

Reprinted 2/3/83

Local Government: Cooper, Chair; Hermann and Royer.

In Case also 3098 2/8 (p. 281)

JAN 17 1983

HOUSE FILE 48

LOCAL GOVERNMENT

BY DIEMER, RENAUD, SWARTZ, COOPER,
SWEARINGEN, HAMMOND, HERMANN,
ROYER, HANDORF, RENKEN, MAULSBY,
VAN MAANEN, MCINTEE, VAN GERPEN,
and RENSINK

Passed House, Date 2-24-83 (p. 505) Passed Senate, Date _____

Vote: Ayes 95 Nays 0 Vote: Ayes _____ Nays _____

Approved _____

Motion to reconsider (p. 506) w/d 2/1/83 (p. 542)

A BILL FOR

1 An Act authorizing counties to contract with registered or
2 certified public accountants to audit their financial
3 records and transactions.

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

- 5
- 6
- 7
- 8
- 9
- 10
- 11
- 12
- 13
- 14
- 15
- 16
- 17
- 18
- 19
- 20
- 21
- 22
- 23
- 24
- 25

111
48

1 Section 1. Section 11.6, unnumbered paragraph 1, Code
2 1983, is amended to read as follows:

3 The financial condition and transactions of all counties
4 shall be examined once each year by the auditor of state.
5 ~~Provided-however-that~~ However, in lieu of an examination by
6 state accountants, the board of supervisors and the local
7 governing body bodies of county hospitals organized under
8 chapters 347 and 347A and memorial hospitals organized under
9 chapter 37, ~~in case it elects to do so~~, may contract with
10 or employ certified or registered public accountants, certified
11 and registered in the state of Iowa, and pay for ~~the same~~
12 them from the proper public funds, in the same manner and
13 under the same conditions as provided in sections 11.18 and
14 11.19 for cities and school districts. The report of ~~such~~
15 the examination of a county or county memorial hospital filed
16 by the accountant employed with the auditor of state, as
17 required by section 11.19, shall be in the form prescribed
18 by the auditor of state.

19 Sec. 2. Section 331.402, subsection 2, Code 1983, is
20 amended by adding the following new lettered paragraph:

21 NEW LETTERED PARAGRAPH. Contract with registered or
22 certified public accountants to conduct the annual audit of
23 the financial accounts and transactions of the county as
24 provided in section 11.6.

25 EXPLANATION

26 This bill authorizes the board of supervisors to contract
27 with registered or certified public accountants to provide
28 the annual audit of the financial accounts and transactions
29 of the county in lieu of being audited by the office of auditor
30 of state.

31 This bill takes effect July 1 following its enactment.

32
33
34
35

HOUSE FILE 48

H-3098

1 Amend House File 48 as follows:

2 1. Page 1, by striking lines 14 and 15 and
3 inserting in lieu thereof the following: "11.19 for
4 cities and school districts. If a board of supervisors
5 elects to have the audit made by certified or
6 registered accountants, it shall notify the auditor
7 of state within sixty days after the close of the
8 fiscal year to be audited. The report of such the
9 examination of a county, county hospital, or county
10 memorial hospital filed".

H-3098 FILED FEBRUARY 9, 1983 BY COMMITTEE ON LOCAL GOVERNMENT

*Adopted as amended by 3130
2/24 (p. 504)*

HOUSE FILE 48

H-3129

1 Amend House File 48 as follows:

2 1. Page 1, line 10, by striking the words "or
3 registered" and inserting in lieu thereof the words
4 "~~or-registered~~".
5 2. Page 1, line 11, by striking the words "and
6 registered" and inserting in lieu thereof the words
7 "~~and-registered~~".
8 3. Page 1, line 21, by striking the words
9 "registered or".
10 4. Amend the title, line 1, by striking the words
11 "registered or".

H-3129 FILED FEBRUARY 16, 1983 BY DIEMER of Black Hawk

Adopted 2/24 (p. 504)

HOUSE FILE 48

H-3130

1 Amend the amendment, H-3098, to House File 48 as
2 follows:

3 1. Page 1, lines 5 and 6, by striking the words
4 "or registered" and inserting in lieu thereof the
5 word "public".

H-3130 FILED FEBRUARY 16, 1983 BY DIEMER of Black Hawk

Adopted 2/24 (p. 504)

HOUSE FILE 48
Local Government
Colton, Chair
Goodwin
Waldstein

1/4/83
Amend for 5078
H. Pass 2/2 (p. 319)

HOUSE FILE 48

By DIEMER, RENAUD, SWARTZ, COOPER,
SWEARINGEN, HAMMOND, HERMANN,
ROYER, HANDORF, RENKEN, MAULSBY,
VAN MAANEN, MCINTEE, VAN GERPEN,
and RENSINK

(As Amended and Passed by the House)

Re Passed House, Date 4-3-84 (p. 1611) Passed Senate, Date 2-9-84 (p. 369)
Vote: Ayes 88 Nays 10 Vote: Ayes 45 Nays 0
Approved April 20, 1984 (p. 2500)

A BILL FOR

- *1 An Act authorizing counties to contract with certified public
- 2 accountants to audit their financial records and transactions.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

HOUSE FILE 48

S-5078

1 Amend House File 48 as amended, passed and reprinted
 2 by the House as follows:
 3 1. Page 1, by striking line 10 and inserting in
 4 lieu thereof the following: "or employ, under rules
 5 promulgated by the auditor of state, certified or
 6 registered public accountants, certified".
 7 2. Page 1, by inserting after line 21 the
 8 following:
 9 "The auditor of state shall have the authority
 10 to review the audit workpapers prepared by a certified
 11 public accountant in the performance of the annual
 12 examination of a county, provided that, except where
 13 the public interest requires otherwise, no more than
 14 one such review shall be made in any three-year period
 15 so long as only one certified public accountant
 16 performs the examination of the county during that
 17 period. All actual and necessary expenses incurred
 18 by the auditor of state in the performance of the
 19 review shall be reimbursed by the certified public
 20 accountant whose workpapers are subject to the review,
 21 provided that the amount reimbursed shall not exceed
 22 the greater of one thousand dollars or ten percent
 23 of the fee collected by the accountant from the county
 24 to conduct the examination."

S-5078 FILED
FEBRUARY 2, 1984
Adopted 2/9 (p. 369)

BY COMMITTEE ON LOCAL GOVERNMENT
ALVIN MILLER, CHAIR

1 Section 1. Section 11.6, unnumbered paragraph 1, Code
2 1983, is amended to read as follows:

3 The financial condition and transactions of all counties
4 shall be examined once each year by the auditor of state.

5 ~~Provided-however-that~~ However, in lieu of an examination by
6 state accountants, the board of supervisors and the local

7 governing ~~body~~ bodies of county hospitals organized under
8 chapters 347 and 347A and memorial hospitals organized under

9 chapter 37, ~~in case it elects to do so~~, may contract with
10 or employ certified or-registered public accountants, certified

11 and-registered in the state of Iowa, and pay for ~~the same~~
12 them from the proper public funds, in the same manner and

13 under the same conditions as provided in sections 11.18 and
14 11.19 for cities and school districts. If a board of

15 supervisors elects to have the audit made by certified public
16 accountants, it shall notify the auditor of state within sixty

17 days after the close of the fiscal year to be audited. The
18 report of such the examination of a county, county hospital,

19 or county memorial hospital filed by the accountant employed
20 with the auditor of state, as required by section 11.19, shall

21 be in the form prescribed by the auditor of state.

22 Sec. 2. Section 331.402, subsection 2, Code 1983, is
23 amended by adding the following new lettered paragraph:

*24 NEW LETTERED PARAGRAPH. Contract with certified public
25 accountants to conduct the annual audit of the financial
26 accounts and transactions of the county as provided in section
27 11.6.

28
29
30
31
32
33
34
35

SENATE AMENDMENT TO HOUSE FILE 48

H-5165

1 Amend House File 48 as amended, passed and reprinted
2 by the House as follows:

3 1. Page 1, by striking line 10 and inserting in
4 lieu thereof the following: "or employ, under rules
5 promulgated by the auditor of state, certified or
6 registered public accountants, certified".

7 2. Page 1, by inserting after line 21 the
8 following:

57299 "The auditor of state shall have the authority
10 to review the audit workpapers prepared by a certified
11 public accountant in the performance of the annual
12 examination of a county, provided that, except where
13 the public interest requires otherwise, no more than
14 one such review shall be made in any three-year period
15 so long as only one certified public accountant
16 performs the examination of the county during that
17 period. All actual and necessary expenses incurred
18 by the auditor of state in the performance of the
19 review shall be reimbursed by the certified public
20 accountant whose workpapers are subject to the review,
21 provided that the amount reimbursed shall not exceed
22 the greater of one thousand dollars or ten percent
23 of the fee collected by the accountant from the county
24 to conduct the examination."

H-5165 FILED FEBRUARY 14, 1984 RECEIVED FROM THE SENATE
House concurred 4/3 (p. 1611)

HOUSE FILE 48

H-5729

1 Amend the amendment H-5165 to House File 48 as
2 amended, passed, and reprinted by the House as
3 follows:

4 1. Page 1, by striking lines 12 through 17 and
5 inserting in lieu thereof the following: "examination
6 of a county. All actual and necessary expenses
7 incurred".

8 2. Page 1, by striking lines 19 through 21 and
β 9 inserting in lieu thereof the following: "review shall
10 be reimbursed by the county whose audit is subject to
11 review, but the amount reimbursed shall not exceed".

H-5729 FILED MARCH 16, 1984 BY SCHROEDER of Pottawattamie
MC INTEE of Black Hawk

A. w/d
B. Lost 4/3 (p. 1584)

HOUSE FILE 48

AN ACT

AUTHORIZING COUNTIES TO CONTRACT WITH CERTIFIED PUBLIC ACCOUNTANTS TO AUDIT THEIR FINANCIAL RECORDS AND TRANSACTIONS.

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

Section 1. Section 11.6, unnumbered paragraph 1, Code 1983, is amended to read as follows:

The financial condition and transactions of all counties shall be examined once each year by the auditor of state. ~~Provided-however-that~~ However, in lieu of an examination by state accountants, the board of supervisors and the local governing body bodies of county hospitals organized under chapters 347 and 347A and memorial hospitals organized under chapter 377, in case it elects to do so, may contract with or employ, under rules promulgated by the auditor of state, certified ~~or-registered~~ public accountants, certified and registered in the state of Iowa, and pay for ~~the same them~~ from the proper public funds; in the same manner and under the same conditions as provided in sections 11.18 and 11.19 for cities and school districts. If a board of supervisors elects to have the audit made by certified public accountants, it shall notify the auditor of state within sixty days after the close of the fiscal year to be audited. The report of ~~such~~ the examination of a county, county hospital, or county memorial hospital filed by the accountant employed with the auditor of state, as required by section 11.19, shall be in the form prescribed by the auditor of state.

The auditor of state shall have the authority to review the audit workpapers prepared by a certified public accountant in the performance of the annual examination of a county, provided that, except where the public interest requires otherwise, no more than one such review shall be made in any three-year period so long as only one certified public

accountant performs the examination of the county during that period. All actual and necessary expenses incurred by the auditor of state in the performance of the review shall be reimbursed by the certified public accountant whose workpapers are subject to the review, provided that the amount reimbursed shall not exceed the greater of one thousand dollars or ten percent of the fee collected by the accountant from the county to conduct the examination.

Sec. 2. Section 331.402, subsection 2, Code 1983, is amended by adding the following new lettered paragraph:

NEW LETTERED PARAGRAPH. Contract with certified public accountants to conduct the annual audit of the financial accounts and transactions of the county as provided in section 11.6.

DONALD D. AVENSON
Speaker of the House

ROBERT T. ANDERSON
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 48, Seventieth General Assembly.

JOSEPH O'HERN
Chief Clerk of the House

Approved April 20, 1984

TERRY E. BRANSTAD
Governor

H.F. 48