



LEGISLATIVE
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Fiscal Services Division

ADMINISTRATIVE RULES — FISCAL IMPACT SUMMARIES

October 12, 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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Department of Health and Human Services

Rule Summary Establishes reporting requirements for the receipt of federal Social Services Block Grant (SSBG) funds and service availability and allocation methodology related to those funds. Removes requirements for the decategorization of child welfare and juvenile justice funding initiative. **ARC 0563D (NOIA)**

State or Federal Law Implemented: Iowa Code section 234.6, and 2026 Iowa Acts, House File 2782 (Early Childhood and Family Service System Act).

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

LSA Response: The LSA concurs in part. This rulemaking has no fiscal impact to the State beyond the legislation it is intended to implement. As detailed in the **Notes on Bills and Amendments (NOBA)** for House File 2782, eliminating the requirements for the decategorization of child welfare and juvenile justice funding initiative will decrease expenditures for the Department of Health and Human Services by \$1.7 million annually.

Rule Summary Allows rural health clinics (RHCs) to receive Medicaid reimbursement for the provision of dental services, which would be provided by local dentists who contract with the RHCs. **ARC 0620D (NOIA)**

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

Fiscal Impact **Agency Response:** Based upon an estimated 2.94% RHC opt-in rate, the rulemaking would increase costs by \$3.9 million, with \$2.7 million being federal costs and \$1.2 million being State costs.

LSA Response: The LSA concurs. Based on the Department's estimates, the anticipated average cost incurred for each participating RHC is approximately \$475,000.

Rule Summary Establishes requirements for the payment of child care services and where services may be provided. Establishes that a person who is employed by a child care facility or child care home that is accepting child care assistance and who is eligible under Iowa **ARC 0625D (NOIA)**

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Code section 237A.13A as enacted by 2026 Iowa Acts, House File 2514 (Child Care Assistance for Child Care Workers Act), is eligible for child care assistance without regard to income requirements.

State or Federal Law Implemented: Iowa Code sections 237A.13 and 237A.29, and 2026 Iowa Acts, House File 2514 (Child Care Assistance for Child Care Workers Act).

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

LSA Response: The LSA concurs in part. This rulemaking has no fiscal impact to the State beyond that of the legislation it is intended to implement. As detailed in the **Fiscal Note** for House File 2514, expanding child care assistance eligibility to persons employed by a child care facility or child care home that is accepting child care assistance is estimated to increase costs to the Department of Health and Human Services (HHS) by \$11.7 million for FY 2027, of which the State cost is \$7.0 million and the federal cost is \$4.7 million. The total cost for FY 2028 is estimated to be \$12.1 million, of which the State cost is \$7.3 million and the federal cost is \$4.8 million.

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Department of Workforce Development

ARC 0631D (NOIA)

Rule Summary Establishes procedures for the Reemployment Case Management System and for unemployment compensation eligibility.

State or Federal Law Implemented: Iowa Code chapter 96 and 2026 Iowa Acts, Senate File 2168 (Reemployment Case Management and Unemployment Insurance Processing Act).

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

LSA Response: The LSA concurs in part. The rulemaking has no fiscal impact beyond that of the legislation it is intended to implement. The **Fiscal Note** for SF 2168 estimated an increase in expenses to Iowa Workforce Development of approximately \$1.0 million in FY 2027 and \$2.0 million in each subsequent fiscal year.

ARC 0629D (NOIA)

Rule Summary Modifies policies and procedures for the development of training projects under the Iowa Industrial New Jobs Training (260E) Program.

State or Federal Law Implemented: 2026 Iowa Acts, House File 2799 (Economic Development, Tax Credit Programs, and Load Forecasting Act).

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

LSA Response: The LSA concurs in part. This rulemaking has no fiscal impact to Iowa Workforce Development (IWD) but does have a fiscal impact to the State General Fund. The rulemaking is estimated to increase revenue to the General Fund each year beginning with \$88,000 in FY 2027 and increasing to \$11.1 million in FY 2037.

This estimate differs from the **Fiscal Note** for HF 2799 due to the rulemaking limiting administrative costs to 7.0% of program costs while HF 2799 limited administrative costs to 15.0% of program costs.

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