

HOUSE BILL No. 1359

DIGEST OF INTRODUCED BILL

Citations Affected: IC 27-1.

Synopsis: Health provider contracts. Provides that if a party to a health provider contract intends to terminate the contractual relationship with another party to the health provider contract as of January 1 of the following calendar year, the terminating party must provide written notice to the other party before September 1. Provides that if a party intending to terminate a health provider contract fails to provide the required written notice before September 1 of a particular calendar year, the health provider contract remains in effect and is binding upon the parties in the following calendar year. Provides that the law governing the amendment of a health provider contract does not apply to the termination of a health provider contract under the bill.

Effective: July 1, 2024.

Carbaugh, Lehman, Smaltz

January 10, 2024, read first time and referred to Committee on Insurance.



Second Regular Session of the 123rd General Assembly (2024)

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 2023 Regular Session of the General Assembly.

HOUSE BILL No. 1359

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

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

1 SECTION 1. IC 27-1-37-9 IS ADDED TO THE INDIANA CODE
2 AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
3 1, 2024]: **Sec. 9. (a) This section applies to health provider contracts**
4 **entered into or renewed after June 30, 2024.**

5 **(b) If a party to a health provider contract intends to terminate**
6 **the contractual relationship with another party to the health**
7 **provider contract as of January 1 of the following calendar year,**
8 **the terminating party must provide written notice to the other**
9 **party of the decision to terminate the contractual relationship**
10 **before September 1.**

11 **(c) If a party intending to terminate a health provider contract**
12 **fails to provide the written notice required by subsection (b) before**
13 **September 1 of a particular calendar year, the health provider**
14 **contract remains in effect and is binding upon the parties in the**
15 **following calendar year.**

16 SECTION 2. IC 27-1-37.1-0.5 IS ADDED TO THE INDIANA
17 CODE AS A **NEW** SECTION TO READ AS FOLLOWS



1 [EFFECTIVE JULY 1, 2024]: **Sec. 0.5. This chapter does not apply**
2 **to the termination of a health provider contract under**
3 **IC 27-1-37-9.**

