURTHER RESOLVED, that Multistate Tax Commission member States are encouraged to continue to actively participate in the work of the Task Force as it continues to examine those EDI business processes which affect the tax administration process, and

BE IT FINALLY RESOLVED, that this resolution will expire on the day before the Multistate Tax Commission Annual Meeting in 2002.

Adopted this 8th day of August, 1997, by the Multistate Tax Commission.

Dan R. Bucks, Executive Director