



## Fiscal Services Division

### ADMINISTRATIVE RULES — FISCAL IMPACT SUMMARIES

July 14, 2025

Iowa Code section 17A.4(4) requires the Legislative Services Agency (LSA) to analyze the fiscal impact of all administrative rules with an impact of \$100,000 or more and provide a summary of the impact to the Administrative Rules Review Committee (ARRC). Fiscal Impact Statements filed by State agencies can be found on our website at [www.legis.iowa.gov/publications/fiscal/adminRulesFiscalImpact](http://www.legis.iowa.gov/publications/fiscal/adminRulesFiscalImpact).

With each rule summary, the rulemaking type is indicated in parentheses following the ARC number. The acronyms have the following meanings: Notice of Intended Action (**NOIA**), Amended Notice of Intended Action (**ANOIA**), Notice of Termination (**NOT**), Adopted and Filed Emergency (**AFE**), Filed Emergency After Notice (**FEAN**), and Adopted and Filed (**AF**).

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#### Department of Health and Human Services

**Rule Summary** Eliminates outdated administrative rules regarding a practice standard for orthodontia. **ARC 9372C (NOIA)**

**State or Federal Law Implemented:** Iowa Code chapter 249A.

**Fiscal Impact** **Agency Response:** This proposed rulemaking is expected to reduce State expenditures by \$583,000. However, that savings will be reinvested by increasing reimbursement rates for diagnostic and preventive current dental terminology (CDT) codes.

**LSA Response:** The LSA concurs.

**Rule Summary** Amends the federal poverty level (FPL) increments used to assess premiums for applicants and recipients under the Medicaid for Employed Persons with Disabilities (MEPD) program with income over 150.0% of the FPL. **ARC 9381C (AF)**

**State or Federal Law Implemented:** Social Security Act section 1916A, Social Security Act section 1902(a)(10)(A)(ii)(XIII), and Iowa Code section 249A.3.

**Fiscal Impact** **Agency Response:** The FY 2026 impact of the MEPD premium updates is \$82,000.

**LSA Response:** The LSA concurs. In 2020, the Department of Health and Human Services (HHS) updated the MEPD premium amounts, but the changes did not go into effect due to the public health emergency (PHE). Additionally, the HHS did not update the MEPD premium amounts for FY 2025 in administrative rule, but the changes still went into effect. The HHS estimate only considers the change between the FY 2025 premiums and the premiums proposed in this rulemaking. The effective change in FY 2025 is estimated to increase revenue to the State by \$171,000 and the proposed change in this rulemaking is estimated to increase revenue to the State by \$82,000 in FY 2026.