

MINUTES
AUDIT COMMITTEE MEETING
PUBLIC SESSION
TUCSON, AZ.
MARCH 13, 2008

I. CALL TO ORDER:

Janielle Lipscomb, Audit Committee Chairman called the meeting to order at 1:00 PM and welcomed the members and guests who were present.

II. ROLL CALL:

Present were the following members and guests:

OR Janielle Lipscomb	ID Randy Tilley	ID Reva Tisdale
NM David Ferguson	NM Rebecca Abbo	NM Charles Langston
LA Peggy McKinley	DC Charles Wilson	DC Nancy Tucker
KS Mike Boekhaus	ND Darrell Engen	ND Mary Loftsgard
SD Bruce Christensen	MT Lee Baerlocher	MT Gene Walborn
GA Anita DeGumbia	WV Andrew Glancy	NE Shaun Sookram
UT Frank Hales	UT Craig Sandberg	UT Rod Marrelli
WI Rick DeBano	MN Keith Getschel	OR Eric Smith
WA Michael Grundhoffer	AL Chris Sherlock	MTC Jeff Silver
MTC Steve Yang	MTC Harold Jennings	MTC Cathy Felix
MTC Ken Morrow	MTC Mike Bontrager	MTC Les Koenig

Present via the conference call were:

AR Danny Walker	KY Jay Yale	IL Dan Hall
NJ Lee Evans		

Members of Public in room:

COST Todd Lard	J & J John Pydyszewski	COST Beth Cooley
----------------	------------------------	------------------

Members of Public via conference call:

Shell, Alan Guterrez & Bank of America, Rebecca Paulson.

III. PUBLIC COMMENTS:

There were no comments from members of the public present.

IV. APPROVAL OF MINUTES OF PUBLIC SESSION NEW ORLEANS, LA.

The minutes from the New Orleans, LA. public session held on November 7, 2007 were approved as submitted.

V. AUDIT DIRECTOR'S REPORT

Les Koenig, MTC Audit Director issued a written report on the status of the Audit Program. The MTC Audit Program completed 5 sales tax and 1 and parts of 6 income tax audits for fiscal year end 6/08.

Les also reported Don Johnson resigned as an income tax auditor in August 2007. Joe Nowinski an auditor for Georgia was hired in November to replace Don. Les also reported that 2 additional audit positions will be filled in early 2008.

Les reported that the audit program continued work of updating the MTC Income and Sales Tax Manuals. There are two separate committees comprised of the Commission's Deputy Director, Audit Director, Audit supervisors and auditors meeting weekly to complete this work.

VI. COST DISCUSSION

A lengthy discussion was held between the Audit Committee and members of COST and Industry regarding COST's White Paper on the MTC Audit Program. A separate report on this discussion will be distributed to the Audit and Executive Committees.

VII. NEW BUSINESS AND ADJOURNMENT

The Audit Committee Meeting voted on its preference for the location of next years spring meeting. The following were the results of the vote:

1. Charleston, SC 17 votes
2. St. Petersburg, FL 4 votes
3. San Diego. CA 6 votes

The open session meeting was adjourned at 2:40 PM.