



## Multistate Tax Commission Audit Committee Meeting November 6, 2018

### 1. Productivity

The Audit Program has completed two corporate income tax audit and parts of four other corporate income tax audits for fiscal year 2019, through September 30, 2018. The Audit Program also completed two sales tax audit and parts of five other sales tax audits for this same period in fiscal year 2019. Currently, there are twenty-two (22) income and thirty-three (33) sales tax audits in progress.

The MTC Audit Program has proposed assessments of \$30,746,066 for the completed corporate income tax audits and \$804,221 for the completed sales tax audits for fiscal year 2019, through September 30, 2018.

### 2. Staffing

At our meeting in Boston, Massachusetts I announced that Kim Stewart would be joining the Commission as a sales tax auditor on August 1, 2018. I am happy to report that Kim did in fact start with Commission on that date. Remember that Kim came to us from the Kansas Department of Revenue.

### 3. Audit Committee

The audit committee last met on July 23, 2018 in Boston, Massachusetts. This was the first meeting for the audit committee in fiscal year 2019.

During the meeting in Boston, Bruce Fort, MTC staff attorney, gave a presentation on recent happenings in the State and Local Tax area. We also discussed the Commission's use of subpoenas. Although, a last resort of action, taxpayers need to know upfront (beginning of audit) that we will use them, should they fail to respond to our IDRs. The audit committee 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 on September 25-28, 2018 in Sioux Falls, South Dakota. Bob Schauer and Jantha Jamison were the instructors for this class. It was the first training provided by Jantha, as she replaced Harold Jennings. Jantha and Bob did a great job, as the reviews were outstanding.