

SENATE/HOUSE FILE \_\_\_\_\_  
BY (PROPOSED AUDITOR OF STATE  
BILL)

**A BILL FOR**

1 An Act relating to reimbursement for certain audit expenses to  
2 the auditor of state.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 11.5A, Code 2021, is amended to read as  
2 follows:

3 **11.5A Audit or examination — costs.**

4 When requested by the auditor of state, the department  
5 of management shall transfer from any unappropriated funds  
6 in the state treasury an amount not exceeding the expenses  
7 and prorated salary costs already paid to perform audits or  
8 examinations of state departments and agencies, the offices  
9 of the judicial branch, and federal financial assistance as  
10 defined in the federal Single Audit Act, 31 U.S.C. §7501, et  
11 seq., received by all other departments, ~~as listed in section~~  
12 ~~11.5B,~~ for which payments by agencies have not been made. Upon  
13 payment by the departments, the auditor of state shall credit  
14 the payments to the state treasury.

15 Sec. 2. Section 11.5B, Code 2021, is amended to read as  
16 follows:

17 **11.5B Repayment of audit expenses by state departments and**  
18 **agencies.**

19 The auditor of state shall be reimbursed by a state  
20 department or agency for performing all audits or examinations  
21 of the ~~following state departments or agencies~~ department or  
22 agency, or funds received by a the department or agency~~±.~~

- 23 ~~1. Department of commerce.~~
- 24 ~~2. Department of human services.~~
- 25 ~~3. State department of transportation.~~
- 26 ~~4. Iowa department of public health.~~
- 27 ~~5. State board of regents.~~
- 28 ~~6. Department of agriculture and land stewardship.~~
- 29 ~~7. Iowa veterans home.~~
- 30 ~~8. Department of education.~~
- 31 ~~9. Department of workforce development.~~
- 32 ~~10. Department of natural resources.~~
- 33 ~~11. Offices of the clerks of the district court of the~~  
34 ~~judicial branch.~~
- 35 ~~12. The Iowa public employees' retirement system.~~

1 ~~13. Federal financial assistance, as defined in the federal~~  
2 ~~Single Audit Act, 31 U.S.C. §7501, et seq., received by all~~  
3 ~~other departments.~~

4 ~~14. Department of administrative services.~~

5 ~~15. Office of the chief information officer.~~

6 Sec. 3. Section 11.5C, subsection 2, Code 2021, is amended  
7 to read as follows:

8 2. ~~If the state department that is the subject of the review~~  
9 ~~is listed in section 11.5B, the~~ The state department shall  
10 reimburse the auditor of state for the cost of the review and  
11 any subsequent assistance provided by the auditor of state.

12 Sec. 4. NEW SECTION. 11.5D **Billing rates.**

13 The auditor of state shall adopt rules pursuant to chapter  
14 17A to establish the hourly billing rate at which audit  
15 services are performed by state auditors as described in  
16 section 11.31.

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#### EXPLANATION

18 The inclusion of this explanation does not constitute agreement with  
19 the explanation's substance by the members of the general assembly.

20 This bill relates to the reimbursement of certain audit  
21 expenses to the auditor of state.

22 The bill strikes a list of specified departments and  
23 agencies that must reimburse the auditor of state for  
24 performing audits and examinations, and instead provides that  
25 any audited department or agency must reimburse the auditor  
26 of state for performing audits and examinations. The bill  
27 requires the auditor of state to adopt billing rates by rule.