

**Good Afternoon**



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Supervisor



# Department of Revenue

Financial-Compliance Audit  
Fiscal Years 2021 and 2022

## Department Staff

- Brendan Beatty, Director
- Scott Mendenhall, Deputy Director
- Tracy Morano, Operations Director
- Dave Stewart, Chief Legal Council
- Kristan Barbour, Cannabis Control Division Administrator
- Derek Bell, Business and Income Taxes Division Administrator
- Robert Finstad, Technology Services Division Administrator
- Jill Hamilton, Information Management and Collections Division Administrator
- Kory Hofland, Property Assessment Division Administrator
- Becky Schlauch, Alcoholic Beverage Control Division Administrator

# Fiscal Year 2022 Audit Effort

<b>Revenues</b>	
Individual Income Taxes	\$2,156,582,741
Property Taxes	\$322,207,852
Corporate Income Taxes	\$285,407,222
Oil & Gas Taxes	\$85,351,117
Cigarette & Tobacco Taxes	\$42,136,245
Accommodations Taxes	\$65,698,406
Liquor Warehouse Charges for Services	\$137,166,906
<b>Total</b>	<b>\$3,094,550,489</b>

<b>Expenditures</b>	
Local Assistance Payments	\$148,913,383
Liquor Warehouse Expenses	\$113,495,827
<b>Total</b>	<b>\$262,409,210</b>

<b>Trust Fund Balances</b>	
Investments	\$1,323,342,405
Net Asset Balance	\$851,035,280

# Internal Control Over Wire Deposits

- Department receives daily wires directly to US Bank for tax payments.
- Wires must be deposited within 5 business days.
- Did not affect the opinion, but a \$5.3 million misstatement in FY2022.

<b>Identified Untimely Wires</b>		
	FY2021	FY2022
Number of Wires	7	8
Total Amount	\$149,342	\$6,486,272



## **Recommendation**

The Department of Revenue improve internal control procedures to ensure timely recording of received wires in the state's accounting system and to comply with state accounting policy.

# Cannabis Control Division

## Division FY2022 Revenues

License & Permit Fees	\$4,131,462
Recreational Marijuana Taxes	\$19,001,765
Medical Marijuana Taxes	\$7,212,083
Transfers	\$7,784,038
Total	\$38,129,348

- New in fiscal year 2022
- Responsibilities:
  - Overseeing the cultivation and sale of medical and recreational marijuana
  - Collecting and distributing the associated fees and taxes
- No issues found



Questions?