



ROBERT L. QUINN
COMMISSIONER OF
SAFETY

State of New Hampshire

DEPARTMENT OF SAFETY
JAMES H. HAYES BLDG. 33 HAZEN DR.
CONCORD, N.H. 03305
(603) 271-2791

July 20, 2020

His Excellency, Governor Christopher T. Sununu
and the Honorable Council
State House
Concord, New Hampshire 03301

Requested Action

Pursuant to RSA 260:65-b, authorize the Department of Safety, Division of Administration, to retroactively pay annual membership dues to the Federation of Tax Administrators (VC#168695-B001), Washington, DC, in the amount of \$5,307.00 upon Governor and Council approval for the period of July 1, 2020, through June 30, 2021. Funding source: 100% Agency Funds.

Funds are available in the following account in the SFY 2021 operating budget.

02-23-23-232015-31100000 Dept. of Safety – Div. of Admin – Road Toll Admin	<u>SFY 2021</u>
026-500251 Membership Fees – Organizational Dues	\$5,307.00

Explanation

This request is retroactive due to the Department of Safety (DOS) having received the invoice on July 17, 2020, after the membership period had begun. The Federation of Tax Administrators (FTA) is a national organization that provides the Department with services, bulletins, and memoranda on matters regarding taxation and public finance. This FTA membership is specific to the Motor Fuel Tax Section; it includes unlimited inquiry privileges as well as provides the Road Toll Audit Bureau with research tools needed while conducting Motor Fuel Distributor fuel tax audits both in and out of state. The FTA Motor Fuel Tax Section also provides the Department with comprehensive analysis of current legal rulings and motor fuel industry taxation issues occurring from all 50 states. The amount of the annual dues has remained the same since FY 2008. However, due to COVID-19's unprecedented impacts on state budgets, the FTA Board of Trustees has authorized a one-time 10% COVID relief credit for SFY2021 member dues, reflected on the attached invoice.

Listed below are answers to standard questions required for Governor and Council organization dues and membership approval submissions:

1. *How long has this organization been in existence and how long has this agency been a member of this organization?* FTA was created in 1937. The Department of Safety has been a member for over 20 years.
2. *Is there any other organization which provides the same or similar benefits which your agency belongs to?* No. The purpose of this organization is to improve the techniques of tax administrators and the work of their profession.
3. *How many other states belong to this organization and is your agency the sole New Hampshire state agency that is a member?* All 50 States belong to this organization, including the District of Columbia and New York City (due to its population). The Department of Safety and the Department of Revenue Administration share a membership and the State's dues are allocated between the two Departments 40% and 60% respectively.

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Page 2 of 2

4. *How is the dues structure established? (Standard fee for all states, based on population, based on other criteria, etc.)* The dues are set by the Board of Trustees. Currently, the dues structure is based on a three factor formula – population, tax collections, and an equally weight share.
5. *What benefit does the state receive from participating in this membership?* The Department receives services, bulletins, and memoranda of the Federation of Tax Administrators; the use of research facilities; and unlimited inquiry privileges on matters of taxation and public finance. The organization also offers extensive networking opportunities with other states' Motor Fuel Tax Administrators for the exchange of tax policies and legislation from throughout the United States.
6. *Are training or educational/research materials included in the membership? If so, is the cost included? Explain in detail.* Yes, the Department receives information regarding all motor fuel taxation issues affecting every member jurisdiction of the organization including training materials and other relevant information. The FTA offers various motor fuel tax auditing and investigation classes and has regional and annual meetings for each tax section. The Department only participates in the Motor Fuel Tax Section.
7. *Is the membership required to receive any federal grants or required in order to receive or participate in licensing or certification exams? Explain.* No, there is no requirement. However, the Department currently receives a Federal Highway Administration Motor Fuel Tax Evasion grant to assist in the registration fees and related travel expenses for attending Motor Fuel Tax classes, workshops, and annual and regional meetings.
8. *Is there any travel included with this membership fee? Explain in detail any travel to include the number of employees involved, the number of trips, destination if known and purposes of membership supported trips.* No, there is no travel included with the membership. Attendance in classes, workshops, and annual and regional meetings involve an additional registration fee per event.
9. *Which state agency employees are directly involved with this organization? (Indicate if they are members, voting members, committee members, and/or officers of the organization.)* Scott Bryer, the Administrator of the Road Toll Bureau, is actively involved in the Motor Fuel Tax Section and the Motor Fuel Uniformity Project.
10. *Explain in detail any negative impact to the State if the Agency did not belong to this organization.* The Department has received invaluable information regarding motor fuel tax administration and auditing techniques that it would not have access to if not for the membership. In addition, through the organization's regional and annual meetings, important contacts with other states' administrators have been developed. These contacts are critical in developing open communications between states when dealing with motor fuels being imported and exported between respective State borders.

Respectfully submitted,


Robert L. Quinn
Commissioner of Safety

444 North Capitol Street NW
Suite 348
Washington, DC 20001
(202) 624-5890

INVOICE 693



New Hampshire Department of Safety
10 Hazen Drive
Concord, New Hampshire 3305

Invoice # 693
Invoice Date 07/17/2020
Invoice Due 07/31/2020

Amount Due	\$ 5,307.00
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Transactions

Description	Amount
FY2021 (July 1, 2020 through June 30, 2021)	\$ 5,897.00

Payments

Description	Amount
Applied Credit on 07/17/2020	-\$ 590.00

Total Amount	\$ 5,897.00
Amount Paid	-\$ 590.00
Amount Due	\$ 5,307.00

Please note that the annual dues amount has not increased since July 1, 2008.

If you have any questions concerning this invoice, please contact:

Darrell Reeves, Office Manager at 202-624-5892 or darrell.reeves@taxadmin.org
Gale Garriott, Executive Director at 202-624-5891 or gale.garriott@taxadmin.org

Thank you for your membership and support of the Federation of Tax Administrators.

FTA FEIN: 36-2327263