

MISSOULA COUNTY
GROSS RECEIPTS TAX

BACKGROUND

Per MCA 15-50-206, all contractors and subcontractors working on publicly-funded projects where the owner is a public entity are required to pay, or have withheld from them, 1% of the gross contract price. This applies to public contracts of \$5000 and above.

Within 10 days after awarding a public contract, the public agency or prime contractor must file a contract award report (Form PC-1), with the Department of Revenue Business Tax Section.

1% of each payment to the prime contractor is to be withheld and forwarded to the Department of Revenue Business Tax Section, along with a completed form PC-2. It is the contractor's responsibility to ensure subcontractors' compliance.

POLICY

In order to ensure compliance with this law, the County's liaison for each project is responsible for completing form PC-1.

Additionally, whenever a claim is processed for contractor payment, the liaison must also submit a claim for the 1% payment to the State.

Forms can be obtained from MT Dept of Revenue, Business Tax Division, Sam Mitchell Building, Helena, MT 59620.