



## Fiscal Services Division

### ADMINISTRATIVE RULES — FISCAL IMPACT SUMMARIES

September 8, 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

#### **ARC 9468C (AF)**

**Rule Summary** Reimplements Iowa’s Healthy and Well Kids in Iowa (Hawki) program and reestablishes rules for eligibility, qualifying standards for insurers, cost-sharing, benefits, procedures and circumstances for disenrollment, and data collection and use. Removes references to the Hawki Board and the Hawki Advisory Committee. Removes certain disenrollment language to comply with federal legislation.

**State or Federal Law Implemented:** Iowa Code chapter 514I; 2024 Iowa Acts, Senate File 2385 (State Government Boards and Commissions Act); and the Consolidated Appropriations Act of 2023.

**Fiscal Impact** **Agency Response:** No fiscal impact.

**LSA Response:** The LSA concurs in part. The Consolidated Appropriations Act requires Iowa to comply with mandatory continuous eligibility to children in the Children’s Health Insurance Program (CHIP) and Medicaid. The Iowa Department of Health and Human Services (HHS) submitted a State Plan Amendment (SPA) to the Centers for Medicare and Medicaid Services to make changes in accordance with 42 C.F.R. §457.65. The HHS has historically maintained continuous eligibility for children in Medicaid but not CHIP. The SPA included an estimated total fiscal impact of approximately \$9.0 million in fiscal year 2025 to provide 12-month continuous eligibility to children enrolled in Hawki. Of this amount, the State portion is approximately \$2.3 million, and the federal portion is approximately \$6.7 million.

#### **ARC 9494C (AF)**

**Rule Summary** Modifies administrative rules regarding the determination of medically necessary orthodontia.

**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, any savings will be reinvested by increasing reimbursement rates for diagnostic and preventive current dental terminology (CDT) codes.

**LSA Response:** The LSA concurs.