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## BUDGET UNIT BRIEF – FY 2025

Fiscal Services Division

July 1, 2024



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Ground Floor, State Capitol Building

Des Moines, Iowa 50319

515.281.3566

### Health Program Operations — Pharmaceutical Settlement Account

#### Background

The Pharmaceutical Settlement Account, under the authority of the Department of Health and Human Services (HHS), collects moneys from legal settlements with prescription drug manufacturers relating to pharmaceuticals provided by the Medicaid program.

#### Revenues

Revenues to the Pharmaceutical Settlement Account are required to be used for the purpose of technology upgrades under the Medicaid program. The balance of the Account is appropriated to Health Program Operations, which administers the Iowa Medicaid program. Revenues from the Account have ranged from \$234,000 to \$10.9 million over the past 10 years, depending on the number of settlements. The average appropriation has decreased in recent years, with \$234,000 appropriated for FY 2024.

#### Related Statutes and Administrative Rules

Iowa Code sections [99D.13](#) and [249A.33](#)

#### Budget Unit Number

4130N230173

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#### More Information

2017 Iowa Acts, chapter 170: [www.legis.iowa.gov/docs/publications/LGE/87/SF516.pdf](http://www.legis.iowa.gov/docs/publications/LGE/87/SF516.pdf)  
2016 Iowa Acts, chapter 1134: [www.legis.iowa.gov/docs/publications/LGE/86/HF2454.pdf](http://www.legis.iowa.gov/docs/publications/LGE/86/HF2454.pdf)  
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