

## REPORT SUMMARY

### **Montana Historical Society**

This report documents the results of our financial-compliance audit of the Montana Historical Society (society) for the two fiscal years ended June 30, 2008. The previous audit report contained eight recommendations. Of these, six were implemented, one was partially implemented, and one was not implemented.

This report contains five recommendations. The recommendations address areas where the society can improve compliance with federal regulations, state laws and regulations, and society policies.

We issued an unqualified opinion on the financial schedules contained in this report. This means the reader can rely on the presented financial information and the supporting data on the state's accounting records.

The listing below serves as a means of summarizing the recommendations contained in the report, the society's response thereto, and a reference to the supporting comments.

#### Recommendation #1

We recommend the society apply enterprise fund operations expenditures to enterprise fund authority prior to using General Fund authority in accordance with state law.....5

Society Response: Concur..... B-3

#### Recommendation #2

We recommend the society provide training to accounting personnel concerning federal and state laws and regulations for federal indirect cost activity. ....6

Society Response: Concur..... B-3

#### Recommendation #3

We recommend the society develop and implement control procedures to ensure Publications Program magazine subscription revenue activity and Montana Interactive sales are accurate. ....8

Society Response: Concur..... B-3

#### Recommendation #4

We recommend the society develop and implement procedures for monitoring and testing its internal controls. ....8

Society Response: Partially Concur..... B-4

#### Recommendation #5

We recommend the society complete the inventory process to ensure museum collections are secured and properly managed. .... 10

Society Response: Partially Concur..... B-4