



**MULTISTATE TAX COMMISSION**

*Working Together Since 1967 to Preserve Federalism and Tax Fairness*

**To: Members, Executive Committee**

**From: Janielle Lipscomb, Audit Committee Chair**  
**Rick DeBano, Vice Chair**

**Date: October 21, 2008**

**Subject: Report of the Audit Committee**

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The Audit Committee met on July 29, 2008 in Santa Fe, NM. There were 39 members, guests and staff present at the meeting. There were 31 individuals representing 18 Audit Program States present. There were no members of the public present at the meeting.

The Audit Committee and several members of the MTC Executive Committee discussed the COST white paper on the MTC Audit Program.

The Audit Committee reviewed the status of all the audits in progress. A discussion was held on 5 income tax and 3 sales tax audits that had significant issues. The Audit Committee expressed its satisfaction with the status of the audits in progress.

The Audit Committee conducted a round table discussion regarding audit leads and issues that individual states are experiencing.