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# HOUSE BILL No. 1273

AM127303 has been incorporated into January 13, 2026 printing.

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**Synopsis:** Requirements for proxy advisors.

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HB 1273—LS 6762/DI 154



DOCUMENT HAS NOT BEEN CHECKED FOR ACCURACY

January 13, 2026

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.

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## HOUSE BILL No. 1273

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

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

1 SECTION 1. IC 24-4-27.5 IS ADDED TO THE INDIANA CODE  
2 AS A **NEW** CHAPTER TO READ AS FOLLOWS [EFFECTIVE  
3 JULY 1, 2026]:

4 **Chapter 27.5. Proxy Advisors**

5 **Sec. 0.5.** As used in this chapter, "affiliated group" means a  
6 group of one (1) or more entities in which a controlling interest is  
7 owned by a common owner or owners, either corporate or  
8 noncorporate, or by one (1) or more of the member entities.

9 **Sec. 0.7.** As used in this chapter, "charitable organization"  
10 means an organization that is recognized as tax exempt under  
11 Section 501(c)(3) of the Internal Revenue Code.

12 **Sec. 1.** As used in this chapter, "default recommendation or  
13 policy" means a system, set of rules, principles, or guidelines  
14 designed to assist with voting decisions on any entity proposals or  
15 proxy proposals.

HB 1273—LS 6762/DI 154



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- 1           **Sec. 2. (a) As used in this chapter, "entity" means a:**  
 2           (1) business corporation (as defined in IC 23-0.5-1.5-3);  
 3           (2) general partnership (as defined in IC 23-0.5-1.5-13),  
 4           including a limited liability partnership (as defined in  
 5           IC 23-0.5-1.5-21);  
 6           (3) limited partnership (as defined in IC 23-0.5-1.5-22); or  
 7           (4) limited liability company (as defined in IC 23-0.5-1.5-20).  
 8           **(b) The term does not include:**  
 9           (1) an individual;  
 10          (2) a business trust, a trust with a predominately donative  
 11          purpose, or a charitable trust;  
 12          (3) an association or relationship that:  
 13              (A) is not listed in subsection (a); and  
 14              (B) is not a partnership under the rules stated in  
 15              IC 23-4-1-7 or a similar provision of the law of another  
 16              jurisdiction;  
 17          (4) a decedent's estate; or  
 18          (5) a government or a governmental subdivision, agency, or  
 19          instrumentality.
- 20           **Sec. 3. As used in this chapter, "entity management" means an**  
 21           **individual or group of individuals that actively oversee and direct**  
 22           **an entity's activities, resources, and personnel to accomplish the**  
 23           **entity's objectives.**
- 24           **Sec. 4. As used in this chapter, "entity proposal" means any**  
 25           **proposal made by an entity to its interest holders that is included**  
 26           **in the entity's proxy statement, including director nominations or**  
 27           **elections or any proposal relating to director nominations or**  
 28           **elections, executive compensation, corporate transactions,**  
 29           **corporate structure, auditor selection, or entity policy on any**  
 30           **subject.**
- 31           **Sec. 5. As used in this chapter, "interest" means:**  
 32           (1) a share in a business corporation (as defined in  
 33           IC 23-0.5-1.5-3); or  
 34           (2) a governance interest or economic interest in any other  
 35           type of unincorporated entity.
- 36           **Sec. 6. As used in this chapter, "interest holder" means a**  
 37           **direct holder of an interest in an entity.**
- 38           **Sec. 7. As used in this chapter, "proxy advisor" means a**  
 39           **person who, for compensation, provides a proxy advisory service**  
 40           **to interest holders of an entity or to other persons with authority**  
 41           **to vote on behalf of interest holders of an entity.**
- 42           **Sec. 8. (a) As used in this chapter, "proxy advisory service"**

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1 means any of the following services that are provided in connection  
2 with an entity or are provided to any person in Indiana:

3 (1) Advice or a recommendation on how to vote on an entity  
4 proposal or proxy proposal.

5 (2) Proxy statement research and analysis regarding an  
6 entity proposal or proxy proposal.

7 (3) Development of proxy voting recommendations or  
8 policies, including establishing default recommendations or  
9 policies.

10 (b) The term does not include a charitable organization if:

11 (1) the charitable organization's gross annual revenue  
12 attributable to proxy advisory services is less than five  
13 hundred thousand dollars (\$500,000); and

14 (2) each affiliated group of the charitable organization has a  
15 combined gross annual revenue attributable to proxy  
16 advisory services that is less than five hundred thousand  
17 dollars (\$500,000), if applicable.

18 Sec. 9. As used in this chapter, "proxy proposal" means any  
19 proposal made by an interest holder of an entity that is included in  
20 the entity's proxy statement, including a proposal relating to any  
21 of the subjects that could be covered by an entity proposal.

22 Sec. 10. As used in this chapter, "written financial analysis"  
23 means a written document that:

24 (1) analyzes the expected short term and long term financial  
25 benefits and costs to an entity of implementing an entity  
26 proposal or proxy proposal;

27 (2) concludes what vote or course of action is most likely to  
28 positively affect interest holder value; and

29 (3) explains the methods and processes used to prepare the  
30 analysis, including the experience and geographic location of  
31 the personnel who formed the conclusion.

32 Sec. 11. (a) If a proxy advisor makes a recommendation  
33 against entity management on an entity proposal or proxy  
34 proposal, or makes a default recommendation or policy concerning  
35 votes against entity management on entity proposals or proxy  
36 proposals, and the proxy advisor does not do so based on a written  
37 financial analysis, the proxy advisor shall do the following:

38 (1) At the time the proxy advisor provides the proxy advisory  
39 services, provide a clear and conspicuous disclosure to each  
40 interest holder or any person acting on behalf of an interest  
41 holder receiving the proxy advisory services that:

42 (A) identifies the services being provided by the proxy

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advisor;  
(B) identifies the recommendation or policy at issue; and  
(C) states that the proxy advisor has made the recommendation or policy without utilizing a written financial analysis regarding the impact that the recommended action would have on entity interest holders that:

- (i) analyzes the expected short term and long term financial benefits and costs to the entity of implementing the entity proposal or proxy proposal;
- (ii) concludes what vote or course of action is most likely to positively affect interest holder value; and
- (iii) explains the methods and processes used to prepare the analysis, including the experience and geographic location of the personnel who formed the conclusion.

(2) If the proxy advisor provides proxy advisory services described in section 8(1) or 8(2) of this chapter, then at the time the proxy advisor provides the proxy advisory services described in section 8(1) and 8(2) of this chapter, the proxy advisor must provide the disclosure described in subdivision (1) to entity management.

(3) For the entire time that a proxy advisor is providing proxy advisory services to an interest holder of an entity or any person acting on behalf of an interest holder of an entity, prominently display on the home page of the proxy advisor's website a statement that the proxy advisor has made a recommendation:

- (A) against entity management on an entity proposal or proxy proposal; and
- (B) without utilizing a written financial analysis regarding the impact that the recommended action would have on entity interest holders that:
  - (i) analyzes the expected short term and long term financial benefits and costs to the entity of implementing the entity proposal or proxy proposal;
  - (ii) concludes what vote or course of action is most likely to positively affect interest holder value; and
  - (iii) explains the methods and processes used to prepare the analysis, including the experience and

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1 geographic location of the personnel who formed  
2 the conclusion.

3 (b) If a proxy advisor makes a recommendation against entity  
4 management on an entity proposal or proxy proposal, or makes a  
5 default recommendation or policy concerning votes against entity  
6 management on entity proposals or proxy proposals, and the proxy  
7 advisor does so based on a written financial analysis, the proxy  
8 advisor shall do the following:

9 (1) At the time the proxy advisor provides the proxy advisory  
10 services, provide a clear and conspicuous disclosure to each  
11 interest holder or any person acting on behalf of an interest  
12 holder receiving the proxy advisory services that:

13 (A) identifies the services being provided by the proxy  
14 advisor;

15 (B) identifies the recommendation or policy at issue;

16 (C) states that the proxy advisor utilized a written  
17 financial analysis that:

18 (i) analyzes the expected short term and long term  
19 financial benefits and costs to the entity of  
20 implementing the entity proposal or proxy  
21 proposal;

22 (ii) concludes what vote or course of action is most  
23 likely to positively affect interest holder value; and

24 (iii) explains the methods and processes used to  
25 prepare the analysis, including the experience and  
26 geographic location of the personnel who formed  
27 the conclusion; and

28 (D) states that the written financial analysis described in  
29 clause (C) is available upon request.

30 (2) Make the written financial analysis described in  
31 subdivision (1)(C) available to an interest holder or any  
32 person acting on behalf of an interest holder, receiving the  
33 proxy advisory services within a reasonable time after an  
34 interest holder or any person acting on behalf of an interest  
35 holder, receiving the proxy advisory services requests the  
36 written financial analysis.

37 (3) If the proxy advisor provides proxy advisory services  
38 described in section 8(1) or 8(2) of this chapter, then at the  
39 time the proxy advisor provides the proxy advisory services  
40 described in section 8(1) and 8(2) of this chapter, the proxy  
41 advisor must provide a copy of the written financial analysis  
42 described in subdivision (1)(C) to entity management.

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1           **Sec. 12. (a) As used in this section, "interested person" means:**  
 2           **(1) a recipient of proxy advisory services provided by a**  
 3           **proxy advisor;**  
 4           **(2) an entity that is the subject of proxy advisory services**  
 5           **described in section 8(1) or 8(2) of this chapter provided by**  
 6           **a proxy advisor; and**  
 7           **(3) any interest holder of an entity that is the subject of**  
 8           **proxy advisory services described in section 8(1) or 8(2) of**  
 9           **this chapter provided by a proxy advisor.**

10           **(b) A proxy advisor who violates any provision of this chapter**  
 11           **commits a deceptive act which is actionable under IC 24-5-0.5 and**  
 12           **subject to the penalties of IC 24-5-0.5.**

13           **(c) Notwithstanding subsection (b), an interested person may**  
 14           **bring an action seeking a declaratory judgment or injunctive relief**  
 15           **against a proxy advisor who the interested person believes has**  
 16           **violated this chapter. Not later than seven (7) days after the date on**  
 17           **which an interested person brings an action under this subsection,**  
 18           **the interested person shall provide written notice to the attorney**  
 19           **general that informs the attorney general of the existence of the**  
 20           **action. The attorney general has the right to intervene in an action**  
 21           **under this subsection.**

22           SECTION 2. IC 24-5-0.5-2, AS AMENDED BY P.L.206-2025,  
 23           SECTION 5, AND AS AMENDED BY P.L.227-2025, SECTION 42,  
 24           AND AS AMENDED BY THE TECHNICAL CORRECTIONS BILL  
 25           OF THE 2026 GENERAL ASSEMBLY, IS CORRECTED AND  
 26           AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]:  
 27           Sec. 2. (a) As used in this chapter:

28           (1) "Consumer transaction" means a sale, lease, assignment,  
 29           award by chance, or other disposition of an item of personal  
 30           property, real property, a service, or an intangible, except  
 31           securities and policies or contracts of insurance issued by  
 32           corporations authorized to transact an insurance business under  
 33           the laws of the state of Indiana, with or without an extension of  
 34           credit, to a person for purposes that are primarily personal,  
 35           familial, charitable, agricultural, or household, or a solicitation  
 36           to supply any of these things. However, the term includes the  
 37           following:

38           (A) A transfer of structured settlement payment rights under  
 39           IC 34-50-2.

40           (B) An unsolicited advertisement sent to a person by  
 41           telephone facsimile machine offering a sale, lease,  
 42           assignment, award by chance, or other disposition of an

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- 1 item of personal property, real property, a service, or an  
 2 intangible.
- 3 (C) The collection of or attempt to collect a debt by a debt  
 4 collector.
- 5 (D) *The provision of a product or service to a:*  
 6 (i) *state law enforcement agency; or*  
 7 (ii) *local law enforcement agency;*  
 8 **(iii) state agency; or**  
 9 **(iv) local agency;**  
 10 *in Indiana.*
- 11 ~~(D)~~ (E) *Conduct that arises from, occurs in connection*  
 12 *with, or otherwise involves a transaction for emergency*  
 13 *towing (as defined in IC 24-14-2-5) of a personal or*  
 14 *commercial vehicle.*
- 15 (2) "Person" means an individual, corporation, the state of  
 16 Indiana or its subdivisions or agencies, business trust, estate,  
 17 trust, partnership, association, nonprofit corporation or  
 18 organization, or cooperative or any other legal entity.
- 19 (3) "Supplier" means the following:  
 20 (A) A seller, lessor, assignor, or other person who regularly  
 21 engages in or solicits consumer transactions, including  
 22 soliciting a consumer transaction by using a telephone  
 23 facsimile machine to transmit an unsolicited advertisement.  
 24 The term includes a manufacturer, a wholesaler, ~~or~~ a  
 25 retailer, *or, in a consumer transaction described in*  
 26 *subdivision (1)(D), an entity that provides a product or*  
 27 *service to a state law enforcement agency, or local law*  
 28 *enforcement agency, state agency, or local agency in*  
 29 *Indiana, whether or not the person deals directly with the*  
 30 *consumer.*  
 31 (B) A debt collector.
- 32 (4) "Subject of a consumer transaction" means the personal  
 33 property, real property, services, or intangibles offered or  
 34 furnished in a consumer transaction.
- 35 (5) "Cure" as applied to a deceptive act, means either:  
 36 (A) to offer in writing to adjust or modify the consumer  
 37 transaction to which the act relates to conform to the  
 38 reasonable expectations of the consumer generated by such  
 39 deceptive act and to perform such offer if accepted by the  
 40 consumer; or  
 41 (B) to offer in writing to rescind such consumer transaction  
 42 and to perform such offer if accepted by the consumer.

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1 The term includes an offer in writing of one (1) or more items of  
 2 value, including monetary compensation, that the supplier  
 3 delivers to a consumer or a representative of the consumer if  
 4 accepted by the consumer.

5 (6) "Offer to cure" as applied to a deceptive act is a cure that:

6 (A) is reasonably calculated to remedy a loss claimed by the  
 7 consumer; and

8 (B) includes a minimum additional amount that is the  
 9 greater of:

10 (i) ten percent (10%) of the value of the remedy under  
 11 clause (A), but not more than four thousand dollars  
 12 (\$4,000); or

13 (ii) five hundred dollars (\$500);

14 as compensation for attorney's fees, expenses, and other  
 15 costs that a consumer may incur in relation to the deceptive  
 16 act.

17 (7) "Uncured deceptive act" means: ~~a deceptive act~~:

18 (A) **a deceptive act** with respect to which a consumer who  
 19 has been damaged by such act has given notice to the  
 20 supplier under section 5(a) of this chapter; and

21 (B) either:

22 (i) no offer to cure has been made to such consumer  
 23 within thirty (30) days after such notice; or

24 (ii) the act has not been cured as to such consumer  
 25 within a reasonable time after the consumer's  
 26 acceptance of the offer to cure.

27 (8) "Incurable deceptive act" means a deceptive act done by a  
 28 supplier as part of a scheme, artifice, or device with intent to  
 29 defraud or mislead. The term includes a failure of a transferee of  
 30 structured settlement payment rights to timely provide a true and  
 31 complete disclosure statement to a payee as provided under  
 32 IC 34-50-2 in connection with a direct or indirect transfer of  
 33 structured settlement payment rights.

34 (9) "**Local agency**" means **an administration, an agency, an**  
 35 **authority, a board, a bureau, a commission, a committee, a**  
 36 **council, a department, a division, an institution, an office, an**  
 37 **officer, a service, or other similar body of a political**  
 38 **subdivision created or established under law.**

39 (10) "**Political subdivision**" means **a county, township, city,**  
 40 **town, municipal corporation (as defined in IC 36-1-2-10), or**  
 41 **special taxing district. However, the term does not include a**  
 42 **school corporation or charter school.**

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- 1           ~~(9)~~ **(11)** "Senior consumer" means an individual who is at least
- 2           sixty (60) years of age.
- 3           **(12)** "State agency" means an administration, an agency, an
- 4           authority, a board, a bureau, a commission, a committee, a
- 5           council, a department, a division, an institution, an office, an
- 6           officer, a service, or other similar body of state government
- 7           created or established under law. The term includes a body
- 8           corporate and politic of the state created by statute. The
- 9           term does not include a state educational institution (as
- 10          defined in IC 21-7-13-32).
- 11          ~~(10)~~ **(13)** "Telephone facsimile machine" means equipment that
- 12          has the capacity to transcribe text or images, or both, from:
- 13                (A) paper into an electronic signal and to transmit that
- 14                signal over a regular telephone line; or
- 15                (B) an electronic signal received over a regular telephone
- 16                line onto paper.
- 17          ~~(11)~~ **(14)** "Unsolicited advertisement" means material
- 18          advertising the commercial availability or quality of:
- 19                (A) property;
- 20                (B) goods; or
- 21                (C) services;
- 22          that is transmitted to a person without the person's prior express
- 23          invitation or permission, in writing or otherwise.
- 24          ~~(12)~~ **(15)** "Debt" has the meaning set forth in 15 U.S.C.
- 25          1692(a)(5).
- 26          ~~(13)~~ **(16)** "Debt collector" has the meaning set forth in 15 U.S.C.
- 27          1692(a)(6). The term does not include a person admitted to the
- 28          practice of law in Indiana if the person is acting within the
- 29          course and scope of the person's practice as an attorney. The
- 30          term includes a debt buyer (as defined in IC 24-5-15.5).
- 31          (b) As used in section 3(b)(15) and 3(b)(16) of this chapter:
- 32                (1) "Directory assistance" means the disclosure of telephone
- 33                number information in connection with an identified telephone
- 34                service subscriber by means of a live operator or automated
- 35                service.
- 36                (2) "Local telephone directory" refers to a telephone classified
- 37                advertising directory or the business section of a telephone
- 38                directory that is distributed by a telephone company or directory
- 39                publisher to subscribers located in the local exchanges contained
- 40                in the directory. The term includes a directory that includes
- 41                listings of more than one (1) telephone company.
- 42                (3) "Local telephone number" refers to a telephone number that

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1 has the three (3) number prefix used by the provider of telephone  
 2 service for telephones physically located within the area covered  
 3 by the local telephone directory in which the number is listed.  
 4 The term does not include long distance numbers or 800-, 888-,  
 5 or 900- exchange numbers listed in a local telephone directory.  
 6 SECTION 3. IC 24-5-0.5-3, AS AMENDED BY P.L.104-2024,  
 7 SECTION 42, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE  
 8 JULY 1, 2026]: Sec. 3. (a) A supplier may not commit an unfair,  
 9 abusive, or deceptive act, omission, or practice in connection with a  
 10 consumer transaction. Such an act, omission, or practice by a supplier  
 11 is a violation of this chapter whether it occurs before, during, or after  
 12 the transaction. An act, omission, or practice prohibited by this section  
 13 includes both implicit and explicit misrepresentations.  
 14 (b) Without limiting the scope of subsection (a), the following  
 15 acts, and the following representations as to the subject matter of a  
 16 consumer transaction, made orally, in writing, or by electronic  
 17 communication, by a supplier, are deceptive acts:  
 18 (1) That such subject of a consumer transaction has sponsorship,  
 19 approval, performance, characteristics, accessories, uses, or  
 20 benefits it does not have which the supplier knows or should  
 21 reasonably know it does not have.  
 22 (2) That such subject of a consumer transaction is of a particular  
 23 standard, quality, grade, style, or model, if it is not and if the  
 24 supplier knows or should reasonably know that it is not.  
 25 (3) That such subject of a consumer transaction is new or  
 26 unused, if it is not and if the supplier knows or should reasonably  
 27 know that it is not.  
 28 (4) That such subject of a consumer transaction will be supplied  
 29 to the public in greater quantity than the supplier intends or  
 30 reasonably expects.  
 31 (5) That replacement or repair constituting the subject of a  
 32 consumer transaction is needed, if it is not and if the supplier  
 33 knows or should reasonably know that it is not.  
 34 (6) That a specific price advantage exists as to such subject of a  
 35 consumer transaction, if it does not and if the supplier knows or  
 36 should reasonably know that it does not.  
 37 (7) That the supplier has a sponsorship, approval, or affiliation  
 38 in such consumer transaction the supplier does not have, and  
 39 which the supplier knows or should reasonably know that the  
 40 supplier does not have.  
 41 (8) That such consumer transaction involves or does not involve  
 42 a warranty, a disclaimer of warranties, or other rights, remedies,

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- 1 or obligations, if the representation is false and if the supplier
- 2 knows or should reasonably know that the representation is false.
- 3 (9) That the consumer will receive a rebate, discount, or other
- 4 benefit as an inducement for entering into a sale or lease in
- 5 return for giving the supplier the names of prospective
- 6 consumers or otherwise helping the supplier to enter into other
- 7 consumer transactions, if earning the benefit, rebate, or discount
- 8 is contingent upon the occurrence of an event subsequent to the
- 9 time the consumer agrees to the purchase or lease.
- 10 (10) That the supplier is able to deliver or complete the subject
- 11 of the consumer transaction within a stated period of time, when
- 12 the supplier knows or should reasonably know the supplier could
- 13 not. If no time period has been stated by the supplier, there is a
- 14 presumption that the supplier has represented that the supplier
- 15 will deliver or complete the subject of the consumer transaction
- 16 within a reasonable time, according to the course of dealing or
- 17 the usage of the trade.
- 18 (11) That the consumer will be able to purchase the subject of
- 19 the consumer transaction as advertised by the supplier, if the
- 20 supplier does not intend to sell it.
- 21 (12) That the replacement or repair constituting the subject of a
- 22 consumer transaction can be made by the supplier for the
- 23 estimate the supplier gives a customer for the replacement or
- 24 repair, if the specified work is completed and:
  - 25 (A) the cost exceeds the estimate by an amount equal to or
  - 26 greater than ten percent (10%) of the estimate;
  - 27 (B) the supplier did not obtain written permission from the
  - 28 customer to authorize the supplier to complete the work
  - 29 even if the cost would exceed the amounts specified in
  - 30 clause (A);
  - 31 (C) the total cost for services and parts for a single
  - 32 transaction is more than seven hundred fifty dollars (\$750);
  - 33 and
  - 34 (D) the supplier knew or reasonably should have known that
  - 35 the cost would exceed the estimate in the amounts specified
  - 36 in clause (A).
- 37 (13) That the replacement or repair constituting the subject of a
- 38 consumer transaction is needed, and that the supplier disposes of
- 39 the part repaired or replaced earlier than seventy-two (72) hours
- 40 after both:
  - 41 (A) the customer has been notified that the work has been
  - 42 completed; and

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- 1 (B) the part repaired or replaced has been made available
- 2 for examination upon the request of the customer.
- 3 (14) Engaging in the replacement or repair of the subject of a
- 4 consumer transaction if the consumer has not authorized the
- 5 replacement or repair, and if the supplier knows or should
- 6 reasonably know that it is not authorized.
- 7 (15) The act of misrepresenting the geographic location of the
- 8 supplier by listing an alternate business name or an assumed
- 9 business name (as described in IC 23-0.5-3-4) in a local
- 10 telephone directory if:
  - 11 (A) the name misrepresents the supplier's geographic
  - 12 location;
  - 13 (B) the listing fails to identify the locality and state of the
  - 14 supplier's business;
  - 15 (C) calls to the local telephone number are routinely
  - 16 forwarded or otherwise transferred to a supplier's business
  - 17 location that is outside the calling area covered by the local
  - 18 telephone directory; and
  - 19 (D) the supplier's business location is located in a county
  - 20 that is not contiguous to a county in the calling area covered
  - 21 by the local telephone directory.
- 22 (16) The act of listing an alternate business name or assumed
- 23 business name (as described in IC 23-0.5-3-4) in a directory
- 24 assistance data base if:
  - 25 (A) the name misrepresents the supplier's geographic
  - 26 location;
  - 27 (B) calls to the local telephone number are routinely
  - 28 forwarded or otherwise transferred to a supplier's business
  - 29 location that is outside the local calling area; and
  - 30 (C) the supplier's business location is located in a county
  - 31 that is not contiguous to a county in the local calling area.
- 32 (17) The violation by a supplier of IC 24-3-4 concerning
- 33 cigarettes for import or export.
- 34 (18) The act of a supplier in knowingly selling or reselling a
- 35 product to a consumer if the product has been recalled, whether
- 36 by the order of a court or a regulatory body, or voluntarily by the
- 37 manufacturer, distributor, or retailer, unless the product has been
- 38 repaired or modified to correct the defect that was the subject of
- 39 the recall.
- 40 (19) The violation by a supplier of 47 U.S.C. 227, including any
- 41 rules or regulations issued under 47 U.S.C. 227.
- 42 (20) The violation by a supplier of the federal Fair Debt

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- 1 Collection Practices Act (15 U.S.C. 1692 et seq.), including any  
 2 rules or regulations issued under the federal Fair Debt Collection  
 3 Practices Act (15 U.S.C. 1692 et seq.).  
 4 (21) A violation of IC 24-5-7 (concerning health spa services),  
 5 as set forth in IC 24-5-7-17.  
 6 (22) A violation of IC 24-5-8 (concerning business opportunity  
 7 transactions), as set forth in IC 24-5-8-20.  
 8 (23) A violation of IC 24-5-10 (concerning home consumer  
 9 transactions), as set forth in IC 24-5-10-18.  
 10 (24) A violation of IC 24-5-11 (concerning real property  
 11 improvement contracts), as set forth in IC 24-5-11-14.  
 12 (25) A violation of IC 24-5-12 (concerning telephone  
 13 solicitations), as set forth in IC 24-5-12-23.  
 14 (26) A violation of IC 24-5-13.5 (concerning buyback motor  
 15 vehicles), as set forth in IC 24-5-13.5-14.  
 16 (27) A violation of IC 24-5-14 (concerning automatic  
 17 dialing-announcing devices), as set forth in IC 24-5-14-13.  
 18 (28) A violation of IC 24-5-15 (concerning credit services  
 19 organizations), as set forth in IC 24-5-15-11.  
 20 (29) A violation of IC 24-5-16 (concerning unlawful motor  
 21 vehicle subleasing), as set forth in IC 24-5-16-18.  
 22 (30) A violation of IC 24-5-17 (concerning environmental  
 23 marketing claims), as set forth in IC 24-5-17-14.  
 24 (31) A violation of IC 24-5-19 (concerning deceptive  
 25 commercial solicitation), as set forth in IC 24-5-19-11.  
 26 (32) A violation of IC 24-5-21 (concerning prescription drug  
 27 discount cards), as set forth in IC 24-5-21-7.  
 28 (33) A violation of IC 24-5-23.5-7 (concerning real estate  
 29 appraisals), as set forth in IC 24-5-23.5-9.  
 30 (34) A violation of IC 24-5-26 (concerning identity theft), as set  
 31 forth in IC 24-5-26-3.  
 32 (35) A violation of IC 24-5.5 (concerning mortgage rescue  
 33 fraud), as set forth in IC 24-5.5-6-1.  
 34 (36) A violation of IC 24-8 (concerning promotional gifts and  
 35 contests), as set forth in IC 24-8-6-3.  
 36 (37) A violation of IC 21-18.5-6 (concerning representations  
 37 made by a postsecondary credit bearing proprietary educational  
 38 institution), as set forth in IC 21-18.5-6-22.5.  
 39 (38) A violation of IC 24-5-15.5 (concerning collection actions  
 40 of a plaintiff debt buyer), as set forth in IC 24-5-15.5-6.  
 41 (39) A violation of IC 24-14 (concerning towing services), as set  
 42 forth in IC 24-14-10-1.

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- 1 (40) A violation of IC 24-5-14.5 (concerning misleading or
- 2 inaccurate caller identification information), as set forth in
- 3 IC 24-5-14.5-12.
- 4 (41) A violation of IC 24-5-27 (concerning intrastate inmate
- 5 calling services), as set forth in IC 24-5-27-27.
- 6 (42) A violation of IC 15-21 (concerning sales of dogs by retail
- 7 pet stores), as set forth in IC 15-21-7-4.
- 8 (43) A violation of IC 24-4-23 (concerning the security of
- 9 information collected and transmitted by an adult oriented
- 10 website operator), as set forth in IC 24-4-23-14.
- 11 **(44) A violation of IC 24-4-27.5 (concerning proxy advisors),**
- 12 **as set forth in IC 24-4-27.5-12.**
- 13 (c) Any representations on or within a product or its packaging or
- 14 in advertising or promotional materials which would constitute a
- 15 deceptive act shall be the deceptive act both of the supplier who places
- 16 such representation thereon or therein, or who authored such materials,
- 17 and such other suppliers who shall state orally or in writing that such
- 18 representation is true if such other supplier shall know or have reason
- 19 to know that such representation was false.
- 20 (d) If a supplier shows by a preponderance of the evidence that an
- 21 act resulted from a bona fide error notwithstanding the maintenance of
- 22 procedures reasonably adopted to avoid the error, such act shall not be
- 23 deceptive within the meaning of this chapter.
- 24 (e) It shall be a defense to any action brought under this chapter
- 25 that the representation constituting an alleged deceptive act was one
- 26 made in good faith by the supplier without knowledge of its falsity and
- 27 in reliance upon the oral or written representations of the manufacturer,
- 28 the person from whom the supplier acquired the product, any testing
- 29 organization, or any other person provided that the source thereof is
- 30 disclosed to the consumer.
- 31 (f) For purposes of subsection (b)(12), a supplier that provides
- 32 estimates before performing repair or replacement work for a customer
- 33 shall give the customer a written estimate itemizing as closely as
- 34 possible the price for labor and parts necessary for the specific job
- 35 before commencing the work.
- 36 (g) For purposes of subsection (b)(15) and (b)(16), a telephone
- 37 company or other provider of a telephone directory or directory
- 38 assistance service or its officer or agent is immune from liability for
- 39 publishing the listing of an alternate business name or assumed
- 40 business name of a supplier in its directory or directory assistance data
- 41 base unless the telephone company or other provider of a telephone
- 42 directory or directory assistance service is the same person as the

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1 supplier who has committed the deceptive act.

2 (h) For purposes of subsection (b)(18), it is an affirmative defense  
3 to any action brought under this chapter that the product has been  
4 altered by a person other than the defendant to render the product  
5 completely incapable of serving its original purpose.

6 SECTION 4. IC 24-5-0.5-4, AS AMENDED BY P.L.186-2025,  
7 SECTION 133, IS AMENDED TO READ AS FOLLOWS  
8 [EFFECTIVE JULY 1, 2026]: Sec. 4. (a) A person relying upon an  
9 uncured or incurable deceptive act may bring an action for the damages  
10 actually suffered as a consumer as a result of the deceptive act or five  
11 hundred dollars (\$500), whichever is greater. The court may increase  
12 damages for a willful deceptive act in an amount that does not exceed  
13 the greater of:

- 14 (1) three (3) times the actual damages of the consumer suffering
- 15 the loss; or
- 16 (2) one thousand dollars (\$1,000).

17 Except as provided in subsection (k), the court may award reasonable  
18 attorney's fees to the party that prevails in an action under this  
19 subsection. This subsection does not apply to a consumer transaction  
20 in real property, including a claim or action involving a construction  
21 defect (as defined in IC 32-27-3-1(5)) brought against a construction  
22 professional (as defined in IC 32-27-3-1(4)), except for purchases of  
23 time shares and camping club memberships. This subsection does not  
24 apply with respect to a deceptive act described in section 3(b)(20) of  
25 this chapter. This subsection also does not apply to a violation of  
26 IC 24-4.7, IC 24-5-12, IC 24-5-14, or IC 24-5-14.5. Actual damages  
27 awarded to a person under this section have priority over any civil  
28 penalty imposed under this chapter.

29 (b) Any person who is entitled to bring an action under subsection  
30 (a) on the person's own behalf against a supplier for damages for a  
31 deceptive act may bring a class action against such supplier on behalf  
32 of any class of persons of which that person is a member and which has  
33 been damaged by such deceptive act, subject to and under the Indiana  
34 Rules of Trial Procedure governing class actions, except as herein  
35 expressly provided. Except as provided in subsection (k), the court may  
36 award reasonable attorney's fees to the party that prevails in a class  
37 action under this subsection, provided that such fee shall be determined  
38 by the amount of time reasonably expended by the attorney and not by  
39 the amount of the judgment, although the contingency of the fee may  
40 be considered. Except in the case of an extension of time granted by the  
41 attorney general under IC 24-10-2-2(b) in an action subject to IC 24-10,  
42 any money or other property recovered in a class action under this

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1 subsection which cannot, with due diligence, be restored to consumers  
 2 within one (1) year after the judgment becomes final shall be returned  
 3 to the party depositing the same. This subsection does not apply to a  
 4 consumer transaction in real property, except for purchases of time  
 5 shares and camping club memberships. This subsection does not apply  
 6 with respect to a deceptive act described in section 3(b)(20) of this  
 7 chapter. Actual damages awarded to a class have priority over any civil  
 8 penalty imposed under this chapter.

9 (c) The attorney general may bring an action to enjoin an unfair,  
 10 abusive, or deceptive act, omission, or practice in connection with a  
 11 consumer transaction, including a deceptive act described in section  
 12 3(b)(20) of this chapter, notwithstanding subsections (a) and (b).  
 13 However, the attorney general may seek to enjoin patterns of incurable  
 14 deceptive acts with respect to consumer transactions in real property.

15 In addition, the court may:

16 (1) issue an injunction;

17 (2) order the supplier to make payment of the money unlawfully  
 18 received from the aggrieved consumers to be held in escrow for  
 19 distribution to aggrieved consumers;

20 (3) for a knowing violation against a senior consumer, increase  
 21 the amount of restitution ordered under subdivision (2) in any  
 22 amount up to three (3) times the amount of damages incurred or  
 23 value of property or assets lost;

24 (4) order the supplier to pay to the state the reasonable costs of  
 25 the attorney general's investigation and prosecution, expert fees,  
 26 and court fees related to the action;

27 (5) provide for the appointment of a receiver; and

28 (6) order the department of state revenue to suspend the  
 29 supplier's registered retail merchant certificate, subject to the  
 30 requirements and prohibitions contained in IC 6-2.5-8-7(a)(5),  
 31 if the court finds that a violation of this chapter involved the sale  
 32 or solicited sale of a synthetic drug (as defined in  
 33 IC 35-31.5-2-321), a synthetic drug lookalike substance (as  
 34 defined in IC 35-31.5-2-321.5 (repealed)) (before July 1, 2019),  
 35 a controlled substance analog (as defined in IC 35-48-1.1-8), or  
 36 a substance represented to be a controlled substance (as  
 37 described in IC 35-48-4-4.6).

38 (d) In an action under subsection (a), (b), (c), or (n) the court may  
 39 void or limit the application of contracts or clauses resulting from  
 40 deceptive acts and order restitution to be paid to aggrieved consumers.

41 (e) In any action under subsection (a) or (b), upon the filing of the  
 42 complaint or on the appearance of any defendant, claimant, or any

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1 other party, or at any later time, the trial court, the supreme court, or the  
 2 court of appeals may require the plaintiff, defendant, claimant, or any  
 3 other party or parties to give security, or additional security, in such  
 4 sum as the court shall direct to pay all costs, expenses, and  
 5 disbursements that shall be awarded against that party or which that  
 6 party may be directed to pay by any interlocutory order by the final  
 7 judgment or on appeal.

8 (f) Any person who violates the terms of an injunction issued  
 9 under subsection (c) or (n) shall forfeit and pay to the state a civil  
 10 penalty of not more than fifteen thousand dollars (\$15,000) per  
 11 violation. For the purposes of this section, the court issuing an  
 12 injunction shall retain jurisdiction, the cause shall be continued, and  
 13 the attorney general acting in the name of the state may petition for  
 14 recovery of civil penalties. Whenever the court determines that an  
 15 injunction issued under subsection (c) or (n) has been violated, the  
 16 court shall award reasonable costs to the state.

17 (g) If a court finds any person has knowingly violated section 3 or  
 18 10 of this chapter, other than section 3(b)(19), 3(b)(20), or 3(b)(40) of  
 19 this chapter, the attorney general, in an action pursuant to subsection  
 20 (c), may recover from the person on behalf of the state a civil penalty  
 21 of a fine not exceeding five thousand dollars (\$5,000) per violation.

22 (h) If a court finds that a person has violated section 3(b)(19) of  
 23 this chapter, the attorney general, in an action under subsection (c),  
 24 may recover from the person on behalf of the state a civil penalty as  
 25 follows:

- 26 (1) For a knowing or intentional violation, one thousand five  
 27 hundred dollars (\$1,500).
- 28 (2) For a violation other than a knowing or intentional violation,  
 29 five hundred dollars (\$500).

30 A civil penalty recovered under this subsection shall be deposited in  
 31 the consumer protection division telephone solicitation fund  
 32 established by IC 24-4.7-3-6 to be used for the administration and  
 33 enforcement of section 3(b)(19) of this chapter.

34 (i) A senior consumer relying upon an uncured or incurable  
 35 deceptive act, including an act related to hypnotism, may bring an  
 36 action to recover treble damages, if appropriate.

37 (j) An offer to cure is:

- 38 (1) not admissible as evidence in a proceeding initiated under  
 39 this section unless the offer to cure is delivered by a supplier to  
 40 the consumer or a representative of the consumer before the  
 41 supplier files the supplier's initial response to a complaint; and  
 42 (2) only admissible as evidence in a proceeding initiated under

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1 this section to prove that a supplier is not liable for attorney's  
2 fees under subsection (k).

3 If the offer to cure is timely delivered by the supplier, the supplier may  
4 submit the offer to cure as evidence to prove in the proceeding in  
5 accordance with the Indiana Rules of Trial Procedure that the supplier  
6 made an offer to cure.

7 (k) A supplier may not be held liable for the attorney's fees and  
8 court costs of the consumer that are incurred following the timely  
9 delivery of an offer to cure as described in subsection (j) unless the  
10 actual damages awarded, not including attorney's fees and costs, exceed  
11 the value of the offer to cure.

12 (l) If a court finds that a person has knowingly violated section  
13 3(b)(20) of this chapter, the attorney general, in an action under  
14 subsection (c), may recover from the person on behalf of the state a  
15 civil penalty not exceeding one thousand dollars (\$1,000) per  
16 consumer. In determining the amount of the civil penalty in any action  
17 by the attorney general under this subsection, the court shall consider,  
18 among other relevant factors, the frequency and persistence of  
19 noncompliance by the debt collector, the nature of the noncompliance,  
20 and the extent to which the noncompliance was intentional. A person  
21 may not be held liable in any action by the attorney general for a  
22 violation of section 3(b)(20) of this chapter if the person shows by a  
23 preponderance of evidence that the violation was not intentional and  
24 resulted from a bona fide error, notwithstanding the maintenance of  
25 procedures reasonably adapted to avoid the error. A person may not be  
26 held liable in any action for a violation of this chapter for contacting a  
27 person other than the debtor, if the contact is made in compliance with  
28 the Fair Debt Collection Practices Act.

29 (m) If a court finds that a person has knowingly or intentionally  
30 violated section 3(b)(40) of this chapter, the attorney general, in an  
31 action under subsection (c), may recover from the person on behalf of  
32 the state a civil penalty in accordance with IC 24-5-14.5-12(b). As  
33 specified in IC 24-5-14.5-12(b), a civil penalty recovered under  
34 IC 24-5-14.5-12(b) shall be deposited in the consumer protection  
35 division telephone solicitation fund established by IC 24-4.7-3-6 to be  
36 used for the administration and enforcement of IC 24-5-14.5. In  
37 addition to the recovery of a civil penalty in accordance with  
38 IC 24-5-14.5-12(b), the attorney general may also recover reasonable  
39 attorney fees and court costs from the person on behalf of the state.  
40 Those funds shall also be deposited in the consumer protection division  
41 telephone solicitation fund established by IC 24-4.7-3-6.

42 (n) An action that arises from, or otherwise involves, an unfair,

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1 abusive, or deceptive act, omission, or practice in connection with a  
 2 consumer transaction described in section 2(a)(1)(D)(i) **or**  
 3 **2(a)(1)(D)(iii)** of this chapter may be brought and enforced only by the  
 4 attorney general under this subsection. An action that arises from, or  
 5 otherwise involves, an unfair, abusive, or deceptive act, omission, or  
 6 practice in connection with a consumer transaction described in section  
 7 2(a)(1)(D)(ii) **or 2(a)(1)(D)(iv)** of this chapter may be brought and  
 8 enforced only by an attorney acting on behalf of the local law  
 9 enforcement agency **or local agency** involved in the transaction, unless  
 10 the local unit of government served by the local law enforcement  
 11 agency **or local agency** requests the attorney general to bring and  
 12 enforce an action under this subsection on behalf of the local unit. In  
 13 addition, the court may:

- 14 (1) issue an injunction;  
 15 (2) order the supplier to make payment of the money unlawfully  
 16 received from the aggrieved consumers to be held in escrow for  
 17 distribution to aggrieved consumers; or  
 18 (3) order the supplier to pay to:  
 19 (A) the attorney acting on behalf of the local law  
 20 enforcement agency **or local agency**; or  
 21 (B) the attorney general for the state;  
 22 as applicable, the reasonable costs of the attorney's or the  
 23 attorney general's investigation and prosecution, expert fees, and  
 24 court fees related to the action.

25 The time for bringing an action under subsection (c), as set forth in  
 26 section 5(b) of this chapter, applies to an action brought under this  
 27 subsection.

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