



Fiscal Services Division

ADMINISTRATIVE RULES — FISCAL IMPACT SUMMARIES

June 16, 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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Natural Resource Commission

ARC 0263D (AF)

Rule Summary Increases hunting, fishing, and trapping resident and nonresident license fees by 5.0%, consistent with the statutory cap.

State or Federal Law Implemented: Iowa Code section 483A.1.

Fiscal Impact **Agency Response:** This rulemaking will generate revenue for the State Fish and Game Protection Fund.

LSA Response: The LSA concurs in part. Based on the number of licenses sold in calendar year 2025, the new license fees are estimated to increase revenue to the State Fish and Game Protection Fund by approximately \$1.5 million annually.

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Iowa Public Employees' Retirement System

ARC 0323D (AF)

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's 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 or 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 Deputy Sheriffs group is increasing from 24.18% in FY 2026 to 24.42% in FY 2027. The total increase is estimated to be

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approximately \$426,000, or \$213,000 each for the employees' and the employers' groups.

LSA Response: The LSA concurs.

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Department of Health and Human Services

ARC 0320D (AF)

Rule Summary Eliminates 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 beginning in FY 2026. The DIAL also received \$76,000 in application fees into the Licensing and Regulation Fund 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.

ARC 0315D (AF)

Rule Summary Creates parameters for provision of and payment for services under Iowa Medicaid. Provides guidance to participating providers and members about which services are covered and whether services require prior authorization. Aligns reimbursement practices for rehabilitation and speech therapy services with federal law and Centers for Medicare and Medicaid Services (CMS) guidelines.

State or Federal Law Implemented: Iowa Code chapter 249A and 2025 Iowa Acts, Senate File 474 (Youth Services and Behavioral Health Act).

Fiscal Impact **Agency Response:** Based on a review of State fiscal year 2025 data, the estimated annualized savings from aligning reimbursement practices for rehabilitation and speech therapy services with federal law and CMS guidelines would be approximately \$2.8 million for the State.

LSA Response: The LSA concurs. The total estimated annual savings due to the reimbursement changes are \$7.7 million. Of this, the State portion of the savings is estimated to be \$2.8 million. The reimbursement changes went into effect on December 1, 2025. The total estimated savings for the remainder of FY 2026 is \$4.5 million, with the State portion being \$1.6 million. For FY 2027, the estimated savings are \$7.7 million, with the State portion being \$2.4 million.

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Economic Development Authority

ARC 0258D (AF)

Rule Summary Describes the policies and procedures applicable to the newly created Sustainable Aviation Fuel (SAF) Tax Credit Program, which will provide incentives to businesses that produce high-value sustainable aviation fuel from feedstock in Iowa.

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

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

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

- FY 2029 = \$0.6 million
- FY 2030 = \$0.9 million
- FY 2031 = \$1.5 million
- FY 2032 = \$1.9 million
- FY 2033 = \$1.9 million

The rulemaking also creates a one-time compliance fee of \$500 per eligible business and an ongoing compliance fee of 0.5% of the value of tax incentives claimed by each business. The fees are estimated to increase revenues to the Iowa Economic Development Authority by the following amounts:

- FY 2029 = \$3,000
- FY 2030 = \$4,000
- FY 2031 = \$8,000
- FY 2032 = \$9,000
- FY 2033 = \$10,000

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Department of Revenue

ARC 0291D (AF)

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 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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