



Fiscal Services Division

ADMINISTRATIVE RULES — FISCAL IMPACT SUMMARIES

April 13, 2026

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.

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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Iowa Public Employees' Retirement System

ARC 0188D (NOIA)

Rule Summary Updates contribution rates for all classes of Iowa Public Employees' Retirement System's (IPERS) members, as required annually by the Iowa Code.

State or Federal Law Implemented: Iowa Code chapter 97B.

Fiscal Impact **Agency Response:** The IPERS' enabling legislation requires that employer and employee contribution rates for each member class be updated every fiscal year. For FY 2027, there were no changes in the employer and employee contribution rates for Regular membership and the Protection Occupation group. The Regular membership contribution for both FY 2026 and FY 2027 is 15.73%, and for the Protection Occupation group, both FY 2026 and FY 2027 contribution rates are 15.52%.

The contribution rate for the Sheriffs and Deputies group is increasing from 24.18% in FY 2026 to 24.42% in FY 2027. The total increase is estimated to be approximately \$426,000, or \$213,000 for both the employees' and the employers' groups.

LSA Response: The LSA concurs.

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Department of Revenue

ARC 0129D (NOIA)

Rule Summary Allows products purchased as part of a special order barrel program to be split between two or more class "E" retail alcohol licensees, which is currently prohibited.

State or Federal Law Implemented: Iowa Code section 123.10(3).

Fiscal Impact **Agency Response:** The fiscal impact for this proposed rulemaking is unable to be determined. In FY 2025, there were approximately \$2.5 million in sales for special ordered barrel products. The barrel program products were each sold to one class "E" licensee and the average barrel was sold for approximately \$9,000. While the exact

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effect on State revenue cannot be determined, sales of these products have the potential to increase State revenue due to the broader audience of class “E” licensees having an opportunity to purchase these barrel program products by splitting them with other class “E” licensees.

LSA Response: The LSA concurs.

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Economic Development Authority

ARC 0126D (NOIA)

Rule Summary Modifies policies and procedures for the Historic Preservation Tax Credit Program.

State or Federal Law Implemented: 2025 Iowa Acts, House File 975 (Economic Development Authority and Finance Authority, Programs and Duties Act), and Iowa Code chapter 404A.

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

LSA Response: The LSA concurs in part. This rulemaking has no fiscal impact beyond the legislation it is intended to implement. The ***Fiscal Note*** for HF 975 estimated a net neutral impact over a two-year period. There may be a decrease in revenue to the General Fund by up to \$9.0 million in any given year with an equal increase in revenue the following year. The rulemaking also modifies application fees for the Historic Preservation Tax Credit. This is estimated to have minimal fiscal impact.

ARC 0130D (AF)

Rule Summary Modifies policies, procedures, and tax credit limitations for the Workforce Housing Tax Incentives Program.

State or Federal Law Implemented: 2025 Iowa Acts, Senate File 657 (Economic Development Programs and Credits Act), and Iowa Code chapter 15.

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

LSA Response: The LSA concurs in part. This rulemaking has no fiscal impact beyond the legislation it is intended to implement. The ***Fiscal Note*** for SF 657 estimated a decrease to net General Fund revenue by the following amounts:

- FY 2026 = \$1.3 million
- FY 2027 = \$2.0 million
- FY 2028 = \$1.1 million
- FY 2029 = \$0.3 million

The ***Fiscal Note*** also estimated a decrease to the statewide local option income surtax for schools by the following amounts:

- FY 2026 = \$3,000
- FY 2027 = \$7,000
- FY 2028 = \$5,000
- FY 2029 = \$2,000

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ARC 0131D (AF)

Rule Summary Repeals policies and procedures for the Employer Child Care Tax Credit, Assistive Device Tax Credit, and aggregate tax credit limit for the Iowa Economic Development Authority (IEDA).

State or Federal Law Implemented: 2025 Iowa Acts, Senate File 657 (Economic Development Programs and Credits Act).

Fiscal Impact **Agency Response:** No fiscal impact beyond that of the relevant divisions of 2025 Iowa Acts, Senate File 657.

LSA Response: The LSA concurs. The **Fiscal Note** for SF 657 estimated that eliminating the Employer Child Care Tax Credit will increase General Fund revenue by \$740,000 in FY 2026 and by \$800,000 annually beginning in FY 2027. The Fiscal Note estimated that eliminating the Assistive Device Tax Credit will have no fiscal impact. Rescinding procedures for the IEDA's aggregate tax credit limit is estimated to have no fiscal impact.

ARC 0133D (AF)

Rule Summary Implements and describes the policies and procedures applicable to the Research and Development Tax Credit Program, which provides incentives to businesses that conduct qualified research and development in Iowa. Replaces the Research Activities Tax Credit.

State or Federal Law Implemented: 2025 Iowa Acts, Senate File 657 (Economic Development Programs and Credits Act), Division XIV.

Fiscal Impact **Agency Response:** No fiscal impact to the State of Iowa beyond that of the legislation it is intended to implement.

LSA Response: The LSA concurs. The **Fiscal Note** for Senate File 657, which creates the Research and Development Tax Credit Program, estimates that Division XIV of the Act will decrease General Fund revenues by the following amounts:

- FY 2027 = \$5.6 million
- FY 2028 = \$25.6 million
- FY 2029 = \$36.3 million
- FY 2030 = \$38.3 million
- FY 2031 = \$39.9 million

ARC 0136D (AF)

Rule Summary Outlines the policies and procedures applicable to the new Iowa Major Events and Tourism Program.

State or Federal Law Implemented: 2025 Iowa Acts, Senate File 660 (Sports Wagering Receipts Fund Act).

Fiscal Impact **Agency Response:** No fiscal impact beyond that of the legislation it is intended to implement.

LSA Response: The LSA concurs in part. Senate File 660 appropriated \$4.0 million in FY 2026 from the Sports Wagering Receipts Fund to the Iowa Major Events and Tourism Fund. Senate File 660 also transferred any funds remaining in the Sports Tourism Marketing Program Fund to the Iowa Major Events and Tourism Fund on the effective date of the Act (June 11, 2025). In January 2026, \$1.5 million was transferred from the Sports Tourism Marketing Program Fund to the Iowa Major Events and Tourism Fund.

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ARC 0138D (AF)

Rule Summary Rescinds Administrative Code chapter 215 related to the policies and procedures applicable to the Sports Tourism Marketing Program Fund that provided eligible applicants with grants for marketing projects that actively and directly supported sporting events. The marketing fund component of the Sports Tourism Program was repealed.

State or Federal Law Implemented: 2025 Iowa Acts, Senate File 660 (Sports Wagering Receipts Act).

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

LSA Response: The LSA concurs in part. Senate File 660 transferred any funds remaining in the Sports Tourism Marketing Program Fund to the Iowa Major Events and Tourism Fund on the effective date of the Act (June 11, 2025). In January 2026, \$1.5 million was transferred from the Sports Tourism Marketing Program Fund to the Iowa Major Events and Tourism Fund.

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Department of Health and Human Services

ARC 0175D (ANOIA)

Rule Summary Repeals the Health Facilities Council and transfers the responsibility for approving Certificate of Need applications from the Department of Inspections, Appeals, and Licensing (DIAL) to the Department of Health and Human Services (HHS).

State or Federal Law Implemented: 2025 Iowa Acts, House File 972 (Rural Health Care Act).

Fiscal Impact **Agency Response:** No fiscal impact beyond that outlined in the **Notes on Bills and Amendments (NOBA)** for HF 972. The DIAL received \$132,000 in FY 2025 from the General Fund Professional Licensing appropriation in 2024 Iowa Acts, Senate File 2433 (FY 2025 Administration and Regulation Appropriations Act), for the duties of the Health Facilities Council. House File 972 eliminated the Council. The DIAL also received \$76,000 in application fees for Certificate of Need applications in FY 2024, which are anticipated to move to the HHS as it takes over administration of the Certificate of Need program.

LSA Response: The LSA concurs.

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Department of Public Health

ARC 0121D (ANOIA)

Rule Summary Rescinds Administrative Code chapters related to rural health care programs that have been repealed, including the Family Medicine Obstetrics Fellowship Program, the Medical Residency Training State Matching Grants Program, the Primary Care Provider Recruitment and Retention Endeavor, and the Health Care Workforce Support Initiative.

State or Federal Law Implemented: 2025 Iowa Acts, House File 972 (Rural Health Care Act).

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

LSA Response: The LSA concurs in part. House File 972 repealed programs, funds, and accounts related to rural health care and replaced them with a Health Care Professional Incentive Program and Medicaid supplemental enhanced payments for

graduate medical education. The repealed programs received a total of \$2.9 million in General Fund moneys in FY 2025.

House File 972 required any unobligated and unencumbered moneys from the Primary Care Provider Loan Repayment Program Account to be used for the Health Care Professional Incentive Program. The **Notes on Bills and Amendments (NOBA)** for HF 972 estimated there would be \$58,000 available from the Account.

Unobligated and unencumbered moneys from the Health Care Workforce Shortage Fund Interest Account, the Medical Residency Training Account, and the Family Medicine Obstetrics Fellowship Program Fund were required to be used for Medicaid graduate medical education. The NOBA for HF 972 estimated there would be \$9.4 million available from these funds and accounts.

ARC 0142D (AF)

Rule Summary Describes how the Department of Health and Human Services (HHS) will install, maintain, and operate the system of vital statistics throughout the State. Refers definitions to the Iowa Code and eliminates redundant language. Increases certified copy fees for birth, marriage, and death certificates from \$15 to \$20 and modifies how the revenues are distributed. Provides an increase in the distribution that supports the Iowa Office of the State Medical Examiner (IOSME).

State or Federal Law Implemented: Iowa Code chapter 144.

Fiscal Impact **Agency Response:** The vital records fees collected not only fund the Bureau of Vital Statistics but also contribute to the General Fund. For FY 2025 (through August 11, 2025), the HHS collected over \$3.7 million and contributed over \$1.8 million to the General Fund. Although the HHS is increasing the fees for certified copies of birth, death, and marriage certificates from \$15 to \$20, those fee increases will be directed to the IOSME. The fee increases are estimated to increase revenues to the IOSME by \$1.7 million annually beginning in FY 2027. There is no impact on the portion of fees directed to the General Fund.

LSA Response: The LSA concurs. The HHS estimates that approximately 165,000 death certificate copies may be issued and charged a fee per year.

ARC 0148D (AF)

Rule Summary Provides the foundation for the primary funding source that supports the work of the Iowa Office of the State Medical Examiner (IOSME). Increases the amount of an autopsy fee from \$1,900 to \$2,100 and 2.0% annually thereafter to account for annual adjustments for salaries of pathologists and increasing costs associated with performing autopsies.

State or Federal Law Implemented: Iowa Code sections 331.802, 331.805, and 691.6.

Fiscal Impact **Agency Response:** This proposed chapter sets the amount of fees for service that can be collected by the IOSME. This includes fees related to autopsies, the cost of requesting autopsy reports, court preparation time, tissue recovery, and cremation permit fees. The Department of Health and Human Services (HHS) is increasing the amount of the autopsy fee by \$200 and 2.0% annually thereafter to account for annual adjustment costs for salaries of pathologists and increasing costs associated with performing autopsies. The autopsy fee increase is estimated to increase revenues to the IOSME by \$400,000 in FY 2027 and \$484,000 in FY 2028.

LSA Response: The LSA concurs. The HHS estimates that approximately 2,000 autopsies may occur per year.