

Gen. Stat. Book 4/5/83

Reprinted 4/6/83

MAR 15 1983

HOUSE FILE 494

Place On Calendar:

BY COMMITTEE ON STATE GOVERNMENT

(Formerly Study Bill 181)

Passed House, Date 3-31-83 (p. 989) Passed Senate, Date _____

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

Approved _____

A BILL FOR

1 An Act relating to certified public accountants, accounting
2 practitioners, and the board of accountancy.

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

HOUSE FILE 494

H-3337

1 Amend House File 494 as follows:

2 1. Page 1, line 8, by inserting after the word
3 "accountants" the words "or licensed accounting
4 practitioners".

H-3337 FILED MARCH 21, 1983

BY SPEAR of Lee

Adopted 3/31/83 (p. 989)

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1 Section 1. Section 116.3, subsection 1, unnumbered para-
2 graph 1, Code 1983, is amended to read as follows:

3 There is established a board of accountancy. The board
4 of accountancy shall consist of ~~seven~~ eight members, five
5 of whom shall be certified public accountants, one of whom
6 shall be from the accounting practitioner advisory committee,
7 and two ~~members-who~~ of whom shall not be certified public
8 accountants and who shall represent the general public. A
9 certified or licensed member shall be actively engaged in
10 practice as a certified public accountant or accounting
11 practitioner and shall have been so engaged for five years
12 preceding appointment, the last two of which shall have been
13 in Iowa. Professional associations or societies composed
14 of certified public accountants may recommend the names of
15 potential board members to the governor, but the governor
16 shall not be bound by the recommendations. A board member
17 shall not be required to be a member of any professional
18 association or society composed of certified public
19 accountants. Members, except the member from the accounting
20 practitioner advisory committee, shall be appointed by the
21 governor to staggered terms, subject to confirmation by the
22 senate. The board member from the accounting practitioner
23 advisory committee shall serve a one-year term and must be
24 the most senior member of the accounting practitioner advisory
25 committee who has not served a term on the board of accountancy
26 in the previous two years. ~~The term-"board"~~ "Board" as used
27 in this chapter means the board of accountancy established
28 by this section. Upon the expiration of each of the terms
29 and of each succeeding term, except that of the member from
30 the accounting practitioner advisory committee, a successor
31 shall be appointed for a term of three years beginning and
32 ending as provided in section 69.19. Members except the
33 member from the accounting practitioner advisory committee
34 shall serve a maximum of three terms or nine years, whichever
35 is less. Vacancies occurring in the membership of the board

1 for any cause shall be filled in the same manner by the
2 governor for the unexpired term and ~~shall-be~~ are subject to
3 senate confirmation. The public members of the board of
4 accountancy shall be allowed to participate in administrative,
5 clerical, or ministerial functions incident to giving the
6 examination, but shall not determine the content of the
7 examination or determine the correctness of the answers.

8 Sec. 2. Section 116.4, Code 1983, is amended by striking
9 the section and inserting in lieu thereof the following:

10 116.4 APPLICATIONS. Applications for certification as
11 a certified public accountant and licensure as an accounting
12 practitioner shall be on forms prescribed and furnished by
13 the board. Character references may be required, but shall
14 not be obtained from certified public accountants or accounting
15 practitioners. An applicant shall not be ineligible for
16 licensure because of age, citizenship, sex, race, religion,
17 marital status or national origin although the application
18 may require citizenship information. The board may consider
19 the past felony record of an applicant only if the felony
20 conviction relates directly to practice of accountancy.

21 Sec. 3. Section 116.5, Code 1983, is amended by adding
22 the following new subsection:

23 NEW SUBSECTION. 4. If an applicant for certification
24 as a certified public accountant does not successfully complete
25 the required portions of the examination required by subsec-
26 tion 3 but does successfully complete the portions of the
27 examination required for licensure as an accounting
28 practitioner, the applicant shall be granted a license as
29 an accounting practitioner. The applicant remains eligible
30 to retake the examination for certification as a certified
31 public accountant in accordance with this section.

32 Sec. 4. Section 116.10, Code 1983, is repealed.

33 EXPLANATION

34 Section 1 provides for an expansion in membership on the
35 board of accountancy. The board is expanded from seven members

1 to eight. The additional member must be the most senior mem-
2 ber of the accounting practitioner advisory committee who
3 has not served a term on the board in the last two years.
4 There are five members who must be certified public accountants
5 and two members from the general public. The additional
6 member serves a one-year term.

7 Section 2 provides that applications for licensure as an
8 accounting practitioner and certification as a certified pub-
9 lic accountant shall be on forms prescribed and furnished
10 by the board. Section 2 also prohibits character references
11 from certified public accountants or accounting practitioners.

12 Section 3 provides that applicants who pass certain portions
13 of the examination for certified public accountant shall be
14 licensed as accounting practitioners.

15 Section 4 repeals section 116.10. Section 116.10 lists
16 the requirements for application as an accounting prac-
17 titioner. These requirements are combined with the
18 requirements for application as a certified public accountant
19 in section 2 of the bill.

20 This bill takes effect July 1 following its enactment.

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*Sen State Gov. 4/5/83 Do Pass 4/6/83
(p. 1145)*

HOUSE FILE 494

State Government
State Chair
C. Miller
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HOUSE FILE 494

BY COMMITTEE ON STATE GOVERNMENT

(As Amended and Passed by the House)

Re Passed House, Date 4-20-83 (p. 1434) Passed Senate, Date 4-13-83 (p. 1233)

Vote: Ayes 94 Nays 0 Vote: Ayes 44 Nays 0

Approved May 6, 1983 (p. 1914)

A BILL FOR

1 An Act relating to certified public accountants, accounting
2 practitioners, and the board of accountancy.

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

HOUSE FILE 494

S-3551

- 1 Amend House File 494 as amended, passed and reprint-
- 2 ed by the House as follows:
- 3 1. Page 2, line 29, by striking the words "shall
- 4 be granted" and inserting in lieu thereof the words
- 5 "may apply for".

S-3551 FILED & ADOPTED
APRIL 13, 1983 *(p. 1232)*

BY NORMAN G. RODGERS

SENATE AMENDMENT TO HOUSE FILE 494

H-3769

- 1 Amend House File 494 as amended, passed and reprint-
- 2 ed by the House as follows:
- 3 1. Page 2, line 29, by striking the words "shall
- 4 be granted" and inserting in lieu thereof the words
- 5 "may apply for".

H-3769 FILED APRIL 18, 1983

RECEIVED FROM THE SENATE

House Committee 4/20/83 (p. 1434)

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1 Section 1. Section 116.3, subsection 1, unnumbered para-
2 graph 1, Code 1983, is amended to read as follows:

3 There is established a board of accountancy. The board
4 of accountancy shall consist of ~~seven~~ eight members, five
5 of whom shall be certified public accountants, one of whom
6 shall be from the accounting practitioner advisory committee,
7 and two ~~members-who~~ of whom shall not be certified public
8 accountants or licensed accounting practitioners and who shall
9 represent the general public. A certified or licensed member
10 shall be actively engaged in practice as a certified public
11 accountant or accounting practitioner and shall have been
12 so engaged for five years preceding appointment, the last
13 two of which shall have been in Iowa. Professional
14 associations or societies composed of certified public
15 accountants may recommend the names of potential board members
16 to the governor, but the governor shall not be bound by the
17 recommendations. A board member shall not be required to
18 be a member of any professional association or society composed
19 of certified public accountants. Members, except the member
20 from the accounting practitioner advisory committee, shall
21 be appointed by the governor to staggered terms, subject to
22 confirmation by the senate. The board member from the
23 accounting practitioner advisory committee shall serve a one-
24 year term and must be the most senior member of the accounting
25 practitioner advisory committee who has not served a term
26 on the board of accountancy in the previous two years. ~~The~~
27 ~~term-"board"~~ "Board" as used in this chapter means the board
28 of accountancy established by this section. Upon the
29 expiration of each of the terms and of each succeeding term,
30 except that of the member from the accounting practitioner
31 advisory committee, a successor shall be appointed for a term
32 of three years beginning and ending as provided in section
33 69.19. Members except the member from the accounting
34 practitioner advisory committee shall serve a maximum of three
35 terms or nine years, whichever is less. Vacancies occurring

1 in the membership of the board for any cause shall be filled
2 in the same manner by the governor for the unexpired term
3 and ~~shall-be~~ are subject to senate confirmation. The public
4 members of the board of accountancy shall be allowed to
5 participate in administrative, clerical, or ministerial
6 functions incident to giving the examination, but shall not
7 determine the content of the examination or determine the
8 correctness of the answers.

9 Sec. 2. Section 116.4, Code 1983, is amended by striking
10 the section and inserting in lieu thereof the following:

11 116.4 APPLICATIONS. Applications for certification as
12 a certified public accountant and licensure as an accounting
13 practitioner shall be on forms prescribed and furnished by
14 the board. Character references may be required, but shall
15 not be obtained from certified public accountants or accounting
16 practitioners. An applicant shall not be ineligible for
17 licensure because of age, citizenship, sex, race, religion,
18 marital status or national origin although the application
19 may require citizenship information. The board may consider
20 the past felony record of an applicant only if the felony
21 conviction relates directly to practice of accountancy.

22 Sec. 3. Section 116.5, Code 1983, is amended by adding
23 the following new subsection:

24 NEW SUBSECTION. 4. If an applicant for certification
25 as a certified public accountant does not successfully complete
26 the required portions of the examination required by subsec-
27 tion 3 but does successfully complete the portions of the
28 examination required for licensure as an accounting
29 practitioner, the applicant shall be granted a license as
30 an accounting practitioner. The applicant remains eligible
31 to retake the examination for certification as a certified
32 public accountant in accordance with this section.

33 Sec. 4. Section 116.10, Code 1983, is repealed.

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HOUSE FILE 494

AN ACT

RELATING TO CERTIFIED PUBLIC ACCOUNTANTS, ACCOUNTING PRACTITIONERS, AND THE BOARD OF ACCOUNTANCY.

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

Section 1. Section 116.3, subsection 1, unnumbered paragraph 1, Code 1983, is amended to read as follows:

There is established a board of accountancy. The board of accountancy shall consist of ~~seven~~ eight members, five of whom shall be certified public accountants, one of whom shall be from the accounting practitioner advisory committee, and two ~~members-who of whom~~ shall not be certified public accountants or licensed accounting practitioners and who shall represent the general public. A certified or licensed member shall be actively engaged in practice as a certified public accountant or accounting practitioner and shall have been so engaged for five years preceding appointment, the last two of which shall have been in Iowa. Professional associations or societies composed of certified public accountants may recommend the names of potential board members to the governor, but the governor shall not be bound by the recommendations. A board member shall not be required to be a member of any professional association or society composed of certified public accountants. Members, except the member from the accounting practitioner advisory committee, shall be appointed by the governor to staggered terms, subject to confirmation by the senate. The board member from the accounting practitioner advisory committee shall serve a one-year term and must be the most senior member of the accounting practitioner advisory committee who has not served a term on the board of accountancy in the previous two years. The term "~~board~~" "Board" as used in this chapter means the board

of accountancy established by this section. Upon the expiration of each of the terms and of each succeeding term, except that of the member from the accounting practitioner advisory committee, a successor shall be appointed for a term of three years beginning and ending as provided in section 69.19. Members except the member from the accounting practitioner advisory committee shall serve a maximum of three terms or nine years, whichever is less. Vacancies occurring in the membership of the board for any cause shall be filled in the same manner by the governor for the unexpired term and ~~shall be~~ are subject to senate confirmation. The public members of the board of accountancy shall be allowed to participate in administrative, clerical, or ministerial functions incident to giving the examination, but shall not determine the content of the examination or determine the correctness of the answers.

Sec. 2. Section 116.4, Code 1983, is amended by striking the section and inserting in lieu thereof the following:

116.4 APPLICATIONS. Applications for certification as a certified public accountant and licensure as an accounting practitioner shall be on forms prescribed and furnished by the board. Character references may be required, but shall not be obtained from certified public accountants or accounting practitioners. An applicant shall not be ineligible for licensure because of age, citizenship, sex, race, religion, marital status or national origin although the application may require citizenship information. The board may consider the past felony record of an applicant only if the felony conviction relates directly to practice of accountancy.

Sec. 3. Section 116.5, Code 1983, is amended by adding the following new subsection:

NEW SUBSECTION. 4. If an applicant for certification as a certified public accountant does not successfully complete the required portions of the examination required by subsection 3 but does successfully complete the portions of the examination required for licensure as an accounting

practitioner, the applicant may apply for a license as an accounting practitioner. The applicant remains eligible to retake the examination for certification as a certified public accountant in accordance with this section.

Sec. 4. Section 116.10, Code 1983, is repealed.

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 494, Seventieth General Assembly.

JOSEPH O'HERN
Chief Clerk of the House

Approved May 6, 1983

TERRY E. BRANSTAD
Governor