

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS
FISCAL IMPACT STATEMENT**

LS 6636
BILL NUMBER: HB 1261

NOTE PREPARED: Dec 16, 2025
BILL AMENDED:

SUBJECT: Use of Aerial Photography.

FIRST AUTHOR: Rep. Lehman
FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: X GENERAL
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill requires an insurer that provides property insurance coverage to a named insured to take certain actions when the insurer uses aerial images to aid in its determination to not renew property insurance coverage for a named insured.

Effective Date: July 1, 2026.

Explanation of State Expenditures: The bill will increase workload for the Indiana Department of Insurance (DOI) to promulgate rules and conduct enforcement related to the use of aerial images in a determination of property insurance renewals, but should be able to be implemented using existing staffing and resources. *[The DOI is funded through a dedicated agency fund.]*

Explanation of State Revenues: *Unfair and Deceptive Acts:* An unfair or deceptive act or practice in the business of insurance carries a civil penalty between \$25,000 and \$50,000 for each act or violation, which is deposited in the state General Fund.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Department of Insurance.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Jason Barrett, 317-232-9809.