



**MONTANA
DEPARTMENT OF
ADMINISTRATION**

State Financial Services Division

Greg Gianforte, Governor
Misty Ann Giles, Director

DATE: March 2022

TO: Independent Auditors and Other Users of the Compliance Supplement for Audits of Montana Local Government Entities

RE: Additions/Revisions to the Compliance Supplement for Audits of Montana Local Government Entities – 2021 Legislature

2021 COMPLIANCE SUPPLEMENT UPDATE

Below is a schedule of our most recent revisions to the Compliance Supplement for Audits of Montana Local Government Entities (*Supplement*). Many of these revisions reflect legislation passed by the 2019 Montana Legislature. Some of the revisions, however, reflect recent concerns and questions and do not necessarily result from recent legislation. We have also made changes in style and format that should be fine with your audit programs. Significant revisions to the *Supplement* are highlighted in grey to assist you in updating your audit compliance programs.

The *Supplement* can be found on our website at <https://sfsd.mt.gov/LGSB/Audit-Financial-Review-Resources/ComplianceSupplement/index1>

If you have any questions or comments regarding the *Supplement*, please contact our office at any time at LGSBHelp@mt.gov or 406-444-9101.

Best Regards,

Local Government Services Bureau
State Financial Services Division
Montana Department of Administration

**Statewide Accounting
Bureau**
Mitchell Bldg, Rm 255
P.O. Box 200102
Helena, MT 59620
406-444-3092

**Financial Services
Technology Bureau**
Mitchell Bldg, Rm 295
P.O. Box 200102
Helena, MT 59620
406-444-3092

**Local Government
Services**
Mitchell Bldg, Rm 255
P.O. Box 200547
Helena, MT 59620
406-444-9101

**State Procurement
Bureau**
Mitchell Bldg, Rm 165
P.O. Box 200135
Helena, MT 59620
406-444-2575

CURRENT REVISION	DESCRIPTION OF CHANGES
COUNTY (CO)	
CO01 – General Topics	Legislative Changes – pgs. 3, 9
CO02 – Budgets	Legislative Changes and State Rate Change – pgs. 10, 11, 18
CO03.1 – Revenues	Legislative Changes – pgs. 6, 8, 9, 10, 13, 14, 16, 17, 18, 19, 20, 24, 28, 31, 34, 36, 39
CO03.2 – Motor Vehicle Fees, Taxes, & • Distribution Schedule	Legislative Changes – pgs. 3, 4, 5, 6, 7, 12
CO04 – Cash & Investments	No Changes
CO05 – Claims & Warrants	Federal Rate Change – pg. 5
CO06 – Procurement, Bid Letting, & Contracts	Legislative Changes – pgs. 2, 4
CO07 – Payroll & Employee Benefits	Legislative Changes – pgs. 7, 26
CO08 – Long-Term Debt	Legislative Changes – pgs. 4, 18, 19
CO09 – Meetings	No Changes
CO10 – Property Tax	Legislative Changes – pg. 2
CO11 – Rural Special Improvement Districts (RSID)	Legislative Changes – pgs. 15, 16
CO12 – Business Improvement Districts (BID)	No Changes
CO13 – Multijurisdictional Service Districts	No Changes
CO14 – County Offices & Boards	Legislative Changes – pgs. 9, 10, 11, 12, 13, 14, 15, 16, 22, 23, 26
CO15 – Tax Sales, Redemptions, & Tax Deeds	Legislative Changes – pgs. 4, 7, 8, 9, 10, 11
CO16 – County Collections & Remittances	No Changes
CO17 – Special Districts	Legislative Changes – pgs. 3, 4, 5, 7, 8, 14, 20, 21
CO18 – Tax Increment Financing (TIF)	Legislative Changes – pgs. 2, 3, 4, 5, 6, 7

CITIES/TOWNS (CT)	
CT01 – General Topics	Legislative Changes – pgs. 3, 4, 5
CT02 – Budgets	Legislative Changes and State Rate Change – pgs. 8, 9
CT03 – Revenues	Legislative Changes – pgs. 3, 4, 5, 6, 9, 10, 13, 14
CT04 – Cash & Investments	No Changes
CT05 – Claims, Warrants, & Expenditures	Federal Rate Change – pg. 5
CT06 – Procurement, Bid Letting, & Contracts	No Changes
CT07 – Payroll & Employee Benefits	Legislative Changes – pgs. 6, 18, 19, 24
CT08 – Long-Term Debt	Legislative Changes – pgs. 3, 15, 16
CT09 – Meetings of Governing Body	No Changes
CT10 – Property Taxes	Legislative Changes – pgs. 2, 3
CT11 – Special Improvement Districts (SID)	No Changes
CT12 – Business Improvement Districts (BID)	No Changes
CT13 – Multijurisdictional Service Districts	No Changes
CT14 – Offices & Boards	Legislative Change – pg. 7
CT15 – Tax Lien Sales, Redemptions, & Tax Deeds	No Changes
CT16 – Special Districts	Legislative Changes – pgs. 3, 4, 5, 7, 8, 13, 20
CT17 – Tax Increment Financing (TIF)	Legislative Changes – pgs. 4, 5, 7, 8, 9
SCHOOL DISTRICTS (SD)	
SD01 – Budgets	Legislative Changes – pgs. 6, 7, 9, 13, 16, 18, 19, 21, 24, 25, 29, 37, 38, 39, 44, 47, 49, 50, 51, 52
SD02 – Revenues	Legislative Changes – pgs. 4, 11, 12
SD03 – Cash & Investments	No Changes
SD04 – Expenditures	Legislative Changes – pgs. 11, 12, 13
SD05 – Payroll & Employee Benefits	Legislative Changes – pgs. 9, 14, 19
SD06 – Long-Term Debt	Legislative Changes – pgs. 11, 13, 14

SD07 – Meetings of the Board of Trustees	No Changes
SD08 – Miscellaneous	Legislative Changes – pgs. 5, 6, 7
SD09 – Extracurricular Funds	No Changes
STATE AGENCIES – INDIVIDUAL PROGRAMS	
ADM1 – Forest Reserve	No Changes
AUD1 – Insurance Premium Tax Apportionment	No Changes
COM3 – Hard Rock Mining Impact Trust	No Changes
L&I1 – Building Code Enforcement Program	No Changes
REV1 – Oil & Gas Production Tax	Legislative Change – pg. 3
REV7 – Metalliferous Mines License Tax Allocation	No Changes
TRA1 – Gasoline Tax Apportionment	No Changes