

MEMORANDUM

TO: Administrative Rules Review Committee
 FROM: Fiscal Services Division, Legislative Services Agency
 DATE: August 10, 2003
 RE: Fiscal Impact of Agency Administrative Rules

House File 636 (Legislative Services Agency Consolidation Act) 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). The process has now been finalized. The draft instructions were revised to incorporate the comments from the agencies and ARRC members, and were distributed to the agencies on August 6. Agencies were instructed to use the old process and form for the August meeting. The transition to the new instructions and fiscal impact form will be in effect for the September ARRC meeting. A follow-up meeting will be held August 13 at 1:30 pm in Room 116 of the State Capitol to answer questions about the revised instructions. The format used by the LSA in this memo will probably not change significantly in the short term.

This memorandum provides an overview of the fiscal impact of the rules presented by the agencies for the August 12 and 13, 2003 ARRC meeting.

<u>Rule</u>	<u>Rule Summary</u>	<u>Fiscal Impact Analysis</u>
Administrative Services Department		LSA Contact: Ron Robinson 1-6256
ARC 2637B and ARC 2635B	Proposed Chapter 10 is intended to implement the provisions of 2003 Iowa Acts, House File 534 (Department of Administrative Services Act), which establishes the Department of Administrative Services and creates Customer.	No fiscal impact.
Capital Investment Board		LSA Contact: Ron Robinson 1-6256
ARC 2618B	These amendments are proposed pursuant to 2003 Iowa Acts, Senate File 458 (FY 2004 Standing Appropriations Act). The rules address various changes to definitions regarding revocable trusts.	No fiscal impact.
ARC 2617B and ARC 2623B Tax	Proposed Chapter 4 provides for contingent tax credits administered by the Iowa Capital Investment Board relating to	No fiscal impact.

Rule	Rule Summary	Fiscal Impact Analysis
	investments in one or more funds organized by the Iowa Capital Investment Corporation.	
Corrections Department		LSA Contact: Beth Lenstra 1-6301
ARC 2636B	The proposed rule provides an administrative appeal process for sex offenders who contest their risk assessment score. The score determines the amount of the offender's information released to the public. The proposed rule complies with the recent Iowa Supreme Court ruling regarding administrative appeals (<i>Bryan Brummer v. Iowa Department of Corrections</i> , 661 N.W.2d 167, Iowa 2003).	This rule change is estimated to affect 105 appeals cases annually. <u>Impact to the Attorney General's Office:</u> The estimated cost to be absorbed by the Office is approximately \$35,000 annually. <u>Impact to the DOC and CBC District Departments:</u> The estimated cost to be absorbed by the corrections system is estimated to be approximately \$26,000 annually.
Department of Economic Development		LSA Contact: Russ Trimble 1-4613
ARC 2589B	Updates the description of the Department's organizational structure, its mission statement and descriptions of the Department's divisions. Rescinds seven chapters where programs have either ended or have been transferred to other entities.	No fiscal impact. Technical changes.
ARC 2591B	The proposed revisions reflect the findings of the Housing Study commissioned by IDED and the Iowa Finance Authority and completed by the University of Iowa in January 2003. The proposed changes include targeting funds to housing rehabilitation, rental rehabilitation and new construction of rental units, setting various caps on project funding, and prioritizing funding for persons with disabilities and households with income below 50 percent of area family median income.	No fiscal impact. These rule amendments only affect operational, not fiscal issues. The federal annual funding allocation is not impacted by these proposed amendments.
ARC 2594B	Rescinds the existing program rules for Self-Employment Loan Program (SELP) and adopts one rule to govern current SELP awards during the transition.	No fiscal impact. The same amount of program funding is available. These rules just change program policies.
ARC 2590B	The amendments establish a new modernization project component as authorized by 2002 Iowa Acts, chapter 1041, section (2g). The amendments describe the eligibility requirements, application process and rating system for projects that assist in retooling or upgrading production equipment to meet contemporary technology standards.	No fiscal impact. The same amount of program funding is available. These rules just change program policies.
ARC 2592B	The rule changes implement HF 681 (Value Added Agriculture Tax Credits) and HF 576 (Enterprise Zones), including rules	No fiscal impact associated with changes authorized by HF 681. House File 576 would reduce General Fund revenues by

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	for a development business project; amending definitions, updating eligibility requirements, and procedures for Enterprise Zones and development business projects. The rules also update the method using in calculating the repayment of benefits, address how layoffs and closures elsewhere in the state would be handled, and allows the department the discretion to grant businesses a one-year extension to meet the requirements of the program.	approximately \$280,000 annually starting in FY 2004 and by \$4.0 million over a period of five to ten years starting in FY 2006. These rule amendments implement the statutory changes in the above-referenced bills and are consistent with the 2003 fiscal note.
ARC 2593B	The proposed new chapter establishes application requirements, evaluation criteria and procedures for participation in the Cogeneration Pilot Program in accordance with 2003 Iowa Acts, House File 391.	No fiscal impact. Existing staff will be used for approval of projects.
ARC 2588B	Combines the Uniform Rules on Agency Procedure that are currently incorporated by reference, within the Department's rules, which identify the exceptions and amendments to these rules. In addition, updates the description of the categories of records maintained by the Department, revises procedures by which the public may access public records, and identifies fees such as those charged for searching, supervising, and copying records.	No fiscal impact. Although the number of information requests cannot be projected, the Department believes that this rule would only positively impact the General Fund because the amount of public expenditure is essentially capped at a reasonable level.
Board of Educational Examiners		LSA Contact: Robin Madison 1-5270
ARC 2622B	Modifies procedures to permit the Department of Transportation to initiate a complaint against a licensee who holds a behind-the-wheel instructor's certification when the complaint arises from driver's education instruction.	No fiscal impact.
ARC 2639B	Modifies procedures to make the Attorney General's office responsible for prosecuting complaints against licensees. In the past, school districts, parents, and other complainants carried this burden at their own cost.	The fiscal estimate has not changed since a fiscal note for HF 2482 (School Disciplinary Hearing Request) was published in 2002. Savings to school districts statewide is estimated to be \$260,000 to \$300,000. Savings to individual parents and others cannot be estimated. The Attorney General's office does not anticipate a significant increase in caseload and does not intend to increase its periodic billing to the Board of Educational Examiners for services. The situation will be re-evaluated after one to two years to determine the effect on caseload.

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ARC 2624B	Provides for correction of typographical and clerical errors in licenses at no charge to licensee for 30 days after issuance.	No fiscal impact. Reflects current practice.
ARC 2625B	Clarifies the names of various licenses to eliminate the words “conditional” and “emergency.”	Minimal fiscal impact. There will be minor costs related to reprinting of applications and other administrative details.
ARC 2626B	Modifies requirements for the school psychologist endorsement, including the addition of a one-year conditional license for applicants completing an internship or thesis.	No fiscal impact. The cost to implement the new license will be very minimal due to the small number of school psychologists.
Energy and Geological Resources Division (Department of Natural Resources)		LSA Contact: Deb Kozel 1-6767
ARC 2596B	Consolidation of program rules and elimination of rules for programs that no longer exist.	No fiscal impact.
Environmental Protection Commission (Department of Natural Resources)		LSA Contact: Deb Kozel 1-6767
ARC 2597B	Adds demolished buildings to the rules for controlled open burnings for the Department of Natural Resources (DNR).	<p><u>Impact to cities and counties:</u> The estimated number of buildings burned per year is 100, for a net impact of \$250,000 per year. This includes:</p> <ol style="list-style-type: none"> 1. Cities will need to maintain records and other administrative duties with an estimated cost of \$300 per building. 2. The cost for removal of a demolished building without burning is \$8,600 and the open burning cost is \$5,900 per building. The net savings of \$2,700 per building less the \$300 administrative cost will provide a net savings of \$2,500 per building or \$250,000 per year. 3. Approximately 30.0% of the demolished building cannot be burned (asbestos) and must be disposed at the landfill. <p><u>Impact to the DNR:</u> Cost to the DNR is 1.00 FTE position with a cost of \$45,000 per year. Funding is 60.0% federal and 40.0% General Fund and is included in current budget.</p> <p>Other impacts to affected persons include:</p> <ol style="list-style-type: none"> 1. Possible health risks from the increased burning of demolished buildings. Increased expenditures cannot be quantified. 2. Potential diversion of revenue from private or municipal landfills as the demolished building will be burned and only a portion will be taken to the landfill. The estimated cost for a building disposal is \$1,500. Only 30.0% will be

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		<p>taken to the landfill for \$450. Landfill revenue per burned building will be reduced by \$1,050 or \$105,000 for 100 buildings.</p> <p>3. Potential loss of revenue for demolition contractors. The estimated cost to load, transport, and remove a demolished building is \$3,825. Only 30.0% of a burned building would need to be removed with a loss of revenue of \$2,677 per building or \$267,700 for 100 buildings.</p>
ARC 2595B	<p>Provides new rules for loans for non-point source water pollution control projects and updates rules for point source projects. Includes:</p> <ol style="list-style-type: none"> 1. Removes reference to wastewater construction grants program. 2. Provides financial assistance for non-point source water pollution projects. 3. Consolidates and updates administrative requirements for municipal point and non-point source water pollution control facilities. 4. Provides criteria for ranking and rating point source and non-point source water pollution control facilities. 5. Allows use of State Revolving Fund money for non-point source water pollution control projects: livestock water quality facilities, local water protection projects, onsite wastewater treatment systems, and general nonpoint source projects such as underground storage tanks, wetlands, and other projects in the State Management Plan. 	<p>Additional expenditures include 4.00 FTE positions and estimated salary increases of 5.0% each year. Positions include an administrator, clerk, program coordinator, and an information technology person. Approximate cost for the additional FTE positions is \$140,000.</p> <p>Annual cost to agency is:</p> <p>Year one: \$449,000 (includes all FTE positions, contract help, and support expenditures). Year two: \$462,000 Year three: \$471,000 Year four: \$486,000 Year five: \$502,000</p> <p>Funding is included the Department's budget and is from the Sate Revolving Fund.</p>
Ethics and Campaign Disclosure Board		LSA Contact: Sam Leto 1-6764
ARC 2585B	Consolidation of Chapters 1 and 12 into Chapter 1. Some rules in old Chapter 12 "Executive Branch Code of Conduct" were rescinded. The rules that existed in old Chapter 1 were redrafted to reflect current Board practices.	No fiscal impact
ARC 2605B	Permits a permanent organization that makes a one-time contribution in excess of \$750.00 to a campaign committee the choice of filing a one-page form in lieu of the required current five-pages.	Minimal savings.
ARC 2604B	Permits electronic signatures on reports filed electronically via the Board's web site and permits campaign committees to generate and use their own computer	No fiscal impact

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	generated reports concerning the permissible uses of campaign funds by candidates as announced in various Board advisory opinions.	
ARC 2606B	Places into rules current Board practices of making local campaign reports available to the county commissioners of elections electronically via the Board's web site.	Minimal savings.
ARC 2633B	Places into rules current Board practices	No fiscal impact.
ARC 2603B	Makes technical corrections to the rule governing the filing of verified statements of registration by out-of state political action committees.	No fiscal impact.
ARC 2632B	Move rules of similar subject matter together by chapter. Incorporates the subject matter of Chapter 5, "Complaint, Investigation and Resolution Procedures" into Chapter 9. Moves the current Chapter 9, "Declaratory Orders" into the new Chapter 12 and temporarily rescinds and reserves Chapter 5.	No fiscal impact.
ARC 2586B	The rules in Chapter 7 were moved to Chapter 11, and the rules in Chapter 11 were moved to Chapter 7. There was little change to the old rules in Chapter 7. The old rules in Chapter 11 were amended to reflect current Board practices concerning the filing of personal financial disclosure statements.	No fiscal impact.
Department of Human Services		LSA Contact: Jennifer Vermeer 1-4611 Sue Lerdal 1-7794, Lisa Burk 1-7942
ARC 2607B and ARC 2612B	Implements HF 565 (<i>hawk-i</i> Children's Health Insurance Program), including reducing the number of <i>hawk-i</i> board meetings.	Minimal savings. This will reduce the number of meetings by 4, for an estimated state savings of \$400 and \$1,300 federal funds.
ARC 2619B	Amends the procedures for collecting overpayments in the PROMISE JOBS and <i>hawk-i</i> programs. Shifts debt collection responsibility to the Department of Administrative Services	Estimated federal savings of \$12,100 in the JOBS program. Estimated savings to the <i>hawk-i</i> program is unknown. The savings will be partially offset by increased collection costs of \$3,800 state funds and \$11,300 federal funds.
ARC 2573B	Implements a 2001 requirement by the General Assembly to relieve counties of financial obligations for disputed billings for services provided before July 1, 1997.	Disputed billings were \$3.7 million for this time frame in State funds and were included in the revenue estimates for loss of income to the State in FY 2002. No fiscal impact for FY 2004.
ARC 2609B	Changes procedures for application of financial credit to counties for services provided by a State institution or a program by a State institution, due to the impact of net budgeting.	No fiscal impact. The process for use of credit at institutions utilizing net budgeting will change for the counties but the counties will not lose the financial credit.

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ARC 2614B	Eliminates rules referring to the Mental Illness Special Services Fund since the Fund has been discontinued.	No fiscal impact.
ARC 2564B And ARC 2575B	Implements HF 387 (MR Waiver Beds), which reinstates the waiver of licensure for certain facilities and provides criteria for approval of 5-bed facilities. Also, implements HF 560 (Waiver Parents to Family Members), which adds 3 services (prevocational, transportation and adult day care) under the Mental Retardation Medicaid Waiver.	No estimated fiscal impact related to HF 387. The estimated fiscal impact related to HF 560 is a state cost of \$900,000 and estimated savings to the counties ranging from \$10 to \$25 million. These 3 services are currently 100% county funded and will now receive 2/3 federal matching funds, for a net savings. These estimates are consistent with the 2003 fiscal note for HF 560.
ARC 2565B and ARC 2576B	Discontinues state Medicaid payments to hospitals for co-insurance and deductibles for individuals also covered by Medicare, in most circumstances. This change is required by HF 667 (FY 2004 Health and Human Services Appropriations Act). Hospitals will receive reimbursement for 70% (the maximum allowed) of these costs from Medicare as a bad debt reimbursement. The state will pay the remaining 30% of these costs as a Medicaid payment.	Estimated to result in a net savings of \$4.3 million from the State General Fund and \$7.4 million in Federal funds, for a total savings of \$11.7 million in FY 2004. These savings have already been deducted from the FY 2004 Medicaid appropriation. Since hospitals will receive 70% of these costs from Medicare and 30% from Medicaid, this rule results in no net loss in funding to the hospitals, as required by HF 667. DHS is working with CMS to determine how the payment will be made. The rule will not be implemented until Federal approval is received. When it is implemented it will be retroactive to July 1, 2003 to meet the budgeted amount.
ARC 2566B and ARC 2577B	Adds supplemental payments for physician services at qualifying hospitals. Requires qualifying hospitals to transfer the supplemental funds to the Department through an intergovernmental transfer, and requires the Department to deposit the funds in the Medicaid Assistance account. These changes are required by HF 619 (Medicaid Cost Containment).	Estimated to result in a net state savings \$13.5 million. These savings have already been deducted from the FY 2004 Medicaid appropriation. The estimate is consistent with the 2003 fiscal note on HF 619.
ARC 2567B and ARC 2578B	Amends Medicaid reimbursement for prescription drugs. These changes are required by HF 619: 1. Decrease in the pharmacy dispensing fee from \$5.17 to \$4.26. 2. Decrease in drug ingredient reimbursement from Average Wholesale Price (AWP) minus 10% to AWP minus 12%. 3. Adjusts the multiplier used in the State Maximum Allowable Cost calculation from 2.1 to 1.4. 4. Adds pharmacy reporting requirements related to information used in revising reimbursement rates.	The following savings estimates are consistent with the 2003 fiscal note on HF 619. The savings have already been deducted from the FY 2004 Medicaid appropriation. The estimated state savings include: 1. Dispensing fee - \$2,188,078; 2. AWP - \$2,042,350; 3. State Maximum Allowable Cost - \$904,225. 4. There may be increased costs to pharmacies due to the reporting requirements. These costs cannot be determined.

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ARC 2568B and ARC 2579B	Increases co-payment on prescription drugs to the federal maximum (ranging from \$0.50 to \$3.00 depending on the price of the prescription) and adds a \$3 co-payment on physician visits. These changes are required by HF 619.	The estimated state savings from increased prescription drug co-payments are \$848,785. The estimated state savings from the physician co-payments are \$320,988. These estimates are slightly higher than the 2003 fiscal note on HF 619, but are very similar. The savings have already been deducted from the FY 2004 Medicaid appropriation.
ARC 2547B	Lowers the age for supported employment services under the Home and Community Based Services / Mental Retardation Waiver Program from 18 to 16.	DHS estimates the rule will expand eligibility for supported employment services to 32 children at \$422 per month. This results in a total cost of \$162,000, of which \$54,000 is State dollars. The LSA concurs with an estimated state impact of approximately \$54,000 in FY 2004.
ARC 2608B and ARC 2611B	Eliminates the requirement that children have no health insurance for 6-months prior to enrollment in the <i>hawk-i</i> program. These changes are required by HF 565.	DHS estimates no impact on enrollment in the program as the change will affect a minimal number of children. There were exemptions to previous the 6-month waiting requirement, so the requirement did not often affect prevent enrollment. There is a one-time computer programming cost of \$3,447 state funds and \$10,203 federal funds.
ARC 2572B and ARC 2583B	Allows advanced practice nurse practitioners to serve as MediPASS primary care case managers. These changes are required by HF 479 (Advanced Registered Nurse Practitioners).	Significant savings are not anticipated from patients switching from a physician to a nurse practitioner for primary care case management. The change affects 73 independently practicing nurse practitioners. There may be some small savings.
ARC 2610B	Extends the parental obligation pilot projects and incentives until October 1, 2006.	No fiscal impact. This continues a current initiative, which is already funded in the Family Investment Program budget.
ARC 2571B and ARC 2582B	The proposed amendments change child care licensing and registration requirements on criminal and child abuse record checks to conform to statutory changes. In addition, the amendments define transgressions that may prohibit a person's involvement with child care, or may require an evaluation by the DHS that requires a plan of correction and periodic reevaluation of a prohibition.	No fiscal impact.
ARC 2569B and ARC 2580B	The proposed rules continue rates in FY 2004 for purchase of service providers, such as adoption, shelter care, family planning, and independent living at the payment level effective on June 30, 2003, as provided by statute. In addition, the proposed rules continue reimbursement rates for rehabilitative	House File 667 (FY 2004 Health and Human Services Appropriations Act) authorized reimbursement to continue at these levels for these services.

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	treatment and supportive services, such as family preservation, family-centered services, foster family services, and group care services at the payment level effective on June 30, 2003, as provided by statute.	
ARC 2570B and ARC 2581B	Under these rules, families with medically incapacitated parents may be eligible for child care assistance. In addition, families that receive a State adoption subsidy are exempt from a waiting list provision.	No fiscal impact as the DHS already approves these under exceptions to policy. Minimal fiscal impact as the DHS does not have many adoptive families receiving child care assistance and currently does not have a waiting list for child care services.
Insurance Division (Department of Commerce)		LSA Contact: Ron Robinson 1-6256
ARC 2616B	These amendments clarify guidelines for insurance advertisements and set new guidelines for insurance producers who are also financial planners.	The rule will have no fiscal impact on the Division. This rule will have an undetermined impact on the over 1600 insurers licensed in the State. For some, the rule will require updates to claims or advertising practices. This cost could be significant if a company has to implement new procedures, re-train staff, print new disclosure forms, etc.
ARC 2631B	This amendment rescinds the rule setting limits for deductibles and coinsurance charges on health care services as a percentage of the total annual premium. The Division has determined that the rule is no longer applicable in the current environment of health maintenance organizations and is outdated.	No fiscal impact.
Law Enforcement Academy		LSA Contact: Jennifer Dean 1-7846
ARC 2561 B	The rule allows individuals who are sponsored but not yet hired by a law enforcement agency to attend the Law Enforcement Academy or, if qualified, an approved short course. An individual must be hired by a law enforcement agency within 18 months of completing the appropriate coursework at the Academy or approved short course training program. This rule is required by SF 453 (Reinvention of Government Act) and SF 352 (Law Enforcement Academy Training Act).	The overall fiscal impact for this rule cannot be determined at this time. <u>Impact to the State:</u> The individual will pay the full cost of ILEA training and administrative fees. The full tuition for the FY 2004 ILEA Basic Academy Training is \$4,170. It is unknown at this time how many persons will apply to attend the Academy under this rule. Administrative fees and the cost for conducting the hiring standards are currently being developed to cover the Academy cost to process the applications. Administrative fee information will be provided to the LSA once they are finalized.

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		Impact to Cities or Counties: Under this rule, there should be a cost savings to cities and counties if individuals pay for their own training.
Department of Management		LSA Contact: Ron Robinson 1-6256
ARC 2587B and ARC 2602B	These rules establish the procedures necessary to implement an enterprise-wide system of identifying, tracking, and coordinating funding opportunities.	No fiscal impact. The Department of Management is permitted to retain up to \$125,000 of additional recovered federal indirect costs.
Medical Examiners Board (Department of Public Health)		LSA Contact: Lisa Burk 1-7942
ARC 2638B	The proposed amendments will raise the licensure fees for renewal and reinstatement of permanent licensure fees.	Minimal fiscal impact. It is estimated that increase in licensure fees will generate a total of \$63,000 in additional General Fund revenue. This includes, an anticipated \$12.50 increase for 3,360 online license renewals totaling an additional \$42,000, and that there will be a \$25.00 increase for 840 paper renewals totaling an additional \$21,000.
Natural Resource Commission (Department of Natural Resources)		LSA Contact: Deb Kozel 1-6767
ARC 2598 B	This rule allows legal access for after-hours fishing at the Ritz Unit of Clear Lake State Park. The after-hours allowance applies to the boat ramp, docks, and parking lots.	No fiscal impact.
ARC 2600	The overall goal of the rule change is to reduce the number of deer in problem areas around the State. Includes the following changes: 1. Allows all counties to take deer during the special late antlerless season. 2. Increases the number of deer licenses that can be purchased and specifies the fee structure. 3. Allows deer licenses to be sold until the last day of the season for all deer seasons. 4. Allows an unlimited number of bow licenses to be sold and allows the holder of a bow license to purchase additional antlerless licenses. 5. Creates a late January hunting season. 6. Creates the program that takes venison to processors for sale to the Iowa Prison System.	The following is an estimate of the increased revenue from the sale of antlerless deer licenses: 1. The Department is allowed to sell an additional 30,000 licenses for the 2003 deer-hunting season. The Department estimates they will sell 20,000 licenses for total revenue of \$275,000. 2. The Department estimates they will sell 5,000 antlerless deer licenses at \$25. Total revenue will be \$125,000 for the Fish and Wildlife Trust Fund. 3. The Department estimates they will sell between 15,000 antlerless deer licenses for \$10. Total revenue will be \$150,000 for the Fish and Wildlife Trust Fund. 4. The Department estimates that additional costs for enforcement and issuing licenses will be minimal.
ARC 2599B	Defines "block hunt" in the resident deer hunting rules.	No fiscal impact.

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Personnel Department		LSA Contact: Ron Robinson 1-6256
ARC 2613B	This amendment clarifies the process for reviewing applications for membership on the IPERS Benefits Advisory Committee.	No fiscal impact.
Professional Licensure Division (Department of Public Health)		LSA Contact: Lisa Burk 1-7942
ARC 2628B	Updates and revises language in the rule that provides guidelines that chiropractic colleges must meet to receive board-approved status by adding a new conditional approval and a physiotherapy course to the core curriculum of approved schools.	No fiscal impact.
ARC 2629B	Proposed amendments revise the requirements for chiropractic insurance consultants. Also, propose educational requirements for those chiropractic physicians who perform acupuncture.	No fiscal impact. To the Board's knowledge, there are only four chiropractic insurance consultants in the State who advise insurance companies. No fiscal impact is anticipated for the State. The fiscal impact to chiropractors cannot be determined as it is not known how many practice acupuncture; however, the total number of continuing education hours will not be increased.
ARC 2584B	Board of Dietetic Examiners - Proposed amendments adopt new subrules for the conduct of persons who attend public meetings, and adopt requirements for notifying the Board of a name or address change. In addition, the proposed amendments replace the current discipline chapter with updated and revised standard language that is consistent with other Boards' discipline chapters.	No fiscal impact.
ARC 2627B	Board of Massage Therapy Examiners - Proposed amendments update the rules covering Board-approved massage therapy curriculum courses and amend the requirement on continuing education programs that are excluded from Board approval.	Minimal fiscal impact. It is estimated that an additional \$600 in General Fund revenue will be generated each year. Schools that apply for Board approval of curriculum courses will pay an additional \$100 application fee and it is estimated that six schools will apply for curriculum approval.
ARC 2630B	Board of Athletic Training Examiners - Proposed amendments adopt new subrules for the conduct of persons who attend public meetings, and requirements for notifying the Board of a name or address change. The amendments also replace the current discipline chapter with updated and revised standard language that is consistent with other Boards' discipline chapters.	No fiscal impact.

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Department of Public Safety		LSA Contact: Jennifer Dean 1-7846
ARC 2563B -	This rule amends most of Iowa's current rules regarding accessibility of buildings with provisions from the federal Americans with Disabilities Act Accessibility Guidelines. This rule change is intended to provide one set of accessibility requirements rather than separate requirements under State and federal law.	Minimal fiscal impact. Training on the new requirements will be needed; however, Great Plains ADA/IT Center, a federally-funded resource center, will offer training to State and local building officials in Iowa at no cost to those attending. The Center is working with the Iowa Association of Building Officials to offer training at five sites in Iowa. The fiscal impact on architects, developers, and the construction industry is unknown.
Secretary of State		LSA Contact: Douglas Wulf 1-3250
ARC 2640B	Amendments implement Iowa Code sections 50.11 and 52.41, which require the State Commissioner of Elections (Secretary of State) to promulgate rules regarding the electronic transmission of election results and to adopt standards for examination and testing of devices for the electronic transmission of election results. The amendments also update references and the mailing address.	No fiscal impact.
Department of Transportation		LSA Contact: Mary Beth Mellick 1-8223
ARC 2601B	Amends requirements relating to county conservation parks to require a park to have "as its primary purposes outdoor recreation and nature appreciation." The effect of the amendment is that more county conservation parks will qualify for the "arrowhead" logo type of sign. The amendment is intended to provide consistency with the requirements used to install similar signs on county roads.	No fiscal impact. The number of signs installed is not anticipated to change. Currently, if a county conservation area does not qualify for "arrowhead" signs, traditional brown and white destination signs are installed. Signs on primary roads for county conservation parks are furnished by the counties.
Utilities Division (Department of Commerce)		LSA Contact: Ron Robinson 1-6256
ARC 2621B	Rule revisions to simplify and clarify the rules related to alternate energy production.	Minimal fiscal savings for the customers of the Division.
ARC 2620B	These rules are intended to implement, 2003 Iowa Acts, SF 368 (Iowa Broadband Initiative). The new statute allows rate-regulated local exchange carriers to implement an increase in monthly rates for residential or business dial tone access service lines by an amount not to exceed \$2 per month per line. The revenue from this increase is to be used to provide advanced telecommunications services in	It was estimated that the Iowa Utilities Board would expend approximately \$45,000 and add 1.0 FTE position to work on rate rebalancing, the broadband initiative, and conduct studies of the current state of exchange competition in Iowa and intrastate access charges. Since the utility companies reimburse the expenses of the Iowa Utilities Board, there would be no net fiscal impact on the Utilities Board.

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	areas where advanced telecommunications services are not currently available at affordable rates in all or a substantial part of the carrier's local exchanges.	Local exchange service customers of Qwest, Iowa Telecom, and Frontier, may experience a price increase of up to \$2 per month, or \$24 per year, if those companies choose to participate in the broadband initiative. Assuming that the charge to the customers is the maximum amount allowed by statute, Qwest's annual revenues could increase annually by up to \$24 million (approx. 1 million customers x \$24); Iowa Telecom's revenues could increase annually by up to \$7.7 million (approx. 300,000 customers x \$24); Frontier's revenues could increase annually by up to \$1.2 million (approx. 50,000 customers x \$24).
ARC 2506B	The Board is adopting a new chapter, 199 IAC 42, to address recent legislation related to the fees and procedures for public utilities crossing railroad rights-of-way with their wires and pipelines.	The Department has not provided any impact information. The fiscal impact cannot be determined since information pertaining to the costs of liability policies and the prior cost of easements can not be obtained.
Workers' Compensation Division		LSA Contact: Russ Trimble 1-4316
ARC 2615B	Modifies requirements for filing petitions with the agency to initiate contested case proceedings seeking workers' compensation benefits.	No fiscal impact statement has been received.
ARC 2634B	Amends references to the current tables, which determine payroll taxes. Requires adoption of current tables to determine payroll taxes by July 1 of each year. The Division must wait until the Internal Revenue Service and Iowa Department of Revenue determine whether there will be changes in their publications on July 1 of the current year. The amendment is effective July 1, 2003.	The Division has determined that the amendment will not necessitate additional annual expenditures exceeding \$100,000, or \$500,000 within five years, by political subdivisions or agencies, which contract with political subdivisions. Therefore, no fiscal impact accompanies this rule making.

Please contact the LSA analyst listed for each rule, Jennifer Vermeer (281-4611), or Tim Faller (281-4615) if you have any questions.