
SENATE BILL No. 275

AM027503 has been incorporated into introduced printing.

Synopsis: FSSA fiscal matters.

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2026

IN 275—LS 7045/DI 129



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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. 275

A BILL FOR AN ACT to amend the Indiana Code concerning human services and to make an appropriation.

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

1 SECTION 1. IC 12-11-2.1-3, AS AMENDED BY P.L.99-2007,
2 SECTION 78, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JULY 1, 2026]: Sec. 3. **(a)** All services provided to an individual must
4 be provided under the individual service plan of the individual with a
5 disability. To the extent that services described in IC 12-11-1.1-1(e) are
6 available and meet the individual's needs, services provided to an
7 individual shall be provided in the least restrictive environment
8 possible.

9 **(b) Pursuant to the applicable home and community based**
10 **services waiver, a request to increase service units on an**
11 **individual's approved service plan must be submitted to the bureau**
12 **for review and approval or denial not later than forty-five (45)**
13 **calendar days from the first day of the qualifying event, as**
14 **prescribed by the bureau.**

15 SECTION 2. IC 12-15-1.3-26.2 IS ADDED TO THE INDIANA

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1 CODE AS A **NEW** SECTION TO READ AS FOLLOWS
 2 [EFFECTIVE UPON PASSAGE]: Sec. 26.2. **(a)** As used in this
 3 section, "Medicaid waiver" refers to the pathways home and
 4 community based Medicaid waiver.

5 **(b)** Before August 1, 2026, the office of the secretary shall
 6 apply to the federal Centers for Medicare and Medicaid Services
 7 requesting an additional three thousand (3,000) waiver slots to
 8 address the wait list for the Medicaid waiver described in
 9 subsection (a).

10 **(c)** Upon approval from the federal Centers for Medicare and
 11 Medicaid Services for additional waiver slots for the Medicaid
 12 waiver, the office of the secretary shall transition eligible
 13 individuals from the Medicaid waiver's wait list onto the
 14 appropriate Medicaid waiver for which a slot is available.

15 **(d)** There is continuously appropriated from the state general
 16 fund an amount sufficient to pay the state's share of costs incurred
 17 for additional slots approved under a Medicaid waiver.

18 SECTION 3. IC 12-15-2-3.5, AS AMENDED BY P.L.210-2015,
 19 SECTION 45, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 20 JULY 1, 2027]: Sec. 3.5. An individual:

21 (1) who is:

22 (A) at least sixty-five (65) years of age; or
 23 (B) disabled, as determined by the Supplemental Security
 24 Income program; and

25 (2) whose income and resources do not exceed those levels
 26 established by the Supplemental Security Income program;
 27 is eligible to receive Medicaid assistance. ~~if the individual's family~~
 28 ~~income does not exceed one hundred percent (100%) of the federal~~
 29 ~~income poverty level for the same size family, using income counting~~
 30 ~~standards and criteria established by the federal Social Security~~
 31 ~~Administration.~~

32 SECTION 4. IC 12-15-2-26, AS ADDED BY P.L.278-2013,
 33 SECTION 8, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 34 JULY 1, 2027]: Sec. 26. **(a)** This section applies beginning the later of
 35 the following:

36 (1) The date that the office is informed that the United States
 37 Department of Health and Human Services has approved
 38 Indiana's conversion to 1634 status within the Medicaid
 39 program.

40 (2) January 1, 2014.

41 **(b)** As used in this section, "qualified Medicare beneficiary"
 42 means an individual defined in 42 U.S.C. 1396d(p)(1).



(c) As used in this section, "qualifying individual" refers to an individual described in 42 U.S.C. 1396a(a)(10)(E)(iv).

(d) As used in this section, "specified low-income Medicare beneficiary" refers to an individual described in 42 U.S.C. 1396a(a)(10)(E)(iii).

(e) The following individuals are eligible for the specified coverage under this section:

(1) A qualified Medicare beneficiary whose:

- (A) income does not exceed one hundred fifty percent ($+50\%$) (**100%**) of the federal income poverty level; and
- (B) resources do not exceed the resource limits established by the office;

is eligible for Medicare Part A and Medicare Part B premiums, coinsurance, and deductibles.

(2) A specified low-income Medicare beneficiary whose:

(A) income does not exceed one hundred ~~seventy~~ **twenty** percent (~~170%~~) **(120%)** of the federal income poverty level; and

(B) resources do not exceed the resource limits set by the office;

is eligible for coverage of Medicare Part B premiums.

(3) A qualifying individual whose:

(A) income does not exceed one hundred ~~eighty-five~~ **thirty-five** percent (~~+85%~~) (135%) of the federal income poverty level; and

(B) resources do not exceed the resource limits set by the office;

is eligible for coverage of Medicare Part B premiums.

(f) The office may adopt rules under IC 4-22-2 to implement this section.

SECTION 5. IC 12-15-14-8, AS AMENDED BY P.L.241-2023, SECTION 15, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 8. (a) The office may implement an end of therapy reclassification methodology in the RUG-IV, 48-Group model or its successor for payment of nursing facility services.

(b) Before the office changes a health facility service reimbursement that results in a reduction in reimbursement, the office shall provide public notice of at least **one (1) year, six (6) months**. The public notice under this subsection:

(1) is not a rulemaking action or part of the administrative rulemaking process under IC 4-22; and



(2) must include the fiscal impact of the proposed reimbursement change.

3 SECTION 6. IC 12-15-34-14.5 IS REPEALED [EFFECTIVE
4 UPON PASSAGE]. Sec. 14.5. (a) This section is effective beginning
5 July 1, 2017.

(c) 405 IAC 1-4.2-4(1) and any successor rule concerning reducing home health services reimbursement are void and may not be renewed or otherwise implemented.

11 SECTION 7. IC 29-1-14-1, AS AMENDED BY P.L.99-2024,
12 SECTION 9, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
13 JULY 1, 2026]: Sec. 1. (a) Except as provided in IC 29-1-7-7, all
14 claims against a decedent's estate, other than expenses of
15 administration and claims of the United States, the state, or a
16 subdivision of the state, whether due or to become due, absolute or
17 contingent, liquidated or unliquidated, founded on contract or
18 otherwise, shall be forever barred against the estate, the personal
19 representative, the heirs, devisees, and legatees of the decedent, unless
20 filed with the court in which such estate is being administered within:

21 (1) three (3) months after the date of the first published notice to
22 creditors; or

(2) three (3) months after the court has revoked probate of a will, in accordance with IC 29-1-7-21, if the claimant was named as a beneficiary in that revoked will;

26 whichever is later.

27 (b) No claim shall be allowed which was barred by any statute of
28 limitations at the time of decedent's death.

32 (1) three (3) months after the date of the first published notice to
33 creditors; or

(2) three (3) months after the court has revoked probate of a will, in accordance with IC 29-1-7-21, if the claimant was named as a beneficiary in that revoked will;

37 whichever is later.

38 (d) All claims barable under subsection (a) shall be barred if not
39 filed within nine (9) months after the death of the decedent.

(e) Nothing in this section shall affect or prevent any action or proceeding to enforce any mortgage, pledge, or other lien upon

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1 property of the estate.

2 (f) Nothing in this section shall affect or prevent the enforcement
3 of a claim for injury to person or damage to property arising out of
4 negligence against the estate of a deceased tort feasor within the period
5 of the statute of limitations provided for the tort action. A tort claim
6 against the estate of the tort feasor may be opened or reopened and suit
7 filed against the special representative of the estate within the period
8 of the statute of limitations of the tort. Any recovery against the tort
9 feasor's estate shall not affect any interest in the assets of the estate
10 unless the suit was filed within the time allowed for filing claims
11 against the estate. The rules of pleading and procedure in such cases
12 shall be the same as apply in ordinary civil actions.

13 (g) ~~A claim by the unit against a decedent's estate is forever barred~~
14 unless:

15 (1) the unit files a claim in the court in which the decedent's
16 estate is being administered; or
17 (2) the unit opens an estate for the decedent and files a claim
18 against the decedent in the estate;
19 not later than one hundred twenty (120) days after the date of death of
20 the decedent.

21 SECTION 8. **An emergency is declared for this act.**

