



MONTANA  
ADMINISTRATIVE  
REGISTER



**BOARD OF PUBLIC ACCOUNTANTS  
DEPARTMENT OF LABOR AND INDUSTRY**

---

**NOTICE OF PROPOSED RULEMAKING**

**MAR NOTICE NO. 2025-350.1**

**Summary**

Implementing HB 246 Substantial Equivalency

---

**Hearing Date and Time**

Wednesday, January 14, 2026, at 9:00 a.m.

**Virtual Hearing Information**

A public hearing will be held via remote conferencing to consider the proposed changes to the agency's rules. There will be no in-person hearing. Interested parties may access the remote conferencing platform in the following ways:

Join Zoom Meeting: <https://mt-gov.zoom.us/j/85109549174>

Meeting ID: 851 0954 9174; Password: 8295272392

Dial by Telephone: +1 646 558 8656

Meeting ID: 851 0954 9174; Password: 8295272392

**Comments**

Concerned persons may present their data, views, or arguments at the hearing. Written data, views, or arguments may also be submitted at [dli.mt.gov/rules](https://dli.mt.gov/rules) or P.O. Box 1728, Helena, Montana 59624. Comments must be received by Friday, January 16, 2026, at 5:00 p.m.

## **Accommodations**

The agency will make reasonable accommodations for persons with disabilities who wish to participate in this rulemaking process or need an alternative accessible format of this notice. Requests must be made by Wednesday, January 7, 2026, at 5:00 p.m.

---

## **Contact**

Department of Labor and Industry  
(406) 444-5466  
laborlegal@mt.gov  
Montana Relay: 711

---

## **General Reasonable Necessity Statement**

The 2025 Montana Legislature passed House Bill 246 which was signed by the Governor April 3, 2025, and became effective October 1, 2025. The bill standardizes substantial equivalency determinations in professional licensing and eliminates duplicative statutory sections regarding equivalency and reciprocity. While historically available to applicants licensed in other states or jurisdictions, licensure by substantial equivalency has never been consistent among the professional licensing boards and programs.

House Bill 246 creates a standard definition for determining substantial equivalency to be uniformly utilized by all the boards and programs when processing endorsement applications. This will create overall efficiencies in processing endorsement applications and reduce licensing wait times for applicants and employers. To implement the legislation and further the endorsement licensing process, the board is proposing to adopt NEW RULE 1. The board has compared current licensure standards of the fifty United States for board licensees and determined those that are substantially equivalent per the definition in 37-1-302, MCA. This new rule will adopt and incorporate by reference the board's initial approved list of states having substantially equivalent licensing standards. The list will be published on the board's website. The board will analyze other states' licensing standards annually, and update the published list as needed.

---

## **Rulemaking Actions**

### **ADOPT**

The rule proposed to be adopted is as follows:

## **NEW RULE 1 SUBSTANTIAL EQUIVALENCY**

- (1) The board adopts and incorporates by reference the 2025 substantial equivalency list for the Board of Public Accountants publication. The publication is available on the board's website.
- (2) The board intends to review the publication annually. However, failure to review or adopt a new list does not change the effectiveness of the adoption in this rule.
- (3) License applications from individuals licensed in substantially equivalent states are routine applications as to the education, examination, and experience requirements for licensure. Applications may be nonroutine on other bases.

**Authorizing statute(s):** 37-1-131, MCA

**Implementing statute(s):** 37-1-304, MCA

---

### **Small Business Impact**

The Montana small businesses that will probably be affected by the proposed rule changes are small businesses that employ public accountants. The board's proposed changes do not significantly and directly affect Montana small businesses, and make the rules more clear for existing practitioners. Adoption of this rule does not change the board's existing practices for licensing out-of-state accountants, but rather increases transparency for consumers and prospective licensees.

---

### **Bill Sponsor Notification**

The primary bill sponsor was notified by email on August 20, 2025.

---

### **Interested Persons**

The agency maintains a list of interested persons who wish to receive notices of rulemaking actions proposed by the agency. Persons wishing to have their name added to the list may sign up at [dli.mt.gov/rules](https://dli.mt.gov/rules) or by sending a letter to P.O. Box 1728, Helena, Montana 59624 and indicating the program or programs about which they wish to receive notices.

---

**Rule Reviewer**

Jennifer Stallkamp

**Approval**

Sarah Swanson, Commissioner

**Approval**

Mike Johns, CPA, Presiding Officer, Board of Public Accountants