



April 5, 2013

**ENGROSSED
SENATE BILL No. 5**

DIGEST OF SB 5 (Updated April 3, 2013 11:32 am - DI 97)

Citations Affected: IC 32-33.

Synopsis: Hospital liens and ambulance liens. Amends the law concerning hospital liens related to certain personal injury claims, including balance billing, time frame for perfecting a lien, and release of a lien. Repeals the law concerning ambulance liens as of July 1, 2013. Provides that ambulance liens perfected under the law and not released before July 1, 2013, remain valid until the liens are released. Specifies that the repeal of the law does not affect a patient's financial obligation to pay the provider under any other law or contractual provision.

Effective: July 1, 2013.

Steele, Waterman, Becker, Broden

(HOUSE SPONSORS — MCMILLIN, EBERHART, DELANEY, MOSELEY)

January 7, 2013, read first time and referred to Committee on Civil Law.
February 12, 2013, amended, reported favorably — Do Pass.
February 14, 2013, read second time, ordered engrossed.
February 15, 2013, engrossed.
February 18, 2013, read third time, passed. Yeas 47, nays 3.

HOUSE ACTION

February 26, 2013, read first time and referred to Committee on Judiciary.
March 12, 2013, reassigned to Committee on Insurance.
April 4, 2013, amended, reported — Do Pass.

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April 5, 2013

First Regular Session 118th General Assembly (2013)

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 2012 Regular Session of the General Assembly.

ENGROSSED SENATE BILL No. 5

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

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

- 1 SECTION 1. IC 32-33-4-1, AS AMENDED BY P.L.160-2012,
2 SECTION 59, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JULY 1, 2013]: Sec. 1. **Subject to section 3(c) and 3(d) of this**
4 **chapter**, a person, a firm, a partnership, an association, a limited
5 liability company, or a corporation maintaining a hospital in Indiana or
6 a hospital owned, maintained, or operated by the state or a political
7 subdivision of the state is entitled to hold a lien for the reasonable
8 value of its services or expenses **(including any amount designated**
9 **as a copayment or deductible)** on any judgment for personal injuries
10 rendered in favor of any person, except:
11 (1) a person covered by the provisions of ~~IC 22-3-2 through~~
12 ~~IC 22-3-6~~; **IC 22-3**, the state worker's compensation laws;
13 (2) a person covered by the **provisions of 5 U.S.C. 8101 et seq.,**
14 **the federal worker's compensation laws;**
15 (3) a person covered by the **provisions of 45 U.S.C. 51 et seq.,**
16 **the federal liability act; or**
17 (4) an eligible person (as defined in IC 34-13-8-1) with respect to

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1 a distribution paid from the supplemental state fair relief fund for
2 an occurrence (as defined in IC 34-13-8-2); **and**

3 **(5) a person:**

4 **(A) covered by the provisions of 42 U.S.C. 1395 et seq., the**
5 **federal Medicare program; or**

6 **(B) covered by the provisions of 42 U.S.C. 1396 et seq., the**
7 **federal Medicaid program, administered by the state**
8 **under IC 12-15;**

9 **if the person, firm, partnership, association, limited liability**
10 **company, or corporation maintaining a hospital in Indiana or**
11 **the hospital owned, maintained, or operated by the state or a**
12 **political subdivision of the state seeks medical payments from**
13 **the Medicare or Medicaid program;**

14 who is admitted to the hospital and receives treatment, care, and
15 maintenance on account of personal injuries received as a result of the
16 negligence of any person or corporation. In order to claim the lien, the
17 hospital must ~~at the time or after the~~ **satisfy the conditions for**
18 **perfecting the lien as set forth in section 4 of this chapter and, not**
19 **later than the date on which the** judgment is rendered, enter, in
20 writing, upon the judgment docket where the judgment is recorded, the
21 hospital's intention to hold a lien upon the judgment, together with the
22 amount claimed.

23 SECTION 2. IC 32-33-4-3, AS AMENDED BY P.L.160-2012,
24 SECTION 60, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
25 JULY 1, 2013]: Sec. 3. (a) A person, a firm, a partnership, an
26 association, a limited liability company, or a corporation maintaining
27 a hospital in Indiana or a hospital owned, maintained, or operated by
28 the state or a political subdivision has a lien for all reasonable and
29 necessary charges for hospital care, treatment, and maintenance of a
30 patient (including emergency ambulance services provided by the
31 hospital **and any amount designated as a copayment or deductible**)
32 upon any cause of action, suit, or claim accruing to the patient, or in the
33 case of the patient's death, the patient's legal representative, because of
34 the illness or injuries that:

35 (1) gave rise to the cause of action, suit, or claim; and

36 (2) necessitated the hospital care, treatment, and maintenance.

37 (b) The lien provided for in subsection (a):

38 (1) except as provided in subsection (c), applies to any amount
39 obtained or recovered by the patient by settlement or compromise
40 rendered or entered into by the patient or by the patient's legal
41 representative;

42 (2) is subject and subordinate to any attorney's lien upon the claim

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1 or cause of action;

2 (3) is not applicable to accidents or injuries within the purview of:
3 **a person covered by:**

4 (A) **the provisions of IC 22-3, the state worker's**
5 **compensation laws;**

6 (B) **the provisions of 5 U.S.C. 8101 et seq., the federal**
7 **worker's compensation laws;**

8 (C) **45 U.S.C. 51 et seq., or the federal liability act;**

9 (D) **IC 34-13-8 concerning a distribution paid from the**
10 **supplemental state fair relief fund to an eligible person (as**
11 **defined in IC 34-13-8-1) for an occurrence (as defined in**
12 **IC 34-13-8-2); or**

13 **(E) the provisions of:**

14 (i) **42 U.S.C. 1395 et seq., the federal Medicare program;**
15 **or**

16 (ii) **42 U.S.C. 1396 et seq., the federal Medicaid program,**
17 **administered by the state under IC 12-15;**

18 **if the person, firm, partnership, association, limited**
19 **liability company, or corporation maintaining a hospital in**
20 **Indiana or the hospital owned, maintained, or operated by**
21 **the state or a political subdivision of the state seeks**
22 **medical payments from the Medicare or Medicaid**
23 **program;**

24 (4) is not assignable; and

25 (5) must first be reduced by the amount of any medical insurance
26 proceeds paid to the hospital on behalf of the patient after the
27 hospital has made all reasonable efforts to pursue the insurance
28 claims in cooperation with the patient.

29 (c) If a settlement or compromise that is subject to subsection (b)(1)
30 is for an amount that would permit the patient to receive less than
31 twenty percent (20%) of the full amount of the settlement or
32 compromise if all the liens created under this chapter were paid in full,
33 the liens must be reduced on a pro rata basis to the extent that will
34 permit the patient to receive twenty percent (20%) of the full amount.

35 **(d) A lien provided for in this chapter does not apply to a**
36 **judgment, cause of action, suit, or claim accruing to the patient**
37 **under:**

38 **(1) a policy of disability insurance; or**

39 **(2) the patient's automobile or homeowner's insurance that**
40 **provides for medical payments.**

41 SECTION 3. IC 32-33-4-3.5 IS ADDED TO THE INDIANA CODE
42 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY

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1, 2013]: **Sec. 3.5. (a) This section applies to any person who holds a lien under this chapter.**

(b) As used in this section, "hospital lienholder" means:

(1) a person, firm, partnership, association, limited liability company, or corporation maintaining a hospital in Indiana; or

(2) a hospital owned, maintained, or operated by the state or a political subdivision;

that has a lien under this chapter.

(c) If a hospital lienholder settles or compromises a claim in an amount less than the amount of its lien, the hospital lienholder is barred from seeking any additional reimbursement from the patient or the patient's representative.

(d) If a hospital lienholder settles or compromises a claim in an amount less than the amount of the hospital lienholder's lien and less than the amount that would be reimbursed by the federal Medicare program (42 U.S.C. 1395 et seq.) or the federal Medicaid program (42 U.S.C. 1396 et seq.), the hospital lienholder, notwithstanding sections 1(5) and 3(b)(E) of this chapter, may seek reimbursement from the Medicaid or Medicare program for the difference between the settlement or compromise the hospital lienholder received and the amount that would be reimbursed by the Medicaid or Medicare program.

(e) If a hospital lienholder agrees to payment of its services or expenses (including charges for hospital care, treatment, and maintenance of a patient) under the terms of a contract, the hospital lienholder is barred from seeking any amount above the amount specified in the contract from the other party to the contract.

SECTION 4. IC 32-33-4-4 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2013]: Sec. 4. (a) To perfect the lien provided for in section 3 of this chapter, the hospital must file for record in the office of the recorder of the county in which the hospital is located, within ~~one hundred eighty (180)~~ **ninety (90) days after the person is discharged **or not later than the date of the final settlement, compromise, or resolution of the cause of action, suit, or claim accruing to the patient, whichever occurs first**, a verified statement in writing stating:**

(1) the name and address of the patient as it appears on the records of the hospital;

(2) the name and address of the operator of the hospital;

(3) the dates of the patient's admission to and discharge from the

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1 hospital;
 2 (4) the amount claimed to be due for the hospital care; and
 3 (5) to the best of the hospital's knowledge, the names and
 4 addresses of anyone claimed by the patient or the patient's legal
 5 representative to be liable for damages arising from the patient's
 6 illness or injury.

7 (b) Within ten (10) days after filing the statement, the hospital shall
 8 send a copy by registered mail, postage prepaid:

9 (1) to each person claimed to be liable because of the illness or
 10 injury at the address given in the statement;

11 (2) to the attorney representing the patient if the name of the
 12 attorney is known or with reasonable diligence could be
 13 discovered by the hospital; and

14 (3) to the department of insurance as notice to insurance
 15 companies doing business in Indiana.

16 (c) The filing of a claim under subsections (a) and (b) is notice to
 17 any person, firm, limited liability company, or corporation that may be
 18 liable because of the illness or injury if the person, firm, limited
 19 liability company, or corporation:

20 (1) receives notice under subsection (b);

21 (2) resides or has offices in a county where the lien was perfected
 22 or in a county where the lien was filed in the recorder's office as
 23 notice under this subsection; or

24 (3) is an insurance company authorized to do business in Indiana
 25 under IC 27-1-3-20.

26 (d) ~~The filing of a verified statement under subsection (a)~~
 27 ~~constitutes filing of a lien under section 4 of this chapter if the~~
 28 ~~statement is filed before the issuance of the judgment:~~

29 (d) **A lien:**

30 **(1) is effective under this chapter on the date a hospital**
 31 **complies with subsections (a) and (b); and**

32 **(2) may not be made retroactive to any prior date.**

33 (e) A person desiring to contest a lien or the reasonableness of the
 34 charges claimed by the hospital may do so by filing a motion to quash
 35 or reduce the claim in the circuit court in which the lien was perfected,
 36 making all other parties of interest respondents.

37 SECTION 5. IC 32-33-4-7 IS AMENDED TO READ AS
 38 FOLLOWS [EFFECTIVE JULY 1, 2013]: Sec. 7. (a) To release a lien
 39 perfected under section 4 of this chapter, the operator of the hospital ~~to~~
 40 ~~whom that claims~~ the lien ~~has been paid~~ must file with each recorder
 41 in whose office the notice of the hospital lien was filed an executed
 42 certificate:

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1 (1) stating that the claim filed by the hospital for treatment, care,
2 and maintenance has been paid or discharged; and

3 (2) authorizing the recorder to release the lien.

4 The hospital shall bear the expense of obtaining a release.

5 (b) Upon receipt of the certificate, the recorder shall enter in the
6 margin of the record of the lien and the entry book a memorandum of
7 the filing and the date the certificate was filed. This entry constitutes
8 a release of lien for which the recorder shall receive the fee prescribed
9 in IC 36-2-7-10.

10 (c) If the amount of a lien has been satisfied or paid and
11 subsequently a demand for a release of the lien is made, the lienholder
12 is liable to the person, firm, limited liability company, or corporation
13 against whose interest the lien has been filed for ~~ten~~ **twenty-five**
14 dollars ~~(\$10)~~ **(\$25)** for each day that the lien remains in effect after the
15 fifteenth day after the demand for a release of the lien was made.

16 (d) The operator of the releasing hospital shall mail a copy of the
17 release of lien certificate required under subsection (a) to the
18 department of insurance within ten (10) days after the certificate was
19 filed with the recorder.

20 SECTION 6. IC 32-33-5 IS REPEALED [EFFECTIVE JULY 1,
21 2013]. (Ambulance Liens).

22 SECTION 7. IC 32-33-21 IS ADDED TO THE INDIANA CODE
23 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
24 JULY 1, 2013]:

25 **Chapter 21. Repeal of Laws Concerning Liens on Personal**
26 **Property**

27 **Sec. 1. (a) Notwithstanding the repeal of IC 32-33-5 concerning**
28 **ambulance liens on July 1, 2013, if a provider of emergency**
29 **ambulance services perfects a lien under IC 32-33-5-4 before July**
30 **1, 2013:**

31 **(1) the lien remains valid; and**

32 **(2) the provisions of IC 32-33-5 in effect on June 30, 2013,**
33 **continue to apply to the lien;**

34 **until the lien is released under IC 32-33-5 as in effect on June 30,**
35 **2013.**

36 **(b) The repeal of IC 32-33-5 may not be construed to affect or**
37 **abridge a right of a provider of emergency ambulance services:**

38 **(1) to collect amounts claimed to be due the provider for**
39 **emergency ambulance services; and**

40 **(2) that is conferred under any other law or contractual right.**

41 **(c) The repeal of IC 32-33-5 may not be construed to affect a**
42 **patient's financial obligation under any other law or contract to**

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- 1 **pay the provider of emergency ambulance services the reasonable**
- 2 **value of the services provided to the patient.**

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COMMITTEE REPORT

Madam President: The Senate Committee on Civil Law, to which was referred Senate Bill No. 5, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 2, line 5, delete "." and insert "**or contractual right.**"

(c) The repeal of IC 32-33-4 may not be construed to affect a patient's financial obligation under any other law or contract to pay the hospital the reasonable value of the services provided to the patient."

Page 2, line 19, delete "." and insert "**or contractual right.**"

(c) The repeal of IC 32-33-5 may not be construed to affect a patient's financial obligation under any other law or contract to pay the provider of emergency ambulance services the reasonable value of the services provided to the patient."

and when so amended that said bill do pass.

(Reference is to SB 5 as introduced.)

ZAKAS, Chairperson

Committee Vote: Yeas 8, Nays 2.

COMMITTEE REPORT

Mr. Speaker: Your Committee on Insurance, to which was referred Senate Bill 5, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 1, delete lines 1 through 2, begin a new paragraph and insert:

"SECTION 1. IC 32-33-4-1, AS AMENDED BY P.L.160-2012, SECTION 59, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2013]: Sec. 1. **Subject to section 3(c) and 3(d) of this chapter**, a person, a firm, a partnership, an association, a limited liability company, or a corporation maintaining a hospital in Indiana or a hospital owned, maintained, or operated by the state or a political subdivision of the state is entitled to hold a lien for the reasonable value of its services or expenses (**including any amount designated as a copayment or deductible**) on any judgment for personal injuries rendered in favor of any person, except:

(1) a person covered by the provisions of ~~IC 22-3-2~~ through

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- ~~IC 22-3-6~~; **IC 22-3, the state worker's compensation laws;**
- (2) a person covered by the **provisions of 5 U.S.C. 8101 et seq., the federal worker's compensation laws;**
- (3) a person covered by the **provisions of 45 U.S.C. 51 et seq., the federal liability act; or**
- (4) an eligible person (as defined in IC 34-13-8-1) with respect to a distribution paid from the supplemental state fair relief fund for an occurrence (as defined in IC 34-13-8-2); **and**
- (5) a person:**
- (A) covered by the provisions of 42 U.S.C. 1395 et seq., the federal Medicare program; or**
- (B) covered by the provisions of 42 U.S.C. 1396 et seq., the federal Medicaid program, administered by the state under IC 12-15;**
- if the person, firm, partnership, association, limited liability company, or corporation maintaining a hospital in Indiana or the hospital owned, maintained, or operated by the state or a political subdivision of the state seeks medical payments from the Medicare or Medicaid program;**

who is admitted to the hospital and receives treatment, care, and maintenance on account of personal injuries received as a result of the negligence of any person or corporation. In order to claim the lien, the hospital must at the time or after the **satisfy the conditions for perfecting the lien as set forth in section 4 of this chapter and, not later than the date on which the judgment is rendered, enter, in writing, upon the judgment docket where the judgment is recorded, the hospital's intention to hold a lien upon the judgment, together with the amount claimed.**

SECTION 2. IC 32-33-4-3, AS AMENDED BY P.L.160-2012, SECTION 60, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2013]: Sec. 3. (a) A person, a firm, a partnership, an association, a limited liability company, or a corporation maintaining a hospital in Indiana or a hospital owned, maintained, or operated by the state or a political subdivision has a lien for all reasonable and necessary charges for hospital care, treatment, and maintenance of a patient (including emergency ambulance services provided by the hospital **and any amount designated as a copayment or deductible**) upon any cause of action, suit, or claim accruing to the patient, or in the case of the patient's death, the patient's legal representative, because of the illness or injuries that:

- (1) gave rise to the cause of action, suit, or claim; and
- (2) necessitated the hospital care, treatment, and maintenance.

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- (b) The lien provided for in subsection (a):
- (1) except as provided in subsection (c), applies to any amount obtained or recovered by the patient by settlement or compromise rendered or entered into by the patient or by the patient's legal representative;
 - (2) is subject and subordinate to any attorney's lien upon the claim or cause of action;
 - (3) is not applicable to ~~accidents or injuries within the purview of:~~ **a person covered by:**
 - (A) **the provisions of IC 22-3, the state worker's compensation laws;**
 - (B) **the provisions of 5 U.S.C. 8101 et seq., the federal worker's compensation laws;**
 - (C) **45 U.S.C. 51 et seq., or the federal liability act;**
 - (D) **IC 34-13-8 concerning a distribution paid from the supplemental state fair relief fund to an eligible person (as defined in IC 34-13-8-1) for an occurrence (as defined in IC 34-13-8-2); or**
 - (E) **the provisions of:**
 - (i) **42 U.S.C. 1395 et seq., the federal Medicare program;**
or
 - (ii) **42 U.S.C. 1396 et seq., the federal Medicaid program, administered by the state under IC 12-15;****if the person, firm, partnership, association, limited liability company, or corporation maintaining a hospital in Indiana or the hospital owned, maintained, or operated by the state or a political subdivision of the state seeks medical payments from the Medicare or Medicaid program;**
 - (4) is not assignable; and
 - (5) must first be reduced by the amount of any medical insurance proceeds paid to the hospital on behalf of the patient after the hospital has made all reasonable efforts to pursue the insurance claims in cooperation with the patient.
- (c) If a settlement or compromise that is subject to subsection (b)(1) is for an amount that would permit the patient to receive less than twenty percent (20%) of the full amount of the settlement or compromise if all the liens created under this chapter were paid in full, the liens must be reduced on a pro rata basis to the extent that will permit the patient to receive twenty percent (20%) of the full amount.
- (d) A lien provided for in this chapter does not apply to a judgment, cause of action, suit, or claim accruing to the patient**

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under:

- (1) a policy of disability insurance; or
- (2) the patient's automobile or homeowner's insurance that provides for medical payments.

SECTION 3. IC 32-33-4-3.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2013]: Sec. 3.5. (a) This section applies to any person who holds a lien under this chapter.

(b) As used in this section, "hospital lienholder" means:

- (1) a person, firm, partnership, association, limited liability company, or corporation maintaining a hospital in Indiana; or
- (2) a hospital owned, maintained, or operated by the state or a political subdivision;

that has a lien under this chapter.

(c) If a hospital lienholder settles or compromises a claim in an amount less than the amount of its lien, the hospital lienholder is barred from seeking any additional reimbursement from the patient or the patient's representative.

(d) If a hospital lienholder settles or compromises a claim in an amount less than the amount of the hospital lienholder's lien and less than the amount that would be reimbursed by the federal Medicare program (42 U.S.C. 1395 et seq.) or the federal Medicaid program (42 U.S.C. 1396 et seq.), the hospital lienholder, notwithstanding sections 1(5) and 3(b)(E) of this chapter, may seek reimbursement from the Medicaid or Medicare program for the difference between the settlement or compromise the hospital lienholder received and the amount that would be reimbursed by the Medicaid or Medicare program.

(e) If a hospital lienholder agrees to payment of its services or expenses (including charges for hospital care, treatment, and maintenance of a patient) under the terms of a contract, the hospital lienholder is barred from seeking any amount above the amount specified in the contract from the other party to the contract.

SECTION 4. IC 32-33-4-4 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2013]: Sec. 4. (a) To perfect the lien provided for in section 3 of this chapter, the hospital must file for record in the office of the recorder of the county in which the hospital is located, within ~~one hundred eighty (180)~~ **ninety (90)** days after the person is discharged ~~or not later than the date of the final settlement, compromise, or resolution of the cause of action, suit,~~

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or claim accruing to the patient, whichever occurs first, a verified statement in writing stating:

- (1) the name and address of the patient as it appears on the records of the hospital;
- (2) the name and address of the operator of the hospital;
- (3) the dates of the patient's admission to and discharge from the hospital;
- (4) the amount claimed to be due for the hospital care; and
- (5) to the best of the hospital's knowledge, the names and addresses of anyone claimed by the patient or the patient's legal representative to be liable for damages arising from the patient's illness or injury.

(b) Within ten (10) days after filing the statement, the hospital shall send a copy by registered mail, postage prepaid:

- (1) to each person claimed to be liable because of the illness or injury at the address given in the statement;
- (2) to the attorney representing the patient if the name of the attorney is known or with reasonable diligence could be discovered by the hospital; and
- (3) to the department of insurance as notice to insurance companies doing business in Indiana.

(c) The filing of a claim under subsections (a) and (b) is notice to any person, firm, limited liability company, or corporation that may be liable because of the illness or injury if the person, firm, limited liability company, or corporation:

- (1) receives notice under subsection (b);
- (2) resides or has offices in a county where the lien was perfected or in a county where the lien was filed in the recorder's office as notice under this subsection; or
- (3) is an insurance company authorized to do business in Indiana under IC 27-1-3-20.

~~(d) The filing of a verified statement under subsection (a) constitutes filing of a lien under section 1 of this chapter if the statement is filed before the issuance of the judgment.~~

(d) A lien:

- (1) is effective under this chapter on the date a hospital complies with subsections (a) and (b); and**
- (2) may not be made retroactive to any prior date.**

(e) A person desiring to contest a lien or the reasonableness of the charges claimed by the hospital may do so by filing a motion to quash or reduce the claim in the circuit court in which the lien was perfected, making all other parties of interest respondents.



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SECTION 5. IC 32-33-4-7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2013]: Sec. 7. (a) To release a lien perfected under section 4 of this chapter, the operator of the hospital ~~to whom that claims~~ the lien ~~has been paid~~ must file with each recorder in whose office the notice of the hospital lien was filed an executed certificate:

- (1) stating that the claim filed by the hospital for treatment, care, and maintenance has been paid or discharged; and
- (2) authorizing the recorder to release the lien.

The hospital shall bear the expense of obtaining a release.

(b) Upon receipt of the certificate, the recorder shall enter in the margin of the record of the lien and the entry book a memorandum of the filing and the date the certificate was filed. This entry constitutes a release of lien for which the recorder shall receive the fee prescribed in IC 36-2-7-10.

(c) If the amount of a lien has been satisfied or paid and subsequently a demand for a release of the lien is made, the lienholder is liable to the person, firm, limited liability company, or corporation against whose interest the lien has been filed for ~~ten~~ **twenty-five** dollars ~~(\$10)~~ **(\$25)** for each day that the lien remains in effect after the fifteenth day after the demand for a release of the lien was made.

(d) The operator of the releasing hospital shall mail a copy of the release of lien certificate required under subsection (a) to the department of insurance within ten (10) days after the certificate was filed with the recorder."

Page 1, delete lines 10 through 17.

Page 2, delete lines 1 through 9.

Page 2, line 10, delete "2." and insert "1."

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to SB 5 as printed February 13, 2013.)

LEHMAN, Chair

Committee Vote: yeas 12, nays 1.

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