



Multistate Tax Commission Audit Committee Meeting November 10, 2021

1. Productivity

The Joint Audit Program completed parts of four (4) income tax audits during first quarter of fiscal year 2022. Audit staff also completed two (2) sales tax audits and parts of one (1) other sales tax audit. Currently, there are eighteen (18) income tax audits and twenty-seven (27) sales tax audits in progress.

During the first quarter of the fiscal year, the income tax program proposed net assessments of \$5,526,429 for partially completed income tax audits. Income tax program staff also proposed NOL and refund reductions of \$68,324. The sales tax program proposed net assessments of \$2,057,431 for completed and partially completed sales tax audits.

2. Staffing

There have been no staffing changes for the Audit Program during the first quarter of fiscal year 2022.

3. Audit Committee

The Audit Committee last met via teleconference on August 10, 2021. This was the first meeting for the Audit Committee in fiscal year 2022.

During this meeting, the committee approved an updated MTC Audit Manual for Sales Tax and MTC Sales and Use Tax Waiver and Extension of Statute of Limitations form. During closed session of the meeting, the committee directed MTC legal staff to draft a policy stating that MTC audit staff may not divulge the nominating state's name or reasons for an audit nomination.

4. Training

The Commission is working to provide training via an online training platform that may allow member states access to view training on demand. Currently, only one training has been provided via this online platform, a statistical sampling course customized for Georgia income tax credits. We expect to offer more training opportunities in the future using this platform.

- Upcoming training opportunities:
 - Applying Public Law 86-272 to Modern Business Activities: A special information session on the recently revised MTC State of Information regarding P.L. 86-272
December 1, 2021
Virtual Event, Registration will be opening soon
 - CLE/CPE Ethics and Confidentiality Extravaganza: Emphasis on exchange of information and new and emerging issues in data protection.
December 14, 2021
Virtual Event, Registration will be opening soon
 - Market Based Sourcing Training: Michael Fatale and I are working to develop a virtual multi-session training course on market-based sourcing focusing on the MTC's model statute and regulation. Recordings for this training are almost complete. This training will be available soon.
 - You can always stay up to date with goings on at MTC by subscribing to the MTC monthly newsletter. Please sign up by sending your email address to Loretta King of the MTC staff – lking@MTC.gov

For information regarding upcoming MTC training, contact Sherry Tiggett at STiggett@MTC.gov or (202) 650-0296 or visit our website at <http://www.mtc.gov/Events-Training>.