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Senate File 134
Drake, Chairman
Harper
Fisher of Greene

SENATE FILE 134

By CURTIS, KELLY, GRIFFIN,
SHAW, KENNEDY, MCCARTNEY
and COLEMAN

Commerce 2-6 - amend. Pass 4/18

Hultman, Chairman
Briles
Kinley

the State Court 1-14-74, Pass for 2504 3/14

Passed Senate, Date 5-14-73 (1243) Passed House, Date 4-24-74 (2025)

Vote: Ayes 39 Nays 3 Vote: Ayes 80 Nays 7

Approved 6-3-74

*Passed Senate as amended by House
5-12-74 (1987)
42-0*

*Motion to reconsider provided 4-24
Repassed House 4-24-74 (2048)
73-1*

A BILL FOR *Motion to reconsider filed 4/25 (2117)
4-20-74 (2028)
89-6*

1 An Act relating to the regulation of the practice of
2 public accounting; to enlarge the state board of
3 accountancy; to prescribe its powers and duties; and
4 to provide penalties for violations of the provisions
5 of this Act.

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

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1 Section 1. NEW SECTION. TITLE. This Act may be cited
2 as the "Public Accountancy Act of 1973".

3 Sec. 2. NEW SECTION. BOARD OF ACCOUNTANCY MEMBERS--FUNDS--
4 -REPORTS--RULES. 1. There is established a board of
5 accountancy. The board of accountancy shall consist of seven
6 members, five of whom shall be certified public accountants
7 and three of them shall be in active practice as certified
8 public accountants and two members who shall not be certified
9 public accountants and who shall represent the general public.
10 The term "board" as used in this Act means the board of
11 accountancy established by this section. Within sixty days
12 after the effective date of this Act, the governor shall
13 appoint the certified public accountant members of the board
14 for terms as follows: One member for a term ending June 30,
15 1974, one member for a term ending June 30, 1975, one member
16 for a term ending June 30, 1976, one member for a term ending
17 June 30, 1977, and one member for a term ending June 30, 1978.
18 Within sixty days after the effective date of this Act, the
19 governor shall appoint the members representing the general
20 public, one member for a term ending June 30, 1975 and one
21 member for a term ending June 30, 1977. Upon the expiration
22 of each of the terms and of each succeeding term, a successor
23 shall be appointed for a term of five years, but no person
24 shall be eligible for two consecutive complete five-year terms
25 of office. Vacancies occurring in the membership of the board
26 for any cause shall be filled in the same manner by the
27 governor for the unexpired term. Appointment to fill an
28 unexpired term is not to be considered as a complete term.
29 The terms of the members of the board of accountancy who were
30 serving on July 1, 1972 shall continue until the board of
31 accountancy established by this Act has been appointed.

32 2. The Iowa society of certified public accountants or
33 its managing board of directors may submit each year to the
34 governor, a list containing the names of persons of recognized
35 ability as certified public accountants for each board member

1 to be appointed. The initial list submitted after the effec-
2 tive date of this Act shall include the names of members of
3 the board of accountancy on July 1, 1972. The governor, in
4 making appointments to the board of accountancy, may select
5 for the initial appointments one or more of the persons so
6 named.

7 Members of the board shall be citizens of the United States
8 and residents of this state who hold certified public
9 accountant certificates issued under the laws of this state.

10 A member of the board whose term has expired shall continue
11 to serve until his successor is appointed and qualified.

12 The governor shall remove from the board any member whose
13 certificate as a certified public accountant has been revoked
14 or suspended.

15 3. The board shall elect annually a chairman, a secretary,
16 and a treasurer from its members.

17 The board may adopt regulations for the orderly conduct
18 of its affairs and for the administration of this Act.

19 A majority of the members of the board shall constitute
20 a quorum for the transaction of business.

21 The board shall keep records of its proceedings, and in
22 any proceeding in court arising out of or founded upon any
23 provision of this Act, copies of its records certified as
24 correct shall be admissible in evidence to prove the con-
25 tents of the records.

26 The board shall have printed and published for public
27 distribution, in October of each year, an annual register
28 which shall contain the names, arranged alphabetically by
29 classifications, of all persons, partnerships, and corpora-
30 tions registered under this Act; the names of the members
31 of the board; and such other matters as may be deemed proper
32 by the board. Copies of the registers shall be mailed to
33 each person, partnership and corporation named.

34 The board may employ such personnel and arrange for such
35 assistance as it may require for the performance of its duties.

1 Each member of the board shall be paid a per diem set by
2 the board in an amount not to exceed forty dollars per day
3 for each day the member is performing official duties and
4 shall be reimbursed for his actual and necessary expenses,
5 including travel, incurred in the discharge of his official
6 duties.

7 4. All fees and other moneys received by the board,
8 pursuant to the provisions of this Act, shall be paid monthly
9 to the treasurer of state who shall keep the same in a special
10 fund, hereby established, to be known as the board of
11 accountancy fund, which fund may be used and expended by the
12 board to pay the compensation and travel expenses necessary
13 for the board to administer and carry out the provisions of
14 this Act.

15 No part of this special fund shall revert to the general
16 fund of this state.

17 No compensation or expenses incurred under this Act shall
18 be a charge to the general fund of this state.

19 Any funds remaining in the state board of accountancy fund
20 on the effective date of this Act shall be transferred to
21 the board of accountancy fund established by this Act.

22 Funds appropriated to the board of accountancy by the gen-
23 eral assembly for the biennium commencing July 1, 1973 and
24 ending June 30, 1975 shall be deemed to be appropriated to
25 the board of accountancy established by this Act.

26 Itemized accounts of the expenses of the board or its mem-
27 bers shall be audited by the auditor of state and allowed
28 by the state comptroller, and shall be paid from the board
29 of accountancy fund.

30 The board shall make a biennial report to the governor
31 of its proceedings, with an account of all moneys received
32 and disbursed, a list of the names of certified public
33 accountants and public accountants whose certificates or
34 permits to practice have been revoked or suspended, and such
35 other information as it may deem proper or the governor

1 requests.

2 5. The board may promulgate rules of professional conduct
3 appropriate to establishing and maintaining high standards
4 of integrity and dignity in the profession of public
5 accountancy. Rules shall be adopted relating to the following
6 matters:

7 a. Rules relating to the propriety of opinions on financial
8 statements by a certified public accountant or public
9 accountant who is not independent.

10 b. Actions discreditable to the profession.

11 c. Rules relating to the profession confidences between
12 a certified public accountant or public accountant and his
13 client.

14 d. Contingent fees.

15 e. Rules relating to technical competence and the expres-
16 sion of opinions on financial statements.

17 f. Rules relating to the failure to disclose a material
18 fact known to the certified public accountant or public ac-
19 countant.

20 g. Rules relating to material misstatement known to the
21 certified public accountant or public accountant.

22 h. Rules relating to negligent conduct in an examina-
23 tion or in making a report on an examination.

24 i. Rules relating to the failure to direct attention to
25 any material departure from generally accepted accounting
26 principles.

27 6. A certified public accountant or public accountant
28 shall not commit and shall not permit persons associated with
29 him or who are under his supervision to commit any of the
30 following acts:

31 a. Advertise his professional attainments or services.

32 b. Practice under a firm name which indicates a specialty
33 or is misleading as to type of organization.

34 c. Publish an announcement in a newspaper, magazine, or
35 similar medium.

1 d. List in a directory any information other than the
2 name, title, address, and telephone number of the person or
3 firm. The listing shall not appear in a box or other form
4 of display or in a type or style which differentiates it from
5 other listings in the same directory. Listing of the same
6 name in more than one place in a classified directory is
7 prohibited.

8 e. Endeavor, directly or indirectly, to obtain clients
9 by solicitation.

10 f. Pay a commission, brokerage, or other participation
11 in the fees or profits of professional work directly or in-
12 directly to the laity.

13 g. Directly or indirectly accept commission, brokerage,
14 or other participation in the fees, charges, or profits of
15 work recommended or turned over to the laity as incident to
16 services for clients.

17 h. Permit others to carry out on his behalf, either with
18 or without compensation, acts which, if carried out by him,
19 would place him in violation of rules of the board adopted
20 pursuant to this Act.

21 7. The board shall establish rules and regulations rela-
22 tive to the conduct of public accounting in respect to the
23 enumerated items in subsections five (5) and six (6) of this
24 section, but such direction shall not be construed as a limita-
25 tion upon the rights of the board to make and adopt any rules
26 and regulations relating to the rules of conduct of certified
27 public accountants, or public accountants, which are not
28 specifically enumerated in this Act.

29 8. The board may issue further rules and regulations,
30 including but not limited to rules of professional conduct,
31 pertaining to corporations practicing public accounting, which
32 it deems consistent with or required by the public welfare.
33 The board may prescribe regulations governing the style, name,
34 and title of corporations and governing the affiliation of
35 corporations with other organizations.

1 Regulations adopted by the board shall not be in conflict
2 with the Iowa Professional Corporation Act, provided in chapter
3 four hundred ninety-six C (496C) of the Code.

4 Sec. 3. NEW SECTION. GRANTING THE CERTIFICATE. The
5 certificate of "certified public accountant" shall be granted
6 by the board to any person who meets all of the following
7 requirements:

8 1. Is a resident of this state or has a place of business
9 in this state, or, as an employee, is regularly employed in
10 this state.

11 2. Has attained the age of eighteen years.

12 3. Is of good moral character.

13 4. Has a baccalaureate degree conferred by a college or
14 university recognized by the board, with a concentration in
15 accounting, or what the board determines to be substantially
16 the equivalent of those requirements; or with a nonaccounting
17 concentration, supplemented by what the board determines to
18 be substantially the equivalent of an accounting concentration,
19 including related courses in other areas of business adminis-
20 tration; or is a graduate of a high school having at least
21 a four-year course of study or its equivalent as determined
22 by the board of accountancy and has had three years' continuous
23 experience under the direct supervision of a certified public
24 accountant holding a current permit to practice, which ex-
25 perience shall include a significant amount of accounting
26 work involving third party reliance on financial statements.

27 5. Has passed a written examination in accounting and
28 auditing, and such related subjects as the board determines
29 to be appropriate.

30 None of the education or experience requirements in sub-
31 section four (4) of this section shall apply to a candidate
32 who within four years after the effective date of this Act
33 fulfills the education and experience requirements provided
34 for by law prior to the effective date of this Act and passes
35 the examination required in subsection five (3) of this sec-

1 tion.

2 The examination described in subsection five (5) of this
3 section shall be conducted by the certified public accountant
4 members of the board and shall take place as often as the
5 board shall determine to be desirable, but shall be held at
6 least once each year.

7 The board shall make such use of all or any part of the
8 uniform certified public accountants' examination or advisory
9 grading service, or both, as it deems appropriate to assist
10 it in performing its duties under this Act.

11 The board may admit to the examination described in sub-
12 section five (5) of this section any candidate who will com-
13 plete the educational requirements for a baccalaureate degree
14 within one hundred twenty days immediately following the date
15 of the examination. However, the board shall not report the
16 results of the examination until the candidate has met the
17 educational requirements.

18 A candidate for the certificate of certified public ac-
19 countant who has successfully completed the examination under
20 subsection five (5) of this section and the educational re-
21 quirements under subsection four (4) of this section shall
22 receive a certificate as a certified public accountant.

23 The board may by regulation provide for granting a credit
24 to a candidate for satisfactory completion of a written ex-
25 amination in one or more of the subjects prescribed by the
26 board in this state, but conducted by the licensing authority
27 in another state, if when the candidate took the examination
28 in another state, he was not a resident of this state, had
29 no place of business in this state, and, as an employee, was
30 not employed regularly in this state.

31 Such regulations shall include such requirements as the
32 board determines to be appropriate in order that any examina-
33 tion approved as a basis for any such credit shall, in the
34 judgment of the board, be at least as thorough as that in-
35 cluded in the most recent examination given by the board at

1 the time of the granting of such credit.

2 The board may by regulation prescribe the terms and con-
3 ditions under which a candidate who passes one or more subjects
4 of the examination prescribed by the board may be reexamined
5 in only the remaining subjects, with credit for the subjects
6 previously passed.

7 It may also provide by regulation for a reasonable waiting
8 period for a candidate's reexamination in a subject he has
9 failed.

10 Subject to the foregoing and such other regulations as
11 the board may adopt governing reexaminations, a candidate
12 shall be entitled to any number of reexaminations under sub-
13 section five (5) of this section.

14 The board shall charge each candidate a fee, to be deter-
15 mined by the board, not in excess of one hundred dollars for
16 the initial examination provided for in subsection five (5)
17 of this section. Fees for reexamination under subsection
18 five (5) of this section shall also be charged by the board
19 in amounts determined by it, but not in excess of twenty-five
20 dollars for each subject in which the candidate is reexamined.
21 The applicable fee shall be paid by the candidate at the time
22 he applies for examination or reexamination.

23 Any person who has received from the board a certificate
24 as a certified public accountant and who is currently regis-
25 tered under section eight (8) of this Act, shall be styled
26 and known as a "certified public accountant", and may also
27 use the abbreviation "CPA".

28 Persons who, on the effective date of this Act, hold
29 certified public accountant certificates issued under the
30 laws of this state shall not be required to obtain additional
31 certificates under this Act, but shall otherwise be subject
32 to all provisions of this Act; and such certificates shall,
33 for all purposes, be considered certificates issued under
34 this Act, and subject to the provisions of this Act.

35 The board may, in its discretion, waive the examinations

1 under subsection five (5) of this section and may issue a
2 certificate as certified public accountant to any person pos-
3 sessed the qualifications specified in subsections two (2)
4 and three (3) of this section, and what the board determines
5 to be substantially equivalent, of the applicable qualifica-
6 tions under subsection four (4) of this section; and who is
7 the holder of a certificate as a certified public accountant,
8 then in full force and effect, issued under the laws of another
9 state, or is the holder of a certificate, license or degree
10 in a foreign country constituting a recognized qualification
11 for the practice of public accounting in such country, com-
12 parable to that of a certified public accountant of this
13 state, which is then in full force and effect; or who, as
14 a holder of such certificate, license, or degree shall have
15 been in continuous practice thereunder for at least seven
16 years.

17 Sec. 4. NEW SECTION. PUBLIC ACCOUNTANTS. Any person,
18 partnership, or corporation who is registered as a public
19 accountant by the state of Iowa on the effective date of this
20 Act may continue to register with the board as a public ac-
21 countant within one hundred eighty days after the effective
22 date of this Act.

23 Sec. 5. NEW SECTION. FOREIGN LICENSEES. The board may,
24 in its discretion, permit the registration of any person of
25 good moral character who is a holder in good standing of a
26 certificate, license, or degree in a foreign country con-
27 stituting a recognized qualification for the practice of pub-
28 lic accounting in such country. A person so registered shall
29 use only the title under which he is generally known in his
30 own country, followed by the license, or degree. The board
31 shall charge a fee, not to exceed one hundred dollars, for
32 registration under this Act.

33 Sec. 6. NEW SECTION. PARTNERSHIPS AND CORPORATIONS.
34 A partnership engaged in this state in the practice of pub-
35 lic accounting shall register with the board as a partner-

1 ship of certified public accountants and shall meet the fol-
2 lowing requirements:

3 1. At least one general partner shall be a certified pub-
4 lic accountant in good standing of this state and have a per-
5 mit to practice.

6 2. Each partner shall be a certified public accountant
7 in good standing of some state.

8 3. Each resident manager in charge of an office of a firm
9 in this state, and each partner personally engaged within
10 this state in the practice of public accounting as a member
11 of the partnership, shall be a certified public accountant
12 in good standing of this state and have a permit to practice.

13 A corporation organized for the practice of certified
14 public accounting shall register with the board as a corpora-
15 tion of certified public accountants.

16 Application for registration as a partnership or corpora-
17 tion shall be made upon the affidavit of a general partner
18 of the partnership or officer of the corporation who is a
19 certified public accountant of this state having a current
20 permit to practice.

21 The board shall in each case determine whether the appli-
22 cant is eligible for registration.

23 A partnership or corporation which is so registered, and
24 which holds a permit issued under section eight (8) of this
25 Act, may use the words "certified public accountant" or the
26 abbreviation "CPA" in connection with its partnership or cor-
27 poration name.

28 Notification shall be given the board, within ninety days
29 after the admission or withdrawal of a partner who holds a
30 permit to practice under section eight (8) of this Act, from
31 any partnership so registered.

32 Sec. 7. NEW SECTION. REGISTRATION OF OFFICE. Each office
33 established or maintained in this state for the practice of
34 public accounting in this state by a certified public ac-
35 countant, or partnership or corporation of certified public

1 accountants, or by a public accountant or a partnership of
2 public accountants, or by a person registered under section
3 five (5) of this Act, shall be registered biennially under
4 this Act with the board, but no fee shall be charged for such
5 registration.

6 Each such office shall be under the direct supervision
7 of a resident manager who may be either a principal,
8 shareholder, or a staff employee holding a current permit
9 under section eight (8) of this Act. The title or designation
10 "certified public accountant" or the abbreviation "CPA" shall
11 not be used in connection with an office unless the resident
12 manager is the holder of a certificate as a certified public
13 accountant under section three (3) of this Act, and a permit
14 issued under section eight (8) of this Act, both of which
15 are in full force and effect.

16 A resident manager may serve at one office only.

17 The board shall by regulation prescribe the procedure to
18 be followed in effecting such registration.

19 Sec. 8. NEW SECTION. PERMIT TO PRACTICE. 1. The
20 certificate of certified public accountant granted by the
21 board under section three (3) of this Act and the registra-
22 tion with the board as a public accountant under section four
23 (4) of this Act shall be renewed on July first of the first
24 even-numbered year following the original grant of registra-
25 tion and biennially thereafter. There shall be a biennial
26 renewal fee, in the amount to be determined from time to time
27 by the board, not to exceed fifty dollars.

28 2. In addition to the certificates, permits to engage
29 in the practice of public accounting in this state shall be
30 issued by the board to holders of the certificate of certified
31 public accountant in force and effect as specified in subsec-
32 tion one (1) of this section, upon payment of the fees re-
33 quired in subsection four (4) of this section, as follows:

34 a. Persons holding the certificate of certified public
35 accountant on the effective date of this Act and who have

1 had three years' continuous practical accounting experience
2 as a public accountant or a staff accountant, or three years'
3 continuous employment as a field examiner under a revenue
4 agent-in-charge of the income tax bureau of the treasury de-
5 partment of the United States, or as a field examiner in the
6 office of the auditor of state, office of the state
7 comptroller, department of revenue, or the insurance
8 department, of this state, or a bank examiner employed by
9 the department of banking of this state pursuant to section
10 five hundred twenty-four point two hundred eight (524.208)
11 of the Code, shall be issued permits by the board.

12 b. Persons holding the certificate of certified public
13 accountant under the provisions of section three (3) of this
14 Act who are high school graduates and who have had three
15 years' continuous experience under the direct supervision
16 of a certified public accountant holding a current permit
17 to practice, which experience must include a significant
18 amount of accounting work involving third party reliance on
19 the financial statements, shall be issued permits by the
20 board. The experience required in section three (3),
21 subsection four (4), of this Act shall be counted as the
22 experience required in this paragraph.

23 c. Persons holding the certificate of certified public
24 accountant under the provisions of section three (3) of this
25 Act who have a baccalaureate degree conferred by a college
26 or university recognized by the board with a concentration
27 in accounting, or what the board determines to be substantially
28 the equivalent of an accounting concentration including re-
29 lated courses in other areas of business administration, and
30 who have had at least two years of experience in the practice
31 of public accounting, such experience being acceptable to
32 the board, shall be issued permits by the board.

33 d. Persons holding the certificate of certified public
34 accountant under the provisions of section three (3) of this
35 Act who have a baccalaureate degree conferred by a college

1 or university recognized by the board and not less than thirty
2 semester credit hours additional study, the total educational
3 program to include an accounting concentration or its
4 equivalent and such related subjects as the board determines
5 to be appropriate, and who have had at least one year of
6 experience in the practice of public accounting such experience
7 being acceptable to the board, shall be issued permits by
8 the board.

9 e. All offices of a holder of a certificate of certified
10 public accountant shall be maintained and registered as
11 required under section seven (7) of this Act.

12 3. Permits to engage in the practice of public account-
13 ing in this state shall also be issued by the board to per-
14 sons, partnerships, and corporations registered under sections
15 four (4), five (5), and six (6) of this Act if all offices
16 of the registrant are maintained and registered as required
17 under section seven (7) of this Act.

18 4. There shall be a biennial permit fee in an amount to
19 be determined, from time to time, by the board, not to exceed
20 one hundred dollars payable by certified public accountants
21 and public accountants engaged in the practice of professional
22 accountancy in this state. No fee shall be charged for the
23 renewal of a partnership or corporation permit to practice.
24 All permits shall expire on the last day of June of even-
25 numbered years and may be renewed biennially for a period
26 of two years.

27 5. No person, firm or corporation shall practice as a
28 certified public accountant or public accountant without a
29 permit.

30 6. The board shall prescribe continuing education require-
31 ments for all certified public accountants holding permits
32 and all other certified public accountants working under per-
33 mits to engage in the practice of public accounting in this
34 state and compliance by certified public accountants shall
35 be a condition precedent to the renewal of a permit to practice

1 under this section.

2 Sec. 9. NEW SECTION. CAUSES FOR REVOCATION, SUSPENSION,
3 OR REFUSAL TO RENEW. After notice and hearing as provided
4 in section eleven (11) of this Act, the board may revoke,
5 or may suspend for a period not to exceed two years, any
6 certificate issued under section three (3) of this Act, or
7 any registration granted under section four (4) of this Act,
8 or may revoke, suspend, or refuse to renew any permit issued
9 under section eight (8) of this Act, or may censure the holder
10 of any such permit, for any one or any combination of the
11 following causes:

12 1. The certificate or permit shall be permanently revoked
13 if fraud or deceit was used in obtaining a certificate as
14 a certified public accountant, or in obtaining registration
15 under this Act, or in obtaining a permit to practice public
16 accounting under this Act.

17 2. Dishonesty, fraud, or gross negligence in the practice
18 of public accounting.

19 3. Violation of any of the provisions of section thirteen
20 (13) of this Act.

21 4. Violation of a rule of professional conduct promulgated
22 by the board under the authority granted by this Act.

23 5. Conviction of a felony under the laws of any state
24 or of the United States.

25 6. Engaging in any activity prohibited under section two
26 (2) of this Act or permitting persons associated with him
27 who are under his supervision to do so.

28 7. Conviction of any crime, an element of which is dis-
29 honesty or fraud, under the laws of any state or of the United
30 States.

31 8. Cancellation, revocation, suspension, or refusal to
32 renew the authority to practice as a certified public ac-
33 countant or a public accountant by any other state, for any
34 cause other than failure to pay appropriate fees in the other
35 state.

1 9. Suspension or revocation of the right to practice be-
2 fore any state or federal agency.

3 10. Failure of a certificate holder or registrant to
4 obtain a biennial renewal of his certificate or registration
5 under section eight (8), subsection one (1) of this Act.

6 11. Conduct discreditable to the public accounting pro-
7 fession.

8 Sec. 10. NEW SECTION. REVOCATION, SUSPENSION, AND REFUSAL
9 TO RENEW REGISTRATION AND PERMIT OF PARTNERSHIP OR CORPORATION.
10 After notice and hearing as provided in section eleven (11)
11 of this Act, the board shall revoke the registration and per-
12 mit to practice of a partnership or corporation if at any
13 time it does not possess the qualifications prescribed by
14 the section of this Act under which it qualified for
15 registration.

16 After notice and hearing as provided in section eleven
17 (11) of this Act, the board may revoke or suspend the registra-
18 tion of a partnership or corporation, or may revoke, suspend,
19 or refuse to renew its permit to practice or may censure the
20 holder of any such permit for any of the following additional
21 causes:

22 1. The revocation or suspension of the certificate or
23 registration or the revocation or suspension or refusal to
24 renew the permit to practice of any partner, officer, or
25 shareholder.

26 2. The cancellation, revocation, suspension, or refusal
27 to renew the authority of the partnership or corporation,
28 or any partner, officer, or shareholder thereof to practice
29 public accounting in any other state for any cause other than
30 failure to pay appropriate fees in such other state.

31 Sec. 11. NEW SECTION. NOTICE AND HEARING. 1. The board
32 may initiate proceedings under this Act either on its own
33 motion or on the complaint of any person.

34 2. A written notice stating the nature of the charge or
35 charges against the accused and the time and place of the

1 hearing before the board on such charges shall be served on
2 the accused not less than thirty days prior to the date of
3 hearing either personally or by mailing a copy by registered
4 mail to the last known address of the accused.

5 3. If, after having been served with the notice of hear-
6 ing, the accused fails to appear at the hearing and defend
7 himself, the board may proceed to hear evidence against him
8 and may enter such order as is justified by the evidence,
9 which order shall be final unless the accused petitions for
10 its review as provided in this section. However, within
11 thirty days from the date of any order, upon a showing of
12 good cause for failing to appear and defend, the board may
13 reopen the proceedings and may permit the accused to submit
14 evidence in his defense.

15 4. At any hearing the accused may appear in person and
16 by counsel, produce evidence and witnesses on his own behalf,
17 cross-examine witnesses, and examine evidence which is pro-
18 duced against him. A corporation may be represented before
19 the board by counsel, or by shareholder who is a certified
20 public accountant or public accountant of this state in good
21 standing. The accused shall be entitled, on application to
22 the board, to the issuance of subpoenas to compel the
23 attendance of witnesses on his behalf.

24 5. Any member of the board may issue subpoenas to compel
25 the attendance of witnesses and the production of documents,
26 and may administer oaths, take testimony, hear proofs, and
27 receive exhibits in evidence in connection with or upon hear-
28 ing under this Act.

29 In case of disobedience to a subpoena the board may invoke
30 the aid of any court of this state in requiring the attendance
31 and testimony of witnesses and the production of documentary
32 evidence.

33 6. The board shall not be bound by technical rules of
34 evidence.

35 7. A stenographic record of the hearings shall be kept

1 and a transcript thereof filed with the board.

2 8. At all hearings, the attorney general of this state,
3 or one of his assistants designated by him, or such other
4 legal counsel as may be employed, shall appear and represent
5 the board.

6 9. The decision of the board shall be by majority vote
7 of its members.

8 10. Anyone adversely affected by an order of the board
9 may obtain a review of that order by filing a written peti-
10 tion for review with the district court within thirty days
11 after the entry of the order. The petition shall state the
12 grounds upon which the review is asked and shall pray that
13 the order of the board be modified or set aside in whole or
14 in part. A copy of the petition shall be immediately served
15 upon any member of the board and the board shall then certify
16 and file in the court a transcript of the record upon which
17 the order complained of was entered.

18 The case shall then be tried de novo on the record made
19 before the board without the introduction of new or additional
20 evidence but the parties shall be permitted to file briefs
21 as in an ordinary case at law.

22 The court may affirm, modify, or set aside the board's
23 order in whole or in part, or may remand the case to the board
24 for further evidence, and may, in its discretion, stay the
25 effect of the board's order pending its determination of the
26 case.

27 The court's decision shall have the force and effect of
28 a decree in equity.

29 Sec. 12. NEW SECTION. ISSUANCE OF NEW CERTIFICATE OR
30 PERMIT. Upon application in writing and after hearing pursuant
31 to notice, the board may issue a new certificate to a certi-
32 fied public accountant whose certificate has been revoked, or
33 may permit the reregistration of anyone whose registration
34 has been revoked, or may reissue or modify the suspension
35 of any permit to practice public accounting which has been

1 revoked or suspended.

2 Sec. 13. NEW SECTION. USE OF TITLE. 1. No person shall
3 assume or use the title or designation "certified public
4 accountant" or the abbreviation "CPA" or any other title,
5 designation, words, letters, abbreviation, sign, card, or
6 device tending to indicate that the person is a certified
7 public accountant, unless the person has received and holds
8 a valid certificate as a certified public accountant under
9 section three (3) of this Act. However, a foreign accountant
10 who has registered under the provisions of section five (5)
11 of this Act may use the title under which he is generally
12 known in his country, followed by the name of the country
13 from which he received his certificate, license, or degree.

14 2. No partnership or corporation shall assume or use the
15 title or designation "certified public accountant" or the
16 abbreviation "CPA" or any other title, designation, words,
17 letters, abbreviation, sign, card, or device tending to in-
18 dicate that the partnership or corporation is composed of
19 certified public accountants unless the partnership or cor-
20 poration is registered as a partnership of certified public
21 accountants under section six (6) of this Act, holds a current
22 permit issued under section eight (8) of this Act, and all
23 offices of such partnership or corporation in this state for
24 the practice of public accounting are maintained and are
25 registered as required under section seven (7) of this Act.

26 3. No person shall assume or use the title or designation
27 "public accountant" or any other title, designation, words,
28 letters, abbreviation, sign, card, or device tending to in-
29 dicate that such person is a public accountant, unless such
30 person is registered as a public accountant under section
31 four (4) of this Act, or unless such person has received a
32 certificate as a certified public accountant under section
33 three (3) of this Act.

34 4. No partnership or corporation shall assume or use the
35 title or designation "public accountant" or any other title,

1 designation, words, letters, abbreviation, sign, card, or
2 device tending to indicate that such partnership or corpora-
3 tion is composed of public accountants, unless such partner-
4 ship or corporation is registered as a partnership or corpora-
5 tion of public accountants under section four (4) of this
6 Act, or as a partnership or corporation of certified public
7 accountants under section six (6) of this Act.

8 5. No person, partnership, or corporation shall assume
9 or use the title or designation "certified accountant",
10 "chartered accountant", "enrolled accountant", "licensed
11 accountant", "registered accountant", or any other title or
12 designation likely to be confused with "certified public
13 accountant" or "public accountant" or any of the abbreviations
14 "CA", "PA", "EA", "RA", or "LA", or similar abbreviations,
15 likely to be confused with "CPA". However, a foreign
16 accountant registered under section five (5) of this Act may
17 use the title under which he is generally known in his country,
18 followed by the name of the country from which he received
19 his certificate, license, or degree.

20 6. No person shall sign or affix his name of any trade
21 or assumed name used by him in his profession or business,
22 with any wording indicating that he is an accountant or
23 auditor, or with any wording indicating that he has expert
24 knowledge in accounting or auditing, to any opinion or
25 certificate attesting in any way to the reliability of any
26 representation or estimate in regard to any person or organiza-
27 tion embracing either financial information or facts respect-
28 ing compliance with conditions established by law or contract,
29 including but not limited to statutes, ordinances, regulations,
30 grants, loans and appropriations, unless he holds a current
31 permit issued under section eight (8) of this Act, and all
32 of his offices in this state for the practice of public ac-
33 counting are maintained and registered under section seven
34 (7) of this Act. However, the provisions of this subsection
35 shall not prohibit any officer, employee, partner, or principal

1 of any organization from affixing his signature to any
2 statement or report in reference to the financial affairs
3 of said organization with any wording designating the position,
4 title, or office which he holds in the organization, nor shall
5 the provisions of this subsection prohibit any act of a public
6 official or public employee in the performance of his duties.

7 7. No person shall sign or affix a partnership or corpora-
8 tion name with any wording indicating that it is a partnership
9 or corporation composed of accountants or auditors or persons
10 having expert knowledge in accounting or auditing, to any
11 opinion or certificate attesting in any way to the reliability
12 of any representation or estimate in regard to any person
13 or organization embracing financial information or facts
14 respecting compliance with conditions established by law or
15 contract, including but not limited to statutes, ordinances,
16 regulations, grants, loans and appropriations, unless the
17 partnership or corporation holds a current permit issued under
18 section eight (8) of this Act and all of its offices in this
19 state for the practice of certified public accounting are
20 maintained and registered as required under section seven
21 (7) of this Act.

22 8. No person, partnership, or corporation, not holding
23 a current permit issued under section eight (8) of this Act,
24 shall hold himself or itself out to the public as an "ac-
25 countant" or "auditor" by use of either or both of such words
26 on any sign, card, letterhead, or in any advertisement or
27 directory, without indicating thereon or therein that such
28 person, partnership, or corporation does not hold such a
29 permit. However, this subsection shall not prohibit any
30 officer, employee, partner, or principal of any organiza-
31 tion from describing himself by the position, title, or office
32 he holds in such organization, nor shall this subsection
33 prohibit any act of a public official or public employee in
34 the performance of his duties as such.

35 9. No person shall assume or use the title or designation

1 "certified public accountant" or "public accountant" in con-
2 junction with names indicating or implying that there is a
3 partnership or corporation or in conjunction with the
4 designation "and company", and "and co." or a similar
5 designation, if in any such case, there is in fact no bona
6 fide partnership or corporation registered under section four
7 (4) or six (6) of this Act; however, a sole proprietor or
8 partnership lawfully using such title or designation on the
9 effective date of this Act, may continue to do so if he
10 otherwise complies with the provisions of this Act.

11 Sec. 14. NEW SECTION. EMPLOYEES OF CERTIFIED PUBLIC
12 ACCOUNTANTS. Nothing contained in this Act shall prohibit
13 any person not a certified public accountant or public ac-
14 countant from serving as an employee of, or an assistant to,
15 a certified public accountant or public accountant, or part-
16 nership or corporation composed of certified public accountants
17 or public accountants, holding a permit to practice issued
18 under section eight (8) of this Act or a foreign accountant
19 registered under section five (5) of this Act; however, such
20 employee or assistant shall not issue any accounting or
21 financial statement over his name.

22 Sec. 15. NEW SECTION. TEMPORARY RESIDENCE. Nothing
23 contained in this Act shall prohibit a certified public ac-
24 countant of another state, or any accountant who holds a
25 certificate, degree, or license in a foreign country, con-
26 stituting a recognized qualification for the practice of
27 public accounting in such country, from temporarily and
28 periodically practicing in this state, if he is conducting
29 a regular practice in such other state or foreign country;
30 however, such temporary practice shall be conducted in con-
31 formity with the requirements of this Act and the regulations
32 and rules promulgated by the board.

33 Sec. 16. NEW SECTION. VIOLATION OF USE OF TITLE. When-
34 ever in the judgment of the board any person has engaged,
35 or is about to engage, in any acts or practices which

1 constitute, or will constitute a violation of section thirteen
2 (13) of this Act, the board may make application to the
3 appropriate court for an order enjoining such acts or
4 practices, and upon a showing by the board that such person
5 has engaged, or is about to engage, in any such acts or
6 practices, an injunction, restraining order, or such other
7 order as may be appropriate shall be granted by the court
8 without bond.

9 Sec. 17. NEW SECTION. PENALTY. Any person who violates
10 any provisions of section thirteen (13) of this Act shall
11 be guilty of a misdemeanor, and upon conviction, shall be
12 subject to a fine of not more than five hundred dollars, or
13 to imprisonment for not more than one year, or to both such
14 fine and imprisonment.

15 Whenever the board has reason to believe that any person
16 is liable to punishment under this section, it may certify
17 the facts to the attorney general of this state, or to the
18 county attorney of the county where the person maintains a
19 business office, who may, in his discretion, cause appropriate
20 charges to be filed.

21 Sec. 18. NEW SECTION. COMPETENT EVIDENCE. The display
22 or uttering by a person of a card, sign, advertisement, or
23 other printed, engraved, or written, instrument or device,
24 bearing a person's name in conjunction with the words "certi-
25 fied public accountant" or "public accountant" or any
26 abbreviation thereof shall be competent evidence in any action
27 brought before sections sixteen (16) or seventeen (17) of
28 this Act that the person whose name is displayed, caused or
29 procured the display or uttering of such card, sign, ad-
30 vertisement, or other printed, engraved, or written instrument
31 or device, and that such person is holding himself out to
32 be a certified public accountant or a public accountant
33 registered under section eight (8) of this Act.

34 In any such action evidence of the commission of a single
35 act prohibited by this Act shall be sufficient to justify

1 an injunction or a conviction without evidence of a general
2 course of conduct.

3 Sec. 19. NEW SECTION. OWNERSHIP OR TRANSFER OF RECORDS.

4 All statements, records, schedules, working papers, and
5 memoranda made by a certified public accountant or public
6 accountant incident to or in the course of professional service
7 to clients by such accountant, except reports submitted by
8 a certified public accountant or public accountant to a client,
9 shall be and remain the property of such accountant in the
10 absence of an express agreement between such accountant and
11 the client to the contrary.

12 No such statement, record, schedule, working paper, or
13 memoranda, shall be sold, transferred, or bequeathed, without
14 the consent of the client or his personal representative or
15 assignee, to anyone other than one or more surviving partners
16 or new partners of the accountant or to his corporation.

17 Sec. 20. Chapter one hundred sixteen (116), Code 1973,
18 is repealed.

19 Sec. 21. The provisions of this Act shall become effec-
20 tive on September 1, 1973.

21 EXPLANATION

22 It is the purpose of this Act, to promote the dependability
23 of information which is used for guidance in financial trans-
24 actions or for accounting for or assessing the status or per-
25 formance of commercial and noncommercial enterprises, whether
26 public or private. The public interest requires that persons
27 attesting as experts in accountancy to the reliability or
28 fairness of presentation of such information be qualified
29 in fact to do so; that a public authority competent to
30 prescribe and assess the qualifications of public accountants
31 be established; and that the attestation of financial
32 information by persons professing expertise in accountancy
33 be reserved to persons who have demonstrated their ability
34 and fitness to observe and apply the standards of the
35 accounting profession. Further, this Act completely recodifies

1 chapter 116 relating to accountants. The original Act
2 authorizing the licensing of certified public accountants
3 was passed in approximately 1929 and has not been materially
4 altered since that date. This Act expands the board of
5 accountancy and adds two members representing the general
6 public, provides for the regulating of certified public
7 accountants practicing in this state. The Act further provides
8 for continuing study and a Code of Ethics governing the
9 profession. This Act does not affect the licensing of public
10 accountants licensed under chapter 116 of the Code.

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S-121

- 1 Amend Senate File 134 as follows:
2 1. Page 2, by inserting after line 31 the following:
3 "The public members of the board of accountancy shall
4 not participate in devising, administering or grading of
5 examinations referred to in section three (3) of this
Act."
6 2. Page 3, line 7, by inserting after the word "board"
7 the words ", except public members,".
8 3. Page 4, by striking all after the word "state" in
9 line 9 and all of lines 10 through 21, inclusive, and
10 inserting in lieu thereof a period.

Filed *accepted 5/10*
February 21, 1973

By CURTIS and McCARTNEY

S-288

- 1 Amend Senate File 134 as follows:
2 1. Page 20, line 19, by adding after the period the
3 following: "Nothing in this subsection shall prohibit
4 the use of the word 'accountant' by persons other than
5 those holding a current permit issued under section
6 eight (8) of this Act."
7 2. Page 20, line 20, by striking the word "of" and
8 inserting in lieu thereof the word "or".
9 3. Page 20, line 22, by striking the words "with any
10 wording".
11 4. Page 20, line 23, by striking the words "with any
12 wording".
13 5. Page 20, line 24, by striking the second word "or".
14 6. Page 20, line 25, by striking the word "certificate".
15 7. Page 20, line 26, by striking the phrase "or
estimate".
16 8. Page 21, line 8, by striking the words "with any
17 wording".
18 9. Page 21, line 11, by striking the words "or
certificate".
19 10. Page 21, line 12, by striking the words "or
estimate".
20 11. Page 21, by striking lines 22 through 34 and
renumber-
21 ing the remaining subsection.

S-288 Filed *w. d. 5/14*
March 26, 1973

By CURTIS

S-149

- 1 Amend Senate File 134, page 20, by inserting after
the
2 period in line 19, the following: "Nothing in this sub-
3 section shall prohibit the use of the word 'accountant'
4 by persons other than those registered under this Act."

Filed *w. d. 5/14*
February 26, 1973

By CURTIS

HOUSE AMENDMENT TO SENATE FILE 134

1 Amend Senate File 134 as amended and passed by the Senate
2 as follows:
3 1. Page 2, line 2, by striking the figure "1973" and
4 inserting in lieu thereof the figure "1974".
5 2. Page 2, by inserting after line 2 the following new
6 section:
7 Section ____ . NEW SECTION. DEFINITIONS. As used in this
8 Act unless the context otherwise requires: "Accounting
9 practitioner" means a person licensed by the board as provided
10 in this Act, who does not hold a certificate as a certified
11 public accountant or public accountant under chapter one
12 hundred sixteen (116) of the Code, and who offers to perform
13 or performs for the public, and for compensation, any of the
14 following services:
15 1. The recording of financial transactions in books of
16 record.
17 2. The making of adjustments of such transactions in books
18 of record.
19 3. The making of trial balances from books of record.
20 4. Internal verification and analysis of books or accounts
21 of original entry.
22 5. The preparation of financial statements, schedules,
23 or reports.
24 6. The devising and installing of systems or methods of
25 bookkeeping, internal controls of financial data, or the

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1 recording of financial data.
2 Nothing contained in this definition or elsewhere in this
3 Act shall be construed to permit an accounting practitioner to
4 give an opinion attesting to the reliability of any representa-
5 tion embracing financial information as defined in section
6 thirteen (13), subsections six (6) and seven (7) of this Act.
7 Any transmittal letters and titles to financial statements
8 included in reports prepared by accounting practitioners shall
9 be labeled as unaudited.
10 3. Page 2, by striking line 7.
11 4. Page 2, line 8, by striking the words "public accountants".
12 5. Page 2, line 9, by inserting after the period the
13 following: A certified member shall be actively engaged in
14 practice as a certified public accountant and shall have been
15 so engaged for five years preceding his appointment, the last
16 two of which shall have been in Iowa. Professional associations
17 or societies composed of certified public accountants may
18 recommend the names of potential board members to the governor,
19 but the governor shall not be bound by the recommendations. A
20 board member shall not be required to be a member of any
21 professional association or society composed of certified
22 public accountants. Members shall be appointed by the
23 governor, subject to the approval of two-thirds of the members
24 of the senate.
25 6. Page 2, line 14, by striking the words "One member"

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- 1 and inserting in lieu thereof the words "Two members".
2 7. Page 2, line 15, by striking the words and figure "1974,
3 one member" and inserting in lieu thereof the words and
4 figure "1976, and two members".
5 8. Page 2, line 15, by striking the figure "1975" and
6 inserting in lieu thereof the figure "1977".
7 9. Page 2, line 16, by striking the figure "1976" and
8 inserting in lieu thereof the figure "1978".
9 10. Page 2, line 16, by striking the words ", one member
10 for a term ending".
11 11. Page 2, by striking line 17 and inserting in lieu
12 thereof a period.
13 12. Page 2, line 20, by striking the figure "1975" and
14 inserting in lieu thereof the figure "1976".
15 13. Page 2, line 21, by striking the figure "1977" and
16 inserting in lieu thereof the figure "1978".
17 14. Page 2, line 23, by striking the words "five years,
18 but no person" and inserting in lieu thereof the words
19 "three years."
20 15. Page 2, by striking line 24.
21 16. Page 2, line 25, by striking the words "of office"
22 and inserting in lieu thereof the words "Members shall serve
23 a maximum of three terms or nine years, whichever is less".
24 17. Page 2, line 27, by inserting after the word "term"
25 the words "and shall be subject to senate confirmation".

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- 1 18. Page 2, line 27, by striking the words "Appointment
2 to fill an".
3 19. Page 2, by striking line 28.
4 20. Page 2, line 30, by striking the word and figures
5 "July 1, 1972" and inserting in lieu thereof the word and
6 figures "June 30, 1974".
7 21. Page 2, by striking lines 35 through 38, inclusive.
8 22. Page 3, by striking lines 1 through 10, inclusive.
9 23. Page 3, line 17, by inserting after the period the
10 following: "The board shall meet as often as deemed necessary,
11 but shall hold at least one meeting per year at the seat of
12 government."
13 24. Page 3, line 31, by inserting after the word "regis-
14 tered" the words "or licensed".
15 25. Page 4, by striking lines 10 through 13, inclusive.
16 26. Page 4, line 14, by striking the words "Itemized
17 accounts" and inserting in lieu thereof the words "Warrants
18 for the payment".
19 27. Page 4, line 15, by striking the words "shall be
20 audited by the auditor of state and allowed" and inserting
21 in lieu thereof the words "provided by this Act shall be
22 issued by the state comptroller drawn upon funds appropriated
23 to the board upon presentation of vouchers drawn by the
24 chairman of the board and authorized by the members of the
25 board."

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- 1 28. Page 4, by striking lines 16 and 17.
2 29. Page 4, line 21, by striking the words "and public
3 accountants" and inserting in lieu thereof the words ", public
4 accountants, and accounting practitioners".
5 30. Page 4, line 21, by striking the word "or" and in-
6 serting in lieu thereof a comma.
7 31. Page 4, line 22, by inserting after the word "practice"
8 the words ", or licenses".
9 32. Page 5, lines 4 and 5, by striking the words
10 "profession of public accountancy" and inserting in lieu
11 thereof the words "practice as a certified public accountant,
12 public accountant, or accounting practitioner".
13 33. Page 5, line 10, by striking the words "the profession"
14 and inserting in lieu thereof the words "practice as a
15 certified public accountant, public accountant, or accounting
16 practitioner".
17 34. Page 5, line 11, by striking the word "profession"
18 and inserting in lieu thereof the word "professional".
19 35. Page 5, line 12, by striking the word "or" and in-
20 serting in lieu thereof a comma.
21 36. Page 5, line 12, by inserting before the word "and"
22 the words ", or accounting practitioner".
23 37. Page 5, line 19, by inserting before the period the
24 words ", or accounting practitioner".
25 38. Page 5, line 21, by striking the words "or public

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- 1 accountant" and inserting in lieu thereof the words ", public
2 accountant, or accounting practitioner".
3 39. Page 5, line 27, by striking the words "or public
4 accountant" and inserting in lieu thereof the words ", public
5 accountant, or accounting practitioner".
6 40. Page 5, by striking lines 31 through 35.
7 41. Page 6, by striking lines 1 through 9.
8 42. Page 6, line 22, by striking the words "public
9 accounting" and inserting in lieu thereof the words "practice
10 as a certified public accountant, public accountant, and
11 accounting practitioner".
12 43. Page 6, line 27, by striking the words "or public
13 accountants" and inserting in lieu thereof the words "public
14 accountants, or accounting practitioners".
15 44. Page 7, by inserting after line 3 the following new
16 section:
17 Sec. _____. NEW SECTION. APPLICATIONS. Applications for
18 certification as a certified public accountant shall be on
19 forms prescribed and furnished by the board and the board
20 may require that the application contain a recent photograph
21 of the applicant. An applicant shall not be ineligible for
22 certification because of age, citizenship, sex, race, religion,
23 marital status, or national origin although the application
24 may require citizenship information. The board may consider
25 the past felony record of an applicant only if the felony

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- 1 conviction relates directly to the practice of accountancy.
2 Character references may be required, but shall not be
3 obtained from certified public accountants.
4 45. Page 7, by striking lines 11 and 12 and renumbering
5 the remaining subsections and internal references.
6 46. Page 8, line 6, by inserting after the period the
7 following: "All examinations in theory shall be in writing
8 and the identity of the person taking the examination shall
9 be concealed until after the examination papers have been
10 graded. Applicants who fail the examination once shall be
11 allowed to take the examination at the next scheduled time.
12 Thereafter, the applicant shall be allowed to take the
13 examination at the discretion of the board. An applicant
14 who has failed the examination may request in writing infor-
15 mation from the board concerning his examination grade and
16 subject areas or questions which he failed to answer
17 correctly, except that if the board administers a uniform,
18 standardized examination, the board shall only be required to
19 provide the examination grade and such other information
20 concerning the applicant's examination results which are
21 available to the board."
22 47. Page 9, by striking lines 10, 11, 12, and 13.
23 48. Page 9, line 14, by striking the word "a" and in-
24 serting in lieu thereof the words "an examination".
25 49. Page 9, line 15, by striking the words ", not in

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- 1 excess of one hundred dollars for".
2 50. Page 9, by striking line 16.
3 51. Page 9, line 17, by striking the words "of this
4 section" and inserting in lieu thereof the words "which
5 shall be based upon the annual cost of administering the
6 examination".
7 52. Page 9, line 17, by inserting after the word "re-
8 examination" the words "or partial examination".
9 53. Page 9, line 19, by striking the words ", but not
10 in excess of twenty-five".
11 54. Page 9, by striking line 20 and inserting in lieu
12 thereof a period.
13 55. Page 10, by striking from lines 3 and 4 the words
14 "the qualifications specified in subsection two (2) and three
15 (3) of this section, and".
16 56. Page 10, line 5, by striking the comma.
17 57. Page 10, by inserting after line 22 the following
18 new sections:
19 Sec. . NEW SECTION. ACCOUNTING PRACTITIONER. The
20 license of "accounting practitioner" shall be granted by
21 the board to any person who meets all of the following
22 requirements:
23 1. Is a resident of this state, or has a place of
24 business in this state, or, as an employee, is regularly
25 employed in this state.

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- 1 2. Meets the following educational and experience
2 requirements and applies for a license by July 1, 1976.
3 a. Was engaged as an accounting practitioner, as defined
4 in this Act, as a principal and (1) has qualified for
5 limited practice without enrollment before the United States
6 internal revenue service under revenue procedure sixty-eight
7 dash twenty (68-20) and becomes enrolled by July 1, 1976 as an
8 agent entitled to practice before the United States internal
9 revenue service as provided in the United States treasury
10 department circular number two hundred thirty (230) revised,
11 or (2) is an enrolled agent entitled to practice before the
12 United States internal revenue service as provided in the
13 United States treasury department circular number two
14 hundred thirty (230) revised on the effective date of this
15 Act; and
16 b. Was engaged as an accounting practitioner for at
17 least three years prior to the effective date of this Act.
18 The applicant shall submit and establish to the satisfaction
19 of the board copies of contracts or agreements, or affidavits
20 of clients, which verify that the applicant has performed
21 services as an accounting practitioner for compensation. Any
22 evidence which indicates that the applicant has only performed
23 bookkeeping services or prepared tax returns shall not be
24 deemed sufficient for the purposes of meeting the experience
25 requirements.

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- 1 Sec. ____ . NEW SECTION. EXAMINATION REQUIRED. An appli-
2 cant not qualified under section seven (7) of this Act
3 shall be granted a license if the applicant passes a written
4 examination prescribed by the board, and:
5 1. If the applicant has had two or more years actual
6 experience in practice as an accounting practitioner as an
7 employee of a certified public accountant, a public
8 accountant, or an accounting practitioner, or
9 2. If the applicant was employed for at least twenty-four
10 months prior to the effective date of this Act by the United
11 States government, by this state, or by a political sub-
12 division of this state in an accounting or auditing position
13 for which an examination in accounting knowledge or qualifying
14 education or experience in practice as an accounting
15 practitioner was required. The applicant shall submit to the
16 board an official copy of the job description and educational
17 or experience qualifications required, or an affidavit of the
18 immediate superior of the applicant attesting to his account-
19 ing or auditing duties. Any evidence which indicates that
20 the applicant has performed only clerical or bookkeeping work
21 shall not be deemed sufficient for the purposes of this sub-
22 section, or
23 3. If the applicant submits evidence satisfactory to the
24 board that applicant is a graduate of a four-year college
25 or university accredited by the north central accreditation.

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1 association or other regional accreditation association
2 having equivalent standards, with a major in accounting, or
3 that he is a graduate in accountancy from a business or
4 correspondence school accredited by the accrediting commission
5 for business schools or the accrediting commission of the
6 national home study council.

7 Sec. _____. NEW SECTION. ADVISORY COMMITTEE. There is
8 established an accounting practitioner advisory committee with
9 whom the board shall consult on matters relating to the
10 qualifications, examination, licensing, and practice of
11 accounting practitioners. The advisory committee shall
12 consist of three members appointed by the governor who shall
13 be licensed accounting practitioners. A member shall be
14 actively engaged in the practice of accounting and shall have
15 been so engaged for five years preceding his appointment, the
16 last two of which shall have been in Iowa. Professional
17 associations or societies composed of accounting practitioners
18 may recommend the names of potential committee members to the
19 governor, but the governor shall not be bound by the
20 recommendations. A committee member shall not be required
21 to be a member of any professional association or society
22 composed of accounting practitioners. The initial appointees
23 shall possess the basic qualifications set forth in section
24 seven (7) of this Act and shall be eligible for licensure.
25 For the initial committee, one member shall serve a term

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1 of one year, one member shall serve a term of two years,
2 and one member shall serve a term of three years. Thereafter,
3 members shall serve three-year terms. Members shall serve
4 a maximum of three terms or nine years, whichever is less.
5 Any vacancy occurring during a term shall be filled by
6 the governor for the remainder of the unexpired term. Upon
7 completion of his term, a member shall continue to serve
8 until his successor is appointed and qualified. The governor
9 shall remove from office any member whose license to practice
10 has become void, or has been suspended or revoked, and may,
11 after a hearing, remove any member from office for neglect of
12 duty or other just cause.

13 A majority of the members of the advisory committee shall
14 constitute a quorum.

15 Members of the advisory committee shall set their own per
16 diem compensation not exceeding forty dollars per day for each
17 day spent in the discharge of their official duties, and shall
18 be reimbursed for actual and necessary expenses.

19 Sec. _____. NEW SECTION. APPLICATIONS. Applications for
20 licensure as accounting practitioners shall be on forms
21 prescribed by the board. The board may require that the
22 application contain a recent photograph of the applicant.
23 An applicant shall not be ineligible for licensure because
24 of age, citizenship, sex, race, religion, marital status,
25 or national origin although the application may require

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1 citizenship information. The board may consider the past
2 felony record of an applicant only if the felony conviction
3 relates directly to practice as an accounting practitioner.
4 Character references may be required, but shall not be ob-
5 tained from licensed accounting practitioners.

6 Sec. _____. NEW SECTION. EXAMINATIONS. Each applicant
7 for a license to practice as an accounting practitioner shall
8 pay to the board an examination fee before being examined.
9 The amount of the fee shall be set by the board based upon
10 the annual cost of administering the examination.

11 Examinations shall be conducted by the board as often as
12 deemed necessary, but not less than one time per year.

13 Each examination shall be designed and given in a manner
14 as to fairly test the applicant's knowledge of accounting
15 theory and accounting practice as prescribed by the board.
16 The examination shall not include questions relating to the
17 subject of auditing.

18 The board shall make such use of all or any part of
19 standard or uniform examinations and advisory grading services
20 which are provided or furnished by national accounting
21 organizations or societies as the board deems appropriate to
22 assist it in performing its duties as provided in this Act.
23 All examinations in theory shall be in writing and the
24 identity of the person taking the examination shall be
25 concealed until after the examination papers have been graded.

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1 If an applicant has partially passed an examination given
2 in another state, under requirements which the board finds
3 to be substantially equivalent to those required in
4 examinations given in this state, the results of the other
5 state examination shall be accepted as though given in this
6 state.

7 Every applicant successfully passing all subjects in which
8 examined shall be granted and issued a license as an
9 accounting practitioner by the board. The cost of the license
10 shall be based upon the administrative costs of the board
11 and advisory committee and the costs of issuing the license.

12 An applicant who fails the examination once shall be
13 allowed to take the examination at the next scheduled time.
14 Thereafter, the applicant shall be allowed to take the
15 examination at the discretion of the board. An applicant
16 who passes a portion of the examination shall have the right
17 to be reexamined in the remaining subjects at a future
18 examination, and if he passes in the remaining subjects, he
19 shall be considered to have passed the entire examination.
20 An applicant who has failed the examination may request in
21 writing information from the board concerning his examination
22 grade and subject areas or questions which he failed to
23 answer correctly, except that if the board administers a
24 uniform, standardized examination, the board shall only be
25 required to provide the examination grade and such other

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1 information concerning the applicant's examination results
2 which are available to the board.

3 Sec. _____. NEW SECTION. RENEWALS. Licenses as accounting
4 practitioners shall expire annually as determined by the
5 board. The board shall notify every person licensed under
6 this Act of the date of expiration of his license and the
7 amount of the fee required for its renewal for one year. The
8 notice shall be mailed at least one month in advance of the
9 expiration date. A person who fails to renew his license to
10 practice as an accounting practitioner by the expiration
11 date shall be allowed to do so within thirty days following
12 its expiration, but the board may assess a reasonable penalty.

13 Sec. _____. NEW SECTION. RECIPROCITY. In its discretion,
14 the board may waive an examination and issue a license as an
15 accounting practitioner to any applicant who:

16 1. Holds, or is eligible to hold, an accounting
17 practitioner license issued, after examination, by a state
18 which extends by reciprocity similar privileges to an
19 accounting practitioner of this state, and who, as of the
20 time of issuance of the license, possessed the basic
21 qualifications set forth in section eight (8) of this Act;
22 or

23 2. Has passed the examination required under the laws of
24 another state and who possesses the basic qualifications set
25 forth in section eight (8) of this Act at the time he applied

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1 for a license in this state.

2 Every person applying for a license to be issued pursuant
3 to the provisions of this section shall pay a fee as deter-
4 mined by the board based upon the costs of issuing the
5 license.

6 Sec. _____. NEW SECTION. ACTIONS NOT PROHIBITED. Nothing
7 in this Act shall be construed to prohibit any officer of a
8 corporation or any employee of a corporation or other business
9 entity from signing or affixing his name to any report or
10 financial statement of a corporation or other business entity
11 and designating the office, title, or position he holds in
12 or with the same, nor to prohibit any act of a public
13 official or public employee done in the performance of his
14 duties as such.

15 Sec. _____. NEW SECTION. A secretary may be employed to
16 collect and account for all fees and pay them to the
17 treasurer of state for deposit in the general fund of the
18 state. The board shall set the fees for examination as a
19 certified public accountant, and for examination as an
20 accounting practitioner, based upon the annual cost of
21 administering the examinations. The fees for registration and
22 renewal of a certificate and permit as a certified public
23 accountant, registration as a public accountant, registration
24 of a foreign public accountant, and licensure and renewal
25 as an accounting practitioner, shall be based upon the

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- 1 administrative costs of sustaining the board which shall
2 include, but shall not be limited to, the costs for:
3 1. Per diem, expenses and travel for board members.
4 2. Office supplies and equipment.
5 3. Clerical assistance.
6 Sec. _____. NEW SECTION. DISCLOSURE OF CONFIDENTIAL
7 INFORMATION. A member of the board shall not disclose in-
8 formation relating to the following:
9 1. Criminal history or prior misconduct of the applicant.
10 2. Information relating to the contents of the examination.
11 3. Information relating to the examination results other
12 than final score except for information about the results
13 of an examination which is given to the person who took the
14 examination.
15 A member of the board who willfully communicates or seeks
16 to communicate such information, and any person who willfully
17 requests, obtains, or seeks to obtain such information, is
18 guilty of a public offense which is punishable by a fine not
19 exceeding one hundred dollars or by imprisonment in the county
20 jail for not more than thirty days.
21 58. Page 10, line 31, by striking the words ", not to
22 exceed one hundred dollars,".
23 59. Page 10, line 32, by inserting after the word "Act"
24 the words ", based upon the costs of registration".
25 60. Page 11, line 1, by inserting after the word

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- 1 "accountants" the words "or accounting practitioners".
2 61. Page 11, line 4, by inserting after the word
3 "accountant" the words "or accounting practitioner".
4 62. Page 11, line 6, by inserting after the word
5 "accountant" the words "or accounting practitioner, or similar
6 title,".
7 63. Page 11, line 11, by inserting after the word
8 "accountant" the words "or accounting practitioner".
9 64. Page 11, line 13, by striking the word "certified".
10 65. Page 11, line 15, by inserting after the word
11 "accountants" the words "or accounting practitioners".
12 66. Page 11, line 19, by inserting after the word
13 "accountant" the words "or accounting practitioner".
14 67. Page 11, line 26, by inserting before the word "in"
15 the words "or 'accounting practitioner' or the abbreviation
16 'AP'".
17 68. Page 12, line 2, by inserting after the word
18 "accountants" the words ", or by an accounting practitioner
19 or partnership of accounting practitioners".
20 69. Page 12, line 10, by inserting before the word
21 "shall" the words "or 'accounting practitioner' or the
22 abbreviation 'AP'".
23 70. Page 12, line 13, by inserting after the word "Act,"
24 the words "or a license as an accounting practitioner issued
25 under section seven (7) or eight (8) of this Act,".

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- 1 71. Page 12, line 23, by inserting after the word "Act"
2 the words ", and the license to practice as an accounting
3 practitioner under section seven (7) or eight (8) of this
4 Act".
- 5 72. Page 12, line 23, by striking the words "on July first
6 of the first".
- 7 73. Page 12, by striking lines 24 and 25 and inserting
8 in lieu thereof the words "annually as determined by the
9 board. There shall be an annual".
- 10 74. Page 12, line 28, by inserting after the word
11 "certificates" the words "and licenses".
- 12 75. Page 12, lines 32 and 33, by striking the words
13 "required in subsection four (4) of this section".
- 14 76. Page 14, lines 19 and 20, by striking the words "not
15 to exceed one hundred dollars".
- 16 77. Page 14, line 21, by striking the words "and public
17 accountants" and inserting in lieu thereof the words ", public
18 accountants, and accounting practitioners".
- 19 78. Page 14, lines 21 and 22, by striking the words
20 "the practice of professional accountancy" and inserting in
21 lieu thereof the word "practice".
- 22 79. Page 14, by striking lines 24, 25, and 26 and insert-
23 ing in lieu thereof the words "All permits shall expire
24 annually as determined by the board."
- 25 80. Page 14, line 28, by striking the words "or public

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- 1 accountant" and inserting in lieu thereof the words ", public
2 accountant, or accounting practitioner".
- 3 81. Page 14, line 31, by inserting after the word
4 "accountants" the words "and accounting practitioners".
- 5 82. Page 14, line 32, by inserting after the word
6 "accountants" the words "and accounting practitioners".
- 7 83. Page 14, line 34, by inserting after the word
8 "accountants" the words "and accounting practitioners".
- 9 84. Page 15, by inserting after line 1 the following sub-
10 section:
11 7. A person who fails to renew his permit to practice as
12 a certified public accountant by the expiration date shall be
13 allowed to do so within thirty days following its expiration,
14 but the board may assess a reasonable penalty.
- 15 85. Page 15, line 7, by inserting after the word "Act,"
16 the words "or any license issued under section seven (7) or
17 eight (8) of this Act,".
- 18 86. Page 15, line 12, by striking the words "or permit"
19 and inserting in lieu thereof the words ", permit, or
20 license".
- 21 87. Page 15, lines 14 and 15, by striking the words
22 "or in obtaining registration under this Act" and inserting
23 in lieu thereof the words "registration as a public
24 accountant, or a license as an accounting practitioner".
- 25 88. Page 15, line 33, by striking the words "or a public

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- 1 accountant" and inserting in lieu thereof the words ", a
2 public accountant, or an accounting practitioner".
3 89. Page 16, line 3, by striking the words "or
4 registrant" and inserting in lieu thereof the words ",
5 registrant, or licensee".
6 90. Page 16, line 4, by striking the word "biennial".
7 91. Page 16, line 4, by striking the words "or
8 registration" and inserting in lieu thereof the words ",
9 registration, or license".
10 92. Page 16, lines 22 and 23, by striking the words "or
11 registration" and inserting in lieu thereof the words
12 ", registration, or license".
13 93. Page 17, line 20, by striking the words "or public
14 accountant" and inserting in lieu thereof the words ", public
15 accountant, or accounting practitioner".
16 94. Page 18, line 34, by inserting after the word
17 "revoked," the words "or may issue a new license to an
18 accounting practitioner whose license has been revoked,".
19 95. Page 20, by inserting after line 7 the following
20 new subsections:
21 NEW SUBSECTION. No person shall assume or use the title
22 or designation "accounting practitioner" or the abbreviation
23 "AP" or any other title, designation, words, letters,
24 abbreviation, sign, card or device tending to indicate that
25 the person is a licensed accounting practitioner, unless the

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- 1 person has received and holds a license as an accounting
2 practitioner issued under either section seven (7) or eight
3 (8) of this Act.
4 NEW SUBSECTION. No partnership or corporation shall assume
5 or use the title or designation "accounting practitioner" or
6 the abbreviation "AP" or any other title, designation, words,
7 letters, abbreviation, sign, card, or device, tending to
8 indicate that the partnership or corporation is composed of
9 licensed accounting practitioners unless the partnership or
10 corporation under section six (6) of this Act holds a permit
11 issued under section eight (8) of this Act, and all offices
12 of the partnership or corporation in this state are maintained
13 and are registered as required under section seven (7) of this
14 Act.
15 96. Page 22, line 11, by striking the words "CERTIFIED
16 PUBLIC".
17 97. Page 22, lines 13 and 14, by striking the words "or
18 public accountant" and inserting in lieu thereof the words
19 ", public accountant, or accounting practitioner".
20 98. Page 22, line 15, by striking the words "or public
21 accountant" and inserting in lieu thereof the words ", public
22 accountant, or accounting practitioner".
23 99. Page 22, line 17, by striking the words "or public
24 accountants" and inserting in lieu thereof the words ", public
25 accountants, or accounting practitioners".

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Page 23

- 1 100. Page 22, line 24, by inserting after the word "state,"
2 the words "or accounting practitioner, or similar title,".
3 101. Page 23, line 25, by striking the words "or 'public
4 accountant'" and inserting in lieu thereof the words ", 'public
5 accountant', or 'accounting practitioner',".
6 102. Page 23, line 32, by striking the words "or a public
7 accountant" and inserting in lieu thereof the words ", a
8 public accountant, or an accounting practitioner".
9 103. Page 24, lines 5 and 6, by striking the words "or
10 public accountant" and inserting in lieu thereof the words
11 ", public accountant, or accounting practitioner".
12 104. Page 24, line 8, by striking the words "or public
13 accountant" and inserting in lieu thereof the words ", public
14 accountant, or accounting practitioner".
15 105. Page 24, line 20, by striking the word and figures
16 "September 1, 1973" and inserting in lieu thereof the word
17 and figures "July 1, 1975".
18 106. By renumbering sections, subsections, and internal
19 references in accordance with this amendment.
20 107. Amend the title, page 1, line 3, by inserting after
21 the word "duties;" the words "to provide for the licensing
22 of accounting practitioners and establishing an accounting
23 practitioner advisory committee;".

Received from the House
May 1, 1974

Senate concurred 5/2

S-412

1 Amend Senate File 134 as follows:

- 2 1. Page 20, line 19, by adding after the period the
3 following: "Nothing in this subsection shall prohibit
4 the use of the title or designation 'accountant' by
persons
5 other than those holding a current permit issued under
6 section eight (8) of this Act."
7 2. Page 20, line 20, by striking the word "of" and
8 inserting in lieu thereof the word "or".
9 3. Page 20, by striking lines 22, 23 and 24, and
insert-
10 ing in lieu thereof the following: "to any opinion".
11 4. Page 20, by striking line 25 and inserting in lieu
12 thereof the following: "attesting to the reliability
13 of any".
14 5. Page 20, line 26, by striking the phrase "or
15 estimate".
16 6. Page 21, by striking lines 8, 9 and 10 and inserting
17 in lieu thereof the following: "tion name to any".
18 7. Page 21, by striking line 11 and inserting in lieu
19 thereof the following: "opinion attesting to the
20 reliability".
21 8. Page 21, line 12, by striking the words "or
estimate".
22 9. Page 21, by striking lines 22 through 34 and
renumber-
23 ing the remaining subsection.

S-412 Filed *adopted 5/14*
April 18, 1973

By COMMITTEE ON COMMERCE

SENATE FILE 134

H-2954

1 Amend the Committee on State Government amendment,
2 H-2504, to Senate File 134, as amended and passed by
3 the Senate, as follows:

4 1. By inserting after line 88 the following amend-
5 ment:

6 . Page 3, line 18, by inserting after the period
7 the following: "The board shall meet as often as
8 deemed necessary, but shall hold at least one meeting
9 per year at the seat of government."

10 2. Line 170, by inserting after the word "applicant"
11 the words "only if the felony conviction relates di-
12 rectly to the practice of accountancy".

13 3. Line 177, by inserting after the quotation
14 marks the following: "All examinations in theory
15 shall be in writing and the identity of the person
16 taking the examination shall be concealed until after
17 the examination papers have been graded."

18 4. Line 181, by inserting after the period the
19 following: "An applicant who has failed the examina-
20 tion may request in writing information from the board
21 concerning his examination grade and subject areas or
22 questions which he failed to answer correctly, except
23 that if the board administers a uniform, standardized
24 examination, the board shall only be required to pro-
25 vide the examination grade and such other information
26 concerning the applicant's examination results which
27 are available to the board."

28 5. Line 329, by inserting after the word "applicant"
29 the words "only if the felony conviction relates di-
30 rectly to practice as an accounting practitioner".

31 6. By inserting after line 351, the following:
32 "All examinations in theory shall be in writing and
33 the identity of the person taking the examination
34 shall be concealed until after the examination papers
35 have been graded."

36 7. By inserting after line 372, the following:
37 "An applicant who has failed the examination may re-
38 quest in writing information from the board concern-
39 ing his examination grade and subject areas or ques-
40 tions which he failed to answer correctly, except
41 that if the board administers a uniform, standardized
42 examination, the board shall only be required to pro-
43 vide the examination grade and such other information
44 concerning the applicant's examination results which
45 are available to the board."

46 Sec. . NEW SECTION. RENEWALS. Licenses as
47 accounting practitioners shall expire annually as de-
48 termined by the board. The board shall notify every
49 person licensed under this Act of the date of expira-
50 tion of his license and the amount of the fee required

51 for its renewal for one year. The notice shall be
52 mailed at least one month in advance of the expiration
53 date. A person who fails to renew his license to
54 practice as an accounting practitioner by the expira-
55 tion date shall be allowed to do so within thirty days
56 following its expiration, but the board may assess a
57 reasonable penalty."

58 8. By inserting after line 402 the following sec-
59 tions:

60 Sec. _____. NEW SECTION. A secretary may be em-
61 ployed to collect and account for all fees and pay
62 them to the treasurer of state for deposit in the
63 general fund of the state. The board shall set the
64 fees for examination as a certified public accountant,
65 and for examination as an accounting practitioner,
66 based upon the annual cost of administering the ex-
67 aminations. The fees for registration and renewal
68 of a certificate and permit as a certified public
69 accountant, registration as a public accountant,
70 registration of a foreign public accountant, and
71 licensure and renewal as an accounting practitioner,
72 shall be based upon the administrative costs of
73 sustaining the board which shall include, but shall
74 not be limited to, the costs for:

- 75 1. Per diem, expenses and travel for board members.
- 76 2. Office supplies and equipment.
- 77 3. Clerical assistance.

78 Sec. _____. NEW SECTION. DISCLOSURE OF CONFIDENTIAL
79 INFORMATION. A member of the board shall not disclose
80 information relating to the following:

- 81 1. Criminal history or prior misconduct of the
82 applicant.
- 83 2. Information relating to the contents of the
84 examination.
- 85 3. Information relating to the examination results
86 other than final score except for information about
87 the results of an examination which is given to the
88 person who took the examination.

89 A member of the board who willfully communicates
90 or seeks to communicate such information, and any
91 person who willfully requests, obtains, or seeks to
92 obtain such information, is guilty of a public offense
93 which is punishable by a fine not exceeding one hundred
94 dollars or by imprisonment in the county jail for not
95 more than thirty days.

96 9. By inserting after line 471 the following
97 amendment:

98 _____. Page 15, by inserting after line 1 the follow-
99 ing subsection:

100 7. A person who fails to renew his permit to
101 practice as a certified public accountant by the
102 expiration date shall be allowed to do so within
103 thirty days following its expiration, but the board
104 may assess a reasonable penalty.

105 10. By renumbering sections and correcting internal
106 references as needed.

SENATE FILE 134

H-2504

1 Amend Senate File 134 as amended and passed by
2 the Senate as follows:

3 1. Page 2, by inserting after line 2 the following
4 section and renumbering the remaining sections:

5 Section ____ . NEW SECTION. DEFINITIONS. As used
6 in this Act unless the context otherwise requires:
7 "Accounting practitioner" means a person licensed
8 by the board as provided in this Act, who does not
9 hold a certificate as a certified public accountant
10 or public accountant under chapter one hundred sixteen
11 (116) of the Code, and who offers to perform or
12 performs for the public, and for compensation, any
13 of the following services:

- 14 1. The recording of financial transactions in
15 books of record.
- 16 2. The making of adjustments of such transactions
17 in books of record.
- 18 3. The making of trial balances from books of
19 record.
- 20 4. Internal verification and analysis of books
21 or accounts of original entry.
- 22 5. The preparation of financial statements,
23 schedules, or reports.
- 24 6. The devising and installing of systems or
25 methods of bookkeeping, internal controls of financial
26 data, or the recording of financial data.

27 Nothing contained in this definition or elsewhere
28 in this Act shall be construed to permit an accounting
29 practitioner to give an opinion attesting to the
30 reliability of any representation embracing financial
31 information as defined in section thirteen (13),
32 subsections six (6) and seven (7) of this Act. Any
33 transmittal letters and titles to financial statements
34 included in reports prepared by accounting
35 practitioners shall be labeled as unaudited.

36 2. Page 2, by striking line 7.

37 3. Page 2, line 8, by striking the words "public
38 accountants".

39 4. Page 2, line 9, by inserting after the period
40 the following: A certified member shall be actively
41 engaged in practice as a certified public accountant
42 and shall have been so engaged for five years preceding
43 his appointment, the last two of which shall have
44 been in Iowa. Professional associations or societies
45 composed of certified public accountants may recommend
46 the names of potential board members to the governor,
47 but the governor shall not be bound by the
48 recommendations. A board member shall not be required
49 to be a member of any professional association or
50 society composed of certified public accountants.

- 51 Members shall be appointed by the governor, subject
52 to the approval of two-thirds of the members of the
53 senate.
- 54 5. Page 2, line 14, by striking the words "One
55 member" and inserting in lieu thereof the words "Two
56 members".
- 57 6. Page 2, line 15, by striking the words and
58 figure "1974, one member" and inserting in lieu thereof
59 the words and figure "1975, and two members".
- 60 7. Page 2, line 15, by striking the figure "1975"
61 and inserting in lieu thereof the figure "1976".
- 62 8. Page 2, line 16, by striking the figure "1976"
63 and inserting in lieu thereof the figure "1977".
- 64 9. Page 2, line 16, by striking the words ", one
65 member for a term ending".
- 66 10. Page 2, by striking line 17 and inserting
67 in lieu thereof a period.
- 68 11. Page 2, line 23, by striking the words "five
69 years, but no person" and inserting in lieu thereof
70 the words "three years."
- 71 12. Page 2, by striking line 24.
- 72 13. Page 2, line 25, by striking the words "of
73 office" and inserting in lieu thereof the words
74 "Members shall serve a maximum of three terms or nine
75 years, whichever is less".
- 76 14. Page 2, line 27, by inserting after the word
77 "term" the words "and shall be subject to senate
78 confirmation".
- 79 15. Page 2, line 27, by striking the words
80 "Appointment to fill an".
- 81 16. Page 2, by striking line 28.
- 82 17. Page 2, line 30, by striking the word and
83 figures "July 1, 1973" and inserting in lieu thereof
84 the word and figures "June 30, 1974".
- 85 18. Page 2, by striking lines 32 through 35,
86 inclusive.
- 87 19. Page 3, by striking lines 1 through 9,
88 inclusive.
- 89 20. Page 3, line 30, by inserting after the word
90 "registered" the words "or licensed".
- 91 21. Page 4, line 9, by striking the words "keep
92 the same in a special" and inserting in lieu thereof
93 the words "deposit the same in the general fund of
94 the state."
- 95 22. Page 4, by striking lines 10 through 18,
96 inclusive.
- 97 23. Page 4, line 21, by striking the words "the
98 board of accountancy fund established by this Act"
99 and inserting in lieu thereof the words "general fund
100 of the state".

- 101 24. Page 4, line 22, by striking the words and
102 figures "biennium commencing July 1, 1973" and
103 inserting in lieu thereof the words and figures "fiscal
104 year commencing July 1, 1974".
- 105 25. Page 4, line 26, by striking the words
106 "Itemized accounts" and inserting in lieu thereof
107 the words "Warrants for the payment".
- 108 26. Page 4, line 27, by striking the words "shall
109 be audited by the auditor of state and allowed" and
110 inserting in lieu thereof the words "provided by this
111 Act shall be issued by the state comptroller drawn
112 upon funds appropriated to the board upon presentation
113 of vouchers drawn by the chairman of the board and
114 authorized by the members of the board."
- 115 27. Page 4, by striking lines 28 and 29.
- 116 28. Page 4, line 33, by striking the words "and
117 public accountants" and inserting in lieu thereof
118 the words ", public accountants, and accounting
119 practitioners".
- 120 29. Page 4, line 33, by striking the word "or"
121 and inserting in lieu thereof a comma.
- 122 30. Page 4, line 34, by inserting after the word
123 "practice" the words ", or licenses".
- 124 31. Page 5, lines 4 and 5, by striking the words
125 "profession of public accountancy" and inserting in
126 lieu thereof the words "practice as a certified public
127 accountant, public accountant, or accounting
128 practitioner".
- 129 32. Page 5, line 10, by striking the words "the
130 profession" and inserting in lieu thereof the words
131 "practice as a certified public accountant, public
132 accountant, or accounting practitioner".
- 133 33. Page 5, line 11, by striking the word
134 "profession" and inserting in lieu thereof the word
135 "professional".
- 136 34. Page 5, line 12, by striking the word "or"
137 and inserting in lieu thereof a comma.
- 138 35. Page 5, line 12, by inserting before the word
139 "and" the words ", or accounting practitioner".
- 140 36. Page 5, line 19, by inserting before the
141 period the words ", or accounting practitioner".
- 142 37. Page 5, line 21, by striking the words "or
143 public accountant" and inserting in lieu thereof the
144 words ", public accountant, or accounting
145 practitioner".
- 146 38. Page 5, line 27, by striking the words "or
147 public accountant" and inserting in lieu thereof the
148 words ", public accountant, or accounting
149 practitioner".
- 150 39. Page 6, line 22, by striking the words "public

151 accounting" and inserting in lieu thereof the words
152 "practice as a certified public accountant, public
153 accountant, and accounting practitioner".

154 40. Page 6, line 27, by striking the words "or
155 public accountants" and inserting in lieu thereof
156 the words "public accountants, or accounting
157 practitioners".

158 41. Page 7, by inserting after line 3 the following
159 section:

160 Sec. _____. NEW SECTION. APPLICATIONS. Applications
161 for certification as a certified public accountant
162 shall be on forms prescribed and furnished by the
163 board and the board may require that the application
164 contain a recent photograph of the applicant. An
165 applicant shall not be ineligible for certification
166 because of age, citizenship, sex, race, religion,
167 marital status, or national origin although the
168 application may require citizenship information.
169 The board may consider the past felony record of an
170 applicant. Character references may be required,
171 but shall not be obtained from certified public
172 accountants.

173 42. Page 7, by striking lines 11 and 12 and renum-
174 bering the remaining subsections and internal
175 references.

176 43. Page 8, line 6, by inserting after the period
177 the following: "Applicants who fail the examination
178 once shall be allowed to take the examination at the
179 next scheduled time. Thereafter, the applicant shall
180 be allowed to take the examination at the discretion
181 of the board."

182 44. Page 9, by striking lines 10, 11, 12, and
183 13.

184 45. Page 9, line 14, by striking the word "a"
185 and inserting in lieu thereof the words "an
186 examination".

187 46. Page 9, line 15, by striking the words "
188 not in excess of one hundred dollars for".

189 47. Page 9, by striking line 16.

190 48. Page 9, line 17, by striking the words "of
191 this section" and inserting in lieu thereof the words
192 "which shall be based upon the annual cost of
193 administering the examination".

194 49. Page 9, line 17, by inserting after the word
195 "reexamination" the words "or partial examination".

196 50. Page 9, line 19, by striking the words "
197 but not in excess of twenty-five".

198 51. Page 9, by striking line 20 and inserting
199 in lieu thereof a period.

200 52. Page 10, by striking from lines 3 and 4 the

201 words "the qualifications specified in subsections
202 two (2) and three (3) of this section, and".
203 53. Page 10, line 5, by striking the comma.
204 54. Page 10, by inserting after line 22 the
205 following new sections and renumbering the remaining
206 sections:
207 Sec. 7. NEW SECTION. ACCOUNTING PRACTITIONER.
208 The license of "accounting practitioner" shall be
209 granted by the board to any person who meets all of
210 the following requirements:
211 1. Is a resident of this state, or has a place
212 of business in this state, or, as an employee, is
213 regularly employed in this state.
214 2. Meets the following educational and experience
215 requirements and applies for a license by July 1,
216 1976.
217 a. Was engaged as an accounting practitioner,
218 as defined in this Act, as a principal and (1) has
219 qualified for limited practice without enrollment
220 before the United States internal revenue service
221 under revenue procedure sixty-eight dash twenty (68-
222 20) and becomes enrolled by July 1, 1976 as an agent
223 entitled to practice before the United States internal
224 revenue service as provided in the United States
225 treasury department circular number two hundred thirty
226 (230) revised, or (2) is an enrolled agent entitled
227 to practice before the United States internal revenue
228 service as provided in the United States treasury
229 department circular number two hundred thirty (230)
230 revised on the effective date of this Act; and
231 b. Was engaged as an accounting practitioner for
232 at least three years prior to the effective date of
233 this Act. The applicant shall submit and establish
234 to the satisfaction of the board copies of contracts
235 or agreements, or affidavits of clients, which verify
236 that the applicant has performed services as an
237 accounting practitioner for compensation. Any evidence
238 which indicates that the applicant has only performed
239 bookkeeping services or prepared tax returns shall
240 not be deemed sufficient for the purposes of meeting
241 the experience requirements.
242 Sec. 8. NEW SECTION. EXAMINATION REQUIRED. An
243 applicant not qualified under section seven (7) of
244 this Act shall be granted a license if the applicant
245 passes a written examination prescribed by the board,
246 and:
247 1. If the applicant has had two or more years
248 actual experience in practice as an accounting
249 practitioner as an employee of a certified public
250 accountant, a public accountant, or an accounting

251 practitioner, or
252 2. If the applicant was employed for at least
253 twenty-four months prior to the effective date of
254 this Act by the United States government, by this
255 state, or by a political subdivision of this state
256 in an accounting or auditing position for which an
257 examination in accounting knowledge or qualifying
258 education or experience in practice as an accounting
259 practitioner was required. The applicant shall submit
260 to the board an official copy of the job description
261 and educational or experience qualifications required,
262 or an affidavit of the immediate superior of the
263 applicant attesting to his accounting or auditing
264 duties. Any evidence which indicates that the
265 applicant has performed only clerical or bookkeeping
266 work shall not be deemed sufficient for the purposes
267 of this subsection, or

268 3. If the applicant submits evidence satisfactory
269 to the board that applicant is a graduate of a four-
270 year college or university accredited by the north
271 central accreditation association or other regional
272 accreditation association having equivalent standards,
273 with a major in accounting, or that he is a graduate
274 in accountancy from a business or correspondence
275 school accredited by the accrediting commission for
276 business schools or the accrediting commission of
277 the national home study council.

278 Sec. 9. NEW SECTION. ADVISORY COMMITTEE. There
279 is established an accounting practitioner advisory
280 committee with whom the board shall consult on matters
281 relating to the qualifications, examination, licensing,
282 and practice of accounting practitioners. The advisory
283 committee shall consist of three members appointed
284 by the governor who shall be licensed accounting
285 practitioners. A member shall be actively engaged
286 in the practice of accounting and shall have been
287 so engaged for five years preceding his appointment,
288 the last two of which shall have been in Iowa.
289 Professional associations or societies composed of
290 accounting practitioners may recommend the names of
291 potential committee members to the governor, but the
292 governor shall not be bound by the recommendations.
293 A committee member shall not be required to be a
294 member of any professional association or society
295 composed of accounting practitioners. The initial
296 appointees shall possess the basic qualifications
297 set forth in section seven (7) of this Act and shall
298 be eligible for licensure. For the initial committee,
299 one member shall serve a term of one year, one member
300 shall serve a term of two years, and one member shall

301 serve a term of three years. Thereafter, members
302 shall serve three-year terms. Members shall serve
303 a maximum of three terms or nine years, whichever
304 is less. Any vacancy occurring during a term shall
305 be filled by the governor for the remainder of the
306 unexpired term. Upon completion of his term, a member
307 shall continue to serve until his successor is
308 appointed and qualified. The governor shall remove
309 from office any member whose license to practice has
310 become void, or has been suspended or revoked, and
311 may, after a hearing, remove any member from office
312 for neglect of duty or other just cause.

313 A majority of the members of the advisory committee
314 shall constitute a quorum.

315 Members of the advisory committee shall set their
316 own per diem compensation not exceeding forty dollars
317 per day for each day spent in the discharge of their
318 official duties, and shall be reimbursed for actual
319 and necessary expenses.

320 Sec. 10. NEW SECTION. APPLICATIONS. Applications
321 for licensure as accounting practitioners shall be
322 on forms prescribed by the board. The board may
323 require that the application contain a recent
324 photograph of the applicant. An applicant shall not
325 be ineligible for licensure because of age,
326 citizenship, sex, race, religion, marital status,
327 or national origin although the application may require
328 citizenship information. The board may consider the
329 past felony record of an applicant. Character
330 references may be required, but shall not be obtained
331 from licensed accounting practitioners.

332 Sec. 11. NEW SECTION. EXAMINATIONS. Each
333 applicant for a license to practice as an accounting
334 practitioner shall pay to the board an examination
335 fee before being examined. The amount of the fee
336 shall be set by the board based upon the annual cost
337 of administering the examination.

338 Examinations shall be conducted by the board
339 often as deemed necessary, but not less than one time
340 per year.

341 Each examination shall be designed and given in
342 a manner as to fairly test the applicant's knowledge
343 of accounting theory and accounting practice as
344 prescribed by the board. The examination shall not
345 include questions relating to the subject of auditing.

346 The board shall make such use of all or any part
347 of standard or uniform examinations and advisory
348 grading services which are provided or furnished by
349 national accounting organizations or societies as
350 the board deems appropriate to assist it in performing

351 its duties as provided in this Act.

352 If an applicant has partially passed an examination
353 given in another state, under requirements which the
354 board finds to be substantially equivalent to those
355 required in examinations given in this state, the
356 results of the other state examination shall be
357 accepted as though given in this state.

358 Every applicant successfully passing all subjects
359 in which examined shall be granted and issued a license
360 as an accounting practitioner by the board. The cost
361 of the license shall be based upon the administrative
362 costs of the board and advisory committee and the
363 costs of issuing the license.

364 An applicant who fails the examination once shall
365 be allowed to take the examination at the next
366 scheduled time. Thereafter, the applicant shall be
367 allowed to take the examination at the discretion
368 of the board. An applicant who passes a portion of
369 the examination shall have the right to be reexamined
370 in the remaining subjects at a future examination,
371 and if he passes in the remaining subjects, he shall
372 be considered to have passed the entire examination.

373 Sec. 12. NEW SECTION. RECIPROCITY. In its discre-
374 tion, the board may waive an examination and issue
375 a license as an accounting practitioner to any
376 applicant who:

377 1. Holds, or is eligible to hold, an accounting
378 practitioner license issued, after examination, by
379 a state which extends by reciprocity similar privileges
380 to an accounting practitioner of this state, and who,
381 as of the time of issuance of the license, possessed
382 the basic qualifications set forth in section eight
383 (8) of this Act; or

384 2. Has passed the examination required under the
385 laws of another state and who possesses the basic
386 qualifications set forth in section eight (8) of this
387 Act at the time he applied for a license in this
388 state.

389 Every person applying for a license to be issued
390 pursuant to the provisions of this section shall pay
391 a fee as determined by the board based upon the costs
392 of issuing the license.

393 Sec. 13. NEW SECTION. ACTIONS NOT PROHIBITED.
394 Nothing in this Act shall be construed to prohibit
395 any officer of a corporation or any employee of a
396 corporation or other business entity from signing
397 or affixing his name to any report or financial
398 statement of a corporation or other business entity
399 and designating the office, title, or position he
400 holds in or with the same, nor to prohibit any act

- 401 of a public official or public employee done in the
402 performance of his duties as such.
- 403 55. Page 10, line 31, by striking the words "
404 not to exceed one hundred dollars,".
- 405 56. Page 10, line 32, by inserting after the word
406 "Act" the words ", based upon the costs of
407 registration".
- 408 57. Page 11, line 1, by inserting after the word
409 "accountants" the words "or accounting practitioners".
- 410 58. Page 11, line 4, by inserting after the word
411 "accountant" the words "or accounting practitioner".
- 412 59. Page 11, line 6, by inserting after the word
413 "accountant" the words "or accounting practitioner,
414 or similar title,".
- 415 60. Page 11, line 11, by inserting after the word
416 "accountant" the words "or accounting practitioner".
- 417 61. Page 11, line 13, by striking the word
418 "certified".
- 419 62. Page 11, line 15, by inserting after the word
420 "accountants" the words "or accounting practitioners".
- 421 63. Page 11, line 19, by inserting after the word
422 "accountant" the words "or accounting practitioner".
- 423 64. Page 11, line 26, by inserting before the
424 word "in" the words "or 'accounting practitioner'
425 or the abbreviation 'AP'".
- 426 65. Page 12, line 2, by inserting after the word
427 "accountants" the words ", or by an accounting practi-
428 tioner or partnership of accounting practitioners".
- 429 66. Page 12, line 10, by inserting before the
430 word "shall" the words "or 'accounting practitioner'
431 or the abbreviation 'AP'".
- 432 67. Page 12, line 13, by inserting after the word
433 "Act," the words "or a license as an accounting practi-
434 tioner issued under section seven (7) or eight (8)
435 of this Act,".
- 436 68. Page 12, line 23, by inserting after the word
437 "Act" the words ", and the license to practice as
438 an accounting practitioner under section seven (7)
439 or eight (8) of this Act".
- 440 69. Page 12, line 23, by striking the words "on
441 July first of the first".
- 442 70. Page 12, by striking lines 24 and 25 and
443 inserting in lieu thereof the words "annually as
444 determined by the board. There shall be an annual".
- 445 71. Page 12, line 28, by inserting after the word
446 "certificates" the words "and licenses".
- 447 72. Page 12, lines 32 and 33, by striking the
448 words "required in subsection four (4) of this
449 section".
- 450 73. Page 14, lines 19 and 20, by striking the

- 451 words "not to exceed one hundred dollars".
452 74. Page 14, line 21, by striking the words "and
453 public accountants" and inserting in lieu thereof
454 the words ", public accountants, and accounting
455 practitioners".
456 75. Page 14, lines 21 and 22, by striking the
457 words "the practice of professional accountancy" and
458 inserting in lieu thereof the word "practice".
459 76. Page 14, by striking lines 24, 25, and 26
460 and inserting in lieu thereof the words "All permits
461 shall expire annually as determined by the board."
462 77. Page 14, line 28, by striking the words "or
463 public accountant" and inserting in lieu thereof the
464 words ", public accountant, or accounting prac-
465 titioner".
466 78. Page 14, line 31, by inserting after the word
467 "accountants" the words "and accounting practitioners".
468 79. Page 14, line 32, by inserting after the word
469 "accountants" the words "and accounting practitioners".
470 80. Page 14, line 34, by inserting after the word
471 "accountants" the words "and accounting practitioners".
472 81. Page 15, line 7, by inserting after the word
473 "Act," the words "or any license issued under section
474 seven (7) or eight (8) of this Act,".
475 82. Page 15, line 12, by striking the words "or
476 permit" and inserting in lieu thereof the words ",
477 permit, or license".
478 83. Page 15, lines 14 and 15, by striking the
479 words "or in obtaining registration under this Act"
480 and inserting in lieu thereof the words "registration
481 as a public accountant, or a license as an accounting
482 practitioner".
483 84. Page 15, line 33, by striking the words "or
484 a public accountant" and inserting in lieu thereof
485 the words ", a public accountant, or an accounting
486 practitioner".
487 85. Page 16, line 3, by striking the words "or
488 registrant" and inserting in lieu thereof the words
489 ", registrant, or licensee".
490 86. Page 16, line 4, by striking the word
491 "biennial".
492 87. Page 16, line 4, by striking the words "or
493 registration" and inserting in lieu thereof the words
494 ", registration, or license".
495 88. Page 16, lines 22 and 23, by striking the
496 words "or registration" and inserting in lieu thereof
497 the words ", registration, or license".
498 89. Page 17, line 20, by striking the words "or
499 public accountant" and inserting in lieu thereof the
500 words ", public accountant, or accounting prac-

501 titioner".

502 90. Page 18, line 34, by inserting after the word
503 "revoked," the words "or may issue a new license to
504 an accounting practitioner whose license has been
505 revoked,".

506 91. Page 20, by inserting after line 7 the
507 following new subsections and renumbering the remaining
508 subsections:

509 NEW SUBSECTION. No person shall assume or use
510 the title or designation "accounting practitioner"
511 or the abbreviation "AP" or any other title,
512 designation, words, letters, abbreviation, sign, card
513 or device tending to indicate that the person is a
514 licensed accounting practitioner, unless the person
515 has received and holds a license as an accounting
516 practitioner issued under either section seven (7)
517 or eight (8) of this Act.

518 NEW SUBSECTION. No partnership or corporation
519 shall assume or use the title or designation "account-
520 ing practitioner" or the abbreviation "AP" or any
521 other title, designation, words, letters, abbreviation,
522 sign, card, or device, tending to indicate that the
523 partnership or corporation is composed of licensed
524 accounting practitioners unless the partnership or
525 corporation under section six (6) of this Act, holds
526 a permit issued under section eight (8) of this Act,
527 and all offices of the partnership or corporation
528 in this state are maintained and are registered as
529 required under section seven (7) of this Act.

530 92. Page 22, line 11, by striking the words "CERTI-
531 FIED PUBLIC".

532 93. Page 22, lines 13 and 14, by striking the
533 words "or public accountant" and inserting in lieu
534 thereof the words ", public accountant, or accounting
535 practitioner".

536 94. Page 22, line 15, by striking the words "or
537 public accountant" and inserting in lieu thereof the
538 words ", public accountant, or accounting
539 practitioner".

540 95. Page 22, line 17, by striking the words "or
541 public accountants" and inserting in lieu thereof
542 the words ", public accountants, or accounting prac-
543 titioners".

544 96. Page 22, line 24, by inserting after the word
545 "state," the words "or accounting practitioner, or
546 similar title,".

547 97. Page 23, line 25, by striking the words "or
548 'public accountant'" and inserting in lieu thereof
549 the words ", 'public accountant', or 'accounting
550 practitioner',".

551 98. Page 23, line 32, by striking the words "or
552 a public accountant" and inserting in lieu thereof
553 the words ", a public accountant, or an accounting
554 practitioner".

555 99. Page 24, lines 5 and 6, by striking the words
556 "or public accountant" and inserting in lieu thereof
557 the words ", public accountant, or accounting
558 practitioner".

559 100. Page 24, line 8, by striking the words "or
560 public accountant" and inserting in lieu thereof the
561 words ", public accountant, or accounting prac-
562 titioner".

563 101. By renumbering sections, subsections, and
564 internal references as necessary in accordance with
565 this amendment.

566 102. Amend the title, page 1, line 3, by inserting
567 after the word "duties;" the words "to provide for
568 the licensing of accounting practitioners and
569 establishing an accounting practitioner advisory
570 committee;".

H-2504 Filed *Adopted or amended by* By COMMITTEE ON STATE GOVERNMENT
March 14, 1974 *2954 and 2955 4/24* FISHER of Greene, Chairman
Reconsidered, adopted by 3044
and adopted 4/30

EXPLANATION OF AMENDMENT

The amendment provides for the licensing of accounting practitioners and establishes an advisory committee to assist the board of accountancy. It also incorporates the recommendations of the Professional and Occupational Licensing Study Committee.

H-3044

1 Amend the Committee on State Government amendment,
2 H-2504, to pages 2, 3, and 4 of Senate File 134, as
3 amended and passed by the Senate, as follows:

4 1. By inserting after line 2 the following amend-
5 ment:

6 . Page 2, line 2, by striking the figure "1973"
7 and inserting in lieu thereof the figure "1974".

8 2. Line 59, by striking the figure "1975" and in-
9 serting in lieu thereof the figure "1976".

10 3. Line 61, by striking the figure "1976" and in-
11 serting in lieu thereof the figure "1977".

12 4. Line 63, by striking the figure "1977" and in-
13 serting in lieu thereof the figure "1978".

14 5. By inserting after line 67 the following amend-
15 ments:

16 . Page 2, line 20, by striking the figure
17 "1975" and inserting in lieu thereof the figure "1976".

18 . Page 2, line 21, by striking the figure
19 "1977" and inserting in lieu thereof the figure "1978".

20 6. Line 83, by striking the figure "1973" and in-
21 serting in lieu thereof the figure "1972".

22 7. By striking lines 101 through 104, inclusive,
23 and inserting in lieu thereof the following:

24 24. Page 4, by striking lines 10 through 13, in-
25 clusive.

26 8. By inserting after line 562 the following
27 amendment:

28 . Page 24, line 20, by striking the word and
29 figures "September 1, 1973" and inserting in lieu
30 thereof the word and figures "July 1, 1975".

31 9. By renumbering amendments as necessary.

H-3044 Filed - *Adopted H30*
April 29, 1974

By DRAKE of Muscatine
HOLDEN of Scott
McCORMICK of Delaware
EDELLEN of Emmet
WELLS of Johnson
STANLEY of Muscatine

H—2955

- 1 Amend the Committee on State Government amendment,
2 H-2504, to pages 2, 3, and 4 of Senate File 134, as
3 amended and passed by the Senate, as follows:
4 1. Line 85, by striking the figure "32" and in-
5 serting in lieu thereof the figure "35".
6 2. Line 85, by striking the figure "35" and in-
7 serting in lieu thereof the figure "38".
8 3. Line 87, by striking the figure "9" and in-
9 serting in lieu thereof the figure "10".
10 4. Line 89, by striking the figure "30" and in-
11 serting in lieu thereof the figure "31".
12 5. By striking lines 91 through 100, inclusive.
13 6. Line 101, by striking the figure "22" and in-
14 serting in lieu thereof the figure "10".
15 7. Line 105, by striking the figure "26" and in-
16 serting in lieu thereof the figure "14".
17 8. Line 108, by striking the figure "27" and in-
18 serting in lieu thereof the figure "15".
19 9. Line 115, by striking the figure "28" and in-
20 serting in lieu thereof the figure "16".
21 10. Line 115, by striking the figure "29" and in-
22 serting in lieu thereof the figure "17".
23 11. Line 116, by striking the figure "33" and in-
24 serting in lieu thereof the figure "21".
25 12. Line 120, by striking the figure "33" and in-
26 serting in lieu thereof the figure "21".
27 13. Line 122, by striking the figure "34" and in-
28 serting in lieu thereof the figure "22".
29 14. By renumbering the amendments as necessary.

H—2955 Filed-*Adopted 4/24*
April 22, 1974

By FISHER of Greene

H—2980

- 1 Amend Senate File 134 as passed by the Senate
2 as follows:
3 Page 24 by striking from line 20 the numerals
4 "1973" and inserting the numerals "1974".

H—2980 Filed and adopted By DRAKE of Muscatine
April 24, 1974 *Reconsidered and withdrawn 4/30*

H—3026

- 1 Amend Senate File 134 as amended and passed by the
2 Senate as follows:
3 1. Page 5, by striking lines 31 through 35.
4 2. Page 6, by striking lines 1 through 9.

H—3026 Filed-*Adopted 4/30*
April 26, 1974

By HANSEN of O'Brien
MENKE of O'Brien
EDELEN of Emmet
MILLER of Calhoun