

IHCP *bulletin*

INDIANA HEALTH COVERAGE PROGRAMS

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IHCP announces changes to the Professional Fee Schedule and anesthesia conversion factor for 2026

The Indiana Health Coverage Programs (IHCP) is announcing changes to the Professional Fee Schedule, effective for dates of service (DOS) on or after Jan. 1, 2026.

The IHCP Professional Fee Schedule will be updated to reflect 100% of the prior year's (Jan. 1, 2025) Medicare fee schedule rates for physician services, durable medical equipment (DME) and medical supplies, and transportation services.



Additionally, the IHCP anesthesia conversion factor will be changed to match the 2025 Medicare rate of \$19.37. These updated rates will apply to IHCP claims with DOS on or after Jan. 1, 2026.

Services on the IHCP Professional Fee Schedule that will not be affected by these rate changes are applied behavior analysis (ABA), dental, home health, Medicaid Rehabilitation Option (MRO) and waiver services – as well as DME 21st Century Cures Act codes, for which different rate changes will apply (as described in the following paragraph).

To comply with *Section 1903(i)(27) of the Social Security Act* (which was added by the 21st Century Cures Act), rates will be updated for select DME and medical supply Healthcare Common Procedure Coding System (HCPCS) codes. The list of HCPCS codes subject to the 21st Century Cures Act for calendar year 2026 has not been released by the Centers for Medicare & Medicaid Services (CMS). The DME list of 21st Century Cures Act codes will be updated using the lowest non-zero 2026 Indiana Medicare Durable Medical Equipment, Prosthetics, Orthotics and Supplies (DMEPOS) Fee Schedule amount or competitive bidding single payment amount as the Medicaid allowed amount after the code list has been received from the CMS. Updates to the 21st Century Cures Act codes will be applied retroactively for DOS on or after Jan. 1, 2026.

To allow providers to preview the coming rate changes, the IHCP has created four fee schedules showing the new reimbursement rates for physician services, DME and medical supplies, nonemergency medical transportation (NEMT), and ambulance/emergency medical technician (EMT) services. These preview fee schedules are available from the [IHCP Fee Schedules](#) webpage at in.gov/medicaid/providers. Beginning in January 2026, the rates on the IHCP Professional Fee Schedule (also accessible from the [IHCP Fee Schedules](#) webpage) will be updated to reflect the rates shown on these four preview documents.

Managed care entities (MCEs) are required to have their fee schedules and anesthesia conversion factor updated to mirror the IHCP 2026 Professional Fee Schedule **no later than Jan. 1, 2026**.

If you have questions, please let us know by emailing FSSA.IHCPReimbursement@fssa.in.gov.

QUESTIONS?

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