

HOUSE APPROP
DO PASS 222-SI (P553)

Reprinted

FILED JAN 31 1989

SENATE FILE 119
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 163)

Passed Senate, Date 2/2/89 (p. 261) Passed House, Date 2-15-89 (p. 800)
Vote: Ayes 44 Nays 0 Vote: Ayes 86 Nays 0
Approved June 1, 1989

A BILL FOR

1 An Act relating to state financial management by revising
2 provisions governing the reversion of appropriations, the
3 prescribing of uniform accounting systems and forms, account
4 coding to identify authorizing statutes, and authorization for
5 the prepayment of claims, and providing properly related
6 matters.

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

SENATE FILE 119

S-3026

- 1 Amend Senate File 119 as follows:
- 2 1. Page 2, line 3, by striking the word "management"
- 3 and inserting the following: "management revenue and
- 4 finance".
- 5 2. Page 2, line 8, by striking the word "management"
- 6 and inserting the following: "management revenue and
- 7 finance".

By JOE WELSH

S-3026 FILED FEBRUARY 2, 1989
ADOPTED (p. 261)

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1 Section 1. Section 8.6, subsection 1, unnumbered paragraph
2 1, Code 1989, is amended to read as follows:

3 ~~FORMS. To prescribe all accounting and business forms and~~
4 ~~the system of accounts and reports of financial transactions~~
5 ~~by all departments and agencies of the state government other~~
6 ~~than those of the legislative branch, and to consult with all~~
7 state officers and agencies which receive reports and forms
8 from county officers, in order to devise standardized reports
9 and forms which will permit computer processing of the
10 information submitted by county officers, and to prescribe
11 forms on which each municipality, at the time of preparing
12 estimates required under section 24.3, shall be required to
13 compile in parallel columns the following data and estimates
14 for immediate availability to any taxpayer upon request:

15 Sec. 2. Section 8.33, unnumbered paragraph 1, Code 1989,
16 is amended to read as follows:

17 No obligation of any kind shall be incurred or created
18 subsequent to the last day of the fiscal year for which an
19 appropriation is made, except when specific provision
20 otherwise is made in the Act making the appropriation. On
21 ~~September 30~~ August 31, or as otherwise provided in an
22 appropriation Act, following the close of each fiscal year,
23 all unencumbered or unobligated balances of appropriations
24 made for that fiscal term revert to the state treasury and to
25 the credit of the funds from which the appropriations were
26 made, except that capital expenditures for the purchase of
27 land or the erection of buildings or new construction continue
28 in force until the attainment of the object or the completion
29 of the work for which the appropriations were made unless the
30 Act making an appropriation for the capital expenditure
31 contains a specific provision relating to a time limit for
32 incurring an obligation or reversion of funds. This section
33 does not repeal sections 19.11 through 19.14.

34 Sec. 3. Section 8.34, Code 1989, is amended to read as
35 follows:

1 8.34 CHARGING OFF UNEXPENDED APPROPRIATIONS.

2 Except as otherwise provided by law, the director of the
3 department of management shall transfer to the fund from which
4 an appropriation was made, any unexpended or unencumbered
5 balance of that appropriation remaining at the expiration of
6 ~~three~~ two months after the close of the fiscal term for which
7 the appropriation was made. At the time the transfer is made
8 on the books of the department of management, the director
9 shall certify that fact to the treasurer of state, who shall
10 make corresponding entries on the books of the treasurer's
11 office.

12 Sec. 4. Section 218.85, Code 1989, is amended to read as
13 follows:

14 218.85 UNIFORM SYSTEM OF ACCOUNTS.

15 The director of the department of human services through
16 the administrators of the divisions in control of state
17 institutions shall install in all such state institutions
18 under the director's control and supervision the most modern,
19 complete, and uniform system of accounts, records, and reports
20 possible, which system shall be prescribed by the director of
21 management revenue and finance as authorized in section ~~8-67~~
22 subsection-1 421.31, subsection 10, and, among other matters,
23 shall clearly show the detailed facts relative to the handling
24 and uses of all purchases.

25 Sec. 5. Section 421.31, Code 1989, is amended by adding
26 the following new subsection:

27 NEW SUBSECTION. 10. FORMS. To prescribe all accounting
28 and business forms and the system of accounts and reports of
29 financial transactions by all departments and agencies of the
30 state government other than those of the legislative branch.

31 Sec. 6. Section 421.39, subsection 1, Code 1989, is
32 amended to read as follows:

33 1. That the creation of the claim is clearly authorized by
34 law. Statutes authorizing the expenditure may be referenced
35 through account coding authorized by the director.

1 Sec. 7. Section 421.40, unnumbered paragraph 1, Code 1989,
2 is amended to read as follows:

3 Before a warrant or its equivalent is issued for a claim
4 payable from the state treasury, the department shall file an
5 itemized voucher showing in detail the items of service,
6 expense, thing furnished, or contract for which payment is
7 sought. However, the director may authorize the prepayment of
8 claims when the best interests of the state are served under
9 rules adopted by the department. The claimant's original
10 invoice shall be attached to a department's approved voucher.
11 The director of the department of revenue and finance shall
12 adopt rules specifying the form and contents for invoices
13 submitted by a vendor to a department. The requirements apply
14 to acceptance of an invoice by a department. A department
15 shall not impose additional or different requirements on
16 submission of invoices than those contained in rules of the
17 director of the department of revenue and finance unless the
18 director exempts the department from the invoice requirements
19 or a part of the requirements upon a finding that compliance
20 would result in poor accounting or management practices.

21 EXPLANATION

22 This bill contains several changes relating to state
23 accounting and the powers and duties of the department of
24 revenue and finance.

25 Sections 1, 4, and 5 transfer from the department of
26 management to the department of revenue and finance the
27 responsibility to prescribe accounting and business forms and
28 the systems of accounts and reports of financial transactions
29 by state executive agencies.

30 Sections 2 and 3 provide for the reversion of
31 appropriations to the state general fund on August 31 rather
32 than September 30.

33 Section 6 provides for the use of account coding to
34 identify authorizing statutes.

35 Section 7 provides that the director of revenue and finance

1 may authorize the prepayment of claims when the best interests
2 of the state would be served by prepayment.

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House State Court do passed 2-8-89 per amend. 30971

SENATE FILE 119
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 163)

(AS AMENDED AND PASSED BY THE SENATE FEBRUARY 2, 1989)

- New Language by the Senate

Passed Senate, Date 4-17-89 (p. 14) Passed House, Date 2-15-89 (p. 800)
Vote: Ayes 40 Nays 1 Vote: Ayes 86 Nays 0

Approved June 1, 1989

Repassed the House 4-28-89

A BILL FOR (p. 2167)

AY 577 NAYS 16

1 An Act relating to state financial management by revising
2 provisions governing the reversion of appropriations, the
3 prescribing of uniform accounting systems and forms, account
4 coding to identify authorizing statutes, and authorization for
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7 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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S.F. 119

3302, 3276

1 Section 1. Section 8.6, subsection 1, unnumbered paragraph
2 1, Code 1989, is amended to read as follows:

3 ~~FORMS. To prescribe all accounting and business forms and~~
4 ~~the system of accounts and reports of financial transactions~~
5 ~~by all departments and agencies of the state government other~~
6 ~~than those of the legislative branch, and to~~ consult with all
7 state officers and agencies which receive reports and forms
8 from county officers, in order to devise standardized reports
9 and forms which will permit computer processing of the
10 information submitted by county officers, and to prescribe
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3302, 3276

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25 the credit of the funds from which the appropriations were
26 made, except that capital expenditures for the purchase of
27 land or the erection of buildings or new construction continue
28 in force until the attainment of the object or the completion
29 of the work for which the appropriations were made unless the
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4 the fund from which an appropriation was made, any unexpended
5 or unencumbered balance of that appropriation remaining at the
6 expiration of three two months after the close of the fiscal
7 term for which the appropriation was made. At the time the
8 transfer is made on the books of the department of management
9 revenue and finance, the director shall certify that fact to
10 the treasurer of state, who shall make corresponding entries
11 on the books of the treasurer's office.

3302, 347-

12 Sec. 4. Section 218.85, Code 1989, is amended to read as
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14 218.85 UNIFORM SYSTEM OF ACCOUNTS.

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16 the administrators of the divisions in control of state
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19 complete, and uniform system of accounts, records, and reports
20 possible, which system shall be prescribed by the director of
21 management revenue and finance as authorized in section 8-67
22 subsection-† 421.31, subsection 10, and, among other matters,
23 shall clearly show the detailed facts relative to the handling
24 and uses of all purchases.

3302, 347-

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26 the following new subsection:

27 NEW SUBSECTION. 10. FORMS. To prescribe all accounting
28 and business forms and the system of accounts and reports of
29 financial transactions by all departments and agencies of the
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32 amended to read as follows:

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35 through account coding authorized by the director.

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3 Before a warrant or its equivalent is issued for a claim
4 payable from the state treasury, the department shall file an
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6 expense, thing furnished, or contract for which payment is
7 sought. However, the director may authorize the prepayment of
8 claims when the best interests of the state are served under
9 rules adopted by the department. The claimant's original
10 invoice shall be attached to a department's approved voucher.
11 The director of the department of revenue and finance shall
12 adopt rules specifying the form and contents for invoices
13 submitted by a vendor to a department. The requirements apply
14 to acceptance of an invoice by a department. A department
15 shall not impose additional or different requirements on
16 submission of invoices than those contained in rules of the
17 director of the department of revenue and finance unless the
18 director exempts the department from the invoice requirements
19 or a part of the requirements upon a finding that compliance
20 would result in poor accounting or management practices.

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HOUSE AMENDMENT TO
SENATE FILE 119

S-3302

1 Amend Senate File 119, as amended, passed, and
2 reprinted by the Senate, as follows:

3721-3 1. Page 1, by inserting after line 14 the fol-
4 lowing:

5 "Section 100. Section 8.6, subsection 1, paragraph
6 c, Code 1989, is amended to read as follows:

7 c. For the proposed budget year, an estimate of
8 revenue from all sources, other than revenue to be
9 received from property taxation, separately stated as
10 to each such source, to be allocated to each of the
11 several funds, and for each fund the actual or
12 estimated unencumbered cash balance, whichever is
13 applicable, to be available at the beginning of the
14 year, the amount proposed to be received from property
15 taxation allocated to each fund, and the amount
16 proposed to be expended during the year plus the
17 amount of cash reserve, based on actual experience of
18 prior years, which shall be the necessary cash reserve
19 of the budget adopted exclusive of capital outlay
20 items. The estimated expenditures plus the required
21 cash reserve for the ensuing fiscal year less all
22 estimated or actual unencumbered balances at the
23 beginning of the year and less the estimated income
24 from all sources other than property taxation shall
25 equal the amount to be received from property taxes,
26 and such amount shall be shown on the proposed budget
27 estimate. However, the proposed budget expenditures
28 for the ensuing year shall not include any estimated
29 or actual unencumbered balances of appropriations at
30 the end of the current fiscal year.

31 Sec. 101. Section 8.6, subsection 9, paragraph g,
32 Code 1989, is amended to read as follows:

33 g. A detailed statement of all appropriations made
34 during the two preceding fiscal years, also of
35 unexpended balances of appropriations at the end of
36 the last fiscal year and estimated balances at the end
37 of the current fiscal year. The budget report,
38 however, shall not include any estimated unexpended
39 balances of appropriations at the end of the current
40 fiscal year as proposed expenditures for the ensuing
41 fiscal year.

42 Sec. 102. Section 8.22, subsection 1, Code 1989,
43 is amended to read as follows:

44 1. The governor's program for meeting all the
45 expenditure needs of the government for the fiscal
46 year, indicating the classes of funds, general or
47 special, from which appropriations are to be made and
48 the means through which the expenditures shall be
49 financed. However, the governor's program shall not
50 include any estimated unexpended balances of

S-3302

Page 2

1 appropriations at the end of the current fiscal year
 2 as proposed expenditures for the ensuing fiscal year."

3 2. Page 2, by inserting after line 11 the
 4 following:

5 "Sec. ____ . Section 8.35A, subsection 1, Code 1989,
 6 is amended to read as follows:

7 1. By July 1 the director of the department of
 8 management shall provide a projected expenditure
 9 breakdown of each appropriation for the beginning
 10 fiscal year to the legislative fiscal bureau in the
 11 form and level of detail requested by the bureau. By
 12 the fifteenth of each month, the director shall
 13 transmit to the legislative fiscal bureau a record for
 14 each appropriation of actual expenditures for the
 15 prior month of the fiscal year and the fiscal year to
 16 date in the form and level of detail as requested by
 17 the bureau. By ~~November~~ October 1 the director shall
 18 transmit the total record of an appropriation,
 19 including reversions and transfers for the prior
 20 fiscal year ending June 30, to the legislative fiscal
 21 bureau."

22 3. Page 2, by inserting after line 24 the
 23 following:

24 "Sec. ____ . Section 421.16, Code 1989, is amended
 25 to read as follows:

26 421.16 EXPENSES.

27 The director, deputy directors, secretary, and
 28 assistants are entitled to receive from the state
 29 their actual necessary expenses while traveling on the
 30 business of the department. The expenditures shall be
 31 sworn to by the party who incurred the expense, and
 32 approved and allowed by the director. However, ~~no~~
 33 such expense expenses shall not be allowed the
 34 ~~director, deputy directors, secretary, or employees of~~
 35 the department residents of Polk county while in the
 36 city of Des Moines or traveling between their homes
 37 and the city of Des Moines."

38 4. Page 3, by inserting after line 20 the
 39 following:

40 "Sec. ____ . Sections 100 through 102 of this Act
 41 take effect July 1, 1990, and apply to the
 42 preparations of the proposed state budget for each
 43 fiscal year which begins on or after July 1, 1991."

44 5. Title page, line 5, by inserting after the
 45 word "claims," the following: "providing effective
 46 and applicability dates,".

47 6. By renumbering, relettering, or redesignating
 48 and correcting internal references as necessary.

RECEIVED FROM THE HOUSE

S-3302 FILED MARCH 20, 1989

Senate Concurred

SENATE FILE 119

M-3276

Amend Senate File 119, as amended, passed, and reprinted by the Senate, as follows:

1. Page 1, by inserting after line 14 the following:

"Sec. 100. Section 8.6, subsection 1, paragraph c, Code 1989, is amended to read as follows:

c. For the proposed budget year, an estimate of revenue from all sources, other than revenue to be received from property taxation, separately stated as to each such source, to be allocated to each of the several funds, and for each fund the actual or estimated unencumbered cash balance, whichever is applicable, to be available at the beginning of the year, the amount proposed to be received from property taxation allocated to each fund, and the amount proposed to be expended during the year plus the amount of cash reserve, based on actual experience of prior years which shall be the necessary cash reserve of the budget adopted exclusive of capital outlay items. The estimated expenditures plus the required cash reserve for the ensuing fiscal year less all estimated or actual unencumbered balances at the beginning of the year and less the estimated income from all sources other than property taxation shall equal the amount to be received from property taxes, and such amount shall be shown on the proposed budget estimate. However, the proposed budget expenditures for the ensuing year shall not include any estimated or actual unencumbered balances of appropriations at the end of the current fiscal year.

Sec. 101. Section 8.6, subsection 9, paragraph g, Code 1989, is amended to read as follows:

g. A detailed statement of all appropriations made during the two preceding fiscal years, also of unexpended balances of appropriations at the end of the last fiscal year and estimated balances at the end of the current fiscal year. The budget report, however, shall not include any estimated unexpended balances of appropriations at the end of the current fiscal year as proposed expenditures for the ensuing fiscal year.

Sec. 102. Section 8.22, subsection 1, Code 1989, is amended to read as follows:

1. The governor's program for meeting all the expenditure needs of the government for the fiscal year, indicating the classes of funds, general or special, from which appropriations are to be made and the means through which the expenditures shall be financed. However, the governor's program shall not include any estimated unexpended balances of

H-3276

Page 2

1 appropriations at the end of the current fiscal year
2 as proposed expenditures for the ensuing fiscal year."

3 2. Page 3, by inserting after line 20 the
4 following:

5 "Sec. ____ . Sections 100 through 102 of this Act
6 take effect July 1, 1990, and apply to the
7 preparations of the proposed state budget for each
8 fiscal year which begins on or after July 1, 1991."

9 3. Title page, line 5, by inserting after the
10 word "claims," the following: "providing effective
11 and applicability dates,".

12 4. By renumbering as necessary.

By VAN MAANEN of Mahaska

H-3276 FILED MARCH 2, 1989

Adopted 3/15 (y 779)

SENATE FILE 119

H-3097

1 Amend Senate File 119, as amended, passed, and re-
2 printed by the Senate, as follows:

3 1. Page 2, by inserting after line 11 the
4 following:

5 "Sec. ____ . Section 8.35A, subsection 1, Code 1989,
6 is amended to read as follows:

7 1. By July 1 the director of the department of
8 management shall provide a projected expenditure
9 breakdown of each appropriation for the beginning
10 fiscal year to the legislative fiscal bureau in the
11 form and level of detail requested by the bureau. By
12 the fifteenth of each month, the director shall
13 transmit to the legislative fiscal bureau a record for
14 each appropriation of actual expenditures for the
15 prior month of the fiscal year and the fiscal year to
16 date in the form and level of detail as requested by
17 the bureau. By ~~November~~ October 1 the director shall
18 transmit the total record of an appropriation,
19 including reversions and transfers for the prior
20 fiscal year ending June 30, to the legislative fiscal
21 bureau."

22 2. Page 2, by inserting after line 24 the
23 following:

24 "Sec. ____ . Section 421.16, Code 1989, is amended
25 to read as follows:

26 421.16 EXPENSES.

27 The director, deputy directors, secretary, and
28 assistants are entitled to receive from the state
29 their actual necessary expenses while traveling on the
30 business of the department. The expenditures shall be
31 sworn to by the party who incurred the expense, and
32 approved and allowed by the director. However, no
33 such expense expenses shall not be allowed the
34 ~~director, deputy directors, secretary, or employees of~~
35 the department residents of Polk county while in the
36 city of Des Moines or traveling between their homes
37 and the city of Des Moines."

38 3. By numbering and renumbering as necessary.

By COMMITTEE ON STATE GOVERNMENT
BLANSHAN of Greene, Chairperson

H-3097 FILED FEBRUARY 8, 1989

Adopted 2/15 (p. 198)

SENATE FILE 119

S-3721

- 1 Amend the House amendment, S-3302, to Senate File
2 119 as amended, passed, and reprinted by the Senate as
3 follows:
4 1. Page 1, by striking line 3, through page 2, line
5 2.
6 2. Page 2, by striking lines 38 through 46.
By JOE WELSH

S-3721 FILED APRIL 17, 1989

ADOPTED

H-7-89 (p1471)

SENATE AMENDMENT TO HOUSE AMENDMENT TO SENATE FILE 119
H-4071

- 1 Amend the House amendment, S-3302, to Senate File
2 119 as amended, passed, and reprinted by the Senate as
3 follows:
4 1. Page 1, by striking line 3, through page 2, line
5 2.
6 2. Page 2, by striking lines 38 through 46.

H-4071 FILED APRIL 17, 1989

RECEIVED FROM THE SENATE

House Concurred 4-28-89 (p2167)

SSB 163

APPROPRIATIONS

SENATE FILE 119
BY (PROPOSED COMMITTEE ON
APPROPRIATIONS BILL)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to state financial management by revising
2 provisions governing the reversion of appropriations, the
3 prescribing of uniform accounting systems and forms, account
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5 the prepayment of claims, and providing properly related
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7 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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4 ~~the system of accounts and reports of financial transactions~~
5 ~~by all departments and agencies of the state government other~~
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7 state officers and agencies which receive reports and forms
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25 the credit of the funds from which the appropriations were
26 made, except that capital expenditures for the purchase of
27 land or the erection of buildings or new construction continue
28 in force until the attainment of the object or the completion
29 of the work for which the appropriations were made unless the
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20 possible, which system shall be prescribed by the director of
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22 ~~subsection 421.31, subsection 10,~~ and, among other matters,
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27 NEW SUBSECTION. 10. FORMS. To prescribe all accounting
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2 of the state would be served by prepayment.

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SENATE FILE 119

AN ACT

RELATING TO STATE FINANCIAL MANAGEMENT BY REVISING PROVISIONS GOVERNING THE REVERSION OF APPROPRIATIONS, THE PRESCRIBING OF UNIFORM ACCOUNTING SYSTEMS AND FORMS, ACCOUNT CODING TO IDENTIFY AUTHORIZING STATUTES, AND AUTHORIZATION FOR THE PREPAYMENT OF CLAIMS, AND PROVIDING PROPERLY RELATED MATTERS.

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

Section 1. Section 8.6, subsection 1, unnumbered paragraph 1, Code 1989, is amended to read as follows:

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compile in parallel columns the following data and estimates for immediate availability to any taxpayer upon request:

Sec. 2. Section 8.33, unnumbered paragraph 1, Code 1989, is amended to read as follows:

No obligation of any kind shall be incurred or created subsequent to the last day of the fiscal year for which an appropriation is made, except when specific provision otherwise is made in the Act making the appropriation. On ~~September 30~~ August 31, or as otherwise provided in an appropriation Act, following the close of each fiscal year, all unencumbered or unobligated balances of appropriations made for that fiscal term revert to the state treasury and to the credit of the funds from which the appropriations were made, except that capital expenditures for the purchase of land or the erection of buildings or new construction continue in force until the attainment of the object or the completion of the work for which the appropriations were made unless the Act making an appropriation for the capital expenditure contains a specific provision relating to a time limit for incurring an obligation or reversion of funds. This section does not repeal sections 19.11 through 19.14.

Sec. 3. Section 8.34, Code 1989, is amended to read as follows:

8.34 CHARGING OFF UNEXPENDED APPROPRIATIONS.

Except as otherwise provided by law, the director of the department of management revenue and finance shall transfer to the fund from which an appropriation was made, any unexpended or unencumbered balance of that appropriation remaining at the expiration of three two months after the close of the fiscal term for which the appropriation was made. At the time the transfer is made on the books of the department of management revenue and finance, the director shall certify that fact to the treasurer of state, who shall make corresponding entries on the books of the treasurer's office.

Sec. 4. Section 8.35A, subsection 1, Code 1989, is amended to read as follows:

1. By July 1 the director of the department of management shall provide a projected expenditure breakdown of each appropriation for the beginning fiscal year to the legislative fiscal bureau in the form and level of detail requested by the bureau. By the fifteenth of each month, the director shall transmit to the legislative fiscal bureau a record for each appropriation of actual expenditures for the prior month of the fiscal year and the fiscal year to date in the form and level of detail as requested by the bureau. By ~~November~~ October 1 the director shall transmit the total record of an appropriation, including reversions and transfers for the prior fiscal year ending June 30, to the legislative fiscal bureau.

Sec. 5. Section 218.85, Code 1989, is amended to read as follows:

218.85 UNIFORM SYSTEM OF ACCOUNTS.

The director of the department of human services through the administrators of the divisions in control of state institutions shall install in all such state institutions under the director's control and supervision the most modern, complete, and uniform system of accounts, records, and reports possible, which system shall be prescribed by the director of management revenue and finance as authorized in section 8-67, ~~subsection 1~~ subsection 10, and, among other matters, shall clearly show the detailed facts relative to the handling and uses of all purchases.

Sec. 6. Section 421.16, Code 1989, is amended to read as follows:

421.16 EXPENSES.

The director, deputy directors, secretary, and assistants are entitled to receive from the state their actual necessary expenses while traveling on the business of the department. The expenditures shall be sworn to by the party who incurred

the expense, and approved and allowed by the director. However, no such expense expenses shall not be allowed the ~~director, deputy directors, secretary, or employees of the department~~ residents of Polk county while in the city of Des Moines or traveling between their homes and the city of Des Moines.

Sec. 7. Section 421.31, Code 1989, is amended by adding the following new subsection:

NEW SUBSECTION. 10. FORMS. To prescribe all accounting and business forms and the system of accounts and reports of financial transactions by all departments and agencies of the state government other than those of the legislative branch.

Sec. 8. Section 421.39, subsection 1, Code 1989, is amended to read as follows:

1. That the creation of the claim is clearly authorized by law. Statutes authorizing the expenditure may be referenced through account coding authorized by the director.

Sec. 9. Section 421.40, unnumbered paragraph 1, Code 1989, is amended to read as follows:

Before a warrant or its equivalent is issued for a claim payable from the state treasury, the department shall file an itemized voucher showing in detail the items of service, expense, thing furnished, or contract for which payment is sought. However, the director may authorize the prepayment of claims when the best interests of the state are served under rules adopted by the department. The claimant's original invoice shall be attached to a department's approved voucher. The director of the department of revenue and finance shall adopt rules specifying the form and contents for invoices submitted by a vendor to a department. The requirements apply to acceptance of an invoice by a department. A department shall not impose additional or different requirements on submission of invoices than those contained in rules of the director of the department of revenue and finance unless the director exempts the department from the invoice requirements

or a part of the requirements upon a finding that compliance would result in poor accounting or management practices.

JO ANN ZIMMERMAN
President of the Senate

DONALD D. AVENSON
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 119, Seventy-third General Assembly.

Approved June 1, 1989

JOHN F. DWYER
Secretary of the Senate

TERRY E. BRANSTAD
Governor