MULTISTATE TAX COMMISSION

Financial Statements, Supplementary Information and Independent Auditor's Report

For the Years Ended June 30, 2025 and 2024

LSWG

CERTIFIED PUBLIC ACCOUNTANTS
& BUSINESS ADVISORS

MULTISTATE TAX COMMISSION
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For the Years Ended June 30, 2025 and 2024

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CERTIFIED PUBLIC ACCOUNTANTS
& BUSINESS ADVISORS

Independent Auditor's Report

To the Executive Committee of
Multistate Tax Commission

Opinion

We have audited the accompanying financial statements of Multistate Tax Commission, which comprise the balance sheets as of June 30, 2025 and 2024, and the related statements of revenue and expenses and changes in fund balance - unappropriated funds, changes in fund balance - appropriated funds, changes in fund balance - restricted funds, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Multistate Tax Commission as of June 30, 2025 and 2024, and the changes in its fund balances and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Multistate Tax Commission and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Multistate Tax Commission's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute

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assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Multistate Tax Commission's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Multistate Tax Commission's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

LSWG, P.A.

Rockville, Maryland
July 22, 2026

MULTISTATE TAX COMMISSION
Balance Sheets
June 30,

ASSETS

	2025	2024
Current Assets		
Cash	$ 147,402	$ 681,985
Accounts receivable	1,314,607	98,555
Prepaid expenses	206,378	88,748
Total Current Assets	1,668,387	869,288
Property and Equipment - at Cost		
Office furniture and equipment	533,776	505,594
Leasehold improvements	429,396	429,396
Less: accumulated depreciation and amortization	(847,050)	(764,348)
Property and Equipment - Net	116,122	170,642
Other Assets		
Investments	5,758,075	5,431,075
Deposits	335	335
Right of use operating lease asset	3,741,110	4,001,625
Total Other Assets	9,499,520	9,433,035
TOTAL ASSETS	$ 11,284,029	$ 10,472,965

The accompanying notes are an integral part of these statements.

MULTISTATE TAX COMMISSION
Balance Sheets (Continued)
June 30,

LIABILITIES AND FUND BALANCES

	2025	2024
Current Liabilities		
Accounts payable and accrued expenses	$ 56,589	$ 993
Accrued salaries and vacation pay	528,664	619,403
Unearned membership - assessments and program fees	27,155	20,620
Unearned membership - other	6,719	6,719
Total Current Liabilities	619,127	647,735
Long-Term Liabilities		
Operating lease liability	4,240,527	4,064,791
Total Long-Term Liabilities	4,240,527	4,064,791
Total Liabilities	4,859,654	4,712,526
Fund Balances		
Unappropriated	4,160,731	3,879,846
Appropriated	654,749	654,749
Restricted	1,608,895	1,225,844
Total Fund Balances	6,424,375	5,760,439
TOTAL LIABILITIES AND FUND BALANCES	$ 11,284,029	$ 10,472,965

The accompanying notes are an integral part of these statements.

MULTISTATE TAX COMMISSION
Statements of Revenue and Expenses
and Changes in Fund Balance
Unappropriated Funds
For the Years Ended June 30,

	2025	2024
Revenue - Unappropriated		
Membership assessments and program fees, net of discount	$ 6,963,705	$ 7,342,776
Interest and dividends	214,599	284,362
Unrealized gain on investments	112,401	32,479
Training fees	153,711	36,290
Conference fees	33,644	40,205
Miscellaneous	-	4,749
Total Revenue - Unappropriated	7,478,060	7,740,861
Expenses - Unappropriated		
Auditing and payroll services	6,098	16,674
Business insurance	25,782	23,231
Catering and audio-visual	283,802	206,971
Depreciation and amortization	64,129	66,771
Employee benefits	893,395	953,756
Payroll taxes	171,526	180,911
Miscellaneous	141,678	174,154
Consumable and durable supplies	48,668	34,753
Postage	6,781	4,688
Printing and duplicating	-	3,981
Professional services	141,871	145,089
Internet access	55,850	57,075
Rent	469,942	363,156
Repairs and maintenance	20,313	9,843
Defined contribution plans	396,439	425,984
Salaries	3,984,584	4,398,688
Staff training	79,639	17,715
Subscriptions, publications, dues	159,142	112,007
Telephone	17,202	37,319
Travel	230,334	212,520
Allocation of administrative expenses	-	(162,442)
Total Expenses - Unappropriated	$ 7,197,175	$ 7,282,844

The accompanying notes are an integral part of these financial statements.

MULTISTATE TAX COMMISSION
Statements of Revenue and Expenses
and Changes in Fund Balance
Unappropriated Funds (Continued)
For the Years Ended June 30,

	2025	2024
Excess of Revenue Over (Under) Expenses	$ 280,885	$ 458,017
Fund Balance - Unappropriated - Beginning of Year	3,879,846	3,421,829
Fund Balance - Unappropriated - End of Year	$ 4,160,731	$ 3,879,846

The accompanying notes are an integral part of these financial statements.

MULTISTATE TAX COMMISSION
Statements of Changes in Fund Balance
Appropriated Funds
For the Years Ended
June 30, 2025 and 2024

	Equipment Reserve	Enterprise Automation Project	Total
Fund Balance - June 30, 2023	$ 99,034	$ 555,715	$ 654,749
Transfer from Unappropriated Fund Balance	-	-	-
Transfer to Unappropriated Fund Balance	-	-	-
Net Amount Transferred (To) From Unappropriated Fund Balance	-	-	-
Fund Balance - June 30, 2024	99,034	555,715	654,749
Transfer from Unappropriated Fund Balance	-	-	-
Transfer to Unappropriated Fund Balance	-	-	-
Net Amount Transferred (To) From Unappropriated Fund Balance	-	-	-
Fund Balance - June 30, 2025	$ 99,034	$ 555,715	$ 654,749

The accompanying notes are an integral part of these statements.

MULTISTATE TAX COMMISSION
Statements of Changes in Fund Balance
Restricted Funds
For the Years Ended
June 30, 2025 and 2024

	National Nexus Program	Total
Fund Balance - June 30, 2023	$ 1,172,114	$ 1,172,114
Revenue	930,844	930,844
Expenses	877,114	877,114
Revenue Over (Under) Expenses	53,730	53,730
Fund Balance - June 30, 2024	1,225,844	1,225,844
Revenue	970,773	970,773
Expenses	587,722	587,722
Revenue Over (Under) Expenses	383,051	383,051
Fund Balance - June 30, 2025	$ 1,608,895	$ 1,608,895

The accompanying notes are an integral part of these statements.

MULTISTATE TAX COMMISSION
Statements of Cash Flows
For the Years Ended June 30,

	2025	2024
Increase (Decrease) in Cash		
Cash Flows From Operating Activities		
Excess of revenue over expenses	$ 663,936	$ 511,747
Adjustments to reconcile excess of revenue over expenses to net cash provided by (used in) operating activities		
Depreciation and amortization	82,702	86,143
Unrealized (gain) on investments	(112,401)	(32,479)
Amortization of right of use operating lease asset	436,251	380,469
Changes in assets and liabilities		
Accounts receivable	(1,216,052)	(27,910)
Prepaid expenses	(117,630)	105,928
Expense account advances	-	5,200
Accounts payable and accrued expenses	55,596	(14,234)
Accrued salaries and vacation pay	(90,739)	18,591
Operating lease liability	-	(398,635)
Unearned membership - assessments and program fees	6,535	(3,630)
Unearned membership - other	-	(237,821)
Net Cash Provided by (Used in) Operating Activities	(291,802)	393,369
Cash Flows From Investing Activities		
Purchase of property and equipment	(28,182)	(20,740)
Purchase of investments	(214,599)	(4,059,362)
Proceeds from sale of investments	-	3,625,000
Net Cash Provided by (Used in) Investing Activities	(242,781)	(455,102)
Net Increase (Decrease) in Cash	(534,583)	(61,733)
Cash - Beginning of Year	674,725	736,458
Cash - End of Year	$ 140,142	$ 674,725
Supplemental Disclosures		
Income taxes paid	$ -	$ -
Interest paid	$ -	$ -
Supplemental Schedule of Noncash Investing Activities:		
Operating lease liabilities arising from new right of use operating lease assets	$ -	$ 3,089,910

The accompanying notes are an integral part of these financial statements.

MULTISTATE TAX COMMISSION
Notes to the Financial Statements
June 30, 2025 and 2024

1. Nature of the Organization

The Multistate Tax Commission (the Commission) was organized in 1967**.** It was established by the Multistate Tax Compact, which became effective August 4, 1967**.** The Commission is an intergovernmental state tax agency working on behalf of states and taxpayers to administer, equitably and efficiently, tax laws that apply to multistate and multinational enterprises.

2. Summary of Significant Accounting Policies

Basis of Accounting - The financial statements are prepared on the accrual basis of accounting, whereby, revenue is recognized when earned and expenses are recognized when incurred.

Cash - For purposes of the Statements of Cash Flows, the Commission considers all highly liquid instruments purchased with a maturity of three months or less to be cash.

Accounts Receivable - Accounts receivable are stated at the amount management expects to collect from outstanding balances. The Commission considers accounts receivable to be fully collectible; accordingly, no allowance for credit losses is required. If amounts become uncollectible, they will be charged to operations when that determination is made.

Property and Equipment - Property and equipment are defined as assets with an initial, individual cost of $1,000 or more and an estimated useful life of one year or more. Property and equipment is stated at cost and depreciated using the straight-line method based upon estimated useful lives, varying from five to seven years. Leasehold improvements are amortized over the shorter of the asset's useful life or the lease term.

Expenditures for maintenance and repairs are charged to the appropriate expense accounts as incurred. Expenditures for renewals or betterments which materially extend the useful lives of assets or increase their productivity are capitalized at cost. The costs and related allowances for depreciation of assets retired or otherwise disposed of are eliminated from the accounts. The resulting gains or losses are included in the determination of excess of revenue over expenses.

Investments – Investments in marketable securities with readily determinable fair values are reported at their fair values in the Balance Sheets. Investment income or loss (including gains and losses on investments, interest and dividends) is included in the Statements of Revenue and Expenses and Changes in Fund Balance – Unappropriated Funds.

2. Summary of Significant Accounting Policies (continued)

Lease Accounting - The Commission previously adopted Accounting Standards Update (ASU) No. 2016-02, which requires lessees to recognize leases on the Balance Sheets and disclose key information about leasing arrangements. Topic 842 has been subsequently amended by various ASU's to allow for practical expedients and targeted improvements. The leasing standard establishes a right-of-use (ROU) model that requires a lessee to recognize a ROU asset and lease liability on the Balance Sheets for all leases with a term longer than 12 months. Leases will be classified as finance or operating leases, with the classification affecting the pattern and classification of expense recognition in the Statements of Revenue and Expenses and Changes in Fund Balances – Unappropriated Funds.

The Commission has elected a policy not to apply the standard to short-term leases, those leases that have a maximum term of 12 months or less and do not include a purchase option that is reasonably certain to be exercised. The Commission has chosen to separate lease and non-lease components in determining the ROU asset and lease liability; therefore, charges for common area maintenance (CAM) have not been included with the ROU asset and lease liability on the Balance Sheets. In addition, the Commission has applied the practical expedient which allows the use of a risk-free rate to determine the present value of the lease liability. The Commission has chosen not to apply Topic 842 to low value assets. Additional information regarding leasing is included in Note (8).

Revenue Recognition - Membership assessments and program fees are due from the respective states on July 1st of each year (unless other specific arrangements are made with a State) and cover the following twelve-month period. Membership assessments and program fees received prior to July 1st for the following year are unearned and considered deferred income until recognized as revenue in the following year. Training program and conference fees are recognized as revenue when the event takes place. Training program and conference fees received in advance are unearned and considered deferred until the event takes place.

Income Taxes - The Commission is exempt from Federal income taxes as well as from other Federal taxes as an organization of a group of states or as an instrumentality of those states. Therefore, no provision has been made in the financial statements for Federal income taxes.

Allocation of Administrative Expenses - In 2024, the administrative costs of providing the various programs and other activities were allocated among the programs and supporting services, based on total operating costs. Starting in fiscal year 2025 no allocations of administrative expenses are made.

2. Summary of Significant Accounting Policies (continued)

Use of Estimates - In preparing financial statements in conformity with U.S. generally accepted accounting principles, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the reported amounts of revenues and expenses during the reporting period, and disclosures. Actual results could differ from those estimates.

3. Investments, Fair Value and Measurements

Financial Accounting Standards Board (FASB) Codification Standards defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements and establish a hierarchy for valuation inputs. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach are used to measure fair value.

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels:

- Level 1 - inputs are based upon unadjusted quoted prices for identical instruments traded in active markets.

- Level 2 - inputs are based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant assumptions are observable in the market or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

- Level 3 - inputs are generally unobservable and typically reflect management's estimates of assumptions that market participants would use in pricing the asset or liability. The fair values are therefore determined using model-based techniques that include option pricing models, discounted cash flow models, and similar techniques.

The following is a description of the valuation methodologies used for investments measured at fair value. There have been no changes in the methodologies used as of June 30, 2025 and 2024.

- *Mutual funds* – stated at fair value based on quoted market prices. The mutual funds held by the Organization are deemed to be actively traded.

3. Investments, Fair Value and Measurements (continued)

The following is a summary of investments along with their respective fair values:

	2025			
	Level 1	**Level 2**	**Level 3**	**Total**
Mutual funds	$ 4,398,708	$ -	$ -	$4,398,708
Money market funds	1,359,367	-	-	1,359,367
	$ 5,758,075	$ -	$ -	$5,758,075

	2024			
	Level 1	**Level 2**	**Level 3**	**Total**
Mutual funds	$ 4,132,460	$ -	$ -	$4,132,460
Money market funds	1,298,615	-	-	1,298,615
	$ 5,431,075	$ -	$ -	$5,431,075

4. Appropriated Fund Balances

The Commission's Executive Committee authorized the Enterprise Automation Project fund in the amount of $73,000 during the year ended June 30, 1997. An additional $882,218 has been authorized in subsequent years. The purpose of this fund is to provide support, through professional services, for developing enterprise-wide applications for managing the Commission information resources in a manner that enhances its operations. As of June 30, 2025 and 2024, the Enterprise Automation Project fund balance was $555,715.

The Commission's Executive Committee authorized the Equipment Reserve fund in the amount of $17,500 during the year ended June 30, 2009. An additional $116,000 has been authorized in subsequent years. The purpose of this fund is to provide support for purchases of computer equipment for the Commission's audit program and information technology department. As of June 30, 2025 and 2024, the Equipment Reserve fund balance was $99,034.

5. Restricted Fund Balances

During the year ended June 30, 1992, the National Nexus program was established. This program, funded by participating states, aims to encourage and secure taxpayer compliance with current state laws, a liability resolution process, and information sharing among member states. The contributions received from the participating states are restricted for this purpose. As of June 30, 2025 and 2024, the National Nexus program fund balances were $1,608,895 and $1,225,844, respectively.

6. Defined Contribution Plans

Effective June 30, 1986, the Commission adopted the Multistate Tax Commission Defined Contribution Plan to be funded at a rate of 12.4% of each participating individual's annual salary. To participate in this plan, employees are required to work more than certain pre-determined hourly and monthly levels throughout the plan year. Effective January 1, 2018, this Plan was closed to any newly hired employees.

On January 1, 2018, the Commission adopted the Multistate Tax Commission Social Security Participant Defined Contribution Plan, coincident with the Commission's participation in Social Security. To participate in this plan, participants must be hired after January 1, 2018 and work at least 1,000 hours per year. The Plan also includes certain employees from the Commission staff who opted to be covered by Social Security during an election process held in late 2017. The Plan is to be funded at the rate of 6.2% of each participant's individual annual salary. The total expense relating to the defined contribution plans for the years ended June 30, 2025 and 2024 was $441,212 and $473,055, respectively.

7. Deferred Compensation Plan

The Commission offers employees a deferred compensation plan in accordance with Internal Revenue Code Section 457. The plan permits employees to defer a portion of their salary until future years. Participation in the plan is optional. Distributions from the deferred compensation plan prior to severance from employment are permitted for an unforeseeable emergency, reaching age 70-and one-half years of age, or an account is inactive with a balance not exceeding $5,000, and to the extent an account contains a rollover contribution.

In accordance with federal law, participants' deferred compensation under the plan is trusteed and thus shielded against the claims of the creditors of the Commission and therefore, not included in these financial statements.

The Commission believes it has no liability for losses under the plan but does have a duty of due care that would be required of an ordinary prudent investor. The plan provides approximately fifteen investment options or a combination thereof. The participants make the choice of the investment option(s).

8. Commitment

The Commission signed an operating lease for its office facility in Washington, D.C., under a lease agreement expiring July 31, 2020. In March 2018, the Commission amended its Washington D.C. lease to increase the office space and extend the lease to December 31, 2026. In June 2024, the Commission amended its Washington D.C. lease to extend the lease to December 31, 2036. The rent for the first fifteen months has been abated. The Commission was given a renovation allowance of $341,000, which must be used by June 30, 2026. The terms of the lease allow $136,400 of the renovation allowance to be used for base rent.

At June 30, 2025 and 2024, the operating lease liability consists of the following:

	2025	2024
Current portion of operating lease liability	$ -	$ -
Long-term portion of operating lease liability	4,240,527	4,064,791
Total operating lease liability	$ 4,240,527	$ 4,064,791

Future annual minimum lease payments under the Washington D.C. lease for the next five years are as follows at June 30:

2026	$ -
2027	465,619
2028	477,468
2029	489,403
2030	501,611
Thereafter	3,582,205
Total undiscounted cash flows	5,516,306
Less: present value discount	(1,275,779)
Total Operating Lease Liability	$ 4,240,527

In March 2021, the Commission signed an operating lease agreement for temporary use of office space in Kentucky for a one year period ending March 31, 2022. This lease was amended to extend the lease to March 31, 2024. The Kentucky lease was a short term lease and therefore not included in the lease standard described above. This lease was not renewed and is now on a month-to-month basis.

Lease expense was $436,251 and $384,759 for the years ended June 30, 2025 and 2024, respectively which are included in “rent” expense on the Statements of Revenue and Expenses and Changes in Fund Balance – Unappropriated Funds.

8. Commitment (continued)

Additional information regarding this lease is summarized below:

Weighted-average remaining lease term	11.5
Weighted-average discount rate	4.24%

9. Revenues from Contracts with Customers

The following table provides information about deferred revenue for membership assessments and program fees for the years ended June 30:

	2025	2024
Deferred revenue, beginning of year	$ 20,620	$ 24,250
Revenue recognized that was included in deferred revenue at beginning of year	(20,620)	(24,250)
Increase in deferred revenue due to cash received during the year	27,155	20,620
Deferred revenue, end of year	$ 27,155	$ 20,620

10. Concentrations

Credit Risk - Cash held by the Commission in bank accounts may at times exceed the Federal Deposit Insurance Corporation (FDIC) coverage limit. Management believes the Commission is not exposed to any significant credit risk related to cash. As of June 30, 2025 and 2024, the Commission's uninsured cash balances were $0 and $430,897, respectively.

The Commission maintains a money market account with an investment company that is not insured by FDIC. The balance of the money market account at June 30, 2025 and 2024 was $1,359,367 and $1,298,615, respectively.

Investments - The Commission invests in an investment portfolio that consists of a mutual fund and a money market fund. Such investments are exposed to various risks such as interest rates, market and credit. Due to the level of risk associated with such investments and the level of uncertainty related to changes in the value of such investments, it is at least reasonably possible that changes in risks in the near term could materially affect investment balances and the amounts reported in the financial statements.

11. Liquidity and Availability of Financial Assets

The following table reflects the Commission's financial assets as of June 30, 2025 and 2024, reduced by amounts not available for general expenditures within one year. Financial assets are considered unavailable when illiquid or not convertible to cash within one year, trust assets, assets held for others, perpetual endowments and accumulated earnings net of appropriations within one year, or because the governing board has set aside the funds for a specific contingency reserve or a long term investment as board designated endowments. These board designations could be drawn upon if the Board approves that action.

	2025	2024
Financial Assets:		
Cash	$ 147,402	$ 681,985
Accounts receivable	1,314,607	98,555
Investments	5,758,075	5,431,075
	7,220,084	6,211,615
Less those unavailable for general expenditures within one year due to:		
Appropriated fund balances	(654,749)	(654,749)
Restricted fund balances	(1,608,895)	(1,225,844)
Financial assets available to meet cash needs for general expenses within one year	$ 4,956,440	$ 4,331,022

The Commission's primary source of support is derived from membership assessments. The Commission's Executive Committee does not intend to incur or commit to any expenses or liabilities that cannot be paid out of then-existing liquid financial assets of the Commission, without reliance on future income.

12. Subsequent Events

Management has evaluated subsequent events through July 22, 2026, the date that the financial statements were available to be issued. There were no significant events to report.

SUPPLEMENTARY INFORMATION

LSWG
CERTIFIED PUBLIC ACCOUNTANTS
& BUSINESS ADVISORS

Independent Auditor's Report on Supplementary Information

To the Executive Committee of
Multistate Tax Commission

We have audited the financial statements of Multistate Tax Commission as of and for the year ended June 30, 2025, and our report thereon dated July 22, 2026, which expressed an unmodified opinion on those financial statements, appears on pages 1 and 2. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of expenses is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

LSWG, P.A.

Rockville, Maryland
July 22, 2026

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MULTISTATE TAX COMMISSION

Schedule of Expenses

For the Year Ended June 30, 2025

	Unappropriated and Appropriated Funds					Restricted Funds		
	General Expenses	Audit Program	Administrative Expenses	Training and Education	Total Unappropriated and Appropriated Funds	National Nexus Program	Total Restricted Funds	Total All Funds
Auditing and payroll services	$ -	$ -	$ 6,098	$ -	$ 6,098	$ -	$ -	$ 6,098
Business insurance	-	-	25,782	-	25,782	-	-	25,782
Catering and audio-visual	266,731	-	17,071	-	283,802	2,439	2,439	286,241
Depreciation and amortization	-	-	64,129	-	64,129	18,573	18,573	82,702
Employee benefits	160,666	634,651	98,078	-	893,395	77,658	77,658	971,053
Payroll taxes	34,752	114,368	22,406	-	171,526	11,770	11,770	183,296
Miscellaneous	13,682	13,972	96,121	17,903	141,678	-	-	141,678
Consumable and durable supplies	605	2,133	45,930	-	48,668	-	-	48,668
Postage	-	-	6,781	-	6,781	-	-	6,781
Printing and duplicating	-	-	-	-	-	6,261	6,261	6,261
Professional services	3,675	-	113,500	24,696	141,871	5,800	5,800	147,671
Internet access	9,651	25,056	21,143	-	55,850	-	-	55,850
Rent	442,866	-	27,076	-	469,942	-	-	469,942
Repairs and maintenance	-	-	20,313	-	20,313	-	-	20,313
Defined contribution plans	89,578	258,297	48,564	-	396,439	44,773	44,773	441,212
Salaries	750,986	2,777,183	456,415	-	3,984,584	405,780	405,780	4,390,364
Staff training	22,138	57,501	-	-	79,639	2,808	2,808	82,447
Subscriptions, publications, dues	107,897	11,852	39,393	-	159,142	4,017	4,017	163,159
Telephone	7,804	5,963	3,435	-	17,202	680	680	17,882
Travel	118,287	69,097	38,264	4,686	230,334	7,163	7,163	237,497
Total Expenses	$ 2,029,318	$ 3,970,073	$ 1,150,499	$ 47,285	$ 7,197,175	$ 587,722	$ 587,722	$ 7,784,897

The accompanying notes are an integral part of this schedule.