

DEPARTMENT OF ADMINISTRATION
DIRECTOR'S OFFICE



BRIAN SCHWEITZER, GOVERNOR

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August 30, 2012

President of the Senate
Speaker of the House
State Capitol
Helena, MT 59620

Subject: Report by Director of Department of Administration to the Legislature on Local Government Compliance with Title 17, Chapter 2, Part 3, MCA, "State and Local Charges for Services - Limit on Fund Balance"

Section 17-2-304(2), MCA, requires that the Department of Administration Director report to the Legislature a list of local government entities having a balance in a local charge for services fund contrary to the limitation provided by 17-2-302(1), MCA, or that failed to reduce the charge as provided in 17-2-303, MCA, or both, during the previous 12 months.

A review by the Department of Administration of local government entity audit reports submitted by independent auditors pursuant to Title 2, Chapter 7, part 5, MCA, did not disclose any audit finding reporting local government entities had a balance in a local charge for services fund contrary to the limitation provided in 17-2-302(1), MCA, or that any local government entity failed to reduce the charge as required in 17-2-303, MCA. The reviews were conducted of local government entity audit reports received as of the above date and covering the fiscal year ended June 30, 2011; or local government entity biennial audit reports covering the fiscal years ended June 30, 2010 and 2011.

Sincerely,

A handwritten signature in cursive script that reads "Janet R. Kelly".

Janet R. Kelly, Director
Department of Administration