



# OFFICE OF AUDITOR OF STATE

STATE OF IOWA

State Capitol Building  
Des Moines, Iowa 50319-0006

Telephone (515) 281-5834

Rob Sand  
Auditor of State

## NEWS RELEASE

Contact: Brian Brustkern  
515/281-5834

FOR RELEASE

February 23, 2026

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Auditor of State Rob Sand today released a report on the Iowa Department of Agriculture and Land Stewardship for the year ended June 30, 2024.

The Department has the primary responsibility to encourage, promote and advance the interests of agriculture in this State.

### **AUDIT FINDING:**

Sand reported one finding related to the Department. The finding is reported on pages 3 and 4 of this report. Sand recommended the Department strengthen internal controls over receipts in certain Bureaus. The Department's response to the recommendation is included in the report.

The finding discussed above is repeated from the prior year. Management of the Iowa Department of Agriculture and Land Stewardship have a fiduciary responsibility to provide oversight of the Department's operations and financial transactions. Oversight is typically defined as the "watchful and responsible care" management exercises in its fiduciary capacity.

A copy of the report is available for review on the Auditor of State's website at [Audit Reports – Auditor of State](#).

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**REPORT OF RECOMMENDATIONS TO THE  
IOWA DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP**

**JUNE 30, 2024**

**Iowa Department of Agriculture and Land Stewardship**



**OFFICE OF AUDITOR OF STATE**  
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Rob Sand  
Auditor of State

February 20, 2026

Iowa Department of Agriculture and Land Stewardship  
Des Moines, Iowa

To the Honorable Mike Naig, Iowa Secretary of Agriculture:

I am pleased to submit to you the Report of Recommendations for the Iowa Department of Agriculture and Land Stewardship for the year ended June 30, 2024. The report includes a finding pertaining to the Department's internal controls which resulted from the fiscal year 2024 audit.

I appreciate the cooperation and courtesy extended by the officials and employees of the Iowa Department of Agriculture and Land Stewardship throughout the audit. If I or this office can be of any further assistance, please contact me or my staff at 515-281-5834.

Sincerely,

A handwritten signature in black ink that reads "Rob Sand". The signature is stylized and cursive.

Rob Sand  
Auditor of State

**Iowa Department of Agriculture and Land Stewardship**



**OFFICE OF AUDITOR OF STATE**  
STATE OF IOWA

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Des Moines, Iowa 50319-0006

Telephone (515) 281-5834

February 20, 2026

To the Honorable Michael Naig,  
Secretary of Agriculture:

The Iowa Department of Agriculture and Land Stewardship is a part of the State of Iowa and, as such, has been included in our audits of the State's Annual Comprehensive Financial Report (ACFR) and the State's Single Audit Report for the year ended June 30, 2024.

In conducting our audits, we became aware of an aspect concerning the Department's operations for which we believe corrective action is necessary. As a result, we have developed a recommendation which is reported on the following pages. We believe you should be aware of the recommendation, which pertains to the Department's internal control. This recommendation has been discussed with Department personnel and their response to the recommendation is included in this report. While we have expressed our conclusion on the Department's response, we did not audit the Iowa Department of Agriculture and Land Stewardship's response and, accordingly, we express no opinion on it.

This report, a public record by law, is intended solely for the information and use of the officials and employees of the Iowa Department of Agriculture and Land Stewardship, citizens of the State of Iowa and other parties to whom the Department may report. This report is not intended to be and should not be used by anyone other than these specified parties.

We would like to acknowledge the many courtesies and assistance extended to us by personnel of the Department during the course of our audits. Should you have questions concerning any of the above matters, we shall be pleased to discuss them with you at your convenience. Individuals who participated in our audits of the Department are listed on page 6 and they are available to discuss these matters with you.

A handwritten signature in black ink, appearing to read "Brian R. Brustkern".

Brian R. Brustkern, CPA  
Deputy Auditor of State

cc: Honorable Kim Reynolds, Governor  
Craig Paulsen, Director, Department of Management  
Tim McDermott, Director, Legislative Services Agency

Report of Recommendations to the  
Iowa Department of Agriculture and Land Stewardship

June 30, 2024

**Findings Reported in the State's Single Audit Report:**

No matters were noted.

**Findings Reported in the State's Report on Internal Control:**

No matters were noted.

**Other Finding Related to Internal Control:**

Segregation of Duties – Receipts

Criteria – Management is responsible for establishing and maintaining internal control. A good system of internal control provides for adequate segregation of duties so the authorization, custody and recording of transactions are not under the control of the same employee. This segregation of duties helps to prevent losses from employee error or dishonesty.

Criteria – In the Weights and Measures Bureau, one person is responsible for opening mail, recording receipts in the Bureau's database, preparing the deposit and taking the deposit to Accounting. The mail opener does not prepare an initial listing of receipts. In addition, the individual who collects fees is also responsible for mailing renewal notices for licenses, updating the outstanding license listing and mailing past due notices. The Bureau does not perform a reconciliation of licenses issued to fees collected.

In the Animal Industry Bureau, one person is responsible for opening mail, recording receipts in the Bureau's databases, preparing the deposit and taking the deposit to Accounting.

Cause – Procedures have not been designed to adequately segregate duties or provide compensating controls through additional oversight of transactions and processes.

Effect – Inadequate segregation of duties and the lack of performing reconciliations of receipts deposited to Bureau records could adversely affect the Department's ability to prevent or detect and correct misstatements, errors or misappropriation on a timely basis by employees in the normal course of performing their assigned duties.

Recommendation – The Department should review procedures in the Bureaus to ensure duties are segregated to the extent possible. The initial listing of receipts should be compared to the deposits by an independent person. In addition, the Bureaus should reconcile collections per the Accounting Bureau to licenses issued to determine whether the appropriate fees were received and deposited. Access to the Bureaus' databases should be limited to the individuals who need access to perform their duties. Also, data entered in the databases should be reviewed to ensure accuracy.

Report of Recommendations to the  
Iowa Department of Agriculture and Land Stewardship

June 30, 2024

Response – The Department continues to make significant investments to better segregate duties. Over the last five years, the Department has developed and implemented an e-payment option that is now available in the Pesticide Bureau, Feed and Fertilizer Bureau, Entomology Bureau, Dairy Bureau, Grain Warehouse Bureau, and our Choose Iowa Program. This continues to reduce the number of checks received by those Bureaus and frees up staff time to allow for additional segregation of duties. This has paid significant dividends in the Pesticide Bureau, where all checks received are now processed through our desktop deposit process with an initial listing of receipts being prepared. This is a more efficient method and allows for better controls than the previous process. In addition, our Animal Industry Bureau continues to progress toward implementing an e-payment option with the hope of going live in the coming months. The Department continues to evaluate other Bureaus that may be able to transition to an e-payment option.

In addition, procedures have been added to several Bureaus as mitigating controls to address the concerns detailed. The initial listing/batch summary reports prepared by Bureau staff in the Commercial Feed and Fertilizer and Animal Industry Bureaus are reviewed by an independent person and compared to deposit confirmations provided by Accounting. The information returned to the Bureau is used to verify deposits were made for the correct amounts. This allows for better reconciliation between the Bureaus and Accounting.

Due to staff availability in the Weights and Measures Bureau, it is difficult to fully segregate duties. However, as a mitigating control, the Bureau performs a reconciliation of collections to deposits and this reconciliation is reviewed and signed by the Bureau Chief. The Bureau regularly performs a reconciliation of licenses issued to fees collected. This reconciliation is reviewed by an independent person.

The incoming mail continues to be opened by the Department receptionist for many of the Bureaus to provide additional segregation and mitigating controls.

While funding and staffing can be limiting factors, procedures are continually reviewed to determine if any further segregation can be accomplished for the duties discussed.

Conclusion – Response accepted.

Report of Recommendations to the  
Iowa Department of Agriculture and Land Stewardship

June 30, 2024

**Findings Related to Statutory Requirements and Other Matters:**

No matters were noted.

Report of Recommendations to the  
Iowa Department of Agriculture and Land Stewardship

June 30, 2024

**Staff:**

Questions or requests for further assistance should be directed to:

Brian R. Brustkern, CPA, Deputy  
Alexander N. Kawamura, CPA, Manager  
Erin J. Sietstra, Senior Auditor II

Other individuals who participated in the audits include:

Premnarayan Gobin, Senior Auditor II  
Matthew W. Beerman, Staff Auditor  
Maria R. Collins, Staff Auditor  
Aria G. Puetsch, Staff Auditor  
Bryce L. Rasmussen, Staff Auditor  
Jennifer H. Wagner, Staff Auditor  
Christofer S. Kingrey, Assistant Auditor  
Christopher M. Krajicek, Assistant Auditor  
Jason A. Weuve, Assistant Auditor