

SENATE BILL No. 180

AM018006 has been incorporated into introduced printing.

Synopsis: Various health care matters.

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2026

IN 180—LS 6885/DI 147



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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.

SENATE BILL No. 180

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

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

1 SECTION 1. IC 12-8-1.6-2, AS ADDED BY P.L.174-2025,
2 SECTION 14, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JULY 1, 2026]: Sec. 2. (a) As used in this chapter, "home and
4 community based services waiver" refers to a federal Medicaid waiver
5 granted to the state under 42 U.S.C. 1396n(c) to provide home and
6 community based long term care services and supports to individuals
7 with disabilities **and the elderly**.

8 (b) The term does not include home and community services
9 offered as part of the approved Medicaid state plan.

10 SECTION 2. IC 12-8-1.6-4, AS ADDED BY P.L.174-2025,
11 SECTION 14, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
12 JULY 1, 2026]: Sec. 4. (a) The office of the secretary has all powers
13 necessary and convenient to administer a home and community based
14 services waiver.

15 (b) The office of the secretary shall do the following:

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- (1) Administer money appropriated or allocated to the office of the secretary by the state, including money appropriated or allocated for a home and community based services waiver.

(2) Take any action necessary to implement a home and community based services waiver, including applying to the United States Department of Health and Human Services for approval to amend or renew the waiver, implement a new Medicaid waiver, or amend the Medicaid state plan.

(3) Ensure that a home and community based services waiver is subject to funding available to the office of the secretary.

(4) Ensure, in coordination with the budget agency, that the cost of a home and community based services waiver does not exceed the total amount of funding available by the budget agency, including state and federal funds, for the Medicaid programs established to provide services under a home and community based services waiver.

(5) Establish and administer a program for a home and community based services waiver, **including the assisted living waiver described in IC 12-15-1.3-26**, to provide an eligible individual with care that does not cost more than services provided to a similarly situated individual residing in an institution.

(6) Within the limits of available resources, provide service coordination services to individuals receiving services under a home and community based services waiver, including the development of an individual service plan that:

(A) addresses an individual's needs;

(B) identifies and considers family and community resources that are potentially available to meet the individual's needs; and

(C) is consistent with the person centered care approach for receiving services under a waiver.

(7) Monitor services provided by a provider that:

(A) provides services to an individual using funds provided by the office of the secretary or under the authority of the office of the secretary; or

(B) entered into one (1) or more provider agreements to provide services under a home and community based services waiver.

(8) Establish and administer a confidential complaint process for:

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(A) an individual receiving; or

(B) a provider described in subdivision (7) providing services under a home and community based services waiver

(c) The office of the secretary may do the following:

(1) At the office's discretion, delegate any of its authority under this chapter to any division or office within the office of the secretary.

(2) Issue administrative orders under IC 4-21.5-3-6 regarding the provision of a home and community based services waiver.

SECTION 3. IC 12-8-1.6-9, AS ADDED BY P.L.174-2025,

SECTION 14, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 9. A home and community based services waiver, including the delivery and receipt of services provided under the home and community based services waiver, must meet the following requirements:

(1) Be provided under public supervision.

(2) Be individualized and designed to meet the needs of individuals eligible to receive services under the home and community based services waiver.

(3) Meet applicable state and federal standards.

(4) Be provided by qualified personnel.

(5) Be provided, to the extent appropriate, with services provided under the home and community based services waiver that are provided in a home and community based setting where nonwaiver individuals receive services.

(6) Be provided in accordance with an individual's:

(A) service plan; and

(B) choice of provider of waiver services.

SECTION 4. IC 12-8-1.6-10, AS AMENDED BY THE TECHNICAL CORRECTIONS BILL OF THE 2026 GENERAL ASSEMBLY, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 10. (a) This section applies to **the following:**

(1) A home and community based services waiver that included assisted living services as an available service before July 1, 2025.

(2) An assisted living waiver described in IC 12-15-1.3-26.

(b) As used in this section, "office" includes the following:

(1) The office of the secretary of family and social services.

(2) A managed care organization that has contracted with the office of Medicaid policy and planning under IC 12-15.

(3) A person that has contracted with a managed care



1 organization described in subdivision (2).

2 (c) Under a home and community based services waiver that
3 provides services to an individual who is aged or disabled, the office
4 shall reimburse for the following services provided to the individual by
5 a provider of assisted living services, if included in the individual's
6 home and community based **service services** plan:

- 7 (1) Assisted living services.
8 (2) Integrated health care coordination.
9 (3) Transportation.

10 (d) If the office approves an increase in the level of services for a
11 recipient of assisted living services, the office shall reimburse the
12 provider of assisted living services for the level of services for the
13 increase as of the date that the provider has documentation of providing
14 the increase in the level of services.

15 (e) The office may reimburse for any home and community based
16 services provided to a Medicaid recipient beginning on the date of the
17 individual's Medicaid application.

18 (f) The office may not do any of the following concerning assisted
19 living services provided in a home and community based services
20 program:

21 (1) Require the installation of a sink in the kitchenette within any
22 living unit of an entity that participated in the Medicaid home
23 and community based services program before July 1, 2018.

24 (2) Require all living units within a setting that provides assisted
25 living services to comply with physical plant requirements that
26 are applicable to individual units occupied by a Medicaid
27 recipient.

28 (3) Require a provider to offer only private rooms.

29 (4) Require a housing with services establishment provider to
30 provide housing when:

31 (A) the provider is unable to meet the health needs of a
32 resident without:

33 (i) undue financial or administrative burden; or
34 (ii) fundamentally altering the nature of the provider's
35 operations; and

36 (B) the resident is unable to arrange for services to meet the
37 resident's health needs.

38 (5) Require a housing with services establishment provider to
39 separate an agreement for housing from an agreement for
40 services.

41 (6) Prohibit a housing with services establishment provider from



1 offering studio apartments with only a single sink in the unit.
 2 (7) Preclude the use of a shared bathroom between adjoining or
 3 shared units if the participants consent to the use of a shared
 4 bathroom.
 5 (8) Reduce the scope of services that may be provided by a
 6 provider of assisted living services under the aged and disabled
 7 Medicaid waiver in effect on July 1, 2021.

8 **(g) A Medicaid recipient who has a home and community
 9 based services plan that includes:**

10 **(1) assisted living services; and**
 11 **(2) integrated health care coordination;**

12 **shall choose whether the provider of assisted living services or the
 13 office provides the integrated health care coordination to the
 14 recipient.**

15 **(h) Integrated health care coordination provided by a provider
 16 of assisted living services under this section is not duplicative of
 17 any services provided by the office.**

18 **(g) (i) The office of the secretary may adopt rules under IC 4-22-2**
 19 **that establish the right, and an appeals process, for a resident to appeal**
 20 **a provider's determination that the provider is unable to meet the health**
 21 **needs of the resident as described in subsection (f)(4). The process:**

22 **(1) must require an objective third party to review the provider's**
 23 **determination in a timely manner; and**
 24 **(2) may not be required if the provider is licensed by the Indiana**
 25 **department of health and the licensure requirements include an**
 26 **appellate procedure for such a determination.**

27 **SECTION 5. IC 12-15-1.3-26 IS ADDED TO THE INDIANA**
 28 **CODE AS A NEW SECTION TO READ AS FOLLOWS**
 29 **[EFFECTIVE JULY 1, 2026]: Sec. 26. (a) Not later than September**
 30 **1, 2026, the office of the secretary shall apply to the United States**
 31 **Department of Health and Human Services for a Medicaid waiver**
 32 **to provide assisted living services effective July 1, 2026, in a waiver**
 33 **separate from the Medicaid home and community based services**
 34 **waiver that included assisted living services as an available service**
 35 **before July 1, 2026.**

36 **(b) The office of the secretary shall establish a work group of**
 37 **interested stakeholders to assist in the development and**
 38 **implementation of the waiver described in subsection (a). The**
 39 **governor shall appoint the members of the work group and include**
 40 **providers of assisted living services as members of the work group.**

41 **SECTION 6. IC 12-15-13-1.8, AS AMENDED BY P.L.213-2025,**
 42 **SECTION 112, IS AMENDED TO READ AS FOLLOWS**



1 [EFFECTIVE JULY 1, 2026]: Sec. 1.8. (a) As used in this section,
 2 "covered population" means all Medicaid recipients who meet the
 3 criteria set forth in subsection (b).

4 (b) **Except as provided in subsection (e)**, an individual is a
 5 member of the covered population if the individual:

6 (1) is eligible to participate in the federal Medicare program (42
 7 U.S.C. 1395 et seq.) and receives nursing facility services; or
 8 (2) is:

- 9 (A) at least sixty (60) years of age;
 10 (B) blind, aged, or disabled; and
 11 (C) receiving services through one (1) of the following:
 12 (i) The aged and disabled Medicaid waiver.
 13 (ii) A risk based managed care program for aged,
 14 blind, or disabled individuals who are not eligible to
 15 participate in the federal Medicare program.
 16 (iii) The state Medicaid plan.

17 (c) The office of the secretary may implement a risk based
 18 managed care program for the covered population.

19 (d) Any managed care organization that participates in the risk
 20 based managed care program under subsection (c) that fails to pay a
 21 claim submitted by a nursing facility provider for payment under the
 22 program later than:

- 23 (1) twenty-one (21) days, if the claim was electronically filed; or
 24 (2) thirty (30) days, if the claim was filed on paper;

25 from receipt by the managed care organization shall pay a penalty of
 26 five hundred dollars (\$500) per calendar day per claim.

27 (e) **Upon an individual receiving nursing facility services for**
 28 **a consecutive period of one hundred (100) days, the individual is no**
 29 **longer a member of the covered population. An individual who was**
 30 **part of the covered population is no longer part of the covered**
 31 **population on the one hundredth day and shall receive Medicaid**
 32 **services under a fee for service program.**

33 SECTION 7. IC 16-18-2-146.5 IS ADDED TO THE INDIANA
 34 CODE AS A NEW SECTION TO READ AS FOLLOWS
 35 [EFFECTIVE JULY 1, 2026]: Sec. 146.5. "**Generative artificial**
 36 **intelligence", for purposes of IC 16-51-3, has the meaning set forth**
 37 **in IC 16-51-3-2.**

38 SECTION 8. IC 16-18-2-163, AS AMENDED BY
 39 P.L.179-2022(ss), SECTION 4, IS AMENDED TO READ AS
 40 FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 163. (a) Except as
 41 provided in subsection (c), "health care provider", for purposes of



1 IC 16-21 and IC 16-41, means any of the following:

- 2 (1) An individual, a partnership, a corporation, a professional
3 corporation, a facility, or an institution licensed or legally
4 authorized by this state to provide health care or professional
5 services as a licensed physician, a psychiatric hospital, a
6 hospital, a health facility, an emergency ambulance service
7 (IC 16-31-3), a dentist, a registered or licensed practical nurse,
8 a midwife, an optometrist, a pharmacist, a podiatrist, a
9 chiropractor, a physical therapist, a respiratory care practitioner,
10 an occupational therapist, a psychologist, a paramedic, an
11 emergency medical technician, an advanced emergency medical
12 technician, an athletic trainer, or a person who is an officer,
13 employee, or agent of the individual, partnership, corporation,
14 professional corporation, facility, or institution acting in the
15 course and scope of the person's employment.
- 16 (2) A college, university, or junior college that provides health
17 care to a student, a faculty member, or an employee, and the
18 governing board or a person who is an officer, employee, or
19 agent of the college, university, or junior college acting in the
20 course and scope of the person's employment.
- 21 (3) A blood bank, community mental health center, community
22 intellectual disability center, community health center, or
23 migrant health center.
- 24 (4) A home health agency (as defined in IC 16-27-1-2).
- 25 (5) A health maintenance organization (as defined in
26 IC 27-13-1-19).
- 27 (6) A health care organization whose members, shareholders, or
28 partners are health care providers under subdivision (1).
- 29 (7) A corporation, partnership, or professional corporation not
30 otherwise qualified under this subsection that:
- 31 (A) provides health care as one (1) of the corporation's,
32 partnership's, or professional corporation's functions;
33 (B) is organized or registered under state law; and
34 (C) is determined to be eligible for coverage as a health care
35 provider under IC 34-18 for the corporation's, partnership's,
36 or professional corporation's health care function.
- 37 Coverage for a health care provider qualified under this subdivision is
38 limited to the health care provider's health care functions and does not
39 extend to other causes of action.
- 40 (b) "Health care provider", for purposes of IC 16-35, has the
41 meaning set forth in subsection (a). However, for purposes of IC 16-35,



1 the term also includes a health facility (as defined in section 167 of this
2 chapter).

3 (c) "Health care provider", for purposes of IC 16-32-5, IC 16-36-5,
4 IC 16-36-6, and IC 16-41-10 means an individual licensed or
5 authorized by this state to provide health care or professional services
6 as:

- 7 (1) a licensed physician;
8 (2) a registered nurse;
9 (3) a licensed practical nurse;
10 (4) an advanced practice registered nurse;
11 (5) a certified nurse midwife;
12 (6) a paramedic;
13 (7) an emergency medical technician;
14 (8) an advanced emergency medical technician;
15 (9) an emergency medical responder, as defined by section 109.8
16 of this chapter;
17 (10) a licensed dentist;
18 (11) a home health aide, as defined by section 174 of this
19 chapter; or
20 (12) a licensed physician assistant.

21 The term includes an individual who is an employee or agent of a
22 health care provider acting in the course and scope of the individual's
23 employment.

24 (d) "Health care provider", for purposes of IC 16-36-7, has the
25 meaning set forth in IC 16-36-7-12.

26 (e) "Health care provider", for purposes of IC 16-40-4, means any
27 of the following:

- 28 (1) An individual, a partnership, a corporation, a professional
29 corporation, a facility, or an institution licensed or authorized by
30 the state to provide health care or professional services as a
31 licensed physician, a psychiatric hospital, a hospital, a health
32 facility, an emergency ambulance service (IC 16-31-3), an
33 ambulatory outpatient surgical center, a dentist, an optometrist,
34 a pharmacist, a podiatrist, a chiropractor, a psychologist, or a
35 person who is an officer, employee, or agent of the individual,
36 partnership, corporation, professional corporation, facility, or
37 institution acting in the course and scope of the person's
38 employment.
39 (2) A blood bank, laboratory, community mental health center,
40 community intellectual disability center, community health
41 center, or migrant health center.

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- (3) A home health agency (as defined in IC 16-27-1-2).
(4) A health maintenance organization (as defined in IC 27-13-1-19).
(5) A health care organization whose members, shareholders, or partners are health care providers under subdivision (1).
(6) A corporation, partnership, or professional corporation not otherwise specified in this subsection that:
 (A) provides health care as one (1) of the corporation's, partnership's, or professional corporation's functions;
 (B) is organized or registered under state law; and
 (C) is determined to be eligible for coverage as a health care provider under IC 34-18 for the corporation's, partnership's, or professional corporation's health care function.
(7) A person that is designated to maintain the records of a person described in subdivisions (1) through (6).
(f) "Health care provider", for purposes of IC 16-45-4, has the meaning set forth in 47 CFR 54.601(a).
(g) "Health care provider", for purposes of IC 16-51-3, has the meaning set forth in IC 16-51-3-3.
SECTION 9. IC 16-18-2-167.9 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 167.9. "Health plan", for purposes of IC 16-51-3, has the meaning set forth in IC 16-51-3-4.**
SECTION 10. IC 16-18-2-187.4 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 187.4. "Indiana user", for purposes of IC 16-51-3, has the meaning set forth in IC 16-51-3-5.**
SECTION 11. IC 16-18-2-188.4 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 188.4. "Individually identifiable health information", for purposes of IC 16-51-3, has the meaning set forth in IC 16-51-3-6.**
SECTION 12. IC 16-18-2-225.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 225.5. "Mental health chat bot", for purposes of IC 16-51-3, has the meaning set forth in IC 16-51-3-7.**
SECTION 13. IC 16-18-2-264 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 264. (a) "Operator", for purposes of IC 16-41-31, has the meaning set forth in IC 16-41-31-4.**
(b) "Operator", for purposes of IC 16-51-3, has the meaning

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1 **set forth in IC 16-51-3-8.**

2 SECTION 14. IC 16-18-2-362.2 IS ADDED TO THE INDIANA
3 CODE AS A NEW SECTION TO READ AS FOLLOWS
4 [EFFECTIVE JULY 1, 2026]: **Sec. 362.2. "User input", for purposes
5 of IC 16-51-3, has the meaning set forth in IC 16-51-3-9.**

6 SECTION 15. IC 16-27.5-5-5, AS ADDED BY P.L.143-2025,
7 SECTION 24, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
8 SEPTEMBER 1, 2025 (RETROACTIVE)]: Sec. 5. (a) A home health
9 aide competency evaluation program must:

- 10 (1) operate in accordance with 42 CFR 484.80; and
11 (2) address each topic described in section 4(a) of this chapter.

12 (b) A home health aide competency evaluation program must
13 include at least seventy-five (75) hours of training. At least sixteen (16)
14 hours of classroom training must occur before supervised practical
15 training.

16 SECTION 16. IC 16-41-14-17 IS REPEALED [EFFECTIVE
17 JULY 1, 2026]. **Sec. 17.** (a) This section does not apply to a person
18 who transfers for research purposes semen that contains antibodies for
19 the human immunodeficiency virus (HIV).

20 (b) A person who, for the purpose of artificial insemination,
21 recklessly, knowingly, or intentionally donates, sells, or transfers semen
22 that contains antibodies for the human immunodeficiency virus (HIV)
23 commits transferring contaminated semen, a Level 5 felony. The
24 offense is a Level 4 felony if the offense results in the transmission of
25 the virus to another person.

26 SECTION 17. IC 16-51-3 IS ADDED TO THE INDIANA CODE
27 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
28 JULY 1, 2026]:

29 **Chapter 3. Mental Health Chat Bots**

30 **Sec. 1.** As used in this chapter, "artificial intelligence" has the
31 meaning set forth in IC 4-13.1-5-1.

32 **Sec. 2.** As used in this chapter, "generative artificial
33 intelligence" means an artificial intelligence technology system
34 that:

- 35 (1) is trained on data;
36 (2) is designed to simulate human conversation with a
37 consumer through:
38 (A) text;
39 (B) audio;
40 (C) visual communication; or
41 (D) any combination of communication described in
42 clauses (A) through (C); and



(3) generates, with limited or no human oversight, nonscripted output that is similar to output created by a human.

Sec. 3. As used in this chapter, "health care provider" has the meaning set forth in 45 CFR 160.103.

Sec. 4. As used in this chapter, "health plan" has the meaning set forth in 45 CFR 160.103.

Sec. 5. As used in this chapter, "Indiana user" means an individual located in Indiana at the time the individual accesses or uses a mental health chat bot.

Sec. 6. As used in this chapter, "individually identifiable health information" refers to information relating to the physical or mental health of an individual.

Sec. 7. (a) As used in this chapter, "mental health chat bot" means an artificial intelligence application that:

(1) uses generative artificial intelligence to engage in interactive conversations with a user of the application in a manner that is similar to the confidential communication that an individual would have with a mental health professional; and

(2) an operator represents or a reasonable person would believe is capable of:

(A) providing mental health services to a user; or

(B) helping a user manage or treat a mental health condition.

(b) The term does not include artificial intelligence technology that only:

(1) provides scripted output, such as a guided meditation or a mindfulness exercise; or

(2) analyzes a user's input to connect the user with a mental health professional.

Sec. 8. As used in this chapter, "operator" refers to a person who operates a mental health chat bot.

Sec. 9. As used in this chapter, "user input" means content provided to a mental health chat bot by an Indiana user.

Sec. 10. (a) This section does not apply to individually identifiable health information that is:

(1) requested by a health care provider with the consent of an Indiana user; or

(2) upon request by an Indiana user, provided to a health plan of the Indiana user.

(b) Except as provided in section 11 of this chapter, an



1 **operator may not share with or sell to a third party the following:**

2 **(1) Individually identifiable health information of an Indiana**

3 **user.**

4 **(2) User input.**

5 **Sec. 11. (a) If necessary to ensure the effective functionality of**

6 **the mental health chat bot, an operator may share individually**

7 **identifiable health information of an Indiana user with a person**

8 **with whom the operator has contracted concerning the functioning**

9 **of the mental health chat bot.**

10 **(b) In sharing the information described in subsection (a), an**

11 **operator shall comply with 45 CFR Part 160 and 45 CFR Part 164,**

12 **Subparts A and E applicable to a:**

13 **(1) covered entity; and**

14 **(2) business associate;**

15 **as defined in 45 CFR 160.103.**

16 **Sec. 12. (a) An operator may not use a mental health chat bot**

17 **to advertise a product or service to an Indiana user unless the**

18 **operator clearly and conspicuously:**

19 **(1) identifies the product or service as an advertisement; and**

20 **(2) discloses to the Indiana user any:**

21 **(A) sponsorship by;**

22 **(B) business affiliation with; or**

23 **(C) agreement with;**

24 **a third party to promote, advertise, or recommend the**

25 **product or service.**

26 **(b) An operator may not utilize user input to determine:**

27 **(1) whether to display an advertisement for a product or**

28 **service other than the mental health chat bot to the Indiana**

29 **user;**

30 **(2) a product, service, or category of product or service to**

31 **advertise to the Indiana user; or**

32 **(3) customizations to how an advertisement is displayed to an**

33 **Indiana user.**

34 **(c) This section does not prohibit a mental health chat bot**

35 **from providing a recommendation for counseling, mental health**

36 **services, or other assistance from a licensed professional to the**

37 **Indiana user.**

38 **Sec. 13. (a) An operator shall clearly and conspicuously**

39 **disclose in the mental health chat bot that the mental health chat**

40 **bot is:**

41 **(1) artificial intelligence technology; and**

42 **(2) not a human.**



(b) The disclosure described in subsection (a) must be provided:

(1) before an Indiana user accesses the mental health chat bot;

(2) if an Indiana user has not accessed the mental health chat bot in the preceding seven (7) days, at the beginning of any interaction between the mental health chat bot and the Indiana user; and

(3) when an Indiana user asks or otherwise prompts the mental health chat bot about whether artificial intelligence is being used.

Sec. 14. If an operator violates this chapter, the attorney general may bring an action to obtain any of the following against the operator:

(1) Injunctive relief.

(2) A civil penalty of not more than two thousand five hundred dollars (\$2,500).

(3) The attorney general's reasonable costs of:

(A) the investigation of the violation; and

(B) maintaining the action.

(4) Other appropriate relief.

Sec. 15. If the attorney general has reasonable cause to believe that any person has violated this chapter, the attorney general may issue a civil investigative demand under JC 4-6-3-3.

SECTION 18. IC 25-1-23.5 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]:

Chapter 23.5. Use of Artificial Intelligence Systems

Sec. 1. As used in this chapter, "artificial intelligence system" means a machine based system that, for explicit or implicit objectives, infers from the input it receives how to generate outputs, including:

(1) predictions:

(2) content:

(3) recommendations; or

(4) decisions:

that can influence physical or virtual environments. The term includes generative artificial intelligence.

Sec. 2. As used in this chapter, "generative artificial intelligence" means an automated computing system that, when prompted with human prompts, descriptions, or queries, can produce outputs that simulate human product content, including:



- (1) textual outputs, such as short answers, essays, poetry, or longer compositions or answers;
 - (2) image outputs, such as fine art, photographs, conceptual art, diagrams, and other images;
 - (3) multimedia outputs, such as audio or video in the form of compositions, songs, or short-form or long-form audio or video; and
 - (4) other content that would otherwise be produced by human means.

Sec. 3. (a) As used in this chapter, except as provided in subsection (b), "licensed practitioner" means an individual who holds a license issued by a board described in IC 25-0.5-11.

(b) The term does not include a veterinarian licensed under IC 25-38.1.

Sec. 4. A person or entity may not use an artificial intelligence system to:

- (1) impersonate; or
 - (2) act as a substitute for;

a licensed practitioner during any interaction that is required to be performed by the licensed practitioner.

Sec. 5. A licensed practitioner who violates this chapter is subject to disciplinary action under IC 25-1-9.

SECTION 19. IC 25-13-1-4, AS AMENDED BY P.L.103-2011, SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 4. (a) Any person desiring to practice dental hygiene in Indiana must procure from the board a license to practice dental hygiene. To procure a license, the applicant must submit to the board proof of graduation from an institution for educating dental hygienists that is approved by the board described in section 6(2) of this chapter and other credentials required by this chapter, together with an application on forms prescribed and furnished by the board. Each applicant must pay to the board an application fee set by the board under section 5 of this chapter at the time the application is made and must pass an examination administered by an entity approved by the board. The board may establish under section 5 of this chapter additional requirements as a prerequisite to taking an examination for any applicant who has failed the examination two (2) or more times. Application fees are not refundable.

(b) An applicant described under subsection (a) shall, at the request of the board, make an appearance before the board.

SECTION 20. IC 25-13-1-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 5. (a) The board shall



1 enforce this chapter.

2 (b) The board may adopt rules consistent with this chapter and
 3 with IC 25-14-1 necessary for the proper enforcement of this chapter,
 4 the examination of dental hygienists, **the educational requirements**
 5 **described in section 6(2) of this chapter**, and for the conduct of the
 6 practice of dental hygiene.

7 (c) The board may utilize a dental hygienist education program's
 8 accreditation by the Commission on Dental Accreditation of the
 9 American Dental Association as evidence that the program has met all
 10 or part of the standards for dental hygienist education programs
 11 established by the board.

12 SECTION 21. IC 25-13-1-6, AS AMENDED BY P.L.264-2013,
 13 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 14 JULY 1, 2026]: Sec. 6. An applicant:

15 (1) must not have been convicted of a crime that has a direct
 16 bearing on the applicant's ability to practice competently;
 17 (2) must be a graduate of a:

18 (A) school for dental hygienists that:

19 (A) (i) is accredited by the Commission on Dental
 20 Accreditation of the American Dental Association;

21 (B) (ii) is recognized by the board; and

22 (C) (iii) requires a formal course of training of not less
 23 than two (2) years of eight (8) months each; **or**

24 (B) **dental college in a foreign country with a degree that**
 25 **is substantially similar to a doctorate of:**

26 (i) **dental surgery; or**

27 (ii) **dental medicine;**

28 **determined and approved by the board;**

29 (3) must pass an examination administered by an entity approved
 30 by the board; **and**

31 (4) may not take the examination described in subdivision (3)
 32 more than three (3) times; **and**

33 (5) **if the applicant is a graduate of a dental college described**
 34 **in subdivision (2), must submit the applicant's academic**
 35 **transcripts for review by the board.**

36 SECTION 22. IC 25-13-1-10.7, AS ADDED BY P.L.35-2020,
 37 SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 38 JULY 1, 2026]: Sec. 10.7. (a) A dental hygienist or dental assistant (as
 39 defined in IC 25-14-1-1.5(4)) may administer nitrous oxide under the
 40 direct supervision of a licensed dentist if the dental hygienist or dental
 41 assistant has:



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1 SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 2 JULY 1, 2026]: Sec. 3. (a) A person desiring to begin the practice of
 3 dentistry in Indiana shall procure from the board a license to practice
 4 dentistry in Indiana. Except as provided in section 4.5 of this chapter,
 5 to procure the license, the applicant must submit to the board proof of
 6 graduation from a dental college recognized by the board. The board
 7 may recognize dental schools accredited by the Commission on Dental
 8 Accreditation of the American Dental Association, if the board is
 9 satisfied that the recognition is consistent with the board's
 10 requirements. Every applicant must pass an examination administered
 11 by an entity approved by the board and, **except as provided in**
 12 **subsection (b)**, may not take the examination more than three (3)
 13 times.

14 **(b) The board may establish additional requirements for an**
 15 **applicant who has failed the examination at least three (3) times.**
 16 **The applicant must complete the additional requirements before**
 17 **the applicant may take the examination again.**

18 **(b) (c) A fee paid under this article may not be refunded.**

19 SECTION 24. IC 27-1-37-11, AS ADDED BY P.L.215-2025,
 20 SECTION 52, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 21 JULY 1, 2026]: Sec. 11. The department shall do the following:

22 (1) Require health carriers to meet network adequacy standards
 23 that are no less stringent than the network adequacy standards
 24 established by the Centers for Medicare and Medicaid Services.
 25 (2) When assessing whether a health carrier has met the network
 26 adequacy standards, consider the availability and variety of
 27 independent specialty providers that provide services within in
 28 network provider facilities in the health carrier's network.

29 **(3) Require a health carrier to provide proof that the health**
 30 **carrier meets the network adequacy standards on an annual**
 31 **basis.**

32 **(4) Contract with an objective third party to verify that**
 33 **health carriers are in compliance with the network adequacy**
 34 **standards.**

35 SECTION 25. IC 27-1-37.1-5 IS AMENDED TO READ AS
 36 FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 5. A person who enters
 37 into a health provider contract with a provider shall provide written
 38 notice to the provider of any amendment to the health provider contract
 39 not less than **forty-five (45)** **sixty (60)** days before the proposed
 40 effective date of the amendment.

41 SECTION 26. IC 27-1-37.1-5.5 IS ADDED TO THE INDIANA



1 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
 2 [EFFECTIVE JULY 1, 2026]: Sec. 5.5. Before an amendment to a
 3 **health provider contract that makes a material change or reduces**
 4 **the reimbursement rate for any CPT code (as defined in**
 5 **IC 27-8-5.7-2.5) goes into effect, a person shall obtain either:**
 6 **(1) the department's approval of the amendment; or**
 7 **(2) the provider's approval of the amendment and the**
 8 **provider's signature.**

9 SECTION 27. IC 27-1-52.1 IS ADDED TO THE INDIANA
 10 CODE AS A **NEW** CHAPTER TO READ AS FOLLOWS
 11 [EFFECTIVE JULY 1, 2026]:

12 **Chapter 52.1. Downcoding of Health Benefits Claims**

13 **Sec. 1. As used in this chapter, "covered individual" means an**
 14 **individual who is entitled to coverage under a health plan.**

15 **Sec. 2. As used in this chapter, "downcoding" means the**
 16 **adjustment of a health benefits claim by an insurer to a less**
 17 **complex or lower cost service to reimburse a provider in an**
 18 **amount less than the required amount under the provider contract.**
 19 **The term includes the use of remark codes.**

20 **Sec. 3. As used in this chapter, "health benefits claim" means**
 21 **a claim submitted by a provider for payment under a health plan**
 22 **for health care services provided to a covered individual.**

23 **Sec. 4. As used in this chapter, "health plan" means the**
 24 **following:**

- 25 **(1) A policy of accident and sickness insurance (as defined in**
 26 **IC 27-8-5-1), but not including the coverages described in**
 27 **IC 27-8-5-2.5(a).**
- 28 **(2) An individual contract (as defined in IC 27-13-1-21) or a**
 29 **group contract (as defined in IC 27-13-1-16) with a health**
 30 **maintenance organization (as defined in IC 27-13-1-19) that**
 31 **provides coverage for basic health care services (as defined**
 32 **in IC 27-13-1-4).**

33 **Sec. 5. As used in this chapter, "insurer" means the following:**

- 34 **(1) An insurer (as defined in IC 27-1-2-3(x)) that issues a**
 35 **policy of accident and sickness insurance (as defined in**
 36 **IC 27-8-5-1), but not including the coverages described in**
 37 **IC 27-8-5-2.5(a).**
- 38 **(2) A health maintenance organization (as defined in**
 39 **IC 27-13-1-19) that provides coverage for basic health care**
 40 **services (as defined in IC 27-13-1-4) under an individual**
 41 **contract (as defined in IC 27-13-1-21) or a group contract (as**
 42 **defined in IC 27-13-1-16).**



1 **Sec. 6. As used in this chapter, "provider" means an individual
2 or entity licensed or legally authorized to provide health care
3 services.**

4 **Sec. 7. Notwithstanding any other law or regulation to the
5 contrary, an insurer may not use downcoding in a manner that
6 prevents a provider from:**

7 **(1) submitting a health benefits claim for the actual service
8 performed; and**

9 **(2) collecting reimbursement from the insurer for the actual
10 service performed.**

11 **Sec. 8. The department shall adopt rules under IC 4-22-2 to
12 carry out this chapter.**

13 SECTION 28. IC 27-8-5-15.8, AS ADDED BY P.L.103-2020,
14 SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
15 JULY 1, 2026]: Sec. 15.8. (a) As used in this section, "treatment of a
16 mental illness or substance abuse" means:

17 **(1) treatment for a mental illness, as defined in
18 IC 12-7-2-130(1); and**

19 **(2) treatment for drug abuse or alcohol abuse.**

20 (b) As used in this section, "act" refers to the Paul Wellstone and
21 Pete Domenici Mental Health Parity and Addiction Act of 2008 and
22 any amendments thereto, plus any federal guidance or regulations
23 relevant to that act, including 45 CFR 146.136, 45 CFR 147.136, 45
24 CFR 147.160, and 45 CFR 156.115(a)(3).

25 (c) As used in this section, "nonquantitative treatment limitations"
26 refers to those limitations described in 26 CFR 54.9812-1, 29 CFR
27 2590.712, and 45 CFR 146.136.

28 (d) An insurer that issues a policy of accident and sickness
29 insurance that provides coverage of services for treatment of a mental
30 illness or substance abuse shall submit a report to the department not
31 later than December 31 of each year that contains the following
32 information:

33 **(1) A description of the processes:**

34 **(A) used to develop or select the medical necessity criteria
35 for coverage of services for treatment of a mental illness or
36 substance abuse; and**

37 **(B) used to develop or select the medical necessity criteria
38 for coverage of services for treatment of other medical or
39 surgical conditions.**

40 **(2) Identification of all nonquantitative treatment limitations that
41 are applied to:**

42 **(A) coverage of services for treatment of a mental illness or**



substance abuse; and
(B) coverage of services for treatment of other medical or surgical conditions;
in each classification of benefits.

(3) The reimbursement rates for providers of mental illness or substance abuse services relative to Medicare rates and the reimbursement rates for providers of medical or surgical services relative to Medicare rates in the respective classification of benefits.

10 (e) There may be no separate nonquantitative treatment limitations
11 that apply to coverage of services for treatment of a mental illness or
12 substance abuse that do not apply to coverage of services for treatment
13 of other medical or surgical conditions within any classification of
14 benefits.

15 (f) An insurer that issues a policy of accident and sickness
16 insurance that provides coverage of services for treatment of a mental
17 illness or substance abuse shall also submit an analysis showing the
18 insurer's compliance with this section and the act to the department not
19 later than December 31 of each year. The analysis must do the
20 following:

(1) Identify the factors used to determine that a nonquantitative treatment limitation will apply to a benefit, including factors that were considered but rejected.

(2) Identify and define the specific evidentiary standards used to define the factors and any other evidence relied upon in designing each nonquantitative treatment limitation.

(3) Provide the comparative analyses, including the results of the analyses, performed to determine the following:

(A) That the processes and strategies used to design each nonquantitative treatment limitation for coverage of services for treatment of a mental illness or substance abuse are comparable to, and applied no more stringently than, the processes and strategies used to design each nonquantitative treatment limitation for coverage of services for treatment of other medical or surgical conditions.

(B) That the processes and strategies used to apply each nonquantitative treatment limitation for treatment of a mental illness or substance abuse are comparable to, and applied no more stringently than, the processes and strategies used to apply each nonquantitative limitation for treatment of other medical or surgical conditions.



10 (g) (h) The department shall adopt rules to ensure compliance with
11 this section and the applicable provisions of the act.

12 SECTION 29. IC 27-8-5.7-0.5 IS ADDED TO THE INDIANA
13 CODE AS A NEW SECTION TO READ AS FOLLOWS
14 [EFFECTIVE JULY 1, 2026]: **Sec. 0.5. Section 6.7 of this chapter, as**
15 **added in the 2026 session of the general assembly, and sections 10**
16 **and 11 of this chapter, as amended in the 2026 session of the**
17 **general assembly, apply to an accident and sickness insurance**
18 **policy that is issued, delivered, amended, or renewed after June 30,**
19 **2026.**

20 SECTION 30. IC 27-8-5.7-6.7 IS ADDED TO THE INDIANA
21 CODE AS A NEW SECTION TO READ AS FOLLOWS
22 [EFFECTIVE JULY 1, 2026]: **Sec. 6.7. (a) An insurer may not**
23 **retroactively reduce the reimbursement rate for any CPT code.**

24 (b) An insurer:
25 (1) shall provide at least sixty (60) days notice to a provider;
26 and
27 (2) must obtain the:
28 (A) approval of the department; or
29 (B) approval and signature of a provider;
30 in accordance with IC 27-1-37.1-5.5;
31 before implementing a rate reduction for any CPT code.

32 SECTION 31. IC 27-8-5.7-10, AS ADDED BY P.L.55-2006,
33 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
34 JULY 1, 2026]: Sec. 10. (a) An insurer may not, more than two (2)
35 years after the date on which an overpayment on a provider claim was
36 made to the provider by the insurer:

37 (1) request that the provider repay the overpayment; or
38 (2) adjust a subsequent claim filed by the provider as a method
39 of obtaining reimbursement of the overpayment from the
40 provider.

41 (a) An insurer may not retroactively audit a paid claim or seek
42 recoupment or a refund of a paid claim more than:



1 **(1) one hundred eighty (180) days after the date on which the**
 2 **claim was initially paid; or**
 3 **(2) the same number of days that a provider is required to**
 4 **submit a claim to the insurer;**
 5 **whichever occurs first.**

6 (b) An insurer may not be required to correct a payment error to
 7 a provider ~~more than two (2) years~~ after the date ~~on which a payment~~
 8 ~~on a provider claim was made to the provider by the insurer~~ period
 9 described in subsection (a).

10 (c) This section does not apply in cases of fraud by the provider,
 11 the insured, or the insurer with respect to the claim on which the
 12 overpayment or underpayment was made.

13 SECTION 32. IC 27-8-5.7-11, AS ADDED BY P.L.55-2006,
 14 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 15 JULY 1, 2026]: Sec. 11. **(a) An insurer may adjust a subsequent**
 16 **claim for recoupment of an overpayment only if:**

17 **(1) the insurer finds that fraud was committed by the**
 18 **provider on a previous provider claim; and**
 19 **(2) the adjustment is made to recoup the overpayment on the**
 20 **previous provider claim.**

21 (b) Every subsequent claim that is adjusted by an insurer for
 22 reimbursement on an overpayment of a previous provider claim made
 23 to the provider must be accompanied by an explanation of the reason
 24 for the adjustment, including:

25 (1) an identification of:
 26 (A) the claim on which the overpayment was made; and
 27 (B) if ascertainable, the party financially responsible for the
 28 overpaid amount; and
 29 (2) the amount of the overpayment that is being reimbursed to
 30 the insurer through the adjusted subsequent claim.

31 SECTION 33. IC 27-8-11-15 IS ADDED TO THE INDIANA
 32 CODE AS A **NEW SECTION TO READ AS FOLLOWS**
 33 [EFFECTIVE JULY 1, 2026]: Sec. 15. **(a) This section applies if:**

34 **(1) an insurer's network access to the health care services**
 35 **does not meet reasonable appointment wait time standards;**
 36 **and**
 37 **(2) the insured receives care from an out of network**
 38 **provider.**

39 (b) The insured's treating provider may collect from the
 40 insured only the deductible or copayment, if any, that the insured
 41 would be responsible to pay if the health care services had been
 42 provided by a provider with which the insurer has entered into an



1 **agreement under section 3 of this chapter.**

2 **(c) The insured may not be billed by the insurer or by the out**
 3 **of network provider for any difference between the out of network**
 4 **provider's charge and the amount paid by the insurer to the out of**
 5 **network provider.**

6 SECTION 34. IC 27-13-7-14.2, AS ADDED BY P.L.103-2020,
 7 SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 8 JULY 1, 2026]: Sec. 14.2. (a) As used in this section, "treatment of a
 9 mental illness or substance abuse" means:

10 (1) treatment for a mental illness, as defined in
 11 IC 12-7-2-130(1); and

12 (2) treatment for drug abuse or alcohol abuse.

13 (b) As used in this section, "act" refers to the Paul Wellstone and
 14 Pete Domenici Mental Health Parity and Addiction Act of 2008 and
 15 any amendments thereto, plus any federal guidance or regulations
 16 relevant to that act, including 45 CFR 146.136, 45 CFR 147.136, 45
 17 CFR 147.160, and 45 CFR 156.115(a)(3).

18 (c) As used in this section, "nonquantitative treatment limitations"
 19 refers to those limitations described in 26 CFR 54.9812-1, 29 CFR
 20 2590.712, and 45 CFR 146.136.

21 (d) An individual contract or a group contract that provides
 22 coverage of services for treatment of a mental illness or substance
 23 abuse shall submit a report to the department not later than December
 24 31 of each year that contains the following information:

25 (1) A description of the processes:

26 (A) used to develop or select the medical necessity criteria
 27 for coverage of services for treatment of a mental illness or
 28 substance abuse; and

29 (B) used to develop or select the medical necessity criteria
 30 for coverage of services for treatment of other medical or
 31 surgical conditions.

32 (2) Identification of all nonquantitative treatment limitations that
 33 are applied to:

34 (A) coverage of services for treatment of a mental illness or
 35 substance abuse; and

36 (B) coverage of services for treatment of other medical or
 37 surgical conditions;

38 within each classification of benefits.

39 **(3) The reimbursement rates for providers of mental illness**
 40 **or substance abuse services relative to Medicare rates and**
 41 **the reimbursement rates for providers of medical or surgical**
 42 **services relative to Medicare rates in the respective**



classification of benefits.

(e) There may be no separate nonquantitative treatment limitations that apply to coverage of services for treatment of a mental illness or substance abuse that do not apply to coverage of services for treatment of other medical or surgical conditions within any classification of benefits.

(f) An individual contract or a group contract that provides coverage of services for treatment of a mental illness or substance abuse shall also submit an analysis showing the insurer's compliance with this section and the act to the department not later than December 31 of each year. The analysis must do the following:

12 (1) Identify the factors used to determine that a nonquantitative
13 treatment limitation will apply to a benefit, including factors that
14 were considered but rejected.

15 (2) Identify and define the specific evidentiary standards used to
16 define the factors and any other evidence relied upon in
17 designing each nonquantitative treatment limitation.

18 (3) Provide the comparative analyses, including the results of the
19 analyses, performed to determine the following:

20 (A) That the processes and strategies used to design each

nonquantitative treatment limitation for coverage of services for treatment of a mental illness or substance abuse are comparable to, and applied no more stringently than, the processes and strategies used to design each nonquantitative treatment limitation for coverage of services for treatment of other medical or surgical conditions.

27 (B) That the processes and strategies used to apply each
28 nonquantitative treatment limitation for treatment of a
29 mental illness or substance abuse are comparable to, and
30 applied no more stringently than, the processes and
31 strategies used to apply each nonquantitative limitation for
32 treatment of other medical or surgical conditions.

42 (g)(h) The department shall adopt rules to ensure compliance with

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1 this section and the applicable provisions of the act.

2 SECTION 35. IC 27-13-36-5.5 IS ADDED TO THE INDIANA
3 CODE AS A NEW SECTION TO READ AS FOLLOWS
4 [EFFECTIVE JULY 1, 2026]: **Sec. 5.5. (a) This section applies if:**

5 **(1) a health maintenance organization's network access to
6 health care services does not meet reasonable appointment
7 wait time standards; and**
8 **(2) the enrollee receives care from an out of network
9 provider.**

10 **(b) The enrollee's treating provider may collect from the
11 enrollee only the deductible or copayment, if any, that the enrollee
12 would be responsible to pay if the health care services had been
13 provided by a participating provider.**

14 **(c) The enrollee may not be billed by the health maintenance
15 organization or by the out of network provider for any difference
16 between the out of network provider's charge and the amount paid
17 by the health maintenance organization to the out of network
18 provider.**

19 SECTION 36. IC 27-13-36.2-0.5 IS ADDED TO THE INDIANA
20 CODE AS A NEW SECTION TO READ AS FOLLOWS
21 [EFFECTIVE JULY 1, 2026]: **Sec. 0.5. Section 4.7 of this chapter, as
22 added in the 2026 session of the general assembly, and sections 8
23 and 9 of this chapter, as amended in the 2026 session of the general
24 assembly, apply to an individual contract and a group contract that
25 is entered into, delivered, amended, or renewed after June 30,
26 2026.**

27 SECTION 37. IC 27-13-36.2-4.7 IS ADDED TO THE INDIANA
28 CODE AS A NEW SECTION TO READ AS FOLLOWS
29 [EFFECTIVE JULY 1, 2026]: **Sec. 4.7. (a) A health maintenance
30 organization may not retroactively reduce the reimbursement rate
31 for any CPT code (as defined in IC 27-1-37.5-3).**

32 **(b) A health maintenance organization:**

33 **(1) shall provide at least sixty (60) days notice to a provider;
34 and**

35 **(2) must obtain the:**

36 **(A) approval of the department; or**

37 **(B) approval and signature of a provider;
38 in accordance with IC 27-1-37.1-5.5;**

39 **before reducing the reimbursement rate for any CPT code (as
40 defined in IC 27-1-37.5-3).**

41 SECTION 38. IC 27-13-36.2-8, AS ADDED BY P.L.55-2006,
42 SECTION 3, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE



1 JULY 1, 2026]: Sec. 8. (a) A health maintenance organization may not,
 2 more than two (2) years after the date on which an overpayment on a
 3 provider claim was made to the provider by the health maintenance
 4 organization:

- 5 (1) request that the provider repay the overpayment; or
 6 (2) adjust a subsequent claim filed by the provider as a method
 7 of obtaining reimbursement of the overpayment from the
 8 provider.

9 (a) A health maintenance organization may not retroactively
 10 audit a paid claim or seek recoupment or a refund of a paid claim
 11 more than:

- 12 (1) one hundred eighty (180) days after the date on which the
 13 claim was initially paid; or
 14 (2) the same number of days that a provider is required to
 15 submit a claim to the health maintenance organization;
 16 whichever occurs first.

17 (b) A health maintenance organization may not be required to
 18 correct a payment error to a provider more than two (2) years after the
 19 date on which a payment on a provider claim was made to the provider
 20 by the health maintenance organization. period described in
 21 subsection (a).

22 (c) This section does not apply in cases of fraud by the provider,
 23 the enrollee, or the health maintenance organization with respect to the
 24 claim on which the overpayment or underpayment was made.

25 SECTION 39. IC 27-13-36.2-9, AS ADDED BY P.L.55-2006,
 26 SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 27 JULY 1, 2026]: Sec. 9. (a) A health maintenance organization may
 28 adjust a subsequent claim for recoupment of an overpayment only
 29 if:

- 30 (1) the health maintenance organization finds that fraud was
 31 committed by the provider on a previous provider claim; and
 32 (2) the adjustment is made to recoup the overpayment on the
 33 previous provider claim.

34 (b) Every subsequent claim that is adjusted by a health
 35 maintenance organization for reimbursement or recoupment of an
 36 overpayment of a previous provider claim made to the provider must
 37 be accompanied by an explanation of the reason for the adjustment,
 38 including:

- 39 (1) an identification of:
 40 (A) the claim on which the overpayment was made; and
 41 (B) if ascertainable, the party financially responsible for the
 42 amount overpaid; and



4 SECTION 40. IC 35-52-16-58 IS REPEALED [EFFECTIVE
5 JULY 1, 2026]. Sec. 58. IC 16-41-14-17 defines a crime concerning
6 communicable diseases.

7 SECTION 41. IC 36-8-4-5, AS AMENDED BY P.L.66-2020,
8 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
9 JULY 1, 2026]: Sec. 5. **(a) The following definitions apply**
10 **throughout this section:**

13 **(a) (b)** A city shall pay for the care of a police officer or firefighter
14 who suffers an injury while performing the person's duty or while the
15 person is on duty or who contracts illness caused by the performance
16 of the person's duty, including an injury or illness that results in a
17 disability or death presumed incurred in the line of duty under
18 IC 5-10-13. This care includes:

19 (1) medical and surgical care;
20 (2) medicines and laboratory, curative, and palliative agents and
21 means;
22 (3) X-ray, diagnostic, and therapeutic service, including during
23 the recovery period; and
24 (4) hospital and special nursing care if the physician or surgeon
25 in charge considers it necessary for proper recovery.

26 (b) (c) Expenditures required by subsection (a) (b) shall be paid
27 from the general fund of the city.

36 (e) The medical benefits under this section are independent
37 and distinct from any medical benefits that are available under
38 IC 22-3. A police officer or firefighter may recover medical
39 benefits under this section without first pursuing a claim for
40 medical benefits under IC 22-3. If a police officer or firefighter
41 pursues a claim for medical benefits under IC 22-3 and the claim

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1 **is withdrawn or denied, the police officer or firefighter is not**
 2 **precluded from recovering medical benefits under this section.**

3 SECTION 42. IC 36-8-4.3-2 IS AMENDED TO READ AS
 4 FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 2. **(a) The following**
 5 **definitions apply throughout this section:**

6 **(1) "Firefighter" means a current or former full-time, paid**
 7 **firefighter.**

8 **(2) "Police officer" means a current or former full-time, paid**
 9 **police officer.**

10 **(a) (b) A special service district shall pay for the care of:**

11 **(1) a full-time, paid police officer who:**

12 **(A) suffers an injury; or**

13 **(B) contracts an illness;**

14 **during the performance of the police officer's duty; or**

15 **(2) a full-time, paid firefighter who:**

16 **(A) suffers an injury; or**

17 **(B) contracts an illness;**

18 **during the performance of the firefighter's duty.**

19 **(b) (c) The special service district shall pay for the following**
 20 **expenses incurred by a police officer or firefighter described in**
 21 **subsection (a): (b):**

22 **(1) Medical and surgical care.**

23 **(2) Medicines and laboratory, curative, and palliative agents and**
 24 **means.**

25 **(3) X-ray, diagnostic, and therapeutic service, including during**
 26 **the recovery period.**

27 **(4) Hospital and special nursing care if the physician or surgeon**
 28 **in charge considers it necessary for proper recovery.**

29 **(c) (d) Expenditures required by subsection (a) (b) or (c) shall be**
 30 **paid from the general fund of the special service district.**

31 **(d) (e) A special service district that has paid for the care of a**
 32 **police officer or firefighter under subsection (a) (b) or (c) has a cause**
 33 **of action for reimbursement of the amount paid under subsection (a)**
 34 **(b) or (c) against any third party against whom the police officer or**
 35 **firefighter has a cause of action for an injury sustained because of, or**
 36 **an illness caused by, the third party. The special service district's cause**
 37 **of action under this subsection is in addition to, and not in lieu of, the**
 38 **cause of action of the police officer or firefighter against the third**
 39 **party.**

40 **(f) The medical benefits under this section are independent and**
 41 **distinct from any medical benefits that are available under IC 22-3.**



1 **A police officer or firefighter may recover medical benefits under**
 2 **this section without first pursuing a claim for medical benefits**
 3 **under IC 22-3. If the police officer or firefighter pursues a claim**
 4 **for medical benefits under IC 22-3 and the claim is withdrawn or**
 5 **denied, the police officer or firefighter is not precluded from**
 6 **recovering medical benefits under this section.**

7 SECTION 43. IC 36-8-4.5-10 IS ADDED TO THE INDIANA
 8 CODE AS A NEW SECTION TO READ AS FOLLOWS
 9 [EFFECTIVE JULY 1, 2026]: Sec. 10. (a) A town shall pay for the
 10 care of a current or retired full-time paid member of a town fire
 11 department who suffers an injury while performing the person's
 12 duty or while the person is on duty or who contracts illness caused
 13 by the performance of the person's duty, including an injury or
 14 illness that results in a disability or death presumed incurred in the
 15 line of duty under IC 5-10-13. This care includes:

- 16 (1) medical and surgical care;
- 17 (2) medicines and laboratory, curative, and palliative agents
 18 and means;
- 19 (3) X-ray, diagnostic, and therapeutic service, including
 20 during the recovery period; and
- 21 (4) hospital and special nursing care if the physician or
 22 surgeon in charge considers it necessary for proper recovery.

23 (b) Expenditures required by subsection (a) shall be paid from
 24 the general fund of the town.

25 (c) A town that has paid for the care of a member of a town
 26 fire department under subsection (a) has a cause of action for
 27 reimbursement of the amount paid under subsection (a) against
 28 any third party against whom the member of the town fire
 29 department has a cause of action for an injury sustained because
 30 of or an illness caused by the third party. The town's cause of
 31 action under this subsection is in addition to, and not in lieu of, the
 32 cause of action of the member of the town fire department against
 33 the third party.

34 (d) The medical benefits under this section are independent
 35 and distinct from any medical benefits that are available under
 36 IC 22-3. A current or retired full-time paid member of a town fire
 37 department may recover benefits under this section without first
 38 pursuing a claim for medical benefits under IC 22-3. If a current
 39 or retired full-time paid member of a town fire department
 40 pursues a claim for medical benefits under IC 22-3 and the claim
 41 is withdrawn or denied, the current or retired full-time paid
 42 member of the town fire department is not precluded from



1 **recovering medical benefits under this section.**

2 SECTION 44. IC 36-8-9-8 IS AMENDED TO READ AS
 3 FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 8. **(a) As used in this**
 4 **section, "police officer" means a current or former full-time, paid**
 5 **police officer.**

6 **(a) (b)** A town shall pay for the care of a ~~full-time~~, paid police
 7 officer who:

8 (1) suffers an injury; or

9 (2) contracts an illness;

10 during the performance of the **police** officer's duty.

11 **(b) (c)** The town shall pay for the following expenses incurred by
 12 a police officer described in subsection **(a) (b)**:

13 (1) Medical and surgical care.

14 (2) Medicines and laboratory, curative, and palliative agents and
 15 means.

16 (3) X-ray, diagnostic, and therapeutic service, including during
 17 the recovery period.

18 (4) Hospital and special nursing care if the physician or surgeon
 19 in charge considers it necessary for proper recovery.

20 **(c) (d)** Expenditures required by subsection **(a) (b) or (c)** shall be
 21 paid from the general fund of the town.

22 **(d) (e)** A town that has paid for the care of a police officer under
 23 subsection **(a) (b) or (c)** has a cause of action for reimbursement of the
 24 amount paid under subsection **(a) (b) or (c)** against any third party
 25 against whom the police officer has a cause of action for an injury
 26 sustained because of, or an illness caused by, the third party. The
 27 town's cause of action under this subsection is in addition to, and not
 28 in lieu of, the cause of action of the police officer against the third
 29 party.

30 **(f) The medical benefits under this section are independent and**
 31 **distinct from any medical benefits that are available under IC 22-3.**
 32 **A police officer may recover medical benefits under this section**
 33 **without first pursuing a claim for medical benefits under IC 22-3.**
 34 **If the police officer pursues a claim for medical benefits under**
 35 **IC 22-3 and the claim is withdrawn or denied, the police officer is**
 36 **not precluded from recovering medical benefits under this section.**

37 SECTION 45. IC 36-8-11-27 IS AMENDED TO READ AS
 38 FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 27. **(a) As used in this**
 39 **section, "firefighter" means a current or former full-time, paid**
 40 **firefighter.**

41 **(a) (b)** A fire protection district shall pay for the care of a



1 full-time, paid firefighter who: **suffers**:

- 2 (1) **suffers** an injury; or
 3 (2) contracts an illness;

4 during the performance of the firefighter's duties.

5 **(b) (c)** The fire protection district shall pay for the following
 6 expenses incurred by a firefighter described in subsection **(a)**: **(b)**:

- 7 (1) Medical and surgical care.
 8 (2) Medicines and laboratory, curative, and palliative agents and
 9 means.
 10 (3) X-ray, diagnostic, and therapeutic service, including service
 11 provided during the recovery period.
 12 (4) Hospital and special nursing care if the physician or surgeon
 13 in charge considers it necessary for proper recovery.

14 **(c) (d)** Expenditures required by subsection **(a) (b) or (c)** shall be
 15 paid from the fund used by the fire protection district for payment of
 16 the costs attributable to providing fire protection services in the fire
 17 protection district.

18 **(d) (e)** A fire protection district that has paid for the care of a
 19 firefighter under subsection **(a) (b) or (c)** has a cause of action for
 20 reimbursement of the amount paid under subsection **(a) (b) or (c)**
 21 against any third party against whom the firefighter has a cause of
 22 action for:

- 23 (1) an injury sustained because of; or
 24 (2) an illness caused by;

25 the third party. The fire protection district's cause of action under this
 26 subsection is in addition to, and not instead of, the cause of action of
 27 the firefighter against the third party.

28 **(f) The medical benefits under this section are independent and**
 29 **distinct from any medical benefits that are available under IC 22-3.**
 30 A firefighter may recover medical benefits under this section
 31 without first pursuing a claim for medical benefits under IC 22-3.
 32 If the firefighter pursues a claim for medical benefits under
 33 IC 22-3 and the claim is withdrawn or denied, the firefighter is not
 34 precluded from recovering medical benefits under this section.

35 SECTION 46. IC 36-8-13-9, AS AMENDED BY P.L.236-2023,
 36 SECTION 207, IS AMENDED TO READ AS FOLLOWS
 37 [EFFECTIVE JULY 1, 2026]: Sec. 9. **(a) As used in this section,**
 38 **"firefighter" means a current or former full-time, paid firefighter.**

39 **(a) (b)** A township shall pay for the care of a **full-time, paid**
 40 firefighter who: **suffers**:

- 41 (1) **suffers** an injury; or



(2) contracts an illness;
during the performance of the firefighter's duty.

(b) The township shall pay for the following expenses incurred by a firefighter described in subsection (a):

- (1) Medical and surgical care.
- (2) Medicines and laboratory, curative, and palliative agents and means.
- (3) X-ray, diagnostic, and therapeutic service, including during the recovery period.
- (4) Hospital and special nursing care if the physician or surgeon in charge considers it necessary for proper recovery.

(c) Expenditures required by subsection (a) (b) or (c) shall be paid from the township firefighting and emergency services fund established by section 4(a)(1) of this chapter or the township firefighting fund established ~~in~~ by section 4(a)(2)(A) of this chapter, as applicable.

(d) A township that has paid for the care of a firefighter under subsection (a) (b) or (c) has a cause of action for reimbursement of the amount paid under subsection (a) (b) or (c) against any third party against whom the firefighter has a cause of action for an injury sustained because of, or an illness caused by, the third party. The township's cause of action under this subsection is in addition to, and not in lieu of, the cause of action of the firefighter against the third party.

(e) The medical benefits under this section are independent and distinct from any medical benefits that are available under IC 22-3. A firefighter may recover medical benefits under this section without first pursuing a claim for medical benefits under IC 22-3. If the firefighter pursues a claim for medical benefits under IC 22-3 and the claim is withdrawn or denied, the firefighter is not precluded from recovering medical benefits under this section.

SECTION 47. IC 36-8-19-14 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 14. (a) As used in this section, "firefighter" means a current or former full-time, paid firefighter.

(b) A provider unit shall pay for the care of a full-time, paid firefighter who:

- (1) suffers an injury; or
- (2) contracts an illness;

during the performance of the firefighter's duty.

(c) The provider unit shall pay for the following expenses

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1 incurred by a firefighter described in subsection (a)–(b):
 2 (1) Medical and surgical care.
 3 (2) Medicines and laboratory, curative, and palliative agents and
 4 means.
 5 (3) X-ray, diagnostic, and therapeutic service, including during
 6 the recovery period.
 7 (4) Hospital and special nursing care if the physician or surgeon
 8 in charge considers it necessary for proper recovery.
 9 (e) (d) Expenditures required by subsection (a) (b) or (c) shall be
 10 paid from the fund used by the provider unit for payment of the costs
 11 attributable to providing fire protection services in the provider unit.
 12 (f) (e) A provider unit that has paid for the care of a firefighter
 13 under subsection (a) (b) or (c) has a cause of action for reimbursement
 14 of the amount paid under subsection (a) (b) or (c) against any third
 15 party against whom the firefighter has a cause of action for an injury
 16 sustained because of, or an illness caused by, the third party. The
 17 provider unit's cause of action under this subsection is in addition to,
 18 and not in lieu of, the cause of action of the firefighter against the third
 19 party.
 20 (f) The medical benefits under this section are independent and
 21 distinct from any medical benefits that are available under IC 22-3.
 22 A firefighter may recover medical benefits under this section
 23 without first pursuing a claim for medical benefits under IC 22-3.
 24 If the firefighter pursues a claim for medical benefits under
 25 IC 22-3 and the claim is withdrawn or denied, the firefighter is not
 26 precluded from recovering medical benefits under this section.
 27 SECTION 48. An emergency is declared for this act.

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