



MULTISTATE TAX COMMISSION

Working Together Since 1967 to Preserve Federalism and Tax Fairness

To: Members, Executive Committee

From: Rick DeBano, Audit Committee Chair
Frank Hales, Vice Chair

Date: April 30, 2014

Subject: Report of the Audit Committee

The audit committee met three times thus far in fiscal year 6/14. They first met on July 23, 2013 in San Diego, California. There were 46 members, guests and staff present at the meeting. There were 38 individuals representing 19 audit program states present. There were no members of the public present at the meeting.

The audit committee reviewed the status of all the audits in progress. A discussion was held on 8 income tax and 5 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.

The audit committee adopted recommendations from the committees on early no change audits and audit selection process. These two committees met several times during fiscal year 2013. The audit program will now implement these adopted recommendations.

The audit committee met on December 10, 2013 in New Orleans. There were 46 members and guests present at the meeting. There were 37 individuals representing 19 member states present.

The audit committee reviewed the status of all the audits in progress. A discussion was held on 16 income tax and 5 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.

The audit committee met on March 13, 2014 in Denver. There were 38 members and guests present at the meeting. There were 32 individuals representing 18 member states present.

The audit committee reviewed the status of all the audits in progress. A discussion was held on 12 income tax and 4 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.