

**AUDIT COMMITTEE MEETING
PUBLIC SESSION-Minutes**

Denver, Colorado
July 29, 2024

I. CALL TO ORDER:

Frank Hales, Audit Committee Chair (UT), called the meeting to order at 1:30 P.M. Mountain Time and welcomed members and guests participating in the meeting. Frank expressed a special welcome to representatives from Mississippi which joined the audit program in July.

ROLL CALL:

Present were the following members and guests:

NAME	STATE OR AFFILIATION	NAME	STATE OR AFFILIATION
Brandon Spanos	AK	*Benjamin Miller	MD
Michael Williams	AK	*Bill Esmond	GA
Christina Hall	AL	*Brandon Smentek	NE
Derrick Coleman	AL	*Brian D'Angelo	KS
Jennifer Reynolds	AL	*Bridgette Thomas	MS
Matt Tidwell	AL	*Carlita Annicelli	RI
Nikki Adams	AL	*Charla Wagner	KS
Timothy Sanders	AL	*Christopher Valimont	NJ
Vicki Gardino	AL	*Cindy Frenchers	KS
Judith Bowers	AR	*Cindy Sukhram	NE
Rob Allen	AR	*Colleen Chipman	NJ
Tommy Burns	AR	*Cynthia Carpenter	NE
Emily Wilson	CO	*Dawn Hornung	NJ
Kathy Mui	CO	*Elisa Wells	MS
Natalie Barajas	CO	*Emily Staehr	NE
Rachel Bigbee	CO	*Frederick Coolbroth	NH
Samwel Khakame	CO	*Greg Busmann	ID
Sarah Roberts	CO	*Jacob Thom	NH
Tom Malott	CO	*James Douglas	MN
Robert Kindred	DC	*Jan Craig	MS
Aaron Yost	ID	*Jesse Williams	AR
Amber Ortiz	ID	*Jon May	PA
Robert Foster	ID	*Joyce Carhart	NE

Latonia Dooley	KY	*Justin Gray	ID
Victoia Nichols	KY	*Justin McAllister	MI
Krystal Bolton	LA	*Katherine Rich	NE
Cynthia LaBarge	MN	*Kelly Bain	VT
James Douglas	MN	*Kelsey Gallacher	UT
John Weiser	MN	*Kevin Lanham	WV
Don Lazo	MO	*Korey Cunningham	MS
Sal Tomaselli	MO	*Lauren Windmiller	MS
Wayne Wallingford	MO	*Mariane Lyczak	NJ
George Stephan	NM	*Mario Portillo	NM
Joe Royston	OR	*Mary Hugo	NE
Katie Lolley	OR	*Megan Martin	ND
Debra Houck	PA	*Ms. Thetius Cotton	MD
Hal Jones	TN	*Nicholas Doucet	NE
Angie Hillas	UT	*Nicholas Reich	TN
Frank Hales	UT	*Nicole Riley	MS
Shelley Robinson	UT	*Rebecca Moist	NJ
Bryan Kelly	WA	*Ronda Detlefsen	IA
Monica Townsend	WA	*Sangita Bose	NJ
Marshall Ferris	BDO USA PC	*Stacie Odom	NE
Michael Bologna	Bloomberg Tax	*Susanna Coburn	RI
Jeffrey Friedman	Eversheds Sutherland	*Timothy Bowman	MD
Michele Borens	Eversheds Sutherland	*Tracy Jones	OR
John Vecchiarelli	Fast Enterprises	*Veronica Galewater	NM
Will Rice	Fast Enterprises	*Ali Pazand	MTC
Nikki Dobay	Greenberg Traurig	*Brian Staley	MTC
Paul Williams	LAW360	*Kay Mick	MTC
Allie Carlson	State Tax Partners	*Lindsay Buerkle	MTC
Jenna Norley	State Tax Partners	*Melissa Sullivan	MTC
Christie Comanita	Streamlined Sales Tax	*Melody Moncrief	MTC
Bruce Johnson	Tax Cloud	*Nicholas Polimeros	MTC
Bruce Fort	MTC	*Paul Mond	MTC
Cathy Felix	MTC	*Sam Moon	MTC
Holly Coon	MTC	*Shawn Rao	MTC
Jantha Jamison	MTC	*Spencer Clarke	MTC
Jeff Silver	MTC	Richard Cram	MTC
Larry Shinder	MTC	Scott Pattison	MTC
Nancy Prosser	MTC	Steve Yang	MTC

*Joined the meeting virtually.

II. PUBLIC COMMENTS:

There were no Public Comments.

III. APPROVAL OF PUBLIC SESSION MINUTES

The minutes of the public session of the Audit Committee meeting on May 1, 2024, in Kansas City, MO, were approved unanimously with a motion by Michael Williams, Alaska.

IV. AUDIT DIRECTOR'S REPORT

Holly Coon, Audit Program Director, referred the meeting attendees to her written report. During the 2024 fiscal year, the income tax program completed 4 audits and parts of 8 audits with proposed net assessments of over \$297 million for completed and partially completed income tax audits. The income tax program staff also proposed NOL and tax credit reductions of just over \$2 Million. The sales tax program completed 4 audits and parts of 5 audits with proposed net assessments of \$8.5 million. Holly also highlighted staffing changes during the fiscal year. Jackie Dalenberg, sales tax auditor, retired in July. Angie Kaur Grewal was hired in February to replace Jackie. Angie resigned in June. Income tax auditors Ben Morris and Bill LoCascio resigned in April to join the IRS. Kim Stewart, sales tax auditor, resigned in July. The audit program is actively in the process of hiring two new income tax auditors and will also hire one sales tax auditor in the fall. About training, Holly noted that there have been requests for corporate income tax training and there are plans to record corporate income tax modules with an audit focus. Unfortunately, the status of current audits have not allowed staff much time to focus on this training.

V. REVIEW AUDIT COMMITTEE CHARTER

No changes were suggested for the Audit Committee Charter. Aaron Yost, Idaho, submitted a motion to maintain the charter in its current version. The motion was unanimously approved with a voice vote.

VI. SALES TAX COMPLIANCE ASSURANCE REVIEW PROGRAM

Nikki Dobay presented an outline proposal for a Sales Tax Compliance Assurance Review (ST-CAR) program. Nikki had previously pitched some loosely formed ideas of this type of program at the November audit committee meeting in Montclair, New Jersey. This meeting's proposal was more detailed, and Nikki hoped that providing a more detailed proposal would allow the committee to more clearly identify the program's viability. After the proposal was discussed, members of the committee determined that the best course of action was to allow the committee members more time to digest and

consider the program. An agenda item to discuss this proposal will be added on both the open and closed agenda in the fall committee meeting in Santa Fe, New Mexico in November.

VII. UPCOMING MEETINGS

Frank Hales shared the dates and locations for upcoming MTC meetings.
2024 Fall Committee Meetings, November 18-21, 2024 – Santa Fe, NM.
2025 Spring Committee Meetings, April 28-May 1, 2025 - Spokane WA.

VIII. NEW BUSINESS

No new business.

IX. ADJOURNMENT OF PUBLIC SESSION

The public session was recessed at 2:15 P.M. Mountain Time with a motion by Aaron Yost, Idaho.

The public session was reopened at 5:03 Mountain Time with no public members joining the meeting and no items to report. The public session was closed with a motion by Aaron Yost, Idaho.