

1.1 moves to amend H.F. No. 577, the delete everything amendment
1.2 (A11-0103), as follows:

1.3 Page 28, lines 24 to 32, delete the new language and insert:

1.4 "(c) in determining whether a county audit may be performed by a private certified
1.5 public accountant, the state auditor must act in the public interest, and may consider the
1.6 relevant circumstances, including the following criteria:

1.7 (1) internal control concerns identified in management letters or other written
1.8 findings or comments in the county's audits, including findings or comments not resolved;

1.9 (2) any qualified opinions on the county financial statements;

1.10 (3) the financial condition of the county;

1.11 (4) accuracy and completeness of all financial records and related information;

1.12 (5) controls over the year-end financial reporting process, including controls over
1.13 procedures used to enter transactions into the general ledger; initiate, authorize, record,
1.14 and process journal entries into the general ledger;

1.15 (6) the recording of recurring and nonrecurring adjustments to the financial
1.16 statements and audit adjustments; and

1.17 (7) demonstrated experience in governmental audits of the firm or private certified
1.18 public accountant seeking to perform the audit."