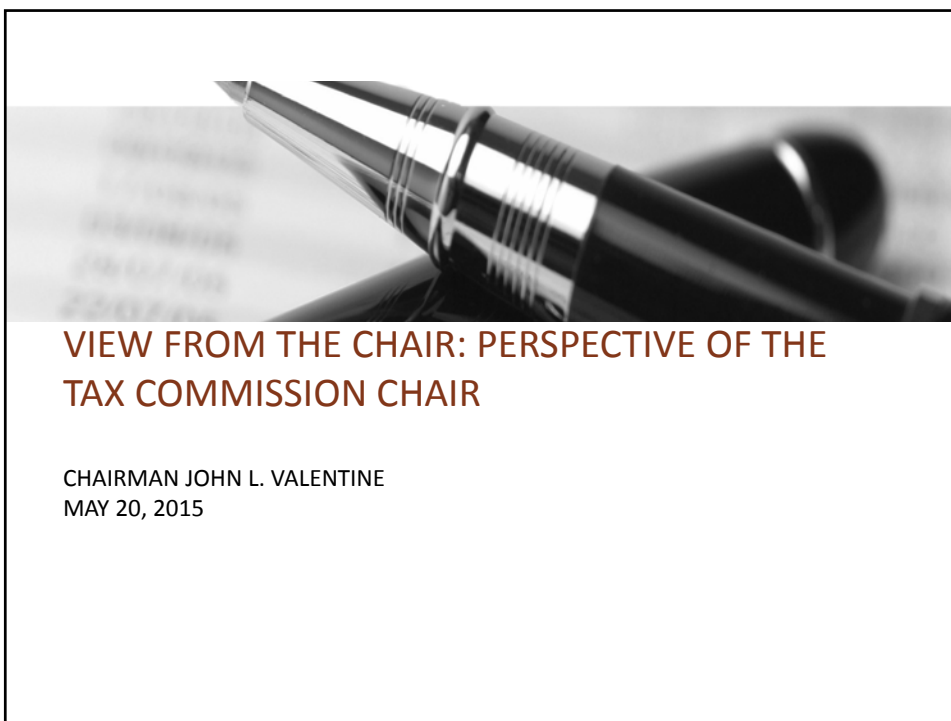




## GENERAL OBSERVATIONS

- Judge
- Role of Administrative Law Judges and role of Commissioner Administrator
  - Article 13 administer and supervise tax laws
- Politician
  - Working out problems with other agencies
  - Testimony before state committees
  - Testimony before federal committees
- Economic Forecast

## ANNUAL PRODUCTION VOLUMES

Individual Income Tax – 1,245,435 of which 83% were filed electronically

- 97% of income refunds processed within 15 days of receipt

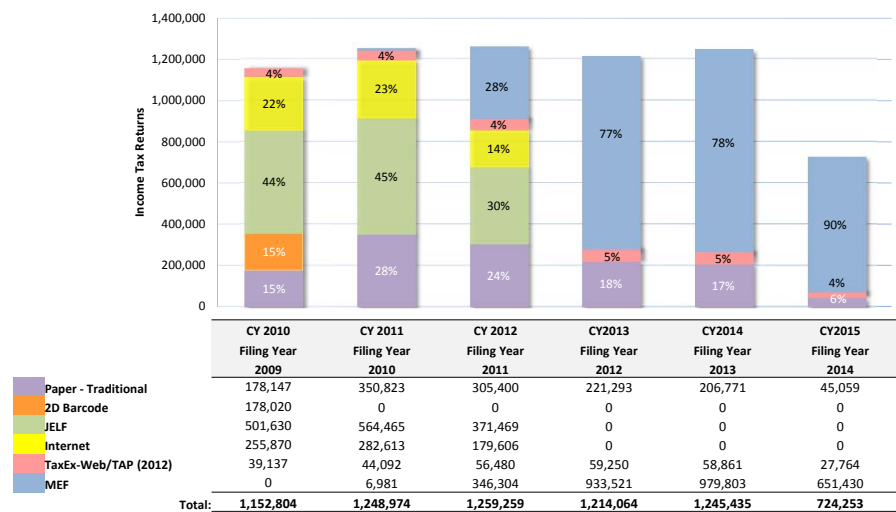
Sales Tax Returns – 383,900 of which 55% were filed electronically

- Includes monthly, quarterly and annual filers

Corporate Tax Returns – 135,400 of which 58% were filed electronically

Withholding Tax Returns – 422,700 of which 44% were filed electronically

Income Tax Returns by Calendar Year



\*CY 2015 YTD Q3

## FRAUD ISSUES

March 12, 2015 Testimony – Senate Finance Committee

1. Strengthen information sharing between the IRS and the States.
2. Stricter regulation of the financial industry as it relates to “pre-paid” debit cards.
3. Prohibit the practice of applying refunds to payment of fees for filing services, a practice sometimes called “Refund Transfer.”
4. Require third party filing services to tighten front end security by using multi- factor authentication and other measures to secure data from unauthorized disclosure and identity theft.

## UPCOMING ISSUES IN STATE LAWS EFFECTING STATE TAX POLICY

1. Income Tax Reporting SB 250
2. Gas Tax Changes SB 362
3. Property Tax Increase SB 97
4. Unresolved Issues:
  - Centrally assessed property issues – New Growth HB 328
  - Statute of Limitations for Refunds SB 94

**UPCOMING ISSUES IN FEDERAL LAWS  
AFFECTING THE STATES IN TAX POLICY**

1. S 698 Marketplace Fairness Act
2. HR 1643 Digital Goods and Services Tax Fairness Act of 2015
3. HR 235 Permanent Internet Tax Freedom Act
4. S 286 Mobile Workforce State Income Tax Simplification Act

**QUESTIONS?**