

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

A BILL FOR

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

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

1 Section 1. Section 11.5A, Code 2024, is amended to read as
2 follows:

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

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

15 Sec. 2. Section 11.5B, Code 2024, is amended to read as
16 follows:

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

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

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

1 ~~Single Audit Act, 31 U.S.C. §7501, et seq., received by all~~
2 ~~other departments.~~

3 ~~13. Department of administrative services.~~

4 ~~14. Office of the chief information officer of the~~
5 ~~department of management.~~

6 Sec. 3. Section 11.5C, subsection 2, Code 2024, is amended
7 to read as follows:

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

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

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

17 EXPLANATION

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

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

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