

February 13, 1963.
County and
Township Affairs.

Passed 2/21
Substituted by
S.F. 167 2/28
Deferred 2/28

House File 233

By FISHER of Greene, EDGINGTON, SMITH of Dickinson, STANLEY, EVELAND, KNOCK, SHAW, BOCK, FISCHER of Grundy, REPERT, CHALUPA, CUNNINGHAM, PRINE, ROBINSON, CRANE, HANSON of Mitchell, MEYER, STROTHMAN, NIELSEN of Shelby, DENMAN, LUTZ, DUNTON, PATTON, MILLEN, FALVEY, VETTER, WORTHINGTON, CASEY, JARVIS, JOHNSON, ANDERSON of Ringgold and PETERSEN of Dallas.

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

A BILL FOR

An Act to authorize examinations of the financial condition and transactions of county and memorial hospitals by certified or registered public accountants in lieu of examinations by the auditor of state.

Be It Enacted by the General Assembly of the State of Iowa:

- 1 Section 1. Section eleven point six (11.6), Code 1962, is
- 2 hereby amended by adding thereto the following:
- 3 "Provided however that, in lieu of an examination by state
- 4 accountants, the local governing body of county hospitals organized
- 5 under chapters three hundred forty-seven (347) and three hundred
- 6 forty-seven A (347A) of the Code and memorial hospitals organized
- 7 under chapter thirty-seven (37) of the Code, in case it elects
- 8 to do so, may contract with or employ, certified or registered
- 9 public accountants, certified and registered in the state of Iowa,
- 10 and pay for the same from the proper public funds, in the same
- 11 manner and under the same conditions as provided in sections
- 12 eleven point eighteen (11.18) and eleven point nineteen (11.19)
- 13 of the Code for cities and school districts."

EXPLANATION OF HOUSE FILE 233

Under present Iowa law, as interpreted by the attorney general, county and memorial hospitals must be audited yearly by the state auditor's office. There is no authority for them to obtain any other type of audit. This bill would allow county and memorial

hospital boards to make an election each year as to whether they could have a CPA auditor in lieu of the state audit. The state audit must be paid for by the hospital so this would not be a new expense item. Cities and school districts are presently authorized to make this election if they so desire.