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# HOUSE BILL No. 1098

AM109801 has been incorporated into introduced printing.

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**Synopsis:** Work based learning liability.

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2026

IN 1098—LS 6533/DI 141



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Introduced

Second Regular Session of the 124th General Assembly (2026)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2025 Regular Session of the General Assembly.

## HOUSE BILL No. 1098

A BILL FOR AN ACT to amend the Indiana Code concerning insurance.

*Be it enacted by the General Assembly of the State of Indiana:*

1        SECTION 1. IC 20-20-38.5-5.5 IS ADDED TO THE INDIANA  
2        CODE AS A **NEW SECTION** TO READ AS FOLLOWS  
3        [EFFECTIVE JULY 1, 2026]: **Sec. 5.5. A policy to provide employer**  
4        **liability and worker's compensation insurance coverage under this**  
5        **chapter is subject to the requirements of IC 27-7-19.**

6        SECTION 2. IC 20-20-38.6 IS ADDED TO THE INDIANA  
7        CODE AS A **NEW CHAPTER** TO READ AS FOLLOWS  
8        [EFFECTIVE JULY 1, 2026]:

9        **Chapter 38.6. Work Based Learning Intermediaries**

10        **Sec. 1. As used in this chapter, "intermediary" has the**  
11        **meaning set forth in IC 21-18-1-3.5.**

12        **Sec. 2. As used in this chapter, "work based learning**  
13        **program" refers to:**

14        (1) **an apprenticeship program (as defined in IC 20-43-8-0.3);**  
15        (2) **a modern youth apprenticeship (as defined in**

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1                   **IC 20-51.4-2-9.5);**  
 2                   **(3) a pre-apprenticeship program that meets the elements of**  
 3                   **a quality pre-apprenticeship program established by the**  
 4                   **United States Department of Labor; and**  
 5                   **(4) a work based learning course (as defined in**  
 6                   **IC 20-43-8-0.7).**

7                   **Sec. 3. (a) If an intermediary connects a student with an**  
 8                   **employer to obtain work experience as part of a work based**  
 9                   **learning program, the intermediary and the employer shall enter**  
 10                  **into a written agreement that sets forth the duties and**  
 11                  **responsibilities of the intermediary and the employer when**  
 12                  **participating in the work based learning program.**

13                  **(b) An agreement under subsection (a) must specify the**  
 14                  **allocation, to either the intermediary or the employer, of the**  
 15                  **responsibility to obtain employer liability insurance and worker's**  
 16                  **compensation insurance.**

17                  **Sec. 4. An intermediary that connects a student with an**  
 18                  **employer to obtain work experience as part of a work based**  
 19                  **learning program may assume responsibility for ensuring**  
 20                  **compliance with:**

- 21                   **(1) any requirements for participation in the work based**  
 22                  **learning program; and**
- 23                   **(2) all applicable federal and state laws and regulations.**

24                  **Sec. 5. Unless otherwise expressly agreed to by an**  
 25                  **intermediary and an employer in an agreement under section 3 of**  
 26                  **this chapter, an employer that employs a student in a work based**  
 27                  **learning program retains the exclusive rights to direct, supervise,**  
 28                  **train, and control the work of the student with respect to the**  
 29                  **business activities of the employer.**

30                  **SECTION 3. IC 22-3-2-2.5 IS REPEALED [EFFECTIVE JULY**  
 31                  **1, 2026]. Sec. 2.5- (a) As used in this section, "school to work student"**  
 32                  **refers to a student participating in on-the-job training under the federal**  
 33                  **School to Work Opportunities Act (20 U.S.C. 6101 et seq.).**

34                  **(b) Except as provided in IC 22-3-7-2.5, a school to work student**  
 35                  **is entitled to the following compensation and benefits under this**  
 36                  **article:**

- 37                   **(1) Medical benefits under IC 22-3-2 through IC 22-3-6.**
- 38                   **(2) Permanent partial impairment compensation under**  
 39                   **IC 22-3-3-10. Permanent partial impairment compensation for a**  
 40                   **school to work student shall be paid in a lump sum upon**  
 41                   **agreement or final award.**
- 42                   **(3) In the case that death results from the injury.**



- (A) death benefits in a lump sum amount of one hundred seventy-five thousand dollars (\$175,000); payable upon agreement or final award to any dependents of the student under IC 22-3-3-18 through IC 22-3-3-20; or, if the student has no dependents, to the student's parents; and
- (B) burial compensation under IC 22-3-3-21.

(e) For the sole purpose of modifying an award under IC 22-3-3-27, a school to work student's average weekly wage is presumed to be equal to the federal minimum wage.

(d) A school to work student is not entitled to the following compensation under this article:

(+) Temporary total disability compensation under IC 22-3-3-8.

(2) Temporary partial disability compensation under  
IC 22-3-3-9.

(e) Except for remedies available under ~~IC 5-2-6.1~~, recovery under subsection (b) is the exclusive right and remedy for:

(1) a school to work student; and

(2) the personal representatives, dependents, or next of kin, at common law or otherwise, of a school to work student;

on account of personal injury or death by accident arising out of and in the course of school to work employment.

SECTION 4. IC 22-3-2-2.6 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 2.6. (a) As used in this section, "work based learning program" refers to:**

**(1) an apprenticeship program (as defined in IC 20-43-8-0.3);**

(2) a modern youth apprenticeship (as defined in IC 20-51.4-2-9.5);

(3) a pre-apprenticeship program that meets the elements of a quality pre-apprenticeship program established by the United States Department of Labor; and

(4) a work based learning course (as defined in IC 20-43-8-0.7).

(b) Except as provided in subsection (c), a student who performs services for an employer as part of a work based learning program:

**(1) is entitled to compensation and benefits under IC 22-3-2 through IC 22-3-6; and**

**(2) may not recover any additional benefit otherwise payable as a result of being less than seventeen (17) years of age under the definition of a minor in IC 22-3-6-1.**

(c) The following apply if a student is unpaid for the services

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1       **performed for an employer as part of a work based learning**  
2       **program:**

3       **(1) The student is not entitled to the following compensation:**  
4           **(A) Temporary total disability compensation under**  
5           **IC 22-3-3-8.**  
6           **(B) Temporary partial disability compensation under**  
7           **IC 22-3-3-9.**

8       **(2) In the case that death results from the injury, death**  
9       **benefits in a lump sum amount of one hundred seventy-five**  
10       **thousand dollars (\$175,000) shall be paid upon agreement or**  
11       **final award to any dependents of the student under**  
12       **IC 22-3-3-18 through IC 22-3-3-20, or, if the student has no**  
13       **dependents, to the student's parents.**

14       **(d) Except for remedies available under IC 5-2-6.1, recovery**  
15       **under this section is the exclusive right and remedy for:**

16           **(1) a student who performs services for an employer as part**  
17           **of a work based learning program; and**  
18           **(2) the personal representatives, dependents, or next of kin,**  
19           **at common law or otherwise, of a student who performs**  
20           **services for an employer as part of a work based learning**  
21           **program;**

22       **on account of personal injury or death by accident arising out of**  
23       **and in the course of employment as part of the work based learning**  
24       **program.**

25       **SECTION 5. IC 22-3-6-1, AS AMENDED BY P.L.160-2022,**  
26       **SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE**  
27       **JULY 1, 2026]: Sec. 1. In IC 22-3-2 through IC 22-3-6, unless the**  
28       **context otherwise requires:**

29           **(a) "Employer" includes the state and any political subdivision,**  
30           **any municipal corporation within the state, any individual or the legal**  
31           **representative of a deceased individual, firm, association, limited**  
32           **liability company, limited liability partnership, or corporation or the**  
33           **receiver or trustee of the same, using the services of another for pay. A**  
34           **corporation, limited liability company, or limited liability partnership**  
35           **that controls the activities of another corporation, limited liability**  
36           **company, or limited liability partnership, or a corporation and a limited**  
37           **liability company or a corporation and a limited liability partnership**  
38           **that are commonly owned entities, or the controlled corporation,**  
39           **limited liability company, limited liability partnership, or commonly**  
40           **owned entities, and a parent corporation and its subsidiaries shall each**  
41           **be considered joint employers of the corporation's, the controlled**  
42           **corporation's, the limited liability company's, the limited liability**



1 partnership's, the commonly owned entities', the parent's, or the  
 2 subsidiaries' employees for purposes of IC 22-3-2-6 and IC 22-3-3-31.  
 3 Both a lessor and a lessee of employees shall each be considered joint  
 4 employers of the employees provided by the lessor to the lessee for  
 5 purposes of IC 22-3-2-6 and IC 22-3-3-31. If the employer is insured,  
 6 the term includes the employer's insurer so far as applicable. However,  
 7 the inclusion of an employer's insurer within this definition does not  
 8 allow an employer's insurer to avoid payment for services rendered to  
 9 an employee with the approval of the employer. The term also includes  
 10 an employer that ~~provides on-the-job training under the federal School~~  
 11 ~~to Work Opportunities Act (20 U.S.C. 6101 et seq.) to the extent set~~  
 12 ~~forth in IC 22-3-2-2.5. employs a student as part of a work based~~  
 13 ~~learning program to the extent set forth in IC 22-3-2-2.6.~~ The term  
 14 does not include a nonprofit corporation that is recognized as tax  
 15 exempt under Section 501(c)(3) of the Internal Revenue Code (as  
 16 defined in IC 6-3-1-11(a)) to the extent the corporation enters into an  
 17 independent contractor agreement with a person for the performance  
 18 of youth coaching services on a part-time basis.

19 (b) "Employee" means every person, including a minor, in the  
 20 service of another, under any contract of hire or apprenticeship, written  
 21 or implied, except one whose employment is both casual and not in the  
 22 usual course of the trade, business, occupation, or profession of the  
 23 employer.

24 (1) An executive officer elected or appointed and empowered in  
 25 accordance with the charter and bylaws of a corporation, other  
 26 than a municipal corporation or governmental subdivision or a  
 27 charitable, religious, educational, or other nonprofit corporation,  
 28 is an employee of the corporation under IC 22-3-2 through  
 29 IC 22-3-6. An officer of a corporation who is an employee of the  
 30 corporation under IC 22-3-2 through IC 22-3-6 may elect not to  
 31 be an employee of the corporation under IC 22-3-2 through  
 32 IC 22-3-6. An officer of a corporation who is also an owner of  
 33 any interest in the corporation may elect not to be an employee  
 34 of the corporation under IC 22-3-2 through IC 22-3-6. If an  
 35 officer makes this election, the officer must serve written notice  
 36 of the election on the corporation's insurance carrier and the  
 37 board. An officer of a corporation may not be considered to be  
 38 excluded as an employee under IC 22-3-2 through IC 22-3-6  
 39 until the notice is received by the insurance carrier and the  
 40 board.

41 (2) An executive officer of a municipal corporation or other

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1 governmental subdivision or of a charitable, religious,  
2 educational, or other nonprofit corporation may, notwithstanding  
3 any other provision of IC 22-3-2 through IC 22-3-6, be brought  
4 within the coverage of its insurance contract by the corporation  
5 by specifically including the executive officer in the contract of  
6 insurance. The election to bring the executive officer within the  
7 coverage shall continue for the period the contract of insurance  
8 is in effect, and during this period, the executive officers thus  
9 brought within the coverage of the insurance contract are  
10 employees of the corporation under IC 22-3-2 through IC 22-3-6.  
11 (3) Any reference to an employee who has been injured, when  
12 the employee is dead, also includes the employee's legal  
13 representatives, dependents, and other persons to whom  
14 compensation may be payable.  
15 (4) An owner of a sole proprietorship may elect to include the  
16 owner as an employee under IC 22-3-2 through IC 22-3-6 if the  
17 owner is actually engaged in the proprietorship business. If the  
18 owner makes this election, the owner must serve upon the  
19 owner's insurance carrier and upon the board written notice of  
20 the election. No owner of a sole proprietorship may be  
21 considered an employee under IC 22-3-2 through IC 22-3-6 until  
22 the notice has been received. If the owner of a sole  
23 proprietorship:  
24 (A) is an independent contractor in the construction trades  
25 and does not make the election provided under this  
26 subdivision, the owner must obtain a certificate of  
27 exemption under IC 22-3-2-14.5; or  
28 (B) is an independent contractor and does not make the  
29 election provided under this subdivision, the owner may  
30 obtain a certificate of exemption under IC 22-3-2-14.5.  
31 (5) A partner in a partnership may elect to include the partner as  
32 an employee under IC 22-3-2 through IC 22-3-6 if the partner is  
33 actually engaged in the partnership business. If a partner makes  
34 this election, the partner must serve upon the partner's insurance  
35 carrier and upon the board written notice of the election. No  
36 partner may be considered an employee under IC 22-3-2 through  
37 IC 22-3-6 until the notice has been received. If a partner in a  
38 partnership:  
39 (A) is an independent contractor in the construction trades  
40 and does not make the election provided under this  
41 subdivision, the partner must obtain a certificate of

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exemption under IC 22-3-2-14.5; or  
(B) is an independent contractor and does not make the election provided under this subdivision, the partner may obtain a certificate of exemption under IC 22-3-2-14.5.

(6) Real estate professionals are not employees under IC 22-3-2 through IC 22-3-6 if:

(A) they are licensed real estate agents;

(B) substantially all their remuneration is directly related to sales volume and not the number of hours worked; and

(C) they have written agreements with real estate brokers stating that they are not to be treated as employees for tax purposes.

(7) A person is an independent contractor and not an employee under IC 22-3-2 through IC 22-3-6 if the person is an independent contractor under the guidelines of the United States Internal Revenue Service.

(8) An owner-operator that provides a motor vehicle and the services of a driver under a written contract that is subject to IC 8-2.1-24-23, 45 IAC 16-1-13, or 49 CFR 376 to a motor carrier is not an employee of the motor carrier for purposes of IC 22-3-2 through IC 22-3-6. The owner-operator may elect to be covered and have the owner-operator's drivers covered under a worker's compensation insurance policy or authorized self-insurance that insures the motor carrier if the owner-operator pays the premiums as requested by the motor carrier. An election by an owner-operator under this subdivision does not terminate the independent contractor status of the owner-operator for any purpose other than the purpose of this subdivision.

(9) A member or manager in a limited liability company may elect to include the member or manager as an employee under IC 22-3-2 through IC 22-3-6 if the member or manager is actually engaged in the limited liability company business. If a member or manager makes this election, the member or manager must serve upon the member's or manager's insurance carrier and upon the board written notice of the election. A member or manager may not be considered an employee under IC 22-3-2 through IC 22-3-6 until the notice has been received.

(10) An unpaid participant under the federal School to Work Opportunities Act (20 U.S.C. 6101 et seq.) is an employee to the extent set forth in IC 22-3-2-2.5.

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(10) A student who performs services for an employer as part of a work based learning program, either paid or unpaid, is an employee to the extent set forth in IC 22-3-2-2.6.

5 (11) A person who enters into an independent contractor  
6 agreement with a nonprofit corporation that is recognized as tax  
7 exempt under Section 501(c)(3) of the Internal Revenue Code  
8 (as defined in IC 6-3-1-11(a)) to perform youth coaching  
9 services on a part-time basis is not an employee for purposes of  
10 IC 22-3-2 through IC 22-3-6.

11 (12) An individual who is not an employee of the state or a  
12 political subdivision is considered to be a temporary employee  
13 of the state for purposes of IC 22-3-2 through IC 22-3-6 while  
14 serving as a member of a mobile support unit on duty for  
15 training, an exercise, or a response, as set forth in  
16 IC 10-14-3-19(c)(2)(B).

17 (13) A driver providing drive away operations is an independent  
18 contractor and not an employee when:

(A) the vehicle being driven is the commodity being delivered; and

(B) the driver has entered into an agreement with the party arranging for the transportation that specifies the driver is an independent contractor and not an employee.

24 (c) "Minor" means an individual who has not reached seventeen  
25 (17) years of age.

29 (2) If the employee is a minor who, at the time of the accident,  
30 is employed, required, suffered, or permitted to work in violation  
31 of IC 22-2-18-40 (before its expiration on June 30, 2021) and  
32 IC 22-2-18.1-23, the amount of compensation and death benefits,  
33 as provided in IC 22-3-2 through IC 22-3-6, shall be double the  
34 amount which would otherwise be recoverable. The insurance  
35 carrier shall be liable on its policy for one-half (1/2) of the  
36 compensation or benefits that may be payable on account of the  
37 injury or death of the minor, and the employer shall be liable for  
38 the other one-half (1/2) of the compensation or benefits. If the  
39 employee is a minor who is not less than sixteen (16) years of  
40 age and who has not reached seventeen (17) years of age and  
41 who at the time of the accident is employed, suffered, or  
42 permitted to work at any occupation which is not prohibited by

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1 law, this subdivision does not apply.

2 (3) A minor employee who, at the time of the accident, is a  
 3 student performing services for an employer as part of an  
 4 approved program under IC 20-37-2-7 **or a work based**  
 5 **learning program (as defined in IC 22-3-2.2-2.6)** shall be  
 6 considered a full-time employee for the purpose of computing  
 7 compensation for permanent impairment under IC 22-3-3-10.  
 8 The average weekly wages for such a student shall be calculated  
 9 as provided in subsection (d)(4).

10 (4) The rights and remedies granted in this subsection to a minor  
 11 under IC 22-3-2 through IC 22-3-6 on account of personal injury  
 12 or death by accident shall exclude all rights and remedies of the  
 13 minor, the minor's parents, or the minor's personal  
 14 representatives, dependents, or next of kin at common law,  
 15 statutory or otherwise, on account of the injury or death. This  
 16 subsection does not apply to minors who have reached seventeen  
 17 (17) years of age.

18 (d) "Average weekly wages" means the earnings of the injured  
 19 employee in the employment in which the employee was working at the  
 20 time of the injury during the period of fifty-two (52) weeks  
 21 immediately preceding the date of injury, divided by fifty-two (52),  
 22 except as follows:

23 (1) If the injured employee lost seven (7) or more calendar days  
 24 during this period, although not in the same week, then the  
 25 earnings for the remainder of the fifty-two (52) weeks shall be  
 26 divided by the number of weeks and parts thereof remaining  
 27 after the time lost has been deducted.

28 (2) Where the employment prior to the injury extended over a  
 29 period of less than fifty-two (52) weeks, the method of dividing  
 30 the earnings during that period by the number of weeks and parts  
 31 thereof during which the employee earned wages shall be  
 32 followed, if results just and fair to both parties will be obtained.  
 33 Where by reason of the shortness of the time during which the  
 34 employee has been in the employment of the employee's  
 35 employer or of the casual nature or terms of the employment it  
 36 is impracticable to compute the average weekly wages, as  
 37 defined in this subsection, regard shall be had to the average  
 38 weekly amount which during the fifty-two (52) weeks previous  
 39 to the injury was being earned by a person in the same grade  
 40 employed at the same work by the same employer or, if there is  
 41 no person so employed, by a person in the same grade employed

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1 in the same class of employment in the same district.

5 (4) In computing the average weekly wages to be used in  
6 calculating an award for permanent impairment under  
7 IC 22-3-3-10 for a student employee in an approved training  
8 program under IC 20-37-2-7 **or a work based learning**  
9 **program (as defined in IC 22-3-2.2-2.6)**, the following formula  
10 shall be used. Calculate the product of:

11 (A) the student employee's hourly wage rate; multiplied by  
12 (B) forty (40) hours.

13 The result obtained is the amount of the average weekly wages  
14 for the student employee.

15 (e) "Injury" and "personal injury" mean only injury by accident  
16 arising out of and in the course of the employment and do not include  
17 a disease in any form except as it results from the injury.

18 (f) "Billing review service" refers to a person or an entity that  
19 reviews a medical service provider's bills or statements for the purpose  
20 of determining pecuniary liability. The term includes an employer's  
21 worker's compensation insurance carrier if the insurance carrier  
22 performs such a review.

23 (g) "Billing review standard" means the data used by a billing  
24 review service to determine pecuniary liability.

25 (h) "Community" means a geographic service area based on ZIP  
26 code districts defined by the United States Postal Service according to  
27 the following groupings:

28 (1) The geographic service area served by ZIP codes with the  
29 first three (3) digits 463 and 464.

30 (2) The geographic service area served by ZIP codes with the  
31 first three (3) digits 465 and 466.

32 (3) The geographic service area served by ZIP codes with the  
33 first three (3) digits 467 and 468.

34 (4) The geographic service area served by ZIP codes with the  
35 first three (3) digits 469 and 479.

36 (5) The geographic service area served by ZIP codes with the  
37 first three (3) digits 460, 461 (except 46107), and 473.

38 (6) The geographic service area served by the 46107 ZIP code  
39 and ZIP codes with the first three (3) digits 462.

40 (7) The geographic service area served by ZIP codes with the  
41 first three (3) digits 470, 471, 472, 474, and 478.



1 (8) The geographic service area served by ZIP codes with the  
2 first three (3) digits 475, 476, and 477.

3 (i) "Medical service provider" refers to a person or an entity that  
4 provides services or products to an employee under IC 22-3-2 through  
5 IC 22-3-6. Except as otherwise provided in IC 22-3-2 through  
6 IC 22-3-6, the term includes a medical service facility.

7 (j) "Medical service facility" means any of the following that  
8 provides a service or product under IC 22-3-2 through IC 22-3-6 and  
9 uses the CMS 1450 (UB-04) form or the CMS 1500 (HCFA-1500)  
10 form for Medicare reimbursement:

11 (1) An ambulatory outpatient surgical center (as defined in  
12 IC 16-18-2-14).

13 (2) A hospital (as defined in IC 16-18-2-179).

14 (3) A hospital based health facility (as defined in  
15 IC 16-18-2-180).

16 (4) A medical center (as defined in IC 16-18-2-223.4).

17 (k) "Pecuniary liability" means the responsibility of an employer  
18 or the employer's insurance carrier for the payment of the charges for  
19 each specific service or product for human medical treatment provided  
20 under IC 22-3-2 through IC 22-3-6, as follows:

21 (1) This subdivision applies before July 1, 2014, to all medical  
22 service providers, and after June 30, 2014, to a medical service  
23 provider that is not a medical service facility. Payment of the  
24 charges in a defined community, equal to or less than the charges  
25 made by medical service providers at the eightieth percentile in  
26 the same community for like services or products.

27 (2) Payment of the charges in a reasonable amount, which is  
28 established by payment of one (1) of the following:

29 (A) The amount negotiated at any time between the medical  
30 service facility and any of the following, if an amount has  
31 been negotiated:

32 (i) The employer.

33 (ii) The employer's insurance carrier.

34 (iii) A billing review service on behalf of a person  
35 described in item (i) or (ii).

36 (iv) A direct provider network that has contracted with  
37 a person described in item (i) or (ii).

38 (B) Two hundred percent (200%) of the amount that would  
39 be paid to the medical service facility on the same date for  
40 the same service or product under the medical service  
41 facility's Medicare reimbursement rate, if, after conducting

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1 the negotiations described in clause (A), an agreement has  
2 not been reached.

6 SECTION 6. IC 22-3-7-2.5 IS REPEALED [EFFECTIVE JULY  
7 1, 2026]. See. 2.5. (a) As used in this section, "school to work student"  
8 refers to a student participating in on-the-job training under the federal  
9 School to Work Opportunities Act (20 U.S.C. 6101 et seq.).

(b) A school to work student is entitled to the following compensation and benefits under this chapter:

## 12 (1) Medical benefits.

17 (3) In the case that death results from the injury:

18 (A) death benefits in a lump sum amount of one hundred  
19 seventy-five thousand dollars (\$175,000), payable upon  
20 agreement or final award to any dependents of the student  
21 under sections 11 through 14 of this chapter; or, if the  
22 student has no dependents, to the student's parents; and  
23 (B) burial compensation under section 15 of this chapter.

23 (B) burial compensation under section 15 of this chapter.  
24 (c) For the sole purpose of modifying an award under section 27  
25 of this chapter, a school to work student's average weekly wage is  
26 presumed to be equal to the federal minimum wage.

27 (d) A school to work student is not entitled to the following  
28 compensation under this chapter:

(f) Temporary total disability compensation under section 16 of this chapter.

(e) Except for remedies available under IC 5-2-6, subsection (d) is the exclusive right and remedy for:

(1) a school to work student and

(2) the personal representatives; dependents; or next of kin; at common law or otherwise; of a school to work student.

37 common law or otherwise, of a school to work student,  
38 on account of disablement or death by occupational disease arising out  
39 of and in the course of school to work employment.

40 SECTION 7. IC 22-3-7-2.6 IS ADDED TO THE INDIANA CODE  
41 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY

2026

IN 1098—LS 6533/DI 141



**DOCUMENT HAS NOT BEEN CHECKED FOR ACCURACY**

1       1, 2026]; **Sec. 2.6. (a)** As used in this section, "work based learning  
2       program" refers to:

- 3       (1) an apprenticeship program (as defined in IC 20-43-8-0.3);  
4       (2) a modern youth apprenticeship (as defined in  
5       IC 20-51.4-2-9.5);  
6       (3) a pre-apprenticeship program that meets the elements of  
7       a quality pre-apprenticeship program established by the  
8       United States Department of Labor; and  
9       (4) a work based learning course (as defined in  
10      IC 20-43-8-0.7).

11      **(b)** Except as provided in subsection (c), a student who  
12      performs services for an employer as part of a work based learning  
13      program:

- 14      (1) is entitled to compensation and benefits under this  
15      chapter; and  
16      (2) may not recover any additional benefit otherwise payable  
17      as a result of being less than seventeen (17) years of age  
18      under the definition of a minor in section 9 of this chapter.

19      **(c)** The following apply if a student is unpaid for the services  
20      performed for an employer as part of a work based learning  
21      program:

- 22      (1) The student is not entitled to the following compensation:
  - 23       (A) Temporary total disability compensation under  
24       section 16 of this chapter.
  - 25       (B) Temporary partial disability compensation under  
26       section 16 of this chapter.

- 27      (2) In the case that death results from the injury, death  
28      benefits in a lump sum amount of one hundred seventy-five  
29      thousand dollars (\$175,000) shall be paid upon agreement or  
30      final award to any dependents of the student under sections  
31      11 through 14 of this chapter, or, if the student has no  
32      dependents, to the student's parents.

33      **(d)** Except for remedies available under IC 5-2-6.1, recovery  
34      under this section is the exclusive right and remedy for:

- 35      (1) a student who performs services for an employer as part  
36      of a work based learning program; and  
37      (2) the personal representatives, dependents, or next of kin,  
38      at common law or otherwise, of a student who performs  
39      services for an employer as part of a work based learning  
40      program;

41      **on account of disablement or death by occupational disease arising  
42      out of and in the course of employment as part of the work based**



1       **learning program.**

2       SECTION 8. IC 22-3-7-9, AS AMENDED BY P.L.160-2022,  
 3       SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE  
 4       JULY 1, 2026]: Sec. 9. (a) As used in this chapter, "employer" includes  
 5       the state and any political subdivision, any municipal corporation  
 6       within the state, any individual or the legal representative of a deceased  
 7       individual, firm, association, limited liability company, limited liability  
 8       partnership, or corporation or the receiver or trustee of the same, using  
 9       the services of another for pay. A corporation, limited liability  
 10      company, or limited liability partnership that controls the activities of  
 11      another corporation, limited liability company, or limited liability  
 12      partnership, or a corporation and a limited liability company or a  
 13      corporation and a limited liability partnership that are commonly  
 14      owned entities, or the controlled corporation, limited liability company,  
 15      limited liability partnership, or commonly owned entities, and a parent  
 16      corporation and its subsidiaries shall each be considered joint  
 17      employers of the corporation's, the controlled corporation's, the limited  
 18      liability company's, the limited liability partnership's, the commonly  
 19      owned entities', the parent's, or the subsidiaries' employees for purposes  
 20      of sections 6 and 33 of this chapter. Both a lessor and a lessee of  
 21      employees shall each be considered joint employers of the employees  
 22      provided by the lessor to the lessee for purposes of sections 6 and 33  
 23      of this chapter. The term also includes an employer that ~~provides~~  
 24      ~~on-the-job training under the federal School to Work Opportunities Act~~  
 25      ~~(20 U.S.C. 6101 et seq.) to the extent set forth under section 2.5 of this~~  
 26      ~~chapter employs a student as part of a work based learning~~  
 27      ~~program to the extent set forth in section 2.6 of this chapter.~~ If the  
 28      employer is insured, the term includes the employer's insurer so far as  
 29      applicable. However, the inclusion of an employer's insurer within this  
 30      definition does not allow an employer's insurer to avoid payment for  
 31      services rendered to an employee with the approval of the employer.  
 32      The term does not include a nonprofit corporation that is recognized as  
 33      tax exempt under Section 501(c)(3) of the Internal Revenue Code (as  
 34      defined in IC 6-3-1-11(a)) to the extent the corporation enters into an  
 35      independent contractor agreement with a person for the performance  
 36      of youth coaching services on a part-time basis.

37       (b) As used in this chapter, "employee" means every person,  
 38       including a minor, in the service of another, under any contract of hire  
 39       or apprenticeship written or implied, except one whose employment is  
 40       both casual and not in the usual course of the trade, business,  
 41       occupation, or profession of the employer. For purposes of this chapter



1       the following apply:

2       (1) Any reference to an employee who has suffered disablement,  
 3       when the employee is dead, also includes the employee's legal  
 4       representative, dependents, and other persons to whom  
 5       compensation may be payable.

6       (2) An owner of a sole proprietorship may elect to include the  
 7       owner as an employee under this chapter if the owner is actually  
 8       engaged in the proprietorship business. If the owner makes this  
 9       election, the owner must serve upon the owner's insurance  
 10      carrier and upon the board written notice of the election. No  
 11      owner of a sole proprietorship may be considered an employee  
 12      under this chapter unless the notice has been received. If the  
 13      owner of a sole proprietorship:

14       (A) is an independent contractor in the construction trades  
 15       and does not make the election provided under this  
 16       subdivision, the owner must obtain a certificate of  
 17       exemption under section 34.5 of this chapter; or

18       (B) is an independent contractor and does not make the  
 19       election provided under this subdivision, the owner may  
 20       obtain a certificate of exemption under section 34.5 of this  
 21       chapter.

22       (3) A partner in a partnership may elect to include the partner as  
 23       an employee under this chapter if the partner is actually engaged  
 24       in the partnership business. If a partner makes this election, the  
 25       partner must serve upon the partner's insurance carrier and upon  
 26       the board written notice of the election. No partner may be  
 27       considered an employee under this chapter until the notice has  
 28       been received. If a partner in a partnership:

29       (A) is an independent contractor in the construction trades  
 30       and does not make the election provided under this  
 31       subdivision, the partner must obtain a certificate of  
 32       exemption under section 34.5 of this chapter; or

33       (B) is an independent contractor and does not make the  
 34       election provided under this subdivision, the partner may  
 35       obtain a certificate of exemption under section 34.5 of this  
 36       chapter.

37       (4) Real estate professionals are not employees under this  
 38       chapter if:

39       (A) they are licensed real estate agents;

40       (B) substantially all their remuneration is directly related to  
 41       sales volume and not the number of hours worked; and



(C) they have written agreements with real estate brokers stating that they are not to be treated as employees for tax purposes.

(5) A person is an independent contractor in the construction trades and not an employee under this chapter if the person is an independent contractor under the guidelines of the United States Internal Revenue Service.

(6) An owner-operator that provides a motor vehicle and the services of a driver under a written contract that is subject to IC 8-2.1-24-23, 45 IAC 16-1-13, or 49 CFR 376, to a motor carrier is not an employee of the motor carrier for purposes of this chapter. The owner-operator may elect to be covered and have the owner-operator's drivers covered under a worker's compensation insurance policy or authorized self-insurance that insures the motor carrier if the owner-operator pays the premiums as requested by the motor carrier. An election by an owner-operator under this subdivision does not terminate the independent contractor status of the owner-operator for any purpose other than the purpose of this subdivision.

(7) An unpaid participant under the federal School to Work Opportunities Act (20 U.S.C. 6101 et seq.) is an employee to the extent set forth under section 2.5 of this chapter.

(7) A student who performs services for an employer as part of a work based learning program, either paid or unpaid, is an employee to the extent set forth in section 2.6 of this chapter.

(8) A person who enters into an independent contractor agreement with a nonprofit corporation that is recognized as tax exempt under Section 501(c)(3) of the Internal Revenue Code (as defined in IC 6-3-1-11(a)) to perform youth coaching services on a part-time basis is not an employee for purposes of this chapter.

(9) An officer of a corporation who is an employee of the corporation under this chapter may elect not to be an employee of the corporation under this chapter. An officer of a corporation who is also an owner of any interest in the corporation may elect not to be an employee of the corporation under this chapter. If an officer makes this election, the officer must serve written notice of the election on the corporation's insurance carrier and the board. An officer of a corporation may not be considered to be excluded as an employee under this chapter until the notice is received by the insurance carrier and the board.

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(10) An individual who is not an employee of the state or a political subdivision is considered to be a temporary employee of the state for purposes of this chapter while serving as a member of a mobile support unit on duty for training, an exercise, or a response, as set forth in IC 10-14-3-19(c)(2)(B).

(c) As used in this chapter, "minor" means an individual who has not reached seventeen (17) years of age. A minor employee shall be considered as being of full age for all purposes of this chapter. However, if the employee is a minor who, at the time of the last exposure, is employed, required, suffered, or permitted to work in violation of the employment of minors laws of this state, the amount of compensation and death benefits, as provided in this chapter, shall be double the amount which would otherwise be recoverable. The insurance carrier shall be liable on its policy for one-half (1/2) of the compensation or benefits that may be payable on account of the disability or death of the minor, and the employer shall be wholly liable for the other one-half (1/2) of the compensation or benefits. If the employee is a minor who is not less than sixteen (16) years of age and who has not reached seventeen (17) years of age, and who at the time of the last exposure is employed, suffered, or permitted to work at any occupation which is not prohibited by law, the provisions of this subsection prescribing double the amount otherwise recoverable do not apply. The rights and remedies granted to a minor under this chapter on account of disease shall exclude all rights and remedies of the minor, the minor's parents, the minor's personal representatives, dependents, or next of kin at common law, statutory or otherwise, on account of any disease.

38 (e) As used in this chapter, "disablement" means the event of  
39 becoming disabled from earning full wages at the work in which the  
40 employee was engaged when last exposed to the hazards of the  
41 occupational disease by the employer from whom the employee claims



1 compensation or equal wages in other suitable employment, and  
2 "disability" means the state of being so incapacitated.

3 (f) For the purposes of this chapter, no compensation shall be  
4 payable for or on account of any occupational diseases unless  
5 disablement, as defined in subsection (e), occurs within two (2) years  
6 after the last day of the last exposure to the hazards of the disease  
7 except for the following:

8 (1) In all cases of occupational diseases caused by the inhalation  
9 of silica dust or coal dust, no compensation shall be payable  
10 unless disablement, as defined in subsection (e), occurs within  
11 three (3) years after the last day of the last exposure to the  
12 hazards of the disease.

13 (2) In all cases of occupational disease caused by the exposure  
14 to radiation, no compensation shall be payable unless  
15 disablement, as defined in subsection (e), occurs within two (2)  
16 years from the date on which the employee had knowledge of the  
17 nature of the employee's occupational disease or, by exercise of  
18 reasonable diligence, should have known of the existence of  
19 such disease and its causal relationship to the employee's  
20 employment.

21 (3) In all cases of occupational diseases caused by the inhalation  
22 of asbestos dust, no compensation shall be payable unless  
23 disablement, as defined in subsection (e), occurs within three (3)  
24 years after the last day of the last exposure to the hazards of the  
25 disease if the last day of the last exposure was before July 1,  
26 1985.

27 (4) In all cases of occupational disease caused by the inhalation  
28 of asbestos dust in which the last date of the last exposure occurs  
29 on or after July 1, 1985, and before July 1, 1988, no  
30 compensation shall be payable unless disablement, as defined in  
31 subsection (e), occurs within twenty (20) years after the last day  
32 of the last exposure.

33 (5) In all cases of occupational disease caused by the inhalation  
34 of asbestos dust in which the last date of the last exposure occurs  
35 on or after July 1, 1988, no compensation shall be payable unless  
36 disablement (as defined in subsection (e)) occurs within  
37 thirty-five (35) years after the last day of the last exposure.

38 (g) For the purposes of this chapter, no compensation shall be  
39 payable for or on account of death resulting from any occupational  
40 disease unless death occurs within two (2) years after the date of  
41 disablement. However, this subsection does not bar compensation for



1        death:

2        (1) where death occurs during the pendency of a claim filed by  
 3        an employee within two (2) years after the date of disablement  
 4        and which claim has not resulted in a decision or has resulted in  
 5        a decision which is in process of review or appeal; or  
 6        (2) where, by agreement filed or decision rendered, a  
 7        compensable period of disability has been fixed and death occurs  
 8        within two (2) years after the end of such fixed period, but in no  
 9        event later than three hundred (300) weeks after the date of  
 10      disablement.

11      (h) As used in this chapter, "billing review service" refers to a  
 12      person or an entity that reviews a medical service provider's bills or  
 13      statements for the purpose of determining pecuniary liability. The term  
 14      includes an employer's worker's compensation insurance carrier if the  
 15      insurance carrier performs such a review.

16      (i) As used in this chapter, "billing review standard" means the  
 17      data used by a billing review service to determine pecuniary liability.

18      (j) As used in this chapter, "community" means a geographic  
 19      service area based on ZIP code districts defined by the United States  
 20      Postal Service according to the following groupings:

21      (1) The geographic service area served by ZIP codes with the  
 22      first three (3) digits 463 and 464.

23      (2) The geographic service area served by ZIP codes with the  
 24      first three (3) digits 465 and 466.

25      (3) The geographic service area served by ZIP codes with the  
 26      first three (3) digits 467 and 468.

27      (4) The geographic service area served by ZIP codes with the  
 28      first three (3) digits 469 and 479.

29      (5) The geographic service area served by ZIP codes with the  
 30      first three (3) digits 460, 461 (except 46107), and 473.

31      (6) The geographic service area served by the 46107 ZIP code  
 32      and ZIP codes with the first three (3) digits 462.

33      (7) The geographic service area served by ZIP codes with the  
 34      first three (3) digits 470, 471, 472, 474, and 478.

35      (8) The geographic service area served by ZIP codes with the  
 36      first three (3) digits 475, 476, and 477.

37      (k) As used in this chapter, "medical service provider" refers to a  
 38      person or an entity that provides services or products to an employee  
 39      under this chapter. Except as otherwise provided in this chapter, the  
 40      term includes a medical service facility.

41      (l) As used in this chapter, "medical service facility" means any of



1 the following that provides a service or product under this chapter and  
 2 uses the CMS 1450 (UB-04) form or the CMS 1500 (HCFA-1500)  
 3 form for Medicare reimbursement:

4 (1) An ambulatory outpatient surgical center (as defined in  
 5 IC 16-18-2-14).

6 (2) A hospital (as defined in IC 16-18-2-179).

7 (3) A hospital based health facility (as defined in  
 8 IC 16-18-2-180).

9 (4) A medical center (as defined in IC 16-18-2-223.4).

10 (m) As used in this chapter, "pecuniary liability" means the  
 11 responsibility of an employer or the employer's insurance carrier for the  
 12 payment of the charges for each specific service or product for human  
 13 medical treatment provided under this chapter as follows:

14 (1) This subdivision applies before July 1, 2014, to all medical  
 15 service providers, and after June 30, 2014, to a medical service  
 16 provider that is not a medical service facility. Payment of the  
 17 charges in a defined community, equal to or less than the charges  
 18 made by medical service providers at the eightieth percentile in  
 19 the same community for like services or products.

20 (2) Payment of the charges in a reasonable amount, which is  
 21 established by payment of one (1) of the following:

22 (A) The amount negotiated at any time between the medical  
 23 service facility and any of the following, if an amount has  
 24 been negotiated:

25 (i) The employer.

26 (ii) The employer's insurance carrier.

27 (iii) A billing review service on behalf of a person  
 28 described in item (i) or (ii).

29 (iv) A direct provider network that has contracted with  
 30 a person described in item (i) or (ii).

31 (B) Two hundred percent (200%) of the amount that would  
 32 be paid to the medical service facility on the same date for  
 33 the same service or product under the medical service  
 34 facility's Medicare reimbursement rate, if, after conducting  
 35 the negotiations described in clause (A), an agreement has  
 36 not been reached.

37 (n) "Service or product" or "services and products" refers to  
 38 medical, hospital, surgical, or nursing service, treatment, and supplies  
 39 provided under this chapter.

40 SECTION 9. IC 27-7-19 IS ADDED TO THE INDIANA CODE  
 41 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE



1 JULY 1, 2026]:

2           **Chapter 19. Insurance Coverage for Participants of Work**  
 3           **Based Learning Courses**

4           **Sec. 1. This chapter applies to a policy that is entered into,**  
 5           **amended, or renewed after June 30, 2026.**

6           **Sec. 2. As used in this chapter, "employer's liability insurance"**  
 7           **means the type of insurance described in IC 27-1-5-1, Class 2(b).**

8           **Sec. 3. As used in this chapter, "insurer" means a company**  
 9           **that is authorized under IC 27-1-3-20 to engage in the business of**  
 10           **insurance in Indiana.**

11           **Sec. 4. As used in this chapter, "participant" refers to any of**  
 12           **the following:**

13           **(1) An employer that employs a student in a work based**  
 14           **learning program.**

15           **(2) A student who is enrolled in a work based learning**  
 16           **program.**

17           **(3) An intermediary (as defined in IC 21-18-1-3.5).**

18           **(4) A school corporation (as defined in IC 20-18-2-16(a)).**

19           **(5) A charter school (as defined in IC 20-24-1-4).**

20           **Sec. 5. As used in this chapter, "work based learning**  
 21           **program" refers to:**

22           **(1) an apprenticeship program (as defined in IC 20-43-8-0.3);**  
 23           **(2) a modern youth apprenticeship (as defined in**  
 24           **IC 20-51.4-2-9.5);**

25           **(3) a pre-apprenticeship program that meets the elements of**  
 26           **a quality pre-apprenticeship program established by the**  
 27           **United States Department of Labor; and**

28           **(4) a work based learning course (as defined in**  
 29           **IC 20-43-8-0.7).**

30           **Sec. 6. Any:**

31           **(1) underwriting decision made by an insurer that issues a**  
 32           **policy of employer's liability insurance or worker's**  
 33           **compensation insurance to provide coverage for a**  
 34           **participant; or**

35           **(2) rating factor applied to a participant for a policy**  
 36           **described in subdivision (1);**

37           **must be based on objective risk based criteria that are applied**  
 38           **uniformly and without regard to the age of the student to be**  
 39           **covered under the policy.**

40           **SECTION 10. IC 36-8-12-2, AS AMENDED BY P.L.10-2019,**

41           **SECTION 139, IS AMENDED TO READ AS FOLLOWS**  
 42           **[EFFECTIVE JULY 1, 2026]: Sec. 2. As used in this chapter:**



1           "Emergency medical services personnel" means individuals  
 2       certified by the emergency medical services commission established by  
 3       IC 16-31-2-1 who:

4           (1) as a result of a written application, have been elected or  
 5       appointed to membership in a volunteer fire department; and  
 6           (2) have executed a pledge to faithfully perform, with or without  
 7       nominal compensation, the work related duties assigned and  
 8       orders given to the individuals by the chief of the volunteer fire  
 9       department or an officer of the volunteer fire department,  
 10      including orders or duties involving education and training.

11       "Employee" means a person in the service of another person under  
 12      a written or implied contract of hire or apprenticeship.

13       "Employer" means:

14           (1) a political subdivision;  
 15           (2) an individual or the legal representative of a deceased  
 16       individual;  
 17           (3) a firm;  
 18           (4) an association;  
 19           (5) a limited liability company; **or**  
 20           ~~(6) an employer that provides on-the-job training under the  
 21       federal School to Work Opportunities Act (20 U.S.C. 6101 et  
 22       seq.) to the extent set forth in IC 22-3-2-2.5(a); or~~  
 23           ~~(7) (6)~~ a corporation or its receiver or trustee;

24      that uses the services of another person for pay.

25       "Essential employee" means an employee:

26           (1) who the employer has determined to be essential to the  
 27       operation of the employer's daily enterprise; and  
 28           (2) without whom the employer is likely to suffer economic  
 29       injury as a result of the absence of the essential employee.

30       "Nominal compensation" means annual compensation of not more  
 31      than twenty thousand dollars (\$20,000).

32       "Public servant" has the meaning set forth in IC 35-31.5-2-261.

33       "Responsible party" has the meaning set forth in  
 34      IC 13-11-2-191(d).

35       "Volunteer fire department" means a department or association  
 36       organized for the purpose of answering fire alarms, extinguishing fires,  
 37       and providing other emergency services, the majority of members of  
 38       which receive no compensation or nominal compensation for their  
 39       services.

40       "Volunteer firefighter" means a firefighter:

41           (1) who, as a result of a written application, has been elected or



1 appointed to membership in a volunteer fire department;  
2 (2) who has executed a pledge to faithfully perform, with or  
3 without nominal compensation, the work related duties assigned  
4 and orders given to the firefighter by the chief of the volunteer  
5 fire department or an officer of the volunteer fire department,  
6 including orders or duties involving education and training as  
7 prescribed by the volunteer fire department or the state; and  
8 (3) whose name has been entered on a roster of volunteer  
9 firefighters that is kept by the volunteer fire department and that  
10 has been approved by the proper officers of the unit.  
11 "Volunteer member" means a member of a volunteer emergency  
12 medical services association connected with a unit as set forth in  
13 IC 16-31-5-1(6).

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