

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

LS 6360
BILL NUMBER: HB 1365

NOTE PREPARED: Nov 26, 2025
BILL AMENDED:

SUBJECT: FSSA Report on Managed Care Organization Contracts.

FIRST AUTHOR: Rep. Porter
FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: X **GENERAL**
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill requires the Office of the Secretary of Family and Social Services (FSSA) to, not later than March 1, 2026, provide a written report to the Budget Committee with specified information concerning any termination of a managed care organization's Medicaid contract in 2025.

Effective Date: January 1, 2026 (retroactive).

Explanation of State Expenditures: This bill will increase workload for FSSA to create, and the Budget Committee to review, a report related to the termination of contracts with managed care organizations, as prescribed in the bill. These requirements should be able to be implemented using existing staff and resources. The bill requires the report to be submitted to the Budget Committee no later than March 1, 2026.

Additional Information: In November 2025, FSSA terminated its contract with MDwise, a managed care organization serving over 300,000 Indiana Medicaid recipients.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Budget Committee; Family and Social Services Administration.

Local Agencies Affected:

Information Sources: www.in.gov/fssa/files/MDwise-Participation_FINAL-2025.pdf;
www.in.gov/fssa/medicaid-enrollment-dashboard.

Fiscal Analyst: Zachary Katopodis, 317-234-2106.