Regulatory Notice

PBM Regulations by State

National and State Level Regulatory Requirements Specific to Pharmacy Benefit Management

State: Indiana
Last Updated: 09/11/2026

Applicable Rule(s)

Indiana Code (IC) § 27-1-24.5-18 establishes the formal statutory licensing, operational, and regulatory oversight standards for Pharmacy Benefit Managers operating in the State of Indiana. Under this statutory rule, a corporation, business, or other entity may not establish or operate as a PBM in Indiana without first applying for and obtaining a license issued by the Indiana Department of Insurance (IDOI). The statute requires applicants to submit certified financial disclosures reflecting positive net worth, detail business capabilities, and authorizes the Department to enforce parameters concerning claims processing, audit integrity, and Maximum Allowable Cost (MAC) appeals.

The Indiana Department of Insurance confirms that PBM licensure is mandatory. Pursuant to state statutory rules, an approved PBM license is valid for a period of one (1) year and must be systematically renewed annually with updated operational data and applicable fee assessments. Furthermore, IC § 27-1-24.5-21 mandates that all licensed PBMs must submit a comprehensive annual report containing proprietary operational data, network adequacy records, financial metrics, and aggregate drug manufacturer rebate configurations from the immediately preceding calendar year to the insurance commissioner.

Compliance Statement

The Pharmacy Benefit Manager maintains the required Indiana Pharmacy Benefit Manager license pursuant to the statutory mandates of IC § 27-1-24.5-18. The organization maintains verifiable records supporting its active Indiana PBM status and monitors state-level filing updates, actively satisfying the operational data reporting requirements under IC § 27-1-24.5-21 by compiling and submitting the mandatory annual data report to the IDOI.